



**P.E.I. STUDENT FINANCIAL
ASSISTANCE CORPORATION**

ANNUAL REPORT 2016-17

The Honourable Antoinette Perry
Lieutenant Governor of Prince Edward Island
P.O. Box 846
Charlottetown, PE C1A 7L9

May it Please Your Honour:

In accordance with the *Student Financial Assistance Act* {R.S.P.E.I. 1988, Cap. S-8.2}, I am pleased to present to you the Annual Report of the P.E.I. Student Financial Assistance Corporation for the fiscal year ending March 31, 2017.

Respectfully submitted,



Sonny (Stanley) Gallant
Minister of Workforce and Advanced Learning

Background and Overview

The Province of Prince Edward Island implemented its student loan program at the beginning of the 1994/1995 academic year. Since that time, the Program has gone through a number of major changes, particularly from an administrative perspective.

From 1994 to 2000 provincial student loans (after being assessed by Provincial staff) were issued and administered by CIBC, Royal Bank, National Bank and PEI Credit Unions. From 2001-2011 provincial student loans were issued and administered by PEI Credit Unions. Under this formal agreement, the province paid the interest on loans (Prime less .6%) while students were enrolled full-time. In 2010 the Credit Union formally notified the province that it would no longer deliver provincial student loans. Following a 'Request for Proposal' process Davis & Henderson (D&H) operating as Edulinx PEI entered into agreement with the province of PEI as a third party service provider for student financial assistance.

The province created a new *Student Financial Assistance Act* effective January 1, 2011. Within the new legislation the PEI Student Financial Assistance Corporation was created. The student loan portfolio was purchased from the PEI Credit Unions by the Corporation and transferred to Edulinx for administration. The province, through Student Financial Services Division of the department of Workforce and Advanced Learning, continues to be responsible for determining eligibility, the amount of assistance received and the type of assistance provided to individual students. The Corporation captures the disbursements of this assistance and the receipt of repayments from borrowers.

Operationally, the Corporation borrows from Provincial Treasury to fund the loans and receives the loan payments through fund accounts set up with D&H. Since the Corporation's inception, it has never had to increase the amount borrowed from Provincial Treasury.

In October, 2012 the Province of Prince Edward Island adjusted provincial student loans to a zero percent interest rate. At the time of implementation, the savings on the average student loan in the first year of repayment was approximately \$1,000. Cumulatively, the adjustment to zero percent interest has provided borrowers with savings of approximately \$ 2 million.

The Corporation is also responsible for the distribution of various provincial grants for students attending post secondary education. These include the George Coles Bursary, George Coles Graduate Bursary, Island Student Award, Island Skills Award, Community Service Bursary, and Debt Reduction Grants. The assessment work for these grants is performed by staff of the Student Financial Services division.

The federal government funds its own portfolio of loans and grants on PEI. The federal government offers student loans and a suite of seven grants aimed at increasing affordability amongst underrepresented groups. Federal loans and grants for PEI students are administered by the PEI Student Financial Assistance Corporation.

The affairs of the Corporation are managed by the Chief Executive Officer and are overseen by the Board of Directors who are responsible to the Minister of Workforce and Advanced Learning. At March 31, 2017, the CEO and Board of Directors consist of the following:

- Deputy Minister of Workforce and Advanced Learning, Chair – Neil Stewart, CPA, CA;
- Deputy Minister of Finance – David Arsenault, CPA, CA;
- Deputy Minister of Education, Early Learning and Culture – Susan Willis; and
- Chief Executive Officer and Recording Secretary.- Brad Colwill, CPA, CA.

P.E.I. Student Financial Assistance Corporation Annual Report 2017

2016-2017 Highlights

The PEI Student Financial Assistance Corporation is responsible for administering 15 federal and provincial loan and grant programs. The disbursements for those programs are as follows:

	Program	2016-17		2015-16	
		# of Students	\$ Disbursed	# of Students	\$ Disbursed
Federal Programs	Federal Student Loans	2,848	\$16,431,780	2,734	\$17,262,802
	Canada Student Grants	2,026	4,514,776	2,012	3,305,800
Provincial Programs	Provincial Student Loans	1,365	5,000,004	1,320	5,269,277
	George Coles Bursary	692	1,279,200	733	1,611,450
	George Coles Grad Bursary	313	600,200	293	550,200
	Island Student Award	695	351,200	674	326,800
	Island Skills Award	556	556,000	657	657,000
	Community Service Bursary	250	100,905	261	105,825
	Debt Reduction	262	1,210,710	331	1,491,885

Through continued efforts by Provincial and Federal Governments, current debt loads on students have stabilized and even decreased over the past decade. This is due to many initiatives including tuition assistance, increased grant amounts, interest-free loans, RESP contributions, and debt reduction programs. The effects of these programs are visible in the loan disbursement history:

Type	Annual Disbursement of Student Loans							
	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014	2014-2015	2015-2016	2016-2017
Provincial	5,651,156	5,463,750	5,445,234	5,873,071	5,735,816	5,217,859	5,269,277	5,000,004
Federal	21,134,941	21,292,982	20,972,387	21,511,977	20,729,162	18,736,740	17,262,802	16,431,780

Only the provincial student loans are captured within the P.E.I. Student Financial Assistance Corporation. The loans are labeled as 'Class A' for those students who are either currently attending school or have attended within 12 months, and 'Class B' for those students who are currently in repayment. The balances at year-end are:

P.E.I. Student Financial Assistance Corporation Annual Report 2017

Type	2016-17		2015-16	
	# of Loans	\$ of Loans	# of Loans	\$ of Loans
Class A	2,270	\$ 17,166,970	1,532	\$ 13,467,230
Class B	2,394	\$ 10,540,526	3,023	\$ 14,102,773

Of all provincial loans disbursed during the year, nearly 60% were for students attending institutions on Prince Edward Island. As with prior years the two institutions which the Corporation provided student loans to were UPEI and Holland College by a wide margin. A breakdown of the most frequently attended institutions is below:

Institution	Frequency	
	2016-17	2015-16
University of Prince Edward Island	33.3%	32.3%
Holland College	21.9%	22.5%
Dalhousie	7.5%	7.3%
University of New Brunswick	5.2%	6.0%

When examining the programs selected by students requiring assistance, trends are emerging. These trends appear to be consistent with those seen across the country. Bachelor of Arts and Science are by far the most popular choices, but specializations and Masters and PhD studies are becoming more prevalent. The most common programs of study for borrowers are:

Program	Frequency	
	2016-17	2015-16
Bachelor - Arts/Science	35.2%	33.7%
Diploma - Admin/Business	9.1%	9.5%
Bachelor – Admin/Business	8.2%	8.7%
Bachelor – Health/Science	8.1%	7.1%
Diploma - Trades	7.1%	6.8%

Program Improvements

In 2016-17, several changes were made to improve the student financial assistance programming available to students. Many of these changes were made in consultation with students, using their advice to help shape our policies. The more significant new initiatives include:

Changes to the weekly maximum Provincial Student Loan available

In recognizing the increasing costs required to pursue post-secondary education, the weekly maximum assistance available for Provincial Student Loans was increased by \$10 per week of study from \$165/week to \$175/week for the 2016-17 academic year. It was further decided that any future increase will occur as the Consumer Price Index increases resulting in an increase to \$177/week for the 2017-18 academic year.

Grace Period Extension

During the year, the Corporation extended the grace period before repayment on a student loan begins from six months to twelve months. As a result, students who finish their studies will not be required to make repayment on their loan until the thirteenth month post completion. This change was made to provide students with an opportunity to better establish themselves before they begin making regular payments.

P.E.I. Student Financial Assistance Quick Facts

- The average values of Class A & B loans at year-end was \$7,563 (\$7,682 in 2016) & \$4,403 (\$4,776 in 2016), respectively;
- Davis & Henderson, the Corporation's service provider, answered 4,580 phone calls (6906 in 2015/16), offered 4,637 phone calls (7,023 in 2015-16) and had 8,314 successful web logins (8,814 in 2015-16);
- During the 2016-17 fiscal year, 31,314 payments totaling \$2,896,597 were made on existing provincial student loans;
- The Corporation saw a decrease in the number of defaulted loans with 142 in 2016-17 (155 in 2015-16), with a total value of \$831,674 (\$808,590 in 2015-16);
- During the 2016-17 fiscal year, the Corporation re-habilitated 77 defaulted loans (17 in 2015-16, the first year of implementation) with a total value exceeding \$467,000 (\$89,000 in 2015-16).

Appendix A

2016-17 Audited Financial Statements

*P.E.I. STUDENT FINANCIAL
ASSISTANCE CORPORATION
FINANCIAL STATEMENTS
MARCH 31, 2017*

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INDEPENDENT AUDITOR'S REPORT

TO THE DIRECTORS:

Report on the Financial Statements

We have audited the accompanying financial statements of P.E.I. Student Financial Assistance Corporation, which comprise the statement of financial position as at March 31, 2017, and the statements of operations and accumulated surplus, changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles for government organizations as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2017 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for government organizations as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants.

MRSB Chartered Professional Accountants
CHARLOTTETOWN, P.E.I.

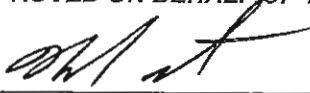
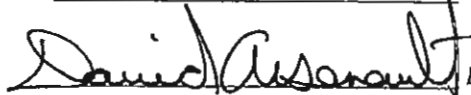
JUNE 27, 2017

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
STATEMENT OF FINANCIAL POSITION
MARCH 31, 2017

	2017	2016
Financial Assets		
Accounts receivable - Note 4	\$ 699,266	\$ 8,266
Student loans receivable - Note 5	23,681,597	23,373,733
Due from related party - Note 6	3,708,159	3,753,904
	<u>28,089,022</u>	<u>27,135,903</u>
Liabilities		
Bank indebtedness - Note 7	1,703,375	502,065
Operating loan - Note 8	26,200,000	26,200,000
Accounts payable and accrued liabilities	50,040	404,852
Deferred revenue	108,596	-
	<u>28,062,011</u>	<u>27,106,917</u>
Net Assets - Statement 3	<u>27,011</u>	<u>28,986</u>
Accumulated Surplus	<u>\$ 27,011</u>	<u>\$ 28,986</u>
Financial Position		
Accumulated surplus - Statement 2	<u>\$ 27,011</u>	<u>\$ 28,986</u>

(Notes 1 to 12 are an integral part of these financial statements)

APPROVED ON BEHALF OF THE BOARD:


 _____ Director

 _____ Director

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
YEAR ENDED MARCH 31, 2017

	2017 Budget	2017 Actual	2016 Actual
Revenues			
Operating grant - Note 9	\$ 6,768,000	\$ 5,606,846	\$ 6,591,367
SYnC program grant	-	697,334	-
Disability support grant	500,000	666,583	507,483
Interest	-	699	6,135
	<u>7,268,000</u>	<u>6,971,462</u>	<u>7,104,985</u>
Expenditures			
Community Service bursaries	125,000	93,930	105,825
Disability support	500,000	570,850	569,741
George Coles bursaries	1,600,000	1,492,600	1,611,450
George Coles Grad bursaries	655,000	574,800	550,200
Information technology upgrades	300,000	273,224	120,373
Interest on operating loan - Note 9	300,000	223,727	222,736
Island Skills/Student awards	1,050,000	908,800	983,800
Processing and administration	444,000	441,833	424,018
Professional fees	20,000	12,435	14,269
Provision for loan losses	974,000	446,869	963,019
Relief programs	1,300,000	1,237,035	1,522,957
SYnC program	-	697,334	700
	<u>7,268,000</u>	<u>6,973,437</u>	<u>7,089,088</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	(1,975)	15,897
Accumulated Surplus - Beginning of Year		<u>28,986</u>	<u>13,089</u>
Accumulated Surplus - End of Year		<u>\$ 27,011</u>	<u>\$ 28,986</u>

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
STATEMENT OF CHANGES IN NET ASSETS
YEAR ENDED MARCH 31, 2017

	2017	2016
<i>Excess (deficiency) of revenues over expenditures</i>	<u>\$ (1,975)</u>	<u>\$ 15,897</u>
<i>Increase in Net Assets</i>	(1,975)	15,897
<i>Net Assets - Beginning of Year</i>	<u>28,986</u>	<u>13,089</u>
<i>Net Assets - End of Year</i>	<u><u>\$ 27,011</u></u>	<u><u>\$ 28,986</u></u>

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
CASH FLOW STATEMENT
YEAR ENDED MARCH 31, 2017

	2017	2016
Cash Flows from Operating Activities		
Excess (deficiency) of revenues over expenditures	\$ (1,975)	\$ 15,897
(Increase) decrease in accounts receivable	(691,000)	393
Increase in student loans receivable	(307,863)	(649,868)
Increase (decrease) in accounts payable and accrued liabilities	(354,813)	157,569
Increase in deferred revenue	108,596	-
	<u>(1,247,055)</u>	<u>(476,009)</u>
Cash Flows from Financing Activity		
Advance from related party	45,745	61,945
Decrease in cash	(1,201,310)	(414,064)
Cash - Beginning of Year	(502,065)	(88,001)
Cash - End of Year	\$ (1,703,375)	\$ (502,065)
Supplemental disclosure of cash flow information		
Interest received	\$ 1,443	\$ 6,135
Interest paid	223,727	222,736

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2017

1. Description of Entity

P.E.I. Student Financial Assistance Corporation is a Crown corporation established January 1, 2011 under the Prince Edward Island Student Financial Assistance Act with the primary function of administering the Prince Edward Island student loans portfolio. The Corporation's financial results are included in the public accounts of the Province of Prince Edward Island.

2. Basis of Preparation

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles for government organizations as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants.

These financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs in the completion of specific work. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenditures are incurred or services performed.

3. Accounting Policies

Cash

Cash is comprised of bank indebtedness.

Accounts Receivable

Accounts receivable arise from government funding receivable and accrued interest on student loans. An allowance for possible losses has been calculated through discussions with management and assessment of the other circumstances influencing the collectibility of amounts. Amounts deemed uncollectible are written off and deducted from the carrying value of the receivable. Amounts subsequently recovered from accounts previously written off are credited to the allowance account in the period of recovery.

Student Loans Receivable

Student loans receivable are stated at the principal amount less any related allowances recorded for loss. Interest income is accounted for on the accrual basis for all Class B loans to October 1, 2012, except those approved for interest relief. No interest revenue is recognized on loans returned to the Province as the collectibility of these loans is not reasonably assured.

Class A loans are defined as an advance or the aggregate of all advances made to a borrower who provides evidence confirming his or her status as an eligible student and which continues until the last day of the twelfth month following the period of study end date or on consolidation and entering repayment.

Class B loans are defined as an advance or the aggregate of all advances made to the borrower net of any payments made by or on behalf of the borrower calculated on the first day of the thirteenth month following the period of study end date or on consolidation and entering repayment.

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2017

3. Accounting Policies (cont'd)

Allowance for Possible Losses

A general provision is recorded for student loans receivable on the basis that collectibility of loans receivable can be specifically identified. The general provision is based on past performance of student loans, management's judgment and the maturity and financial strength of the borrowers.

Revenue Recognition

Interest revenue is recognized on a time proportionate basis.

Other revenues are recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Government Transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates on the amounts can be determined.

Financial Instruments

The Corporation initially measures its financial assets and financial liabilities at fair value, except for certain related party transactions that are measured at the carrying or exchange amount and student loans receivable that are valued at cost less any impairment, as appropriate.

The Corporation subsequently measures all of its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value of these financial instruments are recognized in the statement of operations and accumulated surplus.

Financial assets measured at amortized cost on a straight-line basis include accounts receivable, student loans receivable and amounts due from related party.

Financial liabilities measured at amortized cost on a straight-line basis include bank indebtedness, operating loan and accounts payable and accrued liabilities.

Transaction costs on the acquisition, sale or issue of financial instruments that are subsequently measured at amortized cost are shown as an adjustment to the carrying value of the related financial instrument.

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2017

3. Accounting Policies (cont'd)

Management Estimates

The presentation of financial statements in conformity with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those reported. The following are areas in which management makes significant accounting estimates:

- The recognized amounts of potential claims and liabilities depend on management's assessment of future costs and the probability these events will occur; and
- The amounts recorded as a allowance for possible losses. This amount represents an accumulation of loans which, in the opinion of management, may become uncollectible over the course of the next year or operating cycle.

4. Accounts Receivable

	2017	2016
Government funding receivable	\$ 697,334	\$ -
Interest receivable	1,932	8,266
	<u>\$ 699,266</u>	<u>\$ 8,266</u>

5. Student Loans Receivable

	Total Loans	Allowance for Possible Losses	Net Loans
2017			
Class A	\$ 12,235,059	\$ 1,770,851	\$ 10,464,208
Class B	15,580,452	2,363,063	13,217,389
Loans returned to the Province	9,754,798	9,754,798	-
	<u>\$ 37,570,309</u>	<u>\$ 13,888,712</u>	<u>\$ 23,681,597</u>
2016			
Class A	\$ 13,467,230	\$ 2,033,836	\$ 11,433,394
Class B	14,102,773	2,162,434	11,940,339
Loans returned to the Province	9,230,456	9,230,456	-
	<u>\$ 36,800,459</u>	<u>\$ 13,426,726</u>	<u>\$ 23,373,733</u>

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2017

5. Student Loans Receivable (cont'd)

Continuity of allowance for possible losses

	2017	2016
Allowance for possible losses - beginning of year	\$ 13,426,726	\$ 12,783,492
Recovery of impaired loans - current year	(864,255)	(651,681)
Provision for impaired loans - current year	726,501	849,200
Net change in loans returned to the Province	524,342	413,098
Net change in Severe Permanent Disability loans	75,398	32,617
	<u>\$ 13,888,712</u>	<u>\$ 13,426,726</u>
Allowance for possible losses - end of year	<u>\$ 13,888,712</u>	<u>\$ 13,426,726</u>

6. Due From Related Party

Province of Prince Edward Island	<u>\$ 3,708,159</u>	<u>\$ 3,753,904</u>
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The Province of Prince Edward Island is related to P.E.I. Student Financial Assistance Corporation by virtue of common influence by the Government of Prince Edward Island.

7. Bank Indebtedness

Royal Bank of Canada - bank account with overdraft protection is included in the pooling agreement which covers all government accounts. No interest is charged provided the cumulative total of all accounts is positive.

	<u>\$ 1,703,375</u>	<u>\$ 502,065</u>
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8. Operating Loan

Prince Edward Island Provincial Treasury - Province of PEI Treasury Board interest rate to Crown Corporations on advances; interest accrued daily and payable quarterly; due on demand; unsecured.

	<u>\$ 26,200,000</u>	<u>\$ 26,200,000</u>
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9. Related Party Transactions

During the year, interest of \$223,727 (2016 - \$222,736) was paid to and a grant of \$5,606,846 (2016 - \$6,591,367) was received from the Province of Prince Edward Island, a related party.

These transactions are in the normal course of operations and are measured at the exchange value, which is the amount of consideration established and agreed to by the related parties.

The Province has assumed the responsibility for certain operating costs that are shared with other departments, such as insurance, management salaries and benefits. These expenditures have not been reflected in the Corporation's financial statements.

P.E.I. STUDENT FINANCIAL ASSISTANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2017

10. Financial Instruments

The Corporation's financial instruments consist of accounts receivable, student loans receivable, amount due from related party, bank indebtedness, operating loan and accounts payable and accrued liabilities.

The Corporation is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Corporation's risk exposure and concentration as of March 31, 2017.

Liquidity risk

Liquidity risk is the risk that the Corporation may not have cash available to satisfy financial liabilities as they come due. The Corporation actively maintains a committed operating loan to ensure that it has sufficient available funds to meet current and foreseeable future financial requirements at a reasonable cost.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate materially due to changes in market interest rates. The Corporation is exposed to interest rate risk through student loan consolidation agreements based on a floating interest rate based on the Bank of Canada base rate plus a risk premium determined at the loan inception. The Corporation manages and controls interest rate risk primarily by managing asset and liability maturities.

Credit risk

Credit risk is the risk that a borrower will fail to meet their obligation to the P.E.I. Student Financial Assistance Corporation. Providing credit facilities to eligible borrowers is the Corporation's primary source of earnings and is the area where the Corporation is exposed to the most significant risk. Approval of these facilities is based on the borrower's eligibility to repay principal and interest over the term of the facility.

Overdue loan accounts, or lending delinquency, is closely monitored and frequently reported to management to ensure all allowances for potential loan losses are adequately provided for and written-off when collection efforts have been exhausted.

11. Budget Figures

The budget figures presented on Statement 2 are used for internal purposes only and have not been subject to audit or review by the external auditor.

12. Comparative Figures

Some of the comparative figures have been reclassified to conform to the current year's presentation.