



First Citizens

We put you first

First Citizens Asset Management
Fund Allocation Report September 30th 2016

The El Tucuche Fixed Income Fund

Fund Size: TT\$146,602,249

Investment Objective: To generate investment returns superior to prevailing TT dollar money market rates while maintaining acceptable levels of risk. This fund invests in bonds and other debt instruments denominated in both TT and US dollars.

Fund Facts

Minimum Investment	NAV Type	Fund Type	Dividend Distribution	Last Dividend Date	Last Dividend
TT\$1,000	Floating	Open-Ended	Quarterly	July 15 th 2016	TT \$0.06

Average Annualized Returns as of September 30th 2016

1 Year	3 Year	5 Year	Return from inception September 29 th , 2008
-1.25%	-1.56%	2.74%	5.31%

Historical Performance Calendar year Jan - Dec



Market Update

The domestic economic activity remained subdued, as indicators across most sectors showed sluggish activity, except for financial services which showed some buoyancy. In the local financial markets, liquidity levels remained at relatively steady levels with excess daily reserves at the Central Bank of T&T (CBTT) trending at around TT\$3.2 billion. In September, the CBTT stepped up its open market operations with net issues of around TT\$1.2 billion. Additionally, the sale of foreign exchange to authorised dealers extracted roughly TT\$1 billion from the financial system. Against this backdrop, the CBTT decided to maintain the Repo rate at 4.75%.

In terms of local interest rates, whilst yields at the lower end of the curve remain unchanged quarter on quarter, there were incremental increases at the medium to longer end of the curve. With that said, whilst there has been no deterioration in the credit quality of the portfolio, the portfolio's net asset value declined quarter on quarter, due mainly to the payment of dividends in July 2016. Looking ahead, the Fund Manager continues to closely monitor the interest rate environment and will make tactical decisions in realigning the portfolio for positive growth. In the coming months, the strategy remains to closely monitor the fund's duration to enable market value preservation within an environment of potentially increasing interest rates. The focus will be on buying shorter tenor, high quality credit instruments.

Management Expenses Ratio (MER)

The Fund's MER as at the end of June 2016 was 1.81%. This means that for every \$1,000 dollars invested, \$18.05 went towards paying for the management of the Fund. The MER is the percentage of the annual fees plus the annual expenses, divided by the average net assets of the fund. The Trust Deed of the fund allows for the Investment Management fee of no more than 2.5% per annum (p.a.), the Trustee fee of 0.25% p.a., the Distribution fee of 0.25% p.a., and the Fund Administration fee of 0.20% p.a.



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Top 10 Credit Exposure		Top 10 Individual Holdings	
Issuer	% of Fund	Issuer	% of Fund
Government of Trinidad And Tobago	43.23%	Government of Trinidad & Tobago Bond	12.73%
First Citizens Group	18.79%	First Citizens Bank TTD Account	12.32%
Water And Sewerage Authority of Trinidad And Tobago (WASA)	16.35%	Water And Sewerage Authority Strip	8.47%
National Insurance Property Development Co Ltd (NIPDEC)	4.41%	Water And Sewerage Authority Strip	7.87%
Republic Bank Limited	3.72%	Government of Trinidad & Tobago Bond	4.68%
Guardian Holdings Limited	3.25%	Government of Trinidad & Tobago Bond	4.41%
Ansa Merchant Bank	2.96%	Republic Bank Limited Bond	3.72%
The Urban Development Corporation of Trinidad and Tobago (UDeCOTT)	2.75%	Guardian Holding Limited Bond	3.25%
First Caribbean International Bank	2.23%	Ansa Merchant Bank Ltd Bond	2.96%
Prestige Holdings Limited	0.98%	Government of Trinidad & Tobago Bond	2.85%

Percentages are rounded to 2 decimal points.

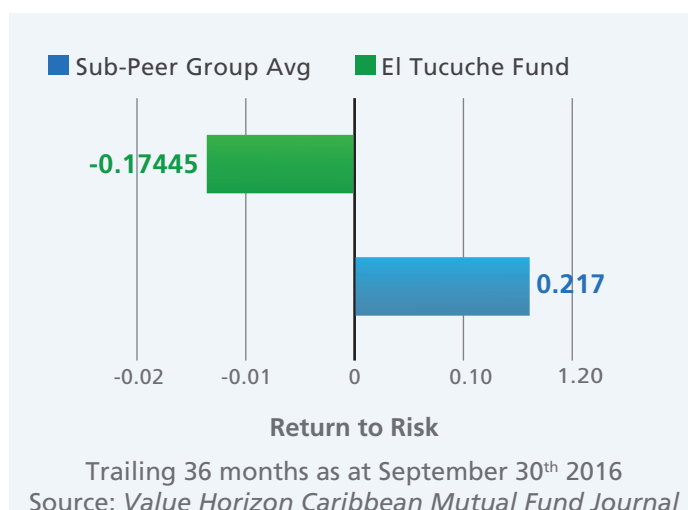
Exposure					
Exposure By Assets		Exposure By Region		Exposure By Currency	
83.96%	TTD Bonds	100%	Trinidad and Tobago	98.33%	TTD
14.37%	TTD Cash and Cash Equivalents			1.67%	USD
1.57%	USD Cash				
0.10%	USD Bonds				

Percentages are rounded to 2 decimal points.

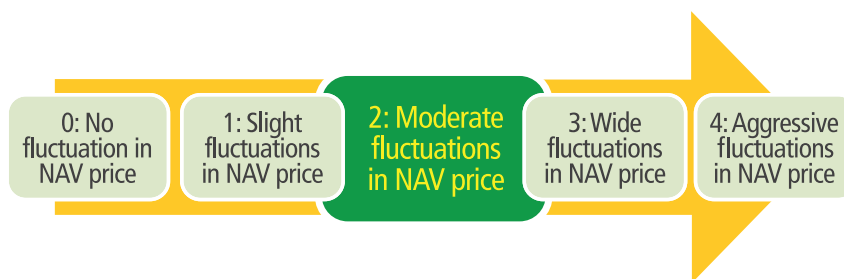


Sharpe Ratio

The Sharpe Ratio is a measure of risk-adjusted performance and is often described as the reward per unit of variability or risk. It seeks to give a numerical representation of how well the return of an asset compensates an investor given the amount of risk taken. The higher the Sharpe Ratio, relative to the peer group, the better for the investor. Value Horizon has calculated the Sharpe Ratio of the El Tucuche Fund to be as -0.217 versus the sub-peer group average ratio of 0.17445



Risk Level



The El Tucuche Fixed Income Fund carries a moderate risk level with moderate fluctuations in the Net Asset Value of the fund.

Past performance is not an indicator of future returns. The Prospectus should be read in its entirety before investing and is available upon request at all First Citizens Branches. Investments in the funds are not deposits and are not insured by the Deposit Insurance Corporation, nor guaranteed by the Central Bank of Trinidad and Tobago, First Citizens, any of its subsidiaries or any person or corporation.