



**First Citizens**

We put you first

# First Citizens Asset Management Fund Allocation Report June 30<sup>th</sup> 2017

## The Immortelle Income and Growth Fund

Fund Size: TT\$45,238,565

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\$500            | Floating | Open-Ended | Semi-Annually         | April 2017         | TT \$0.07     |

### Average Annualized Returns

as of June 30<sup>th</sup>, 2017

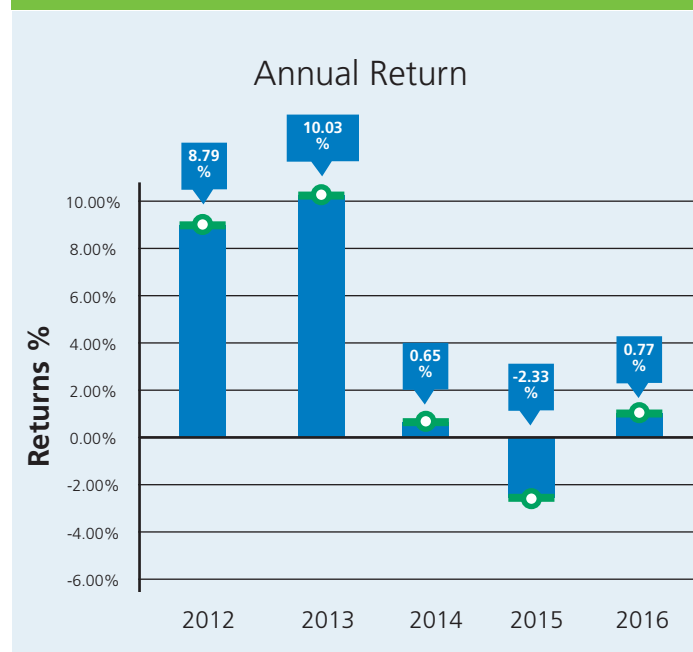
| 1 Year | 3 Year | 5 Year | Return from inception<br>July 11 <sup>th</sup> , 2005 |
|--------|--------|--------|---|
| 3.15%  | 0.27%  | 3.25%  | 3.99%   |

### Market Update

During Q2 2017, global equities markets touched record highs along with growing optimism over the outlook for global growth. The US Federal Reserve (Fed) raised base rates by 25 bps to 1.25%, and maintained its forecast for further rate rises in the second half of 2017 and 2018. In the Eurozone, the European Central Bank (ECB) dropped its easing bias, and raised speculation that it was considering tapering its bond-buying programme. Locally, activity on the Trinidad and Tobago Stock Exchange (TTSE) subdued in Q2 2017 when compared to Q1 2017. Overall, local equity prices declined as evident by the All Trinidad and Tobago Index return of -1.13% for Q2 2017. Looking ahead, we continue to adopt a cautious tone towards local equities within 2017. We continue to urge unitholders of the Fund to maintain a long-term investment perspective. Our investment decisions for this Fund are within the context of a three-to-five year market cycle and we believe periods of market weakness provide an opportunity to capture long-term value using a disciplined investment process, insightful research and sound security selection.

### Historical Performance

Calendar year Jan-Dec



### Management Expenses Ratio (MER)

The Fund's MER as at the end of June 2016 was 2.16%. This means that for every \$1,000 dollars invested, \$21.16 went towards paying for the management of the Fund. The MER is the percentage of the annual fee 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 2.0% 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 0.25%

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| Top Credit and Equity Exposure           |                | Top 10 Individual Holdings              |                |
|--|----------------|---|----------------|
| Issuer                                   | % of Portfolio | Issuer                                  | % of Portfolio |
| Government of Trinidad & Tobago          | 27.00%         | Allianz Global Investors Equity Account | 6.90%          |
| First Citizens Group                     | 12.62%         | Allianz Global Investors Equity Account | 5.61%          |
| Allianz                                  | 12.51%         | First Citizens Group Equity             | 5.42%          |
| Government of Trinidad & Tobago Agencies | 7.21%          | Government of Trinidad & Tobago Bond    | 5.40%          |
| Ansa Group                               | 5.57%          | Government of Trinidad & Tobago Bond    | 4.76%          |
| Guardian Holdings Limited                | 4.95%          | First Citizens Group TTD Account        | 4.58%          |
| Republic Financial Holdings Limited      | 4.57%          | Government of Trinidad & Tobago Bond    | 4.53%          |
| The West Indian Tobacco Company Limited  | 3.81%          | West Indian Tobacco Company Equity      | 3.81%          |
| Massy Holdings Limited                   | 2.76%          | Ansa McAL Limited Equity                | 3.42%          |
| Scotiabank Trinidad and Tobago Limited   | 2.58%          | Republic Bank Limited Equity            | 3.38%          |

Percentages are rounded to 2 decimal points.

### Exposure

#### Exposure by Assets

|        |                        |
|--------|------------------------|
| 43.29% | TTD Bonds              |
| 31.30% | TTD Equities           |
| 4.58%  | TTD Cash               |
| 0.03%  | TTD Money Market Funds |
| 15.22% | USD Equities           |
| 5.40%  | USD Bonds              |
| 0.19%  | USD Cash               |

#### Exposure by Region

|        |                   |
|--------|-------------------|
| 81.66% | Trinidad & Tobago |
| 12.51% | Germany           |
| 2.71%  | United States     |
| 2.55%  | Barbados          |
| 0.58%  | Jamaica           |

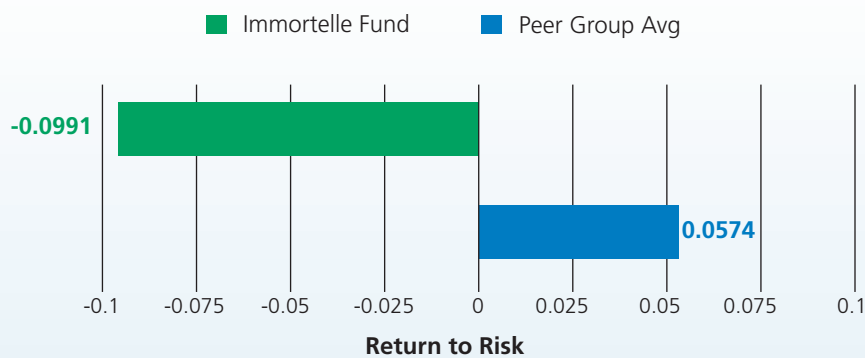
#### Exposure by Currency

|        |     |
|--------|-----|
| 79.19% | TTD |
| 20.81% | USD |

Percentages are rounded to 2 decimal points.

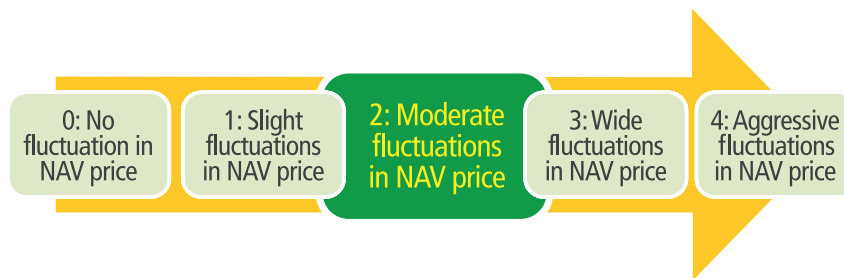
### Sharpe Ratio

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 groups, the better for the investor. Value Horizon has calculated the Sharpe Ratio of the Immortelle Fund to -0.0991 versus the peer group average ratio of 0.0574.



Trailing 36 months as at June 30<sup>th</sup> 2017  
Source: Value Horizon Caribbean Mutual Fund Journal

### Risk Level



The Immortelle Income and Growth 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 Fund are not deposits and are not insured by the Deposit Insurance Corporation, nor guaranteed by the CBTT, First Citizens, any of its subsidiaries or any person or corporation.