



**First Citizens**

We put you first

**First Citizens Depository Services Limited**

**Fund Allocation Report September 30<sup>th</sup> 2019**

## The El Tucuche Fixed Income Fund

Fund Size: TT\$134,897,827

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 <sup>th</sup> 2019 | TT \$0.06     |

### Average Annualised Returns

as of September 30<sup>th</sup> 2019

| 1 Year | 3 Year | 5 Year | Return from inception<br>September 29 <sup>th</sup> 2008 |
|--------|--------|--------|--|
| 2.13%  | 1.70%  | 0.00%  | 4.32%  |

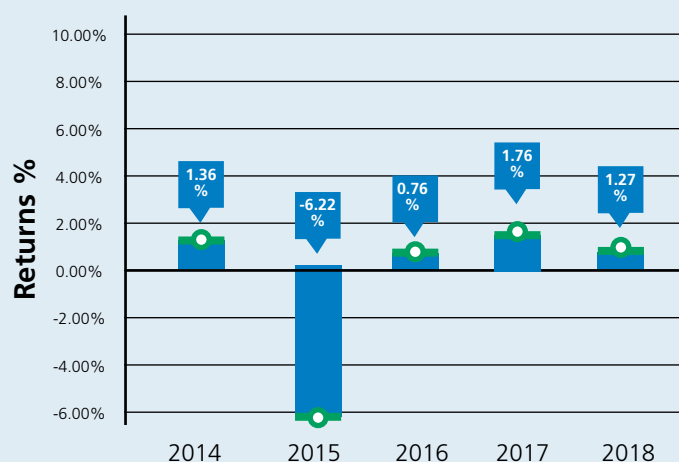
### Market Update

During Q3 2019 the local short term interest rate environment remained virtually flat as the Central Bank's Monetary Policy Committee (MPC) of Trinidad and Tobago agreed to maintain the repo rate at 5% in September 2019 citing slowing global growth and low inflation. In the United States, as was expected, the Federal Reserve (the Fed) cut rates two times over the quarter to 2.00%. This has bode well for the foreign bonds held in the Fund but it also means that new purchases will be done at lower rates. Local liquidity levels as measured by the commercial banks average excess reserves increased from TT\$4.3 Billion in June 2019 to TT\$4.5 Billion in September 2019. Given the excess liquidity in the system we expect rates to remain subdued in the short to medium term with the potential for declining rates. The focus of the Fund continues to be to diversify the current holdings and increase USD Corporate exposure.

### Historical Interest Rate

Calendar year Jan-Dec

#### Annual Return



### Management Expenses Ratio (MER)

The Fund's MER as at the end of June 2018 was 2.13%. This means that for every \$1,000 dollars invested, \$21.32 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 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.



**First Citizens**

We put you first

# First Citizens Depository Services Limited

## Fund Allocation Report September 30<sup>th</sup> 2019

| Top Credit Exposure |  | Top 10 Individual Holdings |   |      |
|---------------------|--|----------------------------|---|------|
|                     | Issuer                                   | % of Fund                  |   |      |
|                     |  |                            | Issuer                                    |      |
|                     |  |                            | % of Portfolio                            |      |
|                     | GOVERNMENT OF TRINIDAD & TOBAGO          | 45.93                      | CERT OF PART - WASA TT\$1.3359B SERIES 23 | 9.80 |
|                     | FIRST CITIZENS GROUP                     | 12.76                      | GOTT \$1399.8M 6.60% FXRB DUE 4-FEB-2027  | 8.77 |
|                     | WATER AND SEWERAGE AUTHORITY NIPDEC      | 9.80                       | GOTT \$1,200M FXRB @ 4.15% DUE 2025       | 7.42 |
|                     | NATIONAL INVESTMENT FUND HOLDING COMPANY | 7.83                       | FIRST CITIZENS GROUP CASH ACCOUNTS        | 6.91 |
|                     | CREDIT SUISSE                            | 4.78                       | GOTT US\$21,000M 5.00% FXRB DUE 2025      | 4.97 |
|                     | ANSA GROUP OF COMPANIES                  | 4.45                       | NIF \$1,200M SERIES A-4.50% DUE 2023      | 4.78 |
|                     | COMMERZBANK                              | 3.42                       | GOTT TT\$794M 5.95% FXRB DUE 2023         | 4.70 |
|                     | SOCIETE GENERALE                         | 2.90                       | GOTT TT\$1,000M 4.10% FXRB DUE 2025       | 4.60 |
|                     | AT&T INC                                 | 2.63                       | CREDIT SUISSE AG 6.50% DUE 2023           | 4.45 |
|                     |  | 2.53                       | NIPDEC TT\$750M 6.55% FXRB DUE 2030       | 4.41 |

Percentages are rounded to 2 decimal points.

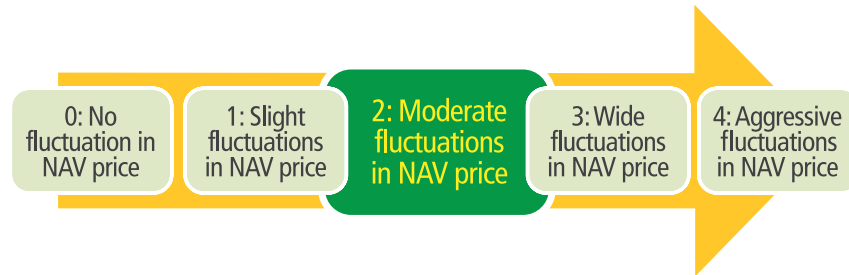
| Exposure         |           |                    |
|------------------|-----------|--------------------|
| <b>By Assets</b> |           | <b>By Region</b>   |
| 73.80%           | TTD Bonds | 87.49%             |
| 4.12%            | TTD Cash  | 9.98%              |
|                  |           | 2.53%              |
| 19.29%           | USD Bonds |                    |
| 2.79%            | USD Cash  |                    |
|                  |           |                    |
|                  |           | <b>By Currency</b> |
|                  |           | 77.92%             |
|                  |           | 22.08%             |

Percentages are rounded to 2 decimal points.

**First Citizens Depository Services Limited Fund**  
**Allocation Report September 30<sup>th</sup> 2019**



**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 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.