



## The El Tucuche Fixed Income Fund

Fund Size: TT\$143,845,878

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	October 15 <sup>th</sup> 2017	TT \$0.06

### Average Annualised Returns as of December 31<sup>st</sup>, 2017

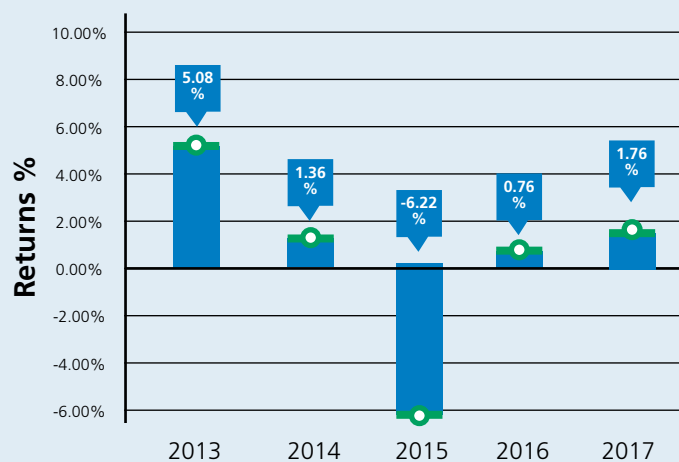
1 Year	3 Year	5 Year	Return from inception September 29 <sup>th</sup> 2008
1.76%	-1.30%	0.47%	4.81%

### Market Update

The quarter ending December 2017 closed with the Central Bank of Trinidad and Tobago maintaining the Repo rate at 4.75%, citing consideration for the slow pace of lending to business and the overall sluggishness of the economy. Notwithstanding, indicators suggest that there has been slow activity in both the energy and non-energy sectors. In the energy sector the growth can be attributed to the higher output from BPTT Juniper facility. Inflation has also remained contained for 2017 due to subdued economic conditions. Notwithstanding, with the narrowing US-TT interest rate differentials and positive economic outlook across the globe, 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, good credit quality instruments.

### Historical Interest Rate Calendar year Jan-Dec

#### Annual Return



### Management Expenses Ratio (MER)

The Fund's MER as at the end of June 2017 was 1.86%. This means that for every \$1,000 dollars invested, \$18.59 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 Asset Management  
Fund Allocation Report December 31<sup>st</sup> 2017



Top Credit Exposure		Top 10 Individual Holdings	
Issuer	% of Fund	Issuer	% of Portfolio
GOVERNMENT OF TRINIDAD & TOBAGO	46.05%	FIRST CITIZENS GROUP CASH ACCOUNTS	23.77
FIRST CITIZENS GROUP	27.58%	GOTT TT\$1,000M FXRB @ 2.60% DUE 21.05.20	13.12
WATER AND SEWERAGE AUTHORITY	8.54%	CERT OF PART - WASA TT\$1.3359B SERIES 23	8.54
REPUBLIC FINANCE HOLDINGS LIMITED	3.64%	GOTT \$1399.8M 6.60% FXRB DUE 4-FEB-2027	8.38
ANSA GROUP OF COMPANIES	3.08%	GOTT 6.20% FIXED DUE: 6-NOV-2018	5.51
URBAN DEVELOPMENT CORPORATION OF T&T LTD	2.82%	GOTT TT\$794M 5.95% FXRB DUE 2023	4.42
NATIONAL PROPERTY DEVELOPMENT COMPANY	2.51%	GOTT TT\$1,000M 4.10% FXRB DUE 2025	4.30
FIRST CARIBBEAN INTERNATIONAL BANK LTD	2.26%	RBL \$1BN 8.55% FXRB DUE 14-FEB-2018	3.64
TRINIDAD AND TOBAGO MORTGAGE FINANCE CO	2.13%	AMBL FXR MED TERM NOTE 3.75% DUE 2022	3.08
PRESTIGE HOLDINGS LIMITED	0.82%	UDECOTT TT\$213M 3.35% FXRB DUE 31.10.20	2.82

Percentages are rounded to 2 decimal points.

### Exposure

#### By Assets

74.50%	TTD Bonds
23.69%	TTD Cash
1.75%	USD Bonds
0.06%	USD Cash

#### By Region

100%	Trinidad & Tobago
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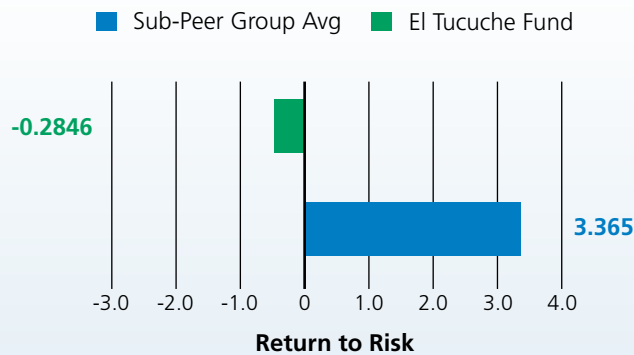
#### By Currency

98.19%	TTD
1.81%	USD

Percentages are rounded to 2 decimal points.

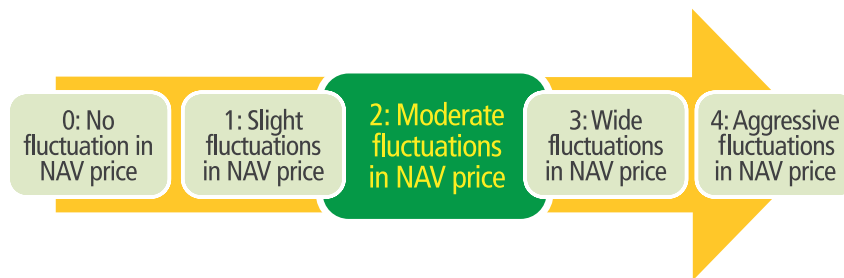
### Sharpe Ratio

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 group, the better for the investor. Value Horizon has calculated the Sharpe Ratio of the El Tucuche Fund to be as -0.2846 versus the sub-peer group average ratio of 3.365.



Trailing 36 months as at December 31<sup>st</sup> 2017  
Source: Value Horizon Caribbean Mutual Fund Journal

### 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.