



**First Citizens**

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First Citizens Asset Management  
Fund Allocation Report June 30<sup>th</sup> 2018

## The Abercrombie TTD Monthly Fixed Income Fund

Fund Size: TT\$5,335,293,976

Investment Objective: The Fund invests in bonds and other securities denominated in both TT Dollars and US Dollars.

### Fund Facts

Minimum Investment	NAV Type	Fund Type	Earnings	Earnings Frequency	Pay Out Rate
TT\$500	Fixed	Open-Ended	Interest Rate Applied	Calculated Daily & Credited Monthly	0.90%

### Average Annualised Returns

as of June 30<sup>th</sup> 2018

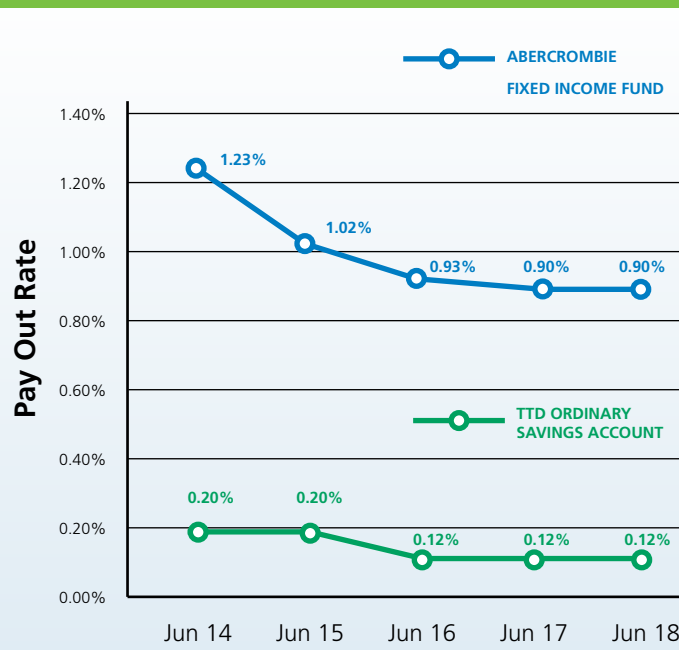
1 Year	3 Year	5 Year	Return from inception Sept 25 <sup>th</sup> 1998
0.90%	0.91%	1.00%	4.65%

### Market Update

Over Q2 2018, the local interest rate environment remained relatively flat as measured by the Government of Trinidad and Tobago TTD denominated yield curve. Net official reserves declined by US\$172 Million to US\$7,816 Million (June 2018) quarter on quarter, which led to the import cover decreasing to 8.6 months (June 2018) from 9 months (March 2018). The Repo rate was raised to 5.00% (June 2018), so as to address the growing risks posed by the widening negative differential between yields on US and TT short-term treasury instruments. The Investment Manager of the Fund has reduced the Fund's sensitivity to interest rate risk by lowering the Fund's duration. This tactical decision to maintain a low duration in 2018 will continue to mitigate against a potential rising local interest rate environment.

### Historical Interest Rate

Calendar year Jan-Dec



**N.B.:** TTD Saving Account Interest Rates based on First Citizens TT\$ Savings Account Interest Rates for balances (\$100>)

### Management Expenses Ratio (MER)

The Fund's MER as at the end of June 2018 was 2.17%. This means that for every \$1,000 invested, \$21.70 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% and the Distribution fee of 0.25% p.a.

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Top 10 Credit Exposure		Top 10 Individual Holdings	
Issuer	% of Fund	Issuer	% of Fund
GOVERNMENT OF TRINIDAD & TOBAGO	52.30%	GOTT \$1,250M FLRB 2015-2020 TRANCHE A	6.63
FIRST CITIZENS GROUP	18.38%	FIRST CITIZENS GROUP CASH ACCOUNTS	5.45
MASSY HOLDINGS LIMITED	5.47%	GOTT \$1399.8M 6.60% FXRB DUE 4-FEB-2027	4.79
TRINIDAD AND TOBAGO MORTGAGE FINANCE CO	4.05%	GOTT \$1000M FXRB @ 2.20% DUE 27.06.21	3.78
ANSA GROUP OF COMPANIES	3.97%	OMO 16-04 MATURING 13.07.18	3.77
UDECOTT	2.64%	OMO 16-05 MATURING 03.08.18	3.77
WATER AND SEWERAGE AUTHORITY	2.14%	OMO 16-40 MATURING 10.01.19	3.68
TIDCO	2.12%	GOTT \$1,200M FXRB @ 4.15% DUE 2025	3.23
FIRST CARIBBEAN INTERNATIONAL BANK	2.06%	MASSY HOLDINGS \$1.2B FXRB DUE 2029	3.10
GUARDIAN HOLDINGS LIMITED	1.91%	FCBL TT\$860.755MM FXRB DUE 2024	2.88

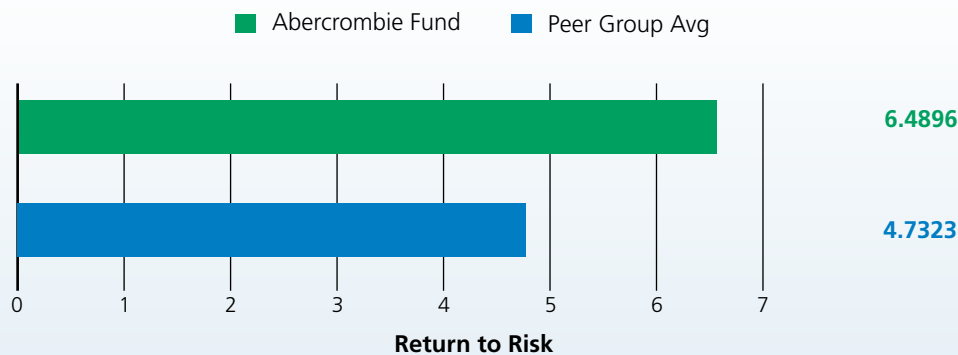
Percentages are rounded to 2 decimal points.

Exposure		
By Assets	By Region	By
56.33% TTD Bonds	97.11% Trinidad & Tobago	88.65% TTD
27.12% TTD CASH EQUIVALENTS	1.48% Caribbean	1135% USD
4.44% TTD Cash	0.53% South America	
TTD Money Market Funds	0.33% Europe	
0.76% TTD Money Market Funds	0.30% Latin America	
6.15% USD Bonds	0.25% North America	
4.22% USD CASH EQUIVALENTS		
0.98% USD Cash		
0.000017% USD Money Market Funds		

Percentages are rounded to 2 decimal points.

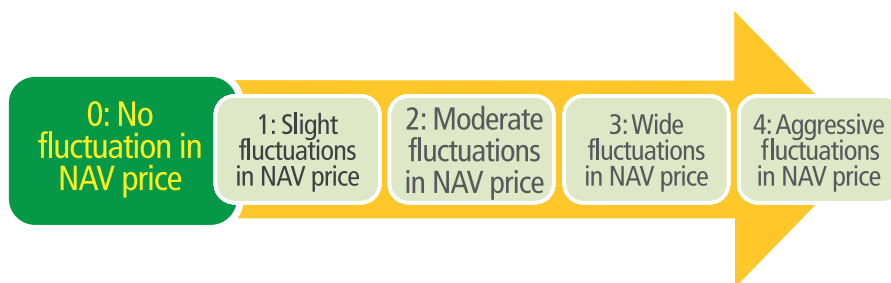
### Sharpe Ratio

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 Abercrombie Fund to be 6.4896 versus the sub-peer group average ratio of 4.7323.



Trailing 36 months as at June 30<sup>th</sup> 2018  
Source: Value Horizon Caribbean Mutual Fund Journal

### Risk Level



The Abercrombie TTD Monthly Fixed Income Fund carries a low risk level with zero 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 Central Bank of Trinidad and Tobago, First Citizens, any of its subsidiaries or any person or corporation.