

Roytrin TT Dollar Income & Growth Fund

Fund Size: TT\$1,085.20 million (September 30, 2018)

Investment objective: To maximise current income for investors and also provide for long-term capital appreciation consistent with reasonable protection of capital.

Top 10 individual holdings (as at September 30, 2018)

Description	Coupon	Maturity	% MV Exposure
NIDCO FXR 2031	4.900	06/14/2031	5.28
CVS HEALTH			4.14
FIRST CITIZENS BANK LTD			3.30
CASH			2.96
ALBEMARLE CORP			2.64
NATIONAL GAS LIMITED			2.50
MASSY HOLDINGS			2.01
MOHAWK INDUSTRIES INC			1.99
ALIBABA			1.92
ENBRIDGE INC			1.89

Top 10 individual holdings (as at June 30, 2018)

Description	Coupon	Maturity	% MV Exposure
CASH			4.66
FIRST CITIZENS BANK LTD			3.52
CVS HEALTH			3.36
NATIONAL GAS LIMITED			2.89
ALBEMARLE CORP			2.48
ENBRIDGE INC			2.07
TRINIDAD AND TOBAGO OMO		03/13/2019	1.81
TRINIDAD AND TOBAGO OMO		02/05/2019	1.80
TRINIDAD AND TOBAGO OMO		05/16/2019	1.80
ALIBABA			1.78

Performance metrics:

September 30, 2018

Weighted Average Life	8.05	Weighted Average Life	6.82
Weighted Average Duration	6.05	Weighted Average Duration	5.08
Weighted Average Yield	3.96%	Weighted Average Yield	3.45%
Average Credit Rating	BBB	Average Credit Rating	BBB+

June 30, 2018

Fund expenses:

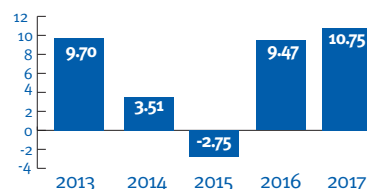
The Fund MER is the Management Expense Ratio and it reflects the Fund's management fee and operating expenses as a percentage of the Fund size. The Fund MER as at December 31, 2017 was 1.96%, meaning the Fund's expenses were \$19.60 for every \$1000 invested.

Fund performance:

Average Annualised Returns (as at Oct 1, 2018)

12-month	3-year	5-year	10-year	Return from inception
5.14%	8.17%	5.23%	4.51%	8.86%

Historical performance:



Market Update:

The local yield curve remained largely unchanged over the quarter as the CBTT chose to maintain the repo rate at 5% in their September 29th Monetary Policy Announcement after raising it 25bps last quarter. The CBTT noted continued growth in the energy sector along with low domestic inflation and the rising negative differential between TTD and USD interest rates as factors taken into consideration. Year-on-year GDP growth was 3.1% for Q1 2018 reflecting the pick-up in the energy sector. The non-energy sector contracted 0.2% for the same period and may be further exacerbated by the restructure of Petrotrin. With this restructure, we expect there will be a negative impact on domestic consumption in the short to medium term as many employees and supporting businesses will be displaced. Overall, we continue to see the case for higher local rates building due to higher USD interest rates and greater domestic debt driven by a projected budget deficit of approximately TT\$4 billion for 2018/19.

The TTSE Composite Index declined a further 1.28% over the quarter as the local and regional economic conditions continue to impact negatively. Overall, the Composite Index is down 3.71% year-to-date (YTD). We maintain an underweight position to local equities in general as the local economy remains challenged and we expect that the economic reforms to be imposed in Barbados will be negative. Many companies in the Composite Index have significant exposure to Barbados.

The S&P 500 increased 7.20% in Q3 bringing the YTD increase to 8.99%. After hitting the high on Jan 26th, equities made a new high in Q3 driven by solid Q2 earnings as well as optimism over the U.S./Mexico trade deal. As we mentioned last quarter, we continued to be defensive, exiting cyclical sectors in favour of non-cyclical sectors, as valuations start to exceed what we see as fair. We also believe Q3 earnings will not find the acceleration over Q2 that is required for equities to push higher.

How risky is it?

Low	Low to Medium	Medium	Medium to High	High
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Note: For a specific description of the risk of the fund, please review a copy of the prospectus

Exposure:

