# Roytrin US Dollar Income & Growth Fund

## Fund Size: US$ 51.60 million (March 31, 2019)

**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 March 31, 2019)

| Description | Coupon | Maturity | % MV Exposure |
|---|---|---|---|
| CASH | | | 8.62 |
| HDFC | | | 4.10 |
| AMAZON | | | 4.08 |
| ALIBABA | | | 3.72 |
| MOHAWK | | | 3.67 |
| ALBEMARLE CORP | | | 3.06 |
| ALPHABET INC | | | 2.97 |
| CVS HEALTH CORP | | | 2.73 |
| FACEBOOK INC | | | 2.68 |
| MCKESSON CORP | | | 2.56 |

### Top 10 individual holdings (as at December 31, 2018)

| Description | Coupon | Maturity | % MV Exposure |
|---|---|---|---|
| CASH | | | 5.32 |
| HDFC | | | 3.98 |
| AMAZON | | | 3.74 |
| MOHAWK | | | 3.69 |
| CVS HEALTH CORP | | | 3.60 |
| ENBRIDGE INC | | | 3.58 |
| ALBEMARLE CORP | | | 3.13 |
| ALIBABA | | | 3.04 |
| ALPHABET INC CLASS A | | | 2.87 |
| MCKESSON CORP | | | 2.63 |

### Performance metrics:

| March 31, 2019 | | December 31, 2018 | |
|---|---|---|---|
| Weighted Average Life | 7.10 | Weighted Average Life | 7.84 |
| Weighted Average Duration | 5.39 | Weighted Average Duration | 5.86 |
| Weighted Average Yield | 3.32% | Weighted Average Yield | 4.31% |
| Average Credit Rating | BBB+ | Average Credit Rating | BBB+ |

### Fund expenses:

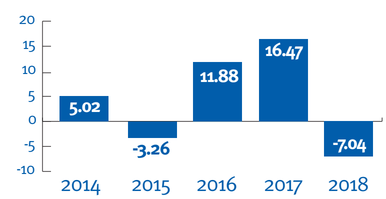
The Fund MER is the Management Expense Ratio and it reflects the Fund's management fee and operating expenses as a percentage of the Fund size. The Fund MER as at December 31, 2018 was 2.14%, meaning the Fund's expenses were $21.40 for every $1000 invested.

### Fund performance:

**Average Annualised Returns** (as at Apr 1, 2019)

| 12-month | 3-year | 5-year | 10-year | Return from inception |
|---|---|---|---|---|
| 5.62% | 10.20% | 5.73% | 5.71% | 4.57% |

### Historical performance:




### Market Update:

After raising rates in Q4 2018, the U.S. Federal Reserve (the "Fed") has opted to pause for 2019 as signs of a possible slowdown started to emerge. Inflation shows no signs of acceleration even as job creation remains strong and the unemployment rate remains below 4%. The 10-year U.S. Treasury rate ended 2018 at 2.71% and declined further to 2.48% in Q1 2019 as the yield curve inverted for the first times since 2007. While many of the issues that perpetuated the risk-aversion seen in Q4 2018 remain unresolved, i.e. the on-going trade war between the U.S. and China, Brexit uncertainty, a slowdown in Europe and China – markets were somewhat soothed by the quick dovish response of the Central Banks around the world, including the Fed. Thus far in 2019, we have benefited from assets that were bought when rates were higher last year and expect that rates will be range bound while the Fed remains on pause.

After a terrible Q4 return of -13.84%, the S&P 500 has rebounded in Q1 2019 with a return of 13.07%, recouping most of the losses sustained. This swift rebound, on the heels of an equally swift decline, indicates that markets remain jittery as the global growth story remains positive but tepid and as such investors are nervous over the possibility of an imminent recession. As indicated last quarter, we viewed the Q4 massacre as a buying opportunity, as we felt the slowing U.S. economy was not in danger of falling into an outright recession. With the recovery in Q1 2019, we have opted to take some profits as we are once again facing new highs on many positions.

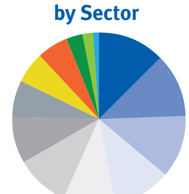
**How risky is it?**

| Low | Low to Medium | Medium | Medium to High | High |
|---|---|---|---|---|

**Note:** For a specific description of the risk of the fund, please review a copy of the prospectus.

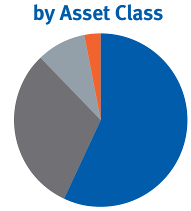
### Exposure:

**Exposure by Sector**



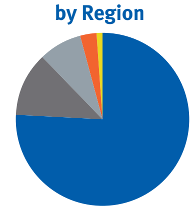
| | |
|---|---|
| Financials | 13% |
| Consumer Discretionary | 12% |
| Communications | 12% |
| Consumer Staples | 11% |
| Healthcare | 10% |
| Materials | 10% |
| Money Market | 9% |
| Industrials | 7% |
| Energy | 6% |
| Information Technology | 6% |
| Gov & State Agency | 3% |
| Real Estate | 2% |
| Utilities | 1% |

**Exposure by Asset Class**



| | |
|---|---|
| USD Equities | 57% |
| USD Corp Bonds | 31% |
| USD Money Market | 9% |
| USD Gov Bonds | 3% |

**Exposure by Region**



| | |
|---|---|
| North America | 76% |
| Trinidad & Tobago | 12% |
| Asia & Middle East | 8% |
| Europe & Africa | 3% |
| Caribbean | 1% |