



Fund Allocation Report March 31<sup>st</sup> 2022

# The Immortelle Income and Growth Fund

Fund Size: TT\$63,271,248

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\$500            | Floating | Open-Ended | Semi-Annually         | October 20 <sup>th</sup> 2021 | TT \$0.05     |

## Average Annualized Returns

as of March 31<sup>st</sup> 2022

| 1 Year | 3 Year | 5 Year | Returns from inception (August 2005) |
|--------|--------|--------|--------------------------------------|
| 6.54%  | 5.20%  | 3.92%  | 3.97%                                |

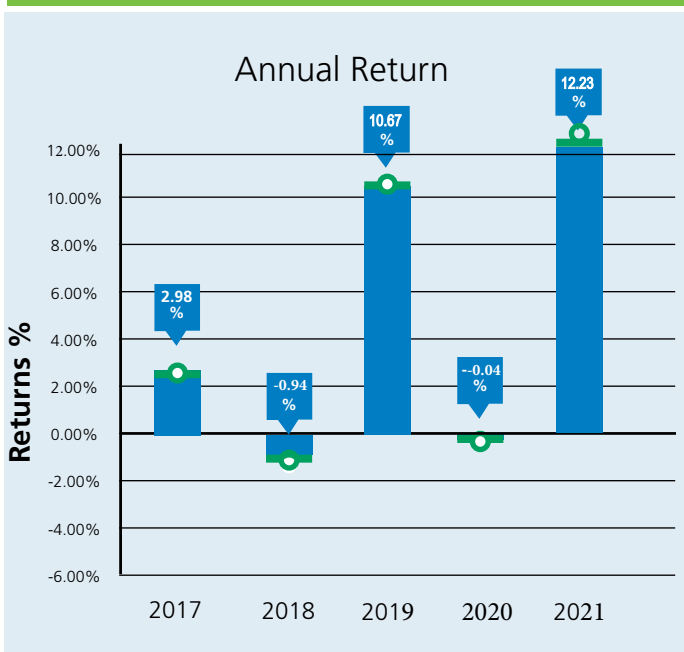
## Market Update

In the first quarter of 2022, hawkish Fed policy, soaring inflation and the Russian invasion of Ukraine led to a turbulent start to 2022 for both equity and fixed income markets. U.S equities closed out their first quarterly loss in two years while our Composite Index was down -2.79%. Value outperformed growth stocks across all caps in Q1 2022 with value-mid caps generating the highest return for the quarter at +4.85%. On the fixed income side, rising yields throughout the quarter eroded bond prices with the Fed fund rate closing Q1 at 0.50% (up +25bps). Further rate hikes are expected throughout 2022 with the Federal Open Market Committee (FOMC) anticipating the Fed Fund rate to end the year at 1.9%.

Locally, the continued roll back of Covid-19 restrictions has boosted non-energy business operations supported by bank financing however the sector's activity still points to continued softness. On the energy front, higher natural gas production is expected as several projects are anticipated to come on stream in the first half of 2022. Liquidity in the financial system remains adequate with banks' excess reserves at the Central bank averaging \$6 billion in early March 2022. Headline inflation stood at 3.8% Y-o-Y in January 2022 versus 3.9% in October 2021 with core inflation remaining steady at around 3%. Noting both domestic and international developments, the Monetary Policy Committee (MPC) agreed to maintain the repo rate at 3.5% in its March 2022 report. Against this backdrop, we expect short term interest rates to remain subdued in the near term with a possible uptick in interest rates on the medium to longer end of the curve as the Government may issue longer term debt to finance the fiscal budget.

## Historical Performance

Calendar year Jan-Dec



## Management Expense Ratio (MER)

The Fund's MER as at the end of June 2021 was 2.13%. This means that for every \$1,000 dollars invested \$21.35 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% p.a., the Distribution fee of 0.25 p.a.



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| Top 10 Credit Exposure            |                | Top 10 Individual Holdings               |                |
|-----------------------------------|----------------|--|----------------|
| Issuer                            | % of Portfolio | Issuer                                   | % of Portfolio |
| GOVERNMENT OF TRINIDAD & TOBAGO   | 21.96          | ALLIANZ GLOBAL INVESTORS EQUITY          | 16.30          |
| FIRST CITIZENS GROUP              | 18.34          | FIRST CITIZENS GROUP CASH ACCOUNTS       | 9.41           |
| ALLIANZ GLOBAL INVESTORS          | 16.30          | FIRST CITIZENS BANK COMMON STK           | 4.77           |
| REPUBLIC FINANCE HOLDINGS LIMITED | 3.34           | GOTT TT\$1,000M 4.10% FXRB DUE 2025      | 3.35           |
| UNIT TRUST CORPORATION            | 3.18           | REPUBLIC BANK LIMITED COMMON STK         | 3.34           |
| NIPDEC                            | 2.59           | UTC 2ND UNIT SCHEME                      | 3.18           |
| SCOTIA BANK TRINIDAD & TOBAGO     | 2.56           | COP - GOTT TT\$2000M TRIPLE TRANCHE FXRB | 3.18           |
| ANSA GROUP OF COMPANIES           | 2.18           | GOTT TT\$2,000,000,000 FXRB DUE 23.09.33 | 3.03           |
| COLONIAL LIFE INSURANCE COMPANY   | 1.87           | SCOTIABANK T'DAD & T'BGO COMMON STK      | 2.56           |
| WEST INDIAN TOBACCO COMPANY       | 1.56           | GOTT TT\$500M @ 4.31% FXRB DUE 11.06.31  | 2.40           |

Percentages are rounded to 2 decimal points.

Exposure

By Assets

|        |                  |
|--------|------------------|
| 27.18% | TTD Bonds        |
| 20.74% | TTD Equity       |
| 8.85%  | TTD Cash         |
| 5.05%  | TTD Mutual Funds |
| 33.44% | USD Equity       |
| 3.19%  | USD Bonds        |
| 0.68%  | USD Cash         |
| 0.87%  | CAD Equity       |

By Region

|        |                   |
|--------|-------------------|
| 64.83% | Trinidad & Tobago |
| 17.73% | North America     |
| 16.30% | Europe            |
| 1.15%  | Caribbean         |

By Currency

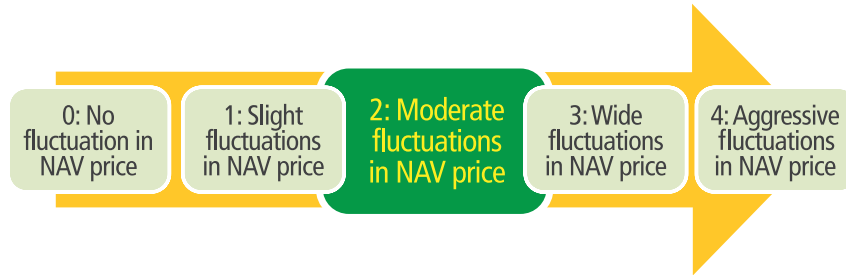
|        |     |
|--------|-----|
| 61.82% | TTD |
| 37.31% | USD |
| 0.87%  | CAD |

Percentages are rounded to 2 decimal points.



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Risk Level



The Immortelle Income and Growth 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.