



CHAIRMAN'S REPORT

Dear Valued Unitholders:

These are unprecedented times as the COVID-19 pandemic continues to impact our lives, our communities, and countless other societies around the globe in ways few could have predicted. Our earnest hope is that you and your family are safe and in good spirits.

During the first quarter of 2020, all financial markets experienced severe volatility, at times unprecedented, resulting in sharp market declines locally and globally during February and March.

The Group's financial performance has not been immune from these financial shocks. For the three months ended 31 March 2020 the Group reported a comprehensive loss of \$45 million. The principal driver of this movement was the swing in Net Change in Fair Value of Investment Securities from a favourable result of \$304 million in 2019 to an accounting loss of \$508 million for the three months ended 31 March 2020.

The unfavourable fair value movements in 2020, which caused the negative Net Change in Fair Value, were a direct result of COVID-19-related market declines. These unrealised mark-to-market losses on securities have affected the entire global market in Q1 2020. Gross income also declined, albeit with a smaller impact, from \$183 million to \$154 million, owing to a temporary increase in cash to execute certain investment strategies.

The Group also recorded an expense of \$64 million in relation to the price guarantee feature of the Growth and Income Fund (GIF). As a reminder, the GIF provides a capital guarantee for Unitholders who remain invested for a minimum of three years. The guarantee is inversely related to the net asset value of the GIF, which means if the GIF's net asset value falls, the price guarantee liability increases, which was the scenario for the first quarter of 2020. At each reporting period, the Group recognises the full liability to fund the

guarantee, although actual Unitholder withdrawals requiring capital reinstatement have historically been a fraction of the actual liability.

May we emphasise that both the net fair value and price guarantee movements are substantially non-cash impacts. Given the financial strength of our business, and the collective intellect, investment experience and energy of our 527 team members, we remain very confident about our ability to successfully navigate the future.

Positively, we are pleased to report cash distributions to Unitholders increased from \$43 million in 2019 to \$54 million in 2020.

Operationally, your Corporation is fully functional, and through the excellent work of our team, has adapted to the new operating environment. More important, our future-facing projects to reposition the Corporation have continued unabated.

Over the near term, continued volatility in the domestic and international markets will continue to characterise the investment landscape. This will present unique investment opportunities for our portfolios on which we intend to deliberately capitalise. Finally, while we cannot prevent the market upheaval, we intend to be strategic and deliberate to ensure our Unitholders benefit from the safety, strength and stability that the Corporation has traditionally provided.

We wish you and your family safety and good health.

Professor Gerry C. Brooks
Chairman

STATEMENT OF FINANCIAL POSITION

As at 31 March, 2020
Expressed in Trinidad and Tobago Dollars

	Unaudited 31-Mar-20 \$'000	Unaudited 31-Mar-19 \$'000	Audited 31-Dec-19 \$'000
ASSETS			
Cash and Cash Equivalents	3,282,639	1,978,933	3,269,272
Other Current Assets	153,619	311,121	214,843
Investment Securities	19,293,663	19,979,733	19,178,368
Property, Plant and Equipment	160,184	172,896	165,558
TOTAL ASSETS	22,890,105	22,442,683	22,828,041
LIABILITIES			
Accounts Payable and Other Liabilities	708,333	137,589	151,517
Net Assets Attributable to Unitholders	20,751,377	20,887,269	21,201,609
TOTAL LIABILITIES	21,459,710	21,024,858	21,353,126
EQUITY			
Reserves	1,430,395	1,417,825	1,474,915
TOTAL EQUITY	1,430,395	1,417,825	1,474,915
TOTAL LIABILITIES AND EQUITY	22,890,105	22,442,683	22,828,041

Executive Director

The accompanying notes form an integral part of these financial statements

STATEMENT OF COMPREHENSIVE INCOME

For the three months ended 31 March, 2020
Expressed in Trinidad and Tobago Dollars

	Unaudited 31-Mar-20 \$'000	Unaudited 31-Mar-19 \$'000	Audited 31-Dec-19 \$'000
Gross Income	154,477	182,931	704,511
Expenses	(68,353)	(70,348)	(286,856)
Net Change in Fair Value of Investment Securities	(508,180)	303,899	639,628
Net (Loss)/Income before Guarantee and Finance Charges	(422,056)	416,482	1,057,283
Price Guarantee (Charge)/Credit Finance Charge	(63,522) (402)	17,321 (372)	22,360 (1,555)
Net (Loss)/Income after Guarantee and Finance Charges	(485,980)	433,431	1,078,088
Distributions to Unitholders	(53,924)	(42,626)	(265,389)
Transfers to Unitholders' Reserves	-	(2,725)	(2,731)
Income Capitalised	30,948	(16,174)	(32,591)
Attributable to Unitholders	463,708	(332,398)	(672,628)
Net (Loss)/Income before Taxation	(45,248)	39,508	104,749
Taxation	(573)	(1,099)	(5,399)
Net (Loss)/Income for the period	(45,821)	38,409	99,350
Other Comprehensive Income/(Loss)	1,301	(138)	(3,989)
Total Comprehensive (Loss)/Income for the period	(44,520)	38,271	95,361

The accompanying notes form an integral part of these financial statements

STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March, 2020
Expressed in Trinidad and Tobago Dollars

	Statutory Reserves \$'000	Revaluation Reserve \$'000	Retained Income \$'000	Total \$'000
Balance as at 1 January, 2020	5,700	(20,709)	1,489,924	1,474,915
Total Comprehensive Loss for the period	-	1,301	(45,821)	(44,520)
Balance as at 31 March, 2020 (Unaudited)	5,700	(19,408)	1,444,103	1,430,395
Balance as at 1 January, 2019	5,700	(16,720)	1,390,574	1,379,554
Total Comprehensive Income for the period	-	(138)	38,409	38,271
Balance as at 31 March, 2019 (Unaudited)	5,700	(16,858)	1,428,983	1,417,825
Balance as at 1 January, 2019	5,700	(16,720)	1,390,574	1,379,554
Total Comprehensive Income for the year	-	(3,989)	99,350	95,361
Balance as at 31 December, 2019 (Audited)	5,700	(20,709)	1,489,924	1,474,915

The accompanying notes form an integral part of these financial statements

STATEMENT OF CASH FLOWS

For the three months ended 31 March, 2020
Expressed in Trinidad and Tobago Dollars

	Unaudited 31-Mar-20 \$'000	Unaudited 31-Mar-19 \$'000	Audited 31-Dec-19 \$'000
Net (Loss)/Income before Taxation	(45,248)	39,508	104,749
Net Cash Flow From/(Used in) Operating Activities	649,669	(18,894)	355,195
Net Cash Flow (Used In)/From Investing Activities	(574,478)	(161,073)	1,023,002
Net Cash Flow (Used In)/From Financing Activities	(61,966)	69,997	(198,844)
Net Increase/(Decrease) in Cash & Cash Equivalents	13,225	(109,970)	1,179,353
Cash & Cash Equivalents:			
Beginning of period	3,269,272	2,090,800	2,090,800
Net Gain/(Loss) on Foreign Exchange	142	(1,897)	(881)
End of period	3,282,639	1,978,933	3,269,272

The accompanying notes form an integral part of these financial statements

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the Three Months Ended 31 March, 2020
Expressed in Trinidad and Tobago Dollars

1. General Information
The Trinidad and Tobago Unit Trust Corporation (the Corporation) was established by the Unit Trust Corporation of Trinidad and Tobago Act, Chapter 83:03 of the Laws of the Republic of Trinidad and Tobago to provide, *inter alia*, facilities for members of the public to invest in shares and securities approved by the Board of the Corporation. The Finance Act of 1997 permitted expansion of the Corporation's scope of business to include other financial services, such as merchant banking, trustee and card services.

2. Basis of Preparation
The interim condensed consolidated financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting.

3. Significant Accounting Policies
The accounting policies, presentation and methods of computation applied in these Condensed Financial Statements are consistent with those applied in the preparation of the Annual Consolidated Financial Statements for the year ended 31 December 2019.

4. Approval of Interim Financial Statements
The interim condensed consolidated financial statements were approved for issue by the Board of Directors on 6 May 2020.