



CHAIRMAN'S REPORT

Dear Valued Unitholders,

The Calypso Macro Index Fund ("Calypso" or "the Fund") recorded a Total Comprehensive Loss of \$104 million for the nine months ended 30 September 2020 compared to Total Comprehensive Income of \$23 million for the comparative period ended 30 September 2019. The Total Comprehensive Loss worsened by \$19 million when compared to the six months ended 30 June 2020, predominantly owing to price declines experienced on the Fund's energy ETFs, which are reported in the line item Net Change in Fair Value of Investment Securities.

Investors are reminded that the Fund's fair value losses are primarily non-cash fair movements resulting from the Covid-related economic slowdowns being experienced globally. Despite these unfavourable fair value movements, the Fund continued to make distributions: as at 30 September 2020, the Fund paid \$0.16 per unit compared to \$0.20 for September 2019. The lower dividend resulted from reduced payouts from several companies, as they sought to preserve capital to weather the current economic headwinds.

The Fund continues to comprise high-quality investments, both locally and internationally. We therefore remain optimistic that short-term price volatility, even of the current extreme nature, will not diminish the long-term prospects of the underlying businesses and industries reflected in the portfolio holdings.

Professor Gerry C. Brooks
Chairman

STATEMENT OF FINANCIAL POSITION

As at 30 September 2020
Expressed in Trinidad and Tobago Dollars

ASSETS	Unaudited 30-Sep-20 \$'000	Unaudited 30-Sep-19 \$'000	Audited 31-Dec-19 \$'000
Cash and Cash Equivalents	11,245	13,762	15,372
Receivables	2,878	795	3,572
Investment Securities	391,206	475,262	500,478
TOTAL ASSETS	405,329	489,819	519,422
LIABILITIES			
Payables	3,427	4,247	2,454
TOTAL LIABILITIES	3,427	4,247	2,454
EQUITY			
Unitholders' Capital	500,755	500,755	500,755
Fair Value Reserve	6,460	297	20,834
Retained Loss	(105,313)	(15,480)	(4,621)
TOTAL EQUITY	401,902	485,572	516,968
TOTAL LIABILITIES AND EQUITY	405,329	489,819	519,422
Net Asset Value per Unit	\$19.90	\$24.03	\$25.59

Chairman

Executive Director

The accompanying notes form an integral part of these financial statements

STATEMENT OF COMPREHENSIVE INCOME

For the nine months ended 30 September 2020

Expressed in Trinidad and Tobago Dollars

	Unaudited Three months ended		Unaudited Nine months ended		Audited Year ended
	30-Sep-20 \$'000	30-Sep-19 \$'000	30-Sep-20 \$'000	30-Sep-19 \$'000	31-Dec-19 \$'000
INCOME					
Dividend Income	2,420	2,803	9,177	12,953	23,507
Net Change in Fair Value of Investment Securities	(22,856)	(14,800)	(94,899)	3,656	8,335
Foreign Exchange Gain/(Loss)	47	3	(2)	(48)	(8)
Total (Loss)/Income	(20,389)	(11,994)	(85,724)	16,561	31,834
EXPENSES					
Management Charge	(518)	(570)	(1,608)	(1,846)	(2,472)
Other Expenses	(38)	(45)	(263)	(260)	(313)
Bank Charges	(2)	(2)	(5)	(5)	(6)
Total Expenses	(558)	(617)	(1,876)	(2,111)	(2,791)
Net (Loss)/Income before Taxation	(20,947)	(12,611)	(87,600)	14,450	29,043
Withholding Taxes	(390)	(289)	(1,780)	(1,318)	(2,830)
Net (Loss)/Income for the period	(21,337)	(12,900)	(89,380)	13,132	26,213
Other Comprehensive Income:					
<i>Amounts that will not be transferred to Profit or Loss in the future:</i>					
Fair Value gains/(losses) arising during the period	2,212	(5,411)	(14,374)	9,589	30,126
Other Comprehensive Income/(Loss) for the period	2,212	(5,411)	(14,374)	9,589	30,126
Total Comprehensive (Loss)/Income for the period	(19,125)	(18,311)	(103,754)	22,721	56,339

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STATEMENT OF CHANGES IN EQUITY

For the nine months ended 30 September 2020

Expressed in Trinidad and Tobago Dollars

	Unitholders' Capital \$'000	Fair Value Reserve \$'000	Retained Loss \$'000	Total \$'000
Balance as at 1 January, 2020	500,755	20,834	(4,621)	516,968
Net Loss for the period	-	-	(89,380)	(89,380)
Distribution to Unitholders	-	-	(11,312)	(11,312)
Other Comprehensive Loss for the period	-	(14,374)	-	(14,374)
Balance as at 30 September, 2020 (Unaudited)	500,755	6,460	(105,313)	401,902
Balance as at 1 January, 2019	500,755	(9,292)	(17,906)	473,557
Net Income for the period	-	-	13,132	13,132
Distribution to Unitholders	-	-	(10,706)	(10,706)
Other Comprehensive Income for the period	-	9,589	-	9,589
Balance as at 30 September, 2019 (Unaudited)	500,755	297	(15,480)	485,572
Balance as at 1 January, 2019	500,755	(9,292)	(17,906)	473,557
Net Income for the year	-	-	26,213	26,213
Distribution to Unitholders	-	-	(12,928)	(12,928)
Other Comprehensive Income for the year	-	30,126	-	30,126
Balance as at 31 December, 2019 (Audited)	500,755	20,834	(4,621)	516,968

The accompanying notes form an integral part of these financial statements



STATEMENT OF CASH FLOWS

For the nine months ended 30 September 2020
Expressed in Trinidad and Tobago Dollars

	Unaudited 30-Sep-20 \$'000	Unaudited 30-Sep-19 \$'000	Audited 31-Dec-19 \$'000
OPERATING ACTIVITIES			
Net (Loss)/Income before Taxation	(87,600)	14,450	29,043
<i>Adjustments to reconcile net income to net cash and cash equivalents from operating activities:</i>			
Dividend Income	(9,177)	(12,953)	(23,507)
Net Change in Fair Value of Investment Securities	94,899	(3,656)	(8,335)
	(1,878)	(2,159)	(2,799)
<i>Movements in Net Current Assets</i>			
Increase in Receivables	(2,633)	-	-
Decrease in Payables	(55)	(615)	(605)
	(2,688)	(615)	(605)
Dividend Received	12,504	13,650	21,426
Taxation Paid	(1,780)	(1,318)	(2,830)
	10,724	12,332	18,596
Net Cash Flow From Operating Activities	6,158	9,558	15,192
FINANCING ACTIVITIES			
Distribution paid to Unitholders	(10,285)	(8,686)	(12,710)
Net Cash Used In Financing Activities	(10,285)	(8,686)	(12,710)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(4,127)	872	2,482
Cash and Cash Equivalents at the beginning of the period	15,372	12,890	12,890
Cash and Cash Equivalents at the end of the period	<u>11,245</u>	<u>13,762</u>	<u>15,372</u>

The accompanying notes form an integral part of these financial statements

NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the nine months ended 30 September 2020
Expressed in Trinidad and Tobago Dollars

3 Significant Accounting Policies

The accounting policies, presentation and methods of computation applied in these Interim Financial Statements are consistent with those applied in the preparation of the Annual Financial Statements of the Fund for the year ended 31 December 2019.

4 Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The Calypso Macro Index Fund is managed by the Corporation which may charge a fee of no more than 0.5% of the net asset value of the Fund at the end of the distribution period. Total management fees for the period amounted to \$1,608,094 (September 2019: \$1,845,693). The outstanding accrued management fees due to the Corporation at period-end amounted to \$164,782 (September 2019: \$199,632).

NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the nine months ended 30 September 2020
Expressed in Trinidad and Tobago Dollars

1 General Information

The Calypso Macro Index Fund (the Fund) is a closed-end mutual fund denominated in Trinidad and Tobago Dollars, that was launched on 8 January 2016, and is scheduled to terminate on the redemption date of 30 November 2025 or such later date as may be prescribed by the Regulations of the Fund.

The Fund is governed by Regulations made for the Fund by the Board of Directors of the Trinidad and Tobago Unit Trust Corporation (the Corporation) with the approval of the Central Bank of Trinidad and Tobago under Section 14(1) of the Unit Trust Corporation Act (the Act). The termination or redemption date may be extended in accordance with the provisions of Clause 27.1 of the Regulations. The Custodians of the Fund is the Trinidad and Tobago Central Depository (TTCD).

The Corporation is the Sponsor, Manager, Trustee and Investment Advisor of the Fund. Responsibility for management of the business affairs of the Fund is vested in the Board of Directors of the Corporation which approves all the Fund's significant agreements. The Corporation's registered office is located at UTC Financial Centre, 82 Independence Square, Port of Spain.

Participation by investors in the Fund is represented by units, these units represent an undivided share in the Deposited Property. The Deposited Property means all the assets and investments of the Fund for the time being held or deemed to be held by the Trustee. No unitholder is entitled to any interest or share in any particular part of the Depository Property until such time as the Fund is terminated. The units of the Fund are traded on the Trinidad and Tobago Stock Exchange (TTSE).

2 Basis of Preparation

The interim financial statements for the nine-month period ended 30 September 2020 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The Corporation and another Fund managed by the Corporation invested in the Calypso Macro Index Fund as at 30 September 2020. The value of the holdings is \$103,809,070.

Included in the distribution payable is an amount of \$1,165,576 payable to the Corporation and another Fund managed by the Corporation at the end of the reporting period.

As at 30 September 2020, there is a receivable from the Growth and Income Fund of \$2,633,102. There were no other related party transactions for the period.

5 Approval of Interim Financial Statements

The interim financial statements were authorized for issue by the Board of Directors of the Trinidad and Tobago Unit Trust Corporation on 9th November 2020.