



CHAIRMAN'S REPORT

Dear Valued Unitholders:

I am pleased to report another quarter of positive results, resulting in the Corporation producing an overall Net Income of \$47 million for the nine-month period ending September 30, 2020. For the quarter, Net Income of \$19.3 million was 4% above Net Income in Q3 of 2019.

We have maintained our very proactive and vigilant stance in the face of the volatile market conditions created by the COVID-19 pandemic. Our Net Income for the nine-month period of \$35 million is still, however, 42% below the corresponding prior year period. This decline was the direct result of an increased price guarantee provision (as compared to the prior year period), lower local and international interest rates, lower dividend payouts, and stock market declines.

Despite the temporary decline in market performance, we are encouraged by the approximately \$600 million inflow of new funds from investors during the nine-month period and improved performances in quarters two and three. We believe this demonstration of confidence is testament to the Corporation's continuous focus on retaining and growing the wealth of our Unitholders.

Although conditions may be difficult, the Corporation's purpose and resolve remain the same: we are committed to ensuring that our Unitholders benefit from the safety, strength, and stability that we have always provided. The Corporation has recently completed its strategic plan, which will build on these strengths. We have placed particular focus on leveraging new technologies and we are in the process of implementing deliberate and fundamental changes to the architecture of our information systems. We wish to advise that the cost of these investments will substantially be recorded as an expense when incurred and investors will see an elevated level of operating expenditure over the next 12 months as these projects begin to accelerate. Once implemented, they will improve stakeholder value. Consequently, we are both confident in and excited about the future and shall provide more information on these initiatives in subsequent reports.

Professor Gerry C. Brooks
Chairman

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2020
Expressed in Trinidad and Tobago Dollars

	Unaudited 30-Sep-20 \$'000	Unaudited 30-Sep-19 \$'000	Audited 31-Dec-19 \$'000
ASSETS			
Cash and Cash Equivalents	3,197,256	4,447,953	3,269,272
Other Current Assets	212,872	159,525	214,843
Investment Securities	20,792,791	17,684,606	19,178,368
Property, Plant and Equipment	156,377	168,336	165,558
TOTAL ASSETS	24,359,296	22,460,420	22,828,041
LIABILITIES			
Accounts Payable and Other Liabilities	1,123,668	117,173	151,517
Net Assets Attributable to Unitholders	21,713,563	20,881,942	21,201,609
TOTAL LIABILITIES	22,837,231	20,999,115	21,353,126
EQUITY			
Reserves	1,522,065	1,461,305	1,474,915
TOTAL EQUITY	1,522,065	1,461,305	1,474,915
TOTAL LIABILITIES AND EQUITY	24,359,296	22,460,420	22,828,041

Chairman

Executive Director

The accompanying notes form an integral part of these financial statements

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the Nine Months Ended 30 September 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.

There are no standards or amendments to standards which became applicable for the current reporting period, which required the Group to change its accounting policies or make retrospective adjustments.

4. Approval of Interim Financial Statements

The interim condensed consolidated financial statements were approved for issue by the Board of Directors on 9th November 2020.

CONDENSED CONSOLIDATED 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
Gross Income	155,384	268,195	456,686	721,495	704,511
Expenses	(76,226)	(72,152)	(216,864)	(208,013)	(286,856)
Net Change in Fair Value of Investment Securities	92,253	(90,534)	(113,532)	268,228	639,628
Net Income before Guarantee and Finance Charges	171,410	105,509	126,290	781,710	1,057,283
Price Guarantee Credit/(Charge)	1,092	(180)	(3,354)	19,005	22,360
Finance Charge	(208)	(409)	(1,103)	(1,153)	(1,555)
Net Income after Guarantee and Finance Charges	172,293	104,920	121,834	799,562	1,078,088
Distributions to Unitholders	(56,035)	(50,806)	(175,408)	(199,362)	(265,389)
Transfers to Unitholders' reserves	-	(2,725)	-	(8,176)	(2,731)
Income Capitalized	(8,400)	2,216	5,843	(18,989)	(32,591)
Attributable to Unitholders	(85,344)	(33,994)	99,935	(487,905)	(672,628)
Net Income before Taxation	22,515	19,611	52,203	85,130	104,749
Taxation	(3,251)	(995)	(5,391)	(3,236)	(5,399)
Net Income for the period	19,263	18,616	46,812	81,894	99,350
Other Comprehensive (Loss)/Income	(965)	-	338	(141)	(3,989)
Total Comprehensive Income for the period	18,298	18,616	47,150	81,753	95,361

The accompanying notes form an integral part of these financial statements

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended 30 September 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 Income for the period	-	338	46,812	47,150
Balance as at 30 September, 2020 (Unaudited)	5,700	(20,371)	1,536,736	1,522,065
Balance as at 1 January, 2019	5,700	(16,720)	1,390,574	1,379,554
Comprehensive Income for the period	-	(141)	81,894	81,753
Balance as at 30 September, 2019 (Unaudited)	5,700	(16,861)	1,472,468	1,461,307
Balance as at 1 January, 2019	5,700	(16,720)	1,390,574	1,379,554
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

CONDENSED CONSOLIDATED 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
Net Income before Taxation	52,203	85,130	104,749
Net Cash Flow From Operating Activities	1,230,056	491,802	355,195
Net Cash Flow (Used In)/From Investing Activities	(1,714,447)	2,175,917	1,023,002
Net Cash Flow From/(Used In) Financing Activities	412,331	(308,492)	(198,844)
Net (Decrease)/Increase in Cash and Cash Equivalents	(72,060)	2,359,227	1,179,353
Cash and Cash Equivalents:			
Beginning of period	3,269,272	2,090,800	2,090,800
Net Gain / (Loss) on Foreign Exchange	44	(2,074)	(881)
End of period	3,197,256	4,447,953	3,269,272

The accompanying notes form an integral part of these financial statements