



**TT DOLLAR INCOME FUND
STATEMENT OF FINANCIAL POSITION**

As at 31 March 2023

Expressed in Trinidad and Tobago Dollars

| | Unaudited 31-Mar-23 \$'000 | Unaudited 31-Mar-22 \$'000 | Audited 31-Dec-22 \$'000 |
|-------------------------------------|----------------------------------|----------------------------------|--------------------------------|
| ASSETS | | | |
| Cash at bank | 1,546,786 | 848,785 | 403,366 |
| Deposits with banks | 1,144,269 | 1,190,151 | 1,080,005 |
| Due from brokers | - | - | 16,352 |
| Other receivables | 167,966 | 187,518 | 164,328 |
| Investment securities | <u>9,271,281</u> | <u>10,055,747</u> | <u>10,487,042</u> |
| Total assets | <u>12,130,302</u> | <u>12,282,201</u> | <u>12,151,093</u> |
| Liabilities | | | |
| Due to brokers | - | - | 25 |
| Other payables | <u>25,645</u> | <u>27,002</u> | <u>24,832</u> |
| Total liabilities | <u>25,645</u> | <u>27,002</u> | <u>24,857</u> |
| Equity | | | |
| Unitholders' capital | 11,710,632 | 11,843,330 | 11,716,672 |
| Retained earnings | 305,200 | 325,844 | 321,439 |
| Fund reserves | <u>88,825</u> | <u>86,025</u> | <u>88,125</u> |
| Total equity | <u>12,104,657</u> | <u>12,255,199</u> | <u>12,126,236</u> |
| Total liabilities and equity | <u>12,130,302</u> | <u>12,282,201</u> | <u>12,151,093</u> |
| Net asset value per unit | \$20.75 | \$20.70 | \$20.83 |


Chairman


Executive Director

The accompanying notes form an integral part of these financial statements

**TT DOLLAR INCOME FUND
STATEMENT OF COMPREHENSIVE INCOME**

For the three months ended 31 March 2023

Expressed in Trinidad and Tobago Dollars

| | Unaudited Three months ended 31-Mar-23 \$'000 | Unaudited 31-Mar-22 \$'000 | Audited Year ended 31-Dec-22 \$'000 |
|---|--|----------------------------------|--|
| Interest income | 106,312 | 97,179 | 404,929 |
| Net change in fair value of investment securities | (46,430) | (66,617) | (145,111) |
| Net foreign exchange loss | (61) | (175) | (1,030) |
| Other income | - | 731 | 1,006 |
| Total revenue | <u>59,821</u> | <u>31,118</u> | <u>259,794</u> |
| Management charge | (37,310) | (36,328) | (151,893) |
| Other operating expenses | (1,498) | (1,837) | (7,042) |
| Total operating expenses | <u>(38,808)</u> | <u>(38,165)</u> | <u>(158,935)</u> |
| Profit/(loss) before tax | <u>21,013</u> | <u>(7,047)</u> | <u>100,859</u> |
| Withholding tax (expense)/credit | (400) | 82 | (1,079) |
| Profit/(loss) for the period | <u>20,613</u> | <u>(6,965)</u> | <u>99,780</u> |

The accompanying notes form an integral part of these financial statements



**TT DOLLAR INCOME FUND
STATEMENT OF CHANGES IN EQUITY**

For the three months ended 31 March 2023

Expressed in Trinidad and Tobago Dollars

| | Unitholders' capital \$'000 | Retained earnings \$'000 | Fund reserves \$'000 | Total \$'000 |
|--|-----------------------------------|--------------------------------|----------------------------|-------------------|
| Balance at 1 January 2023 | 11,716,672 | 321,439 | 88,125 | 12,126,236 |
| Total comprehensive income for the period | | | | |
| Profit for the period | - | 20,613 | - | 20,613 |
| Net allocation to reserves | - | (700) | 700 | - |
| Transactions with unitholders recognised directly in equity | | | | |
| Subscriptions of units | 826,476 | - | - | 826,476 |
| Redemptions of units | (832,516) | - | - | (832,516) |
| Distributions paid | - | (36,152) | - | (36,152) |
| Total transactions with unitholders | (6,040) | (36,152) | - | (42,192) |
| Balance as at 31 March 2023 (Unaudited) | 11,710,632 | 305,200 | 88,825 | 12,104,657 |
| Balance at 1 January 2022 | 11,839,111 | 366,866 | 85,092 | 12,291,069 |
| Total comprehensive loss for the period | | | | |
| Loss for the period | - | (6,965) | - | (6,965) |
| Net allocation to reserves | - | (933) | 933 | - |
| Transactions with unitholders recognised directly in equity | | | | |
| Subscriptions of units | 651,888 | - | - | 651,888 |
| Redemptions of units | (647,669) | - | - | (647,669) |
| Distributions paid | - | (33,124) | - | (33,124) |
| Total transactions with unitholders | 4,219 | (33,124) | - | (28,905) |
| Balance as at 31 March 2022 (Unaudited) | 11,843,330 | 325,844 | 86,025 | 12,255,199 |
| Balance at 1 January 2022 | 11,839,111 | 366,866 | 85,092 | 12,291,069 |
| Total comprehensive income for the year | | | | |
| Profit for the year | - | 99,780 | - | 99,780 |
| Net Allocation to Reserves | - | (3,033) | 3,033 | - |
| Transactions with unitholders recognised directly in equity | | | | |
| Subscriptions of units | 2,693,385 | - | - | 2,693,385 |
| Redemptions of units | (2,815,824) | - | - | (2,815,824) |
| Distributions paid | - | (142,174) | - | (142,174) |
| Total transactions with unitholders | (122,439) | (142,174) | - | (264,613) |
| Balance as at 31 December 2022 (Audited) | 11,716,672 | 321,439 | 88,125 | 12,126,236 |

The accompanying notes form an integral part of these financial statements

**TT DOLLAR INCOME FUND
STATEMENT OF CASH FLOWS**

For the three months ended 31 March 2023

Expressed in Trinidad and Tobago Dollars

| | Unaudited 31-Mar-23 \$'000 | Unaudited 31-Mar-22 \$'000 | Audited 31-Dec-22 \$'000 |
|--|----------------------------------|----------------------------------|--------------------------------|
| Cash flows from operating activities | | | |
| Profit/(loss) before tax | 21,013 | (7,047) | 100,859 |
| Adjustments to reconcile profit/(loss) before tax to net cash flows: | | | |
| Interest income | (112,803) | (101,086) | (425,868) |
| Amortisation of premium expense/ discount income | 6,491 | 3,907 | 20,939 |
| Placement of deposits with banks | (190,172) | (290,000) | (1,724,739) |
| Maturity of deposits with banks | 125,963 | 505,044 | 2,049,796 |
| Purchase of investments | (400,518) | (1,289,523) | (4,097,128) |
| Proceeds from sale of investments | 1,563,304 | 720,648 | 3,001,564 |
| Net change in fair value of investment securities | 46,430 | 66,617 | 145,111 |
| Working capital adjustments: | | | |
| Decrease in other receivables | 12,351 | 68,489 | 52,140 |
| Increase/(decrease) in other payables | 491 | (163) | (2,532) |
| Interest received | 1,072,550 | (323,114) | (879,858) |
| Withholding tax (paid)/received | 84,720 | 71,117 | 411,349 |
| | (400) | 82 | (1,079) |
| Net cash flows from/(used in) operating activities | 1,156,870 | (251,915) | (469,588) |
| Cash flows from financing activities | | | |
| Subscriptions of units | 155,434 | 256,990 | 884,829 |
| Redemptions of units | (168,884) | (285,548) | (1,141,133) |
| Net cash flows used in financing activities | (13,450) | (28,558) | (256,304) |
| Net increase/(decrease) in cash | 1,143,420 | (280,473) | (725,892) |
| Cash at the beginning of the period | 403,366 | 1,129,258 | 1,129,258 |
| Cash at the end of the period | 1,546,786 | 848,785 | 403,366 |

The accompanying notes form an integral part of these financial statements



TT DOLLAR INCOME FUND
Notes to the Interim Financial Statements

For the three months ended 31 March 2023
Expressed in Trinidad and Tobago Dollars

1 General Information

The TT Dollar Income Fund (the Fund) is a fixed income mutual fund denominated in Trinidad and Tobago dollars that was launched on 1 March 1989. The Custodian of the Fund is the Central Bank of Trinidad and Tobago and Citibank New York. The Fund invests in accordance with its Investment Policy Statement and guidelines approved by the Board of the Trinidad and Tobago Unit Trust Corporation (the Corporation).

The Corporation is the Sponsor, Manager, Trustee and Investment Advisor of the Fund. Responsibility for managing the business affairs of the Fund is vested in the Board of Directors of the Corporation. 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 which are equivalent to a proportion of the Fund's net asset value. There is no limit to the number of units that may be issued. Each unit attracts an equal share in the net asset value and other benefits of the Fund. The price of each unit is fixed at TT\$20.00.

2 Basis of Preparation

The interim financial statements for the three-month period ended 31 March 2023 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 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 2022. Any new accounting standards or interpretations which became effective in this financial year have had no material impact on the Fund.

4 Related Party Transactions

Parties are considered 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 Fund is managed by the Corporation. Under the terms of the investment management agreement dated 1 September 1989, the Corporation may charge an annual fee of up to 2% of the net asset value of the Fund.

Total management fees for the period amounted to \$37.3 million or 1.25% of the month-end Fund sizes (March 2022: \$36.3 million or 1.20% of the month end Fund sizes). The outstanding management fees due to the Corporation at 31 March 2023 amounted to \$12.9 million (March 2022: \$12.5 million).

There was an amount of \$45.0 million receivable from the Corporation at the end of the period (March 2022: \$77.0 million).

The Corporation also had an investment in the Fund as at 31 March 2023. The value of the holding was TT\$0.4 million (March 2022: \$0.3 million).

During the period, the Fund entered into transactions with related parties sponsored and managed by the Corporation. The transactions, which were effected on commercial terms and conditions, are summarised below.

| | Sale of Securities | | Purchase of Securities | |
|------------------------|--------------------|-----------|------------------------|-----------|
| | TT\$'Mn | | TT\$'Mn | |
| | 31-Mar-23 | 31-Mar-22 | 31-Mar-23 | 31-Mar-22 |
| TT Dollar Income Fund | 231.2 | 101.5 | 215.9 | 122.0 |
| UTC Corporate Fund | 196.2 | 122.0 | 231.2 | 101.5 |
| Growth and Income Fund | 19.7 | - | - | - |

There were no other related party transactions for the period.

5 Segment Information

The Fund has a fixed income portfolio which is its reportable segment. The portfolio's investment objective and strategy is to invest in the local debt market within the parameters set out in the Fund's prospectus to achieve the highest risk adjusted yield.

The Board of Directors reviews the internal management reports of the portfolio at least quarterly.

The Fund regards the holders of redeemable units as customers because it relies on their funding for continuing operations and meeting its objectives.

6 Approval of Interim Financial Statements

These interim financial statements were approved by the Board of Directors and authorised for issue on 9 May 2023.