



**UTC CORPORATE FUND
STATEMENT OF FINANCIAL POSITION**

As at 30 September 2023

Expressed in Trinidad and Tobago Dollars

	Unaudited 30-Sep-23 \$'000	Unaudited 30-Sep-22 \$'000	Audited 31-Dec-22 \$'000
Assets			
Cash at bank	594	2,030	975
Deposits with banks	-	6,000	-
Other receivables	5,270	11,138	4,750
Investment securities	554,612	630,080	576,401
Total assets	<u>560,476</u>	<u>649,248</u>	<u>582,126</u>
Liabilities			
Other payables	2,706	3,450	4,407
Total liabilities	<u>2,706</u>	<u>3,450</u>	<u>4,407</u>
Equity			
Unitholders' capital	548,933	639,198	570,028
Retained earnings	8,837	6,600	7,691
Total equity	<u>557,770</u>	<u>645,798</u>	<u>577,719</u>
Total liabilities and equity	<u>560,476</u>	<u>649,248</u>	<u>582,126</u>
Net asset value per unit	\$101.60	\$101.07	\$101.34

Chairman

Executive Director

The accompanying notes form an integral part of these financial statements

**UTC CORPORATE FUND
STATEMENT OF COMPREHENSIVE INCOME**

For the nine months ended 30 September 2023

Expressed in Trinidad and Tobago Dollars

	Unaudited Three months ended		Unaudited Nine months ended		Audited Year ended
	30-Sep-23 \$'000	30-Sep-22 \$'000	30-Sep-23 \$'000	30-Sep-22 \$'000	31-Dec-22 \$'000
Interest income	4,122	4,010	12,107	10,848	14,899
Net change in fair value of investment securities	(517)	1,451	(858)	490	1,398
Total revenue	<u>3,605</u>	<u>5,461</u>	<u>11,249</u>	<u>11,338</u>	<u>16,297</u>
Management charge	(711)	(804)	(2,150)	(2,146)	(2,911)
Other operating expenses	(4)	(9)	(40)	(45)	(55)
Total operating expenses	<u>(715)</u>	<u>(813)</u>	<u>(2,190)</u>	<u>(2,191)</u>	<u>(2,966)</u>
Profit for the period	<u>2,890</u>	<u>4,648</u>	<u>9,059</u>	<u>9,147</u>	<u>13,331</u>

The accompanying notes form an integral part of these financial statements

**UTC CORPORATE FUND
STATEMENT OF CHANGES IN EQUITY**

For the nine months ended 30 September 2023

Expressed in Trinidad and Tobago Dollars

	Unitholders' capital \$'000	Retained earnings \$'000	Total \$'000
Balance at 1 January 2023	570,028	7,691	577,719
Total comprehensive income for the period			
Profit for the period	-	9,059	9,059
Transactions with unitholders recognised directly in equity			
Subscriptions of units	216,719	-	216,719
Redemptions of units	(237,814)	-	(237,814)
Distributions paid	-	(7,913)	(7,913)
Total transactions with unitholders	<u>(21,095)</u>	<u>(7,913)</u>	<u>(29,008)</u>
Balance as at 30 September 2023 (Unaudited)	548,933	8,837	557,770
Balance as at 1 January 2022	531,290	5,858	537,148
Total comprehensive income for the period			
Profit for the period	-	9,147	9,147
Transactions with unitholders recognised directly in equity			
Subscriptions of units	325,250	-	325,250
Redemptions of units	(217,342)	-	(217,342)
Distributions paid	-	(8,405)	(8,405)
Total transactions with unitholders	<u>107,908</u>	<u>(8,405)</u>	<u>99,503</u>
Balance as at 30 September 2022 (Unaudited)	639,198	6,600	645,798
Balance as at 1 January 2022	531,290	5,858	537,148
Total comprehensive income for the year			
Profit for the year	-	13,331	13,331
Transactions with unitholders recognised directly in equity			
Subscriptions of units	381,195	-	381,195
Redemptions of units	(342,457)	-	(342,457)
Distributions paid	-	(11,498)	(11,498)
Total transactions with unitholders	<u>38,738</u>	<u>(11,498)</u>	<u>27,240</u>
Balance as at 31 December 2022 (Audited)	570,028	7,691	577,719

The accompanying notes form an integral part of these financial statements



**UTC CORPORATE FUND
STATEMENT OF CASH FLOWS**

For the nine months ended 30 September 2023
Expressed in Trinidad and Tobago Dollars

	Unaudited 30-Sep-23 \$ '000	Unaudited 30-Sep-22 \$ '000	Audited 31-Dec-22 \$ '000
Cash flows from operating activities			
Profit for the period	9,059	9,147	13,331
Adjustments to reconcile profit/(loss) before tax to net cash flows:			
Interest income	(9,713)	(13,001)	(16,685)
Amortisation of premium expense/discount income	(2,394)	2,153	1,786
Maturity of deposits with banks	-	-	6,000
Purchase of investments	(325,373)	(574,642)	(837,573)
Proceeds from sale of investments	348,698	470,645	788,530
Net change in fair value of investment securities	858	(490)	(1,398)
Working capital adjustments:			
Decrease/(increase) in other receivables	2,306	-	(2,306)
Decrease in other payables	(33)	(6,239)	(6,253)
	<u>23,408</u>	<u>(112,427)</u>	<u>(54,568)</u>
Interest received	7,037	12,994	19,306
Net cash flows from/(used in) operating activities	<u>30,445</u>	<u>(99,433)</u>	<u>(35,262)</u>
Cash flows from financing activities			
Subscriptions of units	201,007	317,851	372,659
Redemptions of units	(231,833)	(217,342)	(337,376)
Net cash flows (used in)/from financing activities	<u>(30,826)</u>	<u>100,509</u>	<u>35,283</u>
Net (decrease)/increase in cash	(381)	1,076	21
Cash at the beginning of the period	975	953	954
Cash at the end of the period	<u>594</u>	<u>2,029</u>	<u>975</u>

The accompanying notes form an integral part of these financial statements

UTC CORPORATE FUND

Notes to the Interim Financial Statements

For the nine months ended 30 September 2023
Expressed in Trinidad and Tobago Dollars

I General Information

The UTC Corporate Fund (the Fund) is a fixed income mutual fund denominated in Trinidad and Tobago Dollars that was launched on 8 December 2014. The Custodian of the Fund is the Central Bank of Trinidad and Tobago. 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\$100.00.

2 Basis of Preparation

The interim financial statements for the nine-month period ended 30 September 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 8 December 2014, 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 \$2.2 million or 0.50% of month-end fund sizes (September 2022: \$2.1 million or 0.50% of month end fund sizes). The outstanding management charge due to the Corporation at 30 September 2023 amounted to \$0.2 million (September 2022: \$0.3 million).

The Corporation also had an investment in the Fund as at 30 September 2023. The value of the holding was \$5.5 million which includes a distribution of \$0.05 million for the period.

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

	Sale of Securities TT\$'Mn		Purchase of Securities TT\$'Mn	
	30-Sep-23	30-Sep-22	30-Sep-23	30-Sep-22
UTC Corporate Fund	260.1	354.2	325.4	492.3
TT Dollar Income Fund	325.4	459.2	260.1	354.2
Growth and Income Fund	-	33.1	-	-

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 possible 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 of the Trinidad and Tobago Unit Trust Corporation and authorised for issue on 8 November 2023.