



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

As at 30 September 2023
Expressed in United States Dollars

	Unaudited 30-Sep-23 \$ '000	Unaudited 30-Sep-22 \$ '000	Audited 31-Dec-22 \$ '000
Assets			
Cash at bank	26,092	15,573	16,140
Deposits with banks	6,000	19,731	17,031
Due from brokers	-	115	-
Other receivables	11,164	8,639	7,890
Investment securities	685,177	605,164	696,560
Total assets	728,433	649,222	737,621
Liabilities			
Other payables	3,298	2,480	2,856
Total liabilities	3,298	2,480	2,856
Equity			
Unitholders' capital	723,795	656,952	739,937
Retained loss	(18,446)	(28,796)	(24,058)
Fund reserves	19,786	18,586	18,886
Total equity	725,135	646,742	734,765
Total liabilities and equity	728,433	649,222	737,621
Net asset value per unit	\$19.99	\$19.67	\$19.84

Chairman

Executive Director

The accompanying notes form an integral part of these financial statements

**US DOLLAR INCOME FUND
STATEMENT OF COMPREHENSIVE INCOME**

For the nine months ended 30 September 2023
Expressed in United States Dollars

	Unaudited Three months ended 30-Sep-23 \$'000	Unaudited Three months ended 30-Sep-22 \$'000	Unaudited Nine months ended 30-Sep-23 \$'000	Unaudited Nine months ended 30-Sep-22 \$'000	Audited Year ended 31-Dec-22 \$'000
Interest income	6,857	5,035	19,290	14,150	19,888
Net change in fair value of investment securities	(1,528)	(5,679)	811	(39,802)	(36,046)
Other income	-	-	-	70	70
Total revenue	5,329	(644)	20,101	(25,582)	(16,088)
Management charge	(2,200)	(2,060)	(6,506)	(6,071)	(8,248)
Other operating expenses	(48)	(42)	(139)	(121)	(178)
Total operating expenses	(2,248)	(2,102)	(6,645)	(6,192)	(8,426)
Profit/(loss) before tax	3,081	(2,746)	13,456	(31,774)	(24,514)
Withholding tax expense	(63)	(42)	(246)	(33)	(200)
Profit/(loss) for the period	3,018	(2,788)	13,210	(31,807)	(24,714)

The accompanying notes form an integral part of these financial statements

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

For the nine months ended 30 September 2023
Expressed in United States Dollars

	Unitholders' capital \$'000	Retained loss \$'000	Fund reserves \$'000	Total \$'000
Balance at 1 January 2023	739,937	(24,058)	18,886	734,765
Total comprehensive income for the period				
Profit for the period	-	13,210	-	13,210
Net allocation to reserves	-	(900)	900	-
Transactions with unitholders recognised directly in equity				
Subscriptions of units	200,029	-	-	200,029
Redemptions of units	(216,171)	-	-	(216,171)
Distributions paid	-	(6,698)	-	(6,698)
Total transactions with unitholders	(16,142)	(6,698)	-	(22,840)
Balance as at 30 September 2023 (Unaudited)	723,795	(18,446)	19,786	725,135
Balance at 1 January 2022	625,746	9,431	17,086	652,263
Total comprehensive loss for the period				
Loss for the period	-	(31,807)	-	(31,807)
Net allocation to reserves	-	(1,500)	1,500	-
Transactions with unitholders recognised directly in equity				
Subscriptions of units	127,572	-	-	127,572
Redemptions of units	(96,366)	-	-	(96,366)
Distributions paid	-	(4,920)	-	(4,920)
Total transactions with unitholders	31,206	(4,920)	-	26,286
Balance as at 30 September 2022 (Unaudited)	656,952	(28,796)	18,586	646,742
Balance at 1 January 2022	625,746	9,431	17,086	652,263
Total comprehensive loss for the year				
Loss for the year	-	(24,714)	-	(24,714)
Net allocation to reserves	-	(1,800)	1,800	-
Transactions with unitholders recognised directly in equity				
Subscriptions of units	303,579	-	-	303,579
Redemptions of units	(189,388)	-	-	(189,388)
Distributions paid	-	(6,975)	-	(6,975)
Total transactions with unitholders	114,191	(6,975)	-	107,216
Balance as at 31 December 2022 (Audited)	739,937	(24,058)	18,886	734,765

The accompanying notes form an integral part of these financial statements



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

For the nine months ended 30 September 2023
Expressed in United States Dollars

	Unaudited 30-Sep-23 \$ '000	Unaudited 30-Sep-22 \$ '000	Audited 31-Dec-22 \$ '000
Cash flows from operating activities			
Profit/(loss) before tax	13,456	(31,774)	(24,514)
Adjustments to reconcile profit/(loss) before tax to net cash flows:			
Interest income	(20,341)	(17,152)	(23,418)
Amortisation of premium expense/discount income	1,051	3,002	3,530
Placement of deposits with banks	-	(15,531)	(15,531)
Maturity of deposits with banks	11,031	16,300	19,000
Purchase of investments	(206,362)	(227,503)	(394,188)
Proceeds from sale of investments	217,504	169,703	248,220
Net change from financial instruments at FVTPL	(811)	39,802	36,046
Working capital adjustments:			
(Increase)/decrease in other receivables	(2,999)	15,635	15,749
(Decrease)/increase in other payables	(46)	(91)	43
	<u>12,483</u>	<u>(47,609)</u>	<u>(135,063)</u>
Interest received	19,024	15,063	22,005
Withholding tax paid	(246)	(33)	(200)
Net cash flows from/(used in) operating activities	<u>31,261</u>	<u>(32,579)</u>	<u>(113,258)</u>
Cash flows from financing activities			
Subscriptions of units	148,927	100,317	262,634
Redemptions of units	(170,236)	(74,338)	(155,409)
Net cash flows (used in)/from financing activities	<u>(21,309)</u>	<u>25,979</u>	<u>107,225</u>
Net increase/(decrease) in cash	9,952	(6,600)	(6,033)
Cash at the beginning of the period	16,140	22,173	22,173
Cash at the end of the period	<u>26,092</u>	<u>15,573</u>	<u>16,140</u>

The accompanying notes form an integral part of these financial statements

US DOLLAR INCOME FUND

Notes to the Interim Financial Statements

For the nine months ended 30 September 2023
Expressed in United States Dollars

1. General Information

The US Dollar Income Fund (the Fund) is an open-ended fixed income mutual fund denominated in United States Dollars that was launched in April 2000. The Custodians of the Fund are 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 US\$20.00.

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 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 Fund is managed by the Corporation. Under the terms of the investment management agreement dated April 2000, 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 \$6.5 million or 1.25% of month-end Fund size (September 2022: \$6.1 million or 1.25% of month-end Fund size). The outstanding management charge due to the Corporation as at 30 September amounted to \$0.7 million (September 2022: \$0.7 million).

There was an amount of \$3.3 million receivable from the Corporation for the period ended September 2023. (September 2022: \$1.4 million).

The Corporation also had an investment in the Fund as at 30 September 2023. The value of the holding was \$0.5 million (September 2022: \$0.5 million).

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 the 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 8 November 2023.