

# REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Trustee of Republic Caribbean Equity Fund

## Opinion

The summary financial statements, which comprise the statement of financial position as at 31 December 2021, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and related notes, are derived from the complete audited financial statements of Republic Caribbean Equity Fund (the "Fund") for the year ended 31 December 2021.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, on the basis described in Note 1 to the summary financial statements.

## Summary Financial Statements

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards ("IFRSs"). Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

## Trustee's Responsibility for the Summary Financial Statements

The Trustee is responsible for the preparation of the summary financial statements on the basis described in Note 1.

## Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), "Engagements to Report on Summary Financial Statements".

Port of Spain,  
TRINIDAD  
25 April, 2022

## Note 1

The summary financial statements are prepared in accordance with criteria developed by the Trustee. Under the Trustee's established criteria, the Trustee discloses the statement of financial position, statement of comprehensive income, statement of changes in equity and statement of cash flows. These summary financial statements are derived from the audited financial statements of Republic Caribbean Equity Fund for the year ended 31 December 2021.

These summary financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the 31 December 2021 audited financial statements consistently applied from period to period. Any new accounting standards or interpretations which became effective in this financial year have had no material impact on the Fund. The areas of critical accounting estimate and judgement as disclosed in "Note 3" of the 31 December 2021 audited financial statements, have also remained unchanged.

# REPUBLIC CARIBBEAN EQUITY FUND

## STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2021

(Expressed in Trinidad and Tobago Dollars)

	2021	2020
<b>Assets</b>		
Cash and cash equivalents	19,752,697	2,898,769
Dividends receivable	313,423	277,266
Investment securities	<u>145,227,588</u>	<u>126,687,331</u>
<b>Total assets</b>	<u>165,293,708</u>	<u>129,863,366</u>
<b>Liabilities</b>		
Accrued expenses	1,164,598	960,434
Redemptions payable	<u>20,000</u>	<u>-</u>
<b>Total liabilities</b>	<u>1,184,598</u>	<u>960,434</u>
<b>Net assets</b>	<u>164,109,110</u>	<u>128,902,932</u>
<b>Unitholders' balances</b>		
Capital account	<u>164,109,110</u>	<u>128,902,932</u>
<b>Total unitholders' balances</b>	<u>164,109,110</u>	<u>128,902,932</u>
Number of units	2,365,929	2,120,868
Net asset value per unit	69.36	60.78

These financial statements were approved by the Trustee and authorised for issue on April 25, 2022.

Trustee

Trustee

# REPUBLIC CARIBBEAN EQUITY FUND

## STATEMENT OF COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR ENDED DECEMBER 31, 2021

(Expressed in Trinidad and Tobago Dollars)

	2021	2020
<b>Investment Income</b>		
Interest income	129,136	76,725
Dividend income	3,239,769	2,478,209
Realised gain on investment securities	13,601,938	13,843,868
Net gain from investment at fair value through profit or loss	6,743,283	—
<b>Total investment income</b>	<u>23,714,126</u>	<u>16,398,802</u>
<b>Expenses</b>		
Loss on foreign exchange	1,136	18,022
Net loss from investment at fair value through profit or loss	—	37,042,704
Fees	3,917,865	3,779,060
<b>Total expenses</b>	<u>3,919,001</u>	<u>40,839,786</u>
<b>Net income/(loss)</b>	<u>19,795,125</u>	<u>(24,440,984)</u>
<b>Total comprehensive income/(loss)</b>	<u>19,795,125</u>	<u>(24,440,984)</u>

## STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31, 2021

(Expressed in Trinidad and Tobago Dollars)

	Capital account	Total unitholders' balances
<b>Year ended December 31, 2020</b>		
<b>Balance at beginning of year</b>	167,034,083	167,034,083
Total comprehensive loss	(24,440,984)	(24,440,984)
Issue of units	16,417,325	16,417,325
Redemption of units	(29,051,466)	(29,051,466)
Distributions	(1,056,026)	(1,056,026)
<b>Balance at end of year</b>	<u>128,902,932</u>	<u>128,902,932</u>
<b>Year ended December 31, 2021</b>		
<b>Balance at beginning of year</b>	128,902,932	128,902,932
Total comprehensive income	19,795,125	19,795,125
Issue of units	24,191,584	24,191,584
Redemption of units	(7,711,179)	(7,711,179)
Distributions	(1,069,352)	(1,069,352)
<b>Balance at end of year</b>	<u>164,109,110</u>	<u>164,109,110</u>

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2021

(Expressed in Trinidad and Tobago Dollars)

	2021	2020
<b>Cash flows from operating activities</b>		
Net income/(loss)	19,795,125	(24,440,984)
Adjustments:		
Net (gain)/loss from investment at fair value through profit or loss	(6,743,283)	37,042,704
Realised gain on investment securities	(13,601,938)	(13,843,868)
Net investment (loss)/income before working capital changes	(550,096)	(1,242,148)
Changes in assets/liabilities:		
(Increase)/decrease in receivables	(36,157)	267,331
Increase/(decrease) in accrued expenses	224,164	(407,387)
Cash provided by/(used in) operating activities	<u>188,008</u>	<u>(140,056)</u>
<b>Net cash flows used in operating activities</b>	<u>(362,088)</u>	<u>(1,382,204)</u>
<b>Cash flows from investing activities</b>		
Purchase of investment securities	(22,796,041)	(9,719,141)
Proceeds on disposal of investment securities	24,601,004	17,091,403
<b>Net cash flows generated from investing activities</b>	<u>1,804,963</u>	<u>7,372,262</u>
<b>Cash flows from financing activities</b>		
Issue of units	24,191,584	16,417,325
Redemption of units	(7,711,179)	(29,051,466)
Distributions paid	(1,069,352)	(1,056,026)
<b>Net cash flows provided by/(used in) financing activities</b>	<u>15,411,053</u>	<u>(13,690,167)</u>
Net increase/(decrease) in cash and cash equivalents	16,853,928	(7,700,109)
Cash and cash equivalents at the beginning of the year	2,898,769	10,598,878
<b>Cash and cash equivalents at the end of the year</b>	<u>19,752,697</u>	<u>2,898,769</u>
<b>Supplemental information</b>		
Interest received	129,136	76,725
Dividend received	3,203,612	2,587,718