



Unit Trust

Fund Performance



VM Wealth
Management
Limited

Transform Your Everyday.

VMWealth Global Income Portfolio

Portfolio Description

The VM Wealth Global Income Portfolio is a United States Dollar denominated portfolio primarily comprising sovereign and corporate bonds from Caricom, USA, Canada and Europe, maturing in the short term.

Investment Objective

The fundamental investment objective of the VM Wealth Global Income Portfolio is to provide income and capital growth over the short term by investing primarily in USD bonds issued by sovereigns and corporates across the Caribbean, USA, Canada and Europe.

Suitability

The VM Wealth Global Income Portfolio is suitable for investors who have a conservative risk appetite.

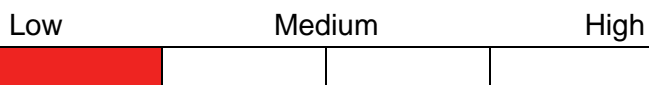
Asset Class

Fixed Income

Benchmark

Adjusted Money Market Return

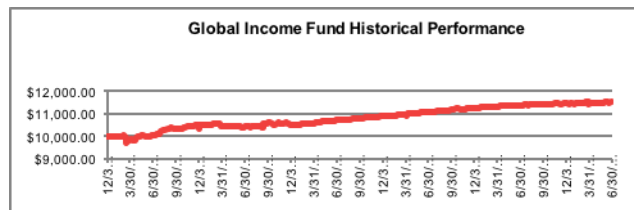
Risk Profile



Portfolio Performance (as at June 30, 2022)

	Global Income	Money Market
Net Asset Value Per Share (NAVPS)	1.1275	
12-Month Growth Rate	1.18%	4.25%
Year-to-Date Growth Rate	0.58%	2.10%

Growth of \$10,000



Top 5 Holdings

Top 5 Holdings	% of Portfolio
PBL (August) 2024	23.55
NCB 2022	20.35
VMBS Term Deposit	11.41
SJBC 2032	6.77
Jaman 6.75% 2028	2.29
Total of Top 5 Holdings	64.37%
Total Number of Holdings	12

Country Exposure

Country	% of Portfolio
Jamaica	73.55
Barbados	26.45
Total	100.00

Maturity Distribution

Maturity	% of Portfolio
0 - 1 Years	64.18
1 - 3 Years	26.77
>3 Years	9.05
Total	100.00

VMWealth Global Income Plus Portfolio

Portfolio Description

The VM Wealth Global Income Plus Portfolio is a United States Dollar denominated portfolio primarily comprising medium term sovereign and corporate bonds from Caricom, USA, Canada and Europe.

Investment Objective

The fundamental investment objective of the VM Wealth Global Income Plus Portfolio is to provide capital growth over the medium term by investing primarily in USD bonds issued by sovereigns and corporates across the Caribbean, USA, Canada and Europe.

Suitability

The VM Wealth Global Income Plus Portfolio is suitable for investors who have a moderate risk appetite.

Asset Class

Fixed Income

Benchmark

JSE Caribbean Investment Grade Index

Risk Profile

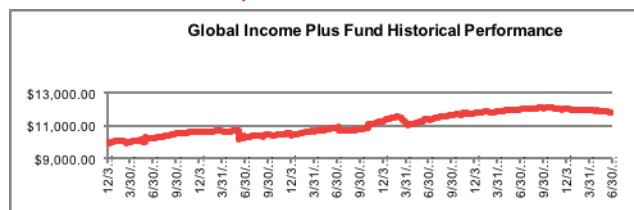
Low Medium High



Portfolio Performance (as at June 30, 2022)

	Global Income Plus	JSE Caribbean IG Index
Net Asset Value Per Share (NAVPS)	1.1343	
12-Month Growth Rate	-1.45%	-9.38%
Year-to-Date Growth Rate	-1.75%	-8.12%

Growth of \$10,000



Top 5 Holdings

Top 5 Holdings	% of Portfolio
PBL (August) 2024	19.00
NCBFG 2022	15.22
SJPC 2032	10.62
Sagicor 5.3% 2028	8.44
Unicomer 2024	7.25
Total of Top 5 Holdings	60.53%
Total Number of Holdings	14

Country Exposure

Country	% of Portfolio
Jamaica	76.44
Barbados	22.42
Trinidad & Tobago	0.00
El Salvador	0.00
Dominican Republic	1.14
Total	100.00

Maturity Distribution

Maturity	% of Portfolio
0 - 1 Years	44.64
1 - 5 Years	26.36
>5 Years	29.00
Total	100.00

VMWealth Global Income Max Portfolio

Portfolio Description

The VM Wealth Global Income Max Portfolio is a long-term portfolio denominated in United States Dollar and primarily comprising sovereign and corporate bonds from the USA, Europe and Caricom.

Investment Objective

The fundamental investment objective of the VM Wealth Global Income Max Portfolio is to provide capital growth over the long term by investing primarily in USD bonds issued by sovereigns and corporates across the Caribbean, USA, Canada and Europe.

Suitability

Investors who have an aggressive risk appetite and are looking for attractive returns over the long term should invest in this Portfolio.

Asset Class

Fixed Income

Benchmark

JSE Caribbean Investment Grade Index

Risk Profile

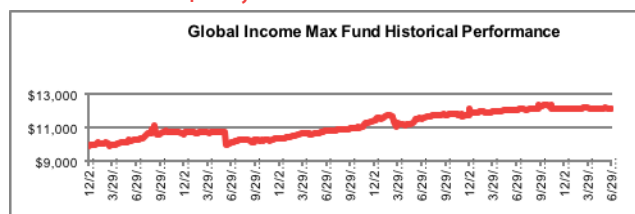
Low Medium High



Portfolio Performance (as at June 30, 2022)

	Global Income Max	JSE Caribbean IG Index
Net Asset Value Per Share (NAVPS)	1.1745	
12-Month Growth Rate	0.67%	-9.51%
Year-to-Date Growth Rate	0.08%	-8.12%

Growth of \$10,000



Top 5 Holdings

Top 5 Holdings	% of Portfolio
PBL (August) 2024	21.81
UNICOMR 2024	11.72
SJPC 2032	11.01
Ultimate Holdings 2024	8.39
Niquan 2022	8.39
Total of Top 5 Holdings	61.33
Total Number of Holdings	18

Country Exposure

Country	% of Portfolio
Jamaica	62.24
Barbados	23.81
Trinidad & Tobago	1.81
El Salvador	8.39
Dominican Republic	0.97
North America	2.78
Total	100.00

Maturity Distribution

Maturity	% of Portfolio
0 - 1 Years	35.61
1 - 7 Years	47.57
>7 Years	16.82
Total	100.00

VMWEALTH Classic Income Portfolio

Portfolio Description

The VM Wealth Classic Income Portfolio is a JMD denominated portfolio comprising Government of Jamaica and corporate bonds.

Investment Objective

The fundamental investment objective of the VMWealth Classic Income Portfolio is to provide investors with income over the short term.

Suitability

The VMWealth Classic Income Portfolio is suitable for investors who have a moderate risk appetite and are concerned about security of principal.

Asset Class

Fixed Income

Benchmark

Treasury Bill Yield

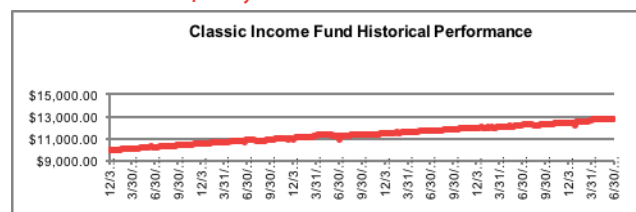
Risk Profile



Portfolio Performance (as at June 30, 2022)

	Classic Income Portfolio	Treasury Bill Yield
Net Asset Value Per Share (NAVPS)	1.3037	
12-Month Growth Rate	4.37%	7.96%
Year-to-Date Growth Rate	3.32%	3.29%

Growth of \$10,000



Top 5 Holdings

Top 5 Holdings	% of Portfolio
AICB (July) 2024	13.64
VMIL 2023	12.95
Crissa's Ltd 2033	10.01
138 SL Inv 2026	9.81
VMIL Margin Loan 7% 2025	7.72
Total of Top 5 Holdings	54.13
Total Number of Holdings	18

Exposure

Asset Class	% of Portfolio
Government of Jamaica	1.48
Ordinary Shares	0.70
Corporate	83.90
Cash & Equivalents	13.81
Total	100.00

Maturity Distribution

Maturity	% of Portfolio
<1 Year	36.68
1 – 7 Years	50.01
>7 Years	10.31
Total	100.00

VMWEALTH Classic Equity Growth Portfolio

Portfolio Description

The VM Wealth Classic Equity Growth Portfolio is managed with the aim of providing investors with a diversified mix of equity securities of companies domiciled in Jamaica and internationally. The Portfolio Managers seek to identify and acquire investment instruments with attractive potential returns while mitigating attendant risks.

Investment Objective

The fundamental investment objective of the VMWealth Classic Equity Growth Portfolio is to provide investors with capital appreciation over the medium to long-term.

Suitability

The VMWealth Classic Equity Growth Portfolio is suitable for investors who are seeking a well-diversified portfolio of stocks to optimize medium to long-term growth and capital appreciation and are willing to accept medium to high levels of risk.

Asset Class

Equity

Benchmark

JSE Select Index

Risk Profile

Low Medium High



Portfolio Performance (as at June 30, 2022)

	Equity Portfolio	JSE Select
Net Asset Value Per Share (NAVPS)	2.1008	
12-Month Growth Rate	-3.06%	-4.47%
Year-to-Date Growth Rate	0.94%	0.68%

Growth of \$10,000



Top 5 Holdings

Top 5 Holdings	% of Portfolio
JMMB Group Limited	12.93
NCB Financial Group Limited	9.38
Jamaica Stock Exchange	8.31
Jamaica Broilers Group	5.69
Seprod Group Limited	5.58
Total of Top 5 Holdings	41.89
Total Number of Holdings	30

Industry Distribution

Industry	% of Portfolio
Finance	39.13
Conglomerates	1.75
Manufacturing	29.62
Retail Trade	2.13
Other	27.37
Insurance	0.00
Tourism	0.00
Communication	0.00
Total	100.00

VM Wealth Management - Unit Trust Fund Performance

Quarter ended June 30, 2022

VMWEALTH Classic Property Portfolio

Portfolio Description

The VM Wealth Classic Property Portfolio seeks to invest primarily in real estate.

Investment Objective

The investment objective of the VM Wealth Classic Property Portfolio is to strategically invest in the various segments of the real estate market to maximize rental income and capital appreciation over the medium term.

Suitability

The VM Wealth Classic Property Portfolio is suitable for investors who have a moderate risk appetite.

Asset Class

Real Estate

Benchmark

Inflation

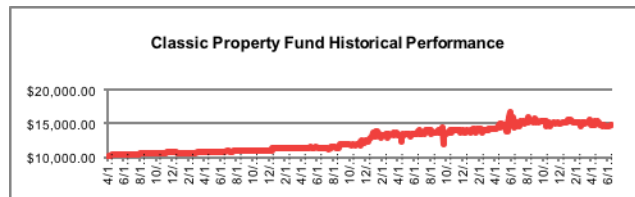
Risk Profile



Portfolio Performance (as at June 30, 2022)

	Property Portfolio	Inflation
Net Asset Value Per Share (NAVPS)	1.4842	
12-Month Growth Rate	1.21%	10.92%
Year-to-Date Growth Rate	-3.04%	3.33%

Growth of \$10,000



Portfolio Allocation

Industry	% of Portfolio
Real Estate	45.34
Equity	29.56
Fixed Income	22.99
Cash & Equivalents	2.12
Total	100.00

VM Wealth Management - Unit Trust Fund Performance

Quarter ended June 30, 2022

VMWEALTH Global Equity Growth Portfolio

Portfolio Description

The VM Wealth Global Equity Growth Portfolio invests primarily in equity investments of developed markets.

Investment Objective

The fundamental investment objective of the VM Wealth Global Equity Growth Portfolio is to strategically invest in the equity indices of developed markets to track the performance of the broader markets, earning capital appreciation over the medium-term.

Suitability

The VM Wealth Global Equity Growth Portfolio is suitable for investors who are seeking a well-diversified portfolio of stocks to optimize medium to long-term growth and capital appreciation and have an aggressive risk appetite.

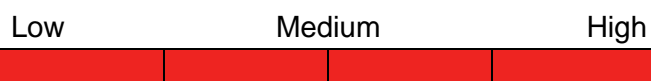
Asset Class

Equity

Benchmark

S&P 500

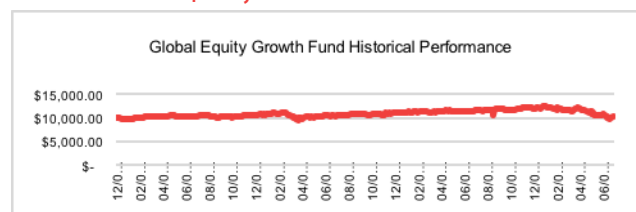
Risk Profile



Portfolio Performance (as at June 30, 2022)

	Equity Portfolio	S&P 500
Net Asset Value Per Share (NAVPS)	1.0075	
12-Month Growth Rate	-12.76%	-11.92%
Year-to-Date Growth Rate	-19.49%	-20.58%

Growth of \$10,000



Top Holdings

Top Holdings	% of Portfolio
SPDR S&P 500 ETF Trust	69.40
Citigroup	6.49
Microsoft	4.37
Total of Top Holdings	80.26
Total Number of Holdings	3

Exposure

Asset Class	% of Holdings
Equities	73.77
Corporate Bonds	6.49
Cash & Cash Equivalents	19.74
Total	100.00

VM Wealth Management - Unit Trust Fund Performance

Quarter ended June 30, 2022

VMWEALTH Classic Protector Portfolio

Portfolio Description

The VM Wealth Classic Protector Portfolio invests primarily in short-term money market securities.

Investment Objective

The fundamental investment objective of the VM Wealth Classic Protector Portfolio is to invest in short-term liquid securities towards minimizing the risk of capital loss.

Suitability

The VM Wealth Classic Protector Portfolio is suitable for investors who have a low risk appetite and are concerned about preservation of principal.

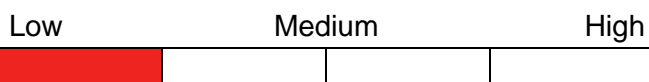
Asset Class

Fixed Income

Benchmark

6-month Weighted Average Treasury Bill

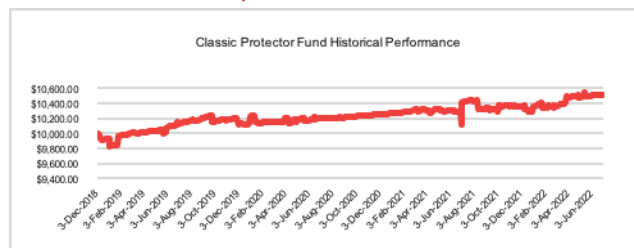
Risk Profile



Portfolio Performance (as at June 30, 2022)

	Protector	6M WATBY
Net Asset Value Per Share (NAVPS)	1.0534	
12-Month Growth Rate	1.09%	7.96%
Year-to-Date Growth Rate	1.67%	3.29%

Growth of \$10,000



Top Holdings

Top Holdings	% of Portfolio
VMIL VR 2023	21.88
AICB July 2024	19.28
VMIL Margin Loan 7% 2025	10.94
GOJ FR 6.25% 2022 - Treasury Bill	8.20
BOJ CD 4.5% 2022	5.47
Total of Top Holdings	65.77
Total Number of Holdings	7

Exposure

Asset Class	% of Portfolio
Corporate	74.53
Cash & Equivalents	20.00
Equities	5.47
Total	100.00

Maturity Distribution

Maturity	% of Portfolio
<=1 Year	69.78
>1 Year	30.22
Total	100.00

VM Wealth Management - Unit Trust Fund Performance

Quarter ended June 30, 2022

VMWEALTH Goal Maximizer Portfolio

Portfolio Description

The VM Wealth Goal Maximizer Portfolio invests in growth securities across all asset classes.

Investment Objective

The fundamental investment objective of the VM Wealth Goal Maximizer Portfolio is to invest in well-diversified portfolio of assets to optimize medium to long term growth and capital appreciation.

Suitability

The VM Wealth Goal Maximizer Portfolio is suitable for investors who have a moderate risk appetite.

Asset Class

Fixed Income

Benchmark

Weighted Average (JSE Select/Inflation/6M WATBY)

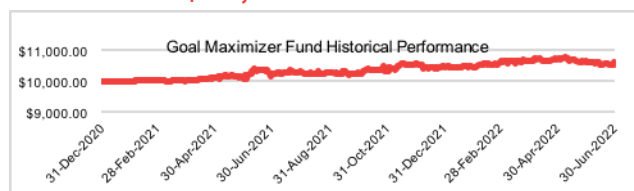
Risk Profile



Portfolio Performance (as at June 30, 2022)

	Protector	6M WATBY
Net Asset Value Per Share (NAVPS)	1.0592	
12-Month Growth Rate	3.63%	4.80%
Year-to-Date Growth Rate	1.30%	2.43%

Growth of \$10,000



Exposure

Asset Class	% of Portfolio
Ordinary Shares	17.70
Corporate	53.61
Real Estate	15.29
Cash & Equivalents	13.40
Total	100.00

Maturity Distribution

Maturity	% of Portfolio
<=1 Year	83.73
>1 Year	16.27
Total	100.00

Portfolio Commentary

Global Income Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$1.1275, up by \$0.0073 or 0.65% for the quarter. There has been a continuous increase in global interest rates to combat inflationary pressures resulted in declining emerging market bond prices. Fortunately, the composition of the portfolio, with heavy emphasis on short term local corporate bonds and reverse repos, allowed it to retain most of its value. Rates are expected to continue to increase in the near to medium term so the portfolio is being rebalanced to take advantage of this outlook.

Global Income Plus Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$1.1343, down by \$0.0104 or -0.92% for the quarter. Interest rates continued to increase while the emerging market bond prices continued to decline during the quarter. The outlook for global bond yields is that they will likely increase during the year which could present opportunities for outperformance given the liquidity that exists in the portfolio to take advantage of those higher yields.

Global Income Max Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$1.1745, down by \$0.0001 or -0.005% for the quarter. The falloff in emerging market bond prices during the quarter slightly impacted the portfolio performance. In an effort, to take advantage of the decrease in prices there was an increase in emerging market bond holdings however the portfolio's exposure to high quality local corporate bonds cushioned the impact.

The outlook for global bond yields is that they will likely increase during the year which could present opportunities for outperformance given the liquidity that exists in the portfolio to take advantage of those higher yields.

Classic Income Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$1.3037, up \$0.0105 or 0.80% for the quarter. As inflationary pressures continued the Bank of Jamaica continued the quest to bring it back into their target range by increasing the benchmark rate. This has resulted in higher rates in the repo and bond markets which helped to drive portfolio performance.

Classic Equity Growth Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$2.101, down \$0.0264 or -1.26% for the quarter. The stock market continued to decrease due the impact felt from increasing interest rates, supply chain disruptions and geopolitical turmoil. The new listings on the Junior Market have performed well and represent an area that could provide positive returns for the portfolio.

Classic Property Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$1.4842, down \$0.0380 or -2.56% for the quarter. The portfolio was negatively impacted by decline in the price of listed equities however we expect a reversal in fortune for these assets as the year progresses. There are also several projects in the pipeline which are very close to completion that should continue to add value in the coming quarters.

VM Wealth Management - Unit Trust Fund Performance

Quarter ended June 30, 2022

Global Equity Growth Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$1.0075, down by \$0.1922 or -19.08% for the quarter. The Global Equity Portfolio is primarily invested in the SPY ETF that tracks the S&P 500 large cap index.

Classic Protector Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$1.0534, up by \$0.0055 or 0.52% for the quarter. This portfolio is primarily invested in GOJ and short-term high quality corporate bonds and should continue to provide steady rates of return over the coming quarters.

Goal Maximizer Portfolio

The NAV per share on this portfolio as at June 30, 2022 was \$1.05918, down by \$0.0075 or -0.71% for the quarter. The portfolio has added quite a few assets over the quarter to assist with efforts to ensure it is well diversified.

Economic Commentary

Local

The second quarter of 2022 saw international and domestic price levels spiking, due to the ongoing war in Ukraine and continued pandemic-induced supply restrictions. The domestic point-to-point inflation rate reached an almost 12-year high of 11.79% in April 2022, before ending the quarter at 10.93% in June 2022. The persistent breach of the Bank of Jamaica's (BOJ) 4% to 6% inflation target was mainly due to surges in oil, fuel, commodity and food prices.

Despite 11 consecutive months of the domestic inflation rate breaching the BOJ's upper limit, the monetary authority continued to use its control of interest rates in a bid to put a lid on elevated inflation. The BOJ imposed two additional policy rate hikes during Q2, which brought the total number of rate increases for the year up to four (4). The BOJ added 50 basis points to the overnight rate at each hike, moving the policy rate from 4.50% at the end of Q1 to 5.50% at the end of Q2. The policy rate increases resulted in higher Treasury Bill yields in April and May, but illiquidity across the market caused a decline in June. The yield on the 91-day tenor increased to 8.12% in May, before losing 35 basis points to end the quarter at 7.78%. Meanwhile, the yield on the 182-day tenor jumped to 8.46% in April, before declining to 7.96% in June and the yield on the 273-day tenor increased by 403 basis points in May to 8.50%, which was the sole issue for the quarter.

The JMD ended Q2 trading at \$151.56 against the US Greenback, a 1.47% appreciation compared to the end of the previous quarter. Demand for USD remained strong amid limited supply, which led to a series of direct interventions by the central bank. Higher interest rates, coupled with two (2) direct interventions by the BOJ of US\$60M during May, positively impacted the strength of the JMD. The dollar exhibited a high level of resilience during the quarter, having appreciated 4.21% quarter-over-quarter against the Canadian dollar, 9.94% against the Pound Sterling and 0.04% against the Euro.

The infrequent direct interventions by the central bank in the foreign exchange market during Q2 improved Jamaica's stock of net international reserves. At the end of the Q2, net reserves experienced a quarter-over-quarter increase of US \$128.90 million to end Q2 at US \$3.80 billion. Meanwhile, total remittance inflows decreased by a marginal 0.01% in April 2022 in comparison to April 2021 due to fewer cash in hand remittances because of the reopening of the international tourism and higher costs of living and interest rates in key source markets.

VM Wealth Management - Unit Trust Fund Performance

Quarter ended June 30, 2022

Efforts geared towards the full recovery of the domestic economy bore fruit during Q1 2022, evidenced by the 6.40% year-over-year GDP growth rate, surpassing the 6.00% preliminary estimate by the Planning Institute of Jamaica (PIOJ). The removal of the Disaster Risk Management Act (DRMA) measures during Q1, despite continued increases in the number of reported COVID-19 cases, contributed to the expansion of the economy and the reduction of the unemployment rate to an all-time low of 6.00%. However, the total impact of the full reopening of the economy is expected to be seen in the upcoming quarters.

Overseas

COVID-19 lockdowns in China, the continuing war in Ukraine and higher interest rates have contributed to international economic slowdowns and a lower growth outlook by the World Bank for 2022. Following the 1.60% decline in Q1 2022, the US is expected to expand by just 0.70% in Q2 2022, down from the initial forecast of 1.90%.

The marginal growth outlook is due to higher inflation rates, lower company profits, and weaker stock market performances. At the end of Q2, the Nasdaq Composite was down 22.44% compared to the end of Q1, the Dow Jones Industrial Average lost 11.25% and the S&P 500 lost 16.45%.

The inflation rate in the US peaked at a 40-year high of 9.10% in June 2022, mainly driven by higher prices for food, fuel and shelter. The US Federal Reserve (Fed) kept its aggressive tone to combat elevated inflation during Q2 2022, through the implementation of two (2) interest rate hikes. The Fed increased the Fed Funds Rate in May 2022 by 50 basis points, which was followed by an additional 75 basis points increase in June 2022. The Fed Funds Rate moved from 0.25% to 0.50% at the end of Q1 to 1.50% to 1.75% at the end of Q2.

The historic inflation rate in June 2022 is expected to influence the Federal Open Market Committee (FOMC) to add an unusually large 100 basis points to the policy rate at the upcoming meeting in July.

Regionally, the Central Bank of the Dominican Republic has also been active in the battle to reduce elevated inflation. The central bank effected two separate rate hikes during Q2 2022, the first was a 100-basis point increase in May, followed by a 75-basis point rate hike in June 2022. The monetary policy rate ended the second quarter at 7.25%, compared to 5.50% at the end of Q1 2022. Despite the hawkish tone of the central bank, point-to-point inflation remained above the 4% inflation mandate. In June 2022, the inflation rate rose to 9.48%, on par with the previous month, but below the start of the quarter.