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Unit Trust Fund Performance

Global Income Portfolio, Global Income Plus Portfolio, Global Income Max Portfolio, Classic Income Portfolio, Classic Equity Growth Portfolio, Classic Property Portfolio, Global Equity Growth Portfolio, Classic Protector Portfolio, Goal Maximizer Portfolio

Quarter ended March 31, 2022

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

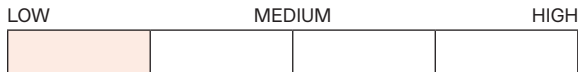
Fixed Income



Benchmark

Adjusted Money Market Return

Risk Profile



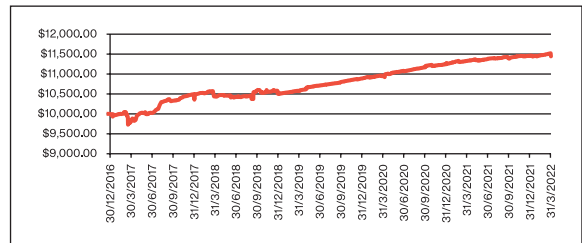
Portfolio Performance

(as at March 31, 2022)

	GLOBAL INCOME	MONEY MARKET
Net Asset Value Per Share (NAVPS)	1.1202	
12-Month Growth Rate	0.98%	2.63%
Year-to-Date Growth Rate	-0.07%	0.60%

Growth of \$10,000

Global Income Portfolio Historical Performance



Top 5 Holdings

Top 5 Holdings	% of Portfolio
PBL (August) 2024	23.16
NCB 2022	20.01
VMBS Term Deposit	10.86
Jaman 6.75% 2028	3.11
AIC Barbados (July) 2024	2.28
Total of Top 5 Holdings	58.70%
Total Number of Holdings	12



Country Exposure

Country	% of Portfolio
● Jamaica	73.12
● Barbados	26.88
Total	100.00



Maturity Distribution

Country	% of Portfolio
● 0 - 1 Years	62.53
● 1 - 3 Years	28.42
● >3 Years	9.05
Total	100.00

VMWealth Global Income Plus

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

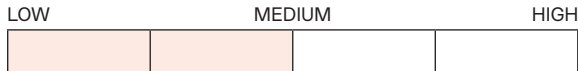
Fixed Income.



Benchmark

JSE Caribbean Investment Grade Index.

Risk Profile



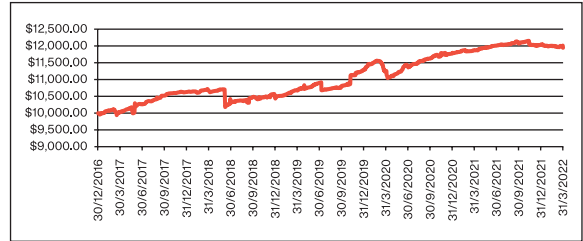
Portfolio Performance

(as at March 31, 2022)

	GLOBAL INCOME	JSE Caribbean IG Index
Net Asset Value Per Share (NAVPS)	1.1447	
12-Month Growth Rate	0.61%	-4.06%
Year-to-Date Growth Rate	-0.84%	-3.84%

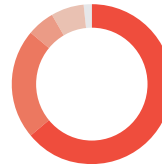
Growth of \$10,000

Global Income Plus Portfolio Historical Performance



Top 5 Holdings

Top 5 Holdings	% of Portfolio
PBL (August) 2024	19.02
NCBFG 2022	15.23
SJPC 2032	10.79
Unicomer 2024	6.71
TCMSTT 8.875% 2029	5.55
Total of Top 5 Holdings	57.31
Total Number of Holdings	11



Country Exposure

Country	% of Portfolio
● Jamaica	64.09
● Barbados	22.24
● Trinidad & Tobago	5.55
● El Salvador	6.71
○ Dominican Republic	1.41
Total	100.00



Maturity Distribution

Country	% of Portfolio
● 0 - 1 Years	42.54
● 1 - 3 Years	28.96
● >3 Years	28.50
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

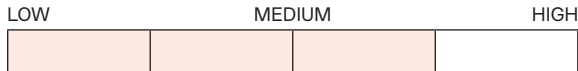
Fixed Income.



Benchmark

JSE Caribbean Investment Grade Index.

Risk Profile



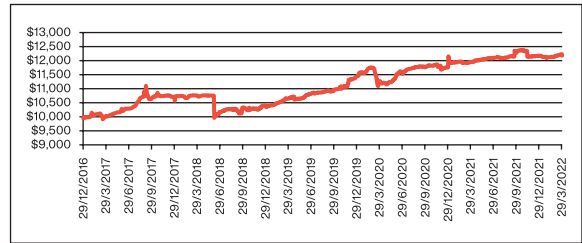
Portfolio Performance

(as at March 31, 2022)

	GLOBAL INCOME	JSE Caribbean IG Index
Net Asset Value Per Share (NAVPS)	1.1745	
12-Month Growth Rate	1.92%	5.14%
Year-to-Date Growth Rate	0.08%	1.13%

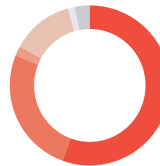
Growth of \$10,000

Global Income Max Portfolio Historical Performance



Top 5 Holdings

Top 5 Holdings	% of Portfolio
PBL (August) 2024	23.23
SJPC 2032	14.68
Unicomer 2024	12.60
Ultimate Holdings 2024	8.93
Jaman 2036	2.84
Total of Top 5 Holdings	62.28%
Total Number of Holdings	16



Country Exposure

Country	% of Portfolio
Jamaica	55.83
Barbados	25.36
Trinidad & Tobago	1.97
El Salvador	12.60
Dominican Republic	1.28
North America	2.96
Total	100.00



Maturity Distribution

Country	% of Portfolio
0 - 1 Years	28.68
1 - 7 Years	48.09
>7 Years	23.23
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

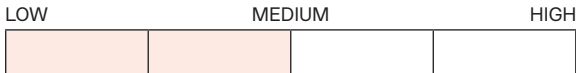
Fixed Income.



Benchmark

Treasury Bill Yield.

Risk Profile



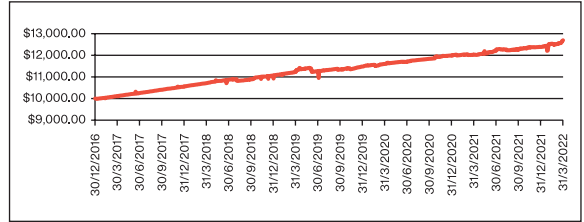
Portfolio Performance

(as at March 31, 2022)

	Classic Income Portfolio	Treasury Bill Yield
Net Asset Value Per Share (NAVPS)	1.2932	
12-Month Growth Rate	5.52%	6.37%
Year-to-Date Growth Rate	2.49%	1.29%

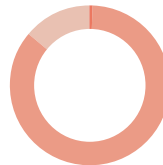
Growth of \$10,000

Classic Income Portfolio Historical Performance



Top 5 Holdings

Top 5 Holdings	% of Portfolio
AICB (July) 2024	14.36
VMIL 2023	13.08
VMBS Deferred Shares	12.83
Crissa's Ltd. 2033	10.11
138 SL Inv 2026	9.91
Total of Top 5 Holdings	60.30
Total Number of Holdings	18



Country Exposure

Country	% of Portfolio
Government of Jamaica	0.01
Ordinary Shares	0.69
Corporate	85.48
Cash & Equivalents	13.81
Total	100.00



Maturity Distribution

Country	% of Portfolio
<1 Year	36.63
1 - 7 Years	52.96
>7 Years	10.41
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

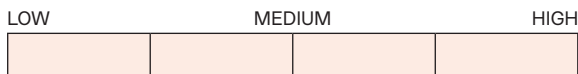
Equity



Benchmark

JSE Select Index.

Risk Profile



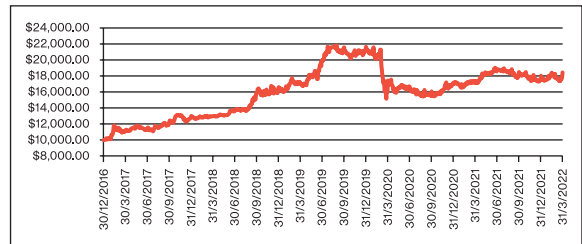
Portfolio Performance

(as at March 31, 2022)

	Equity Portfolio	JSE Select
Net Asset Value Per Share (NAVPS)	2.1272	
12-Month Growth Rate	7.75%	2.06
Year-to-Date Growth Rate	2.21%	1.77%

Growth of \$10,000

Classic Equity Growth Portfolio Historical Performance



Top 5 Holdings

Top 5 Holdings	% of Portfolio
JMMB Group Limited	19.19
Jamaica Stock Exchange	9.79
Seprod	9.76
NCB Financial Group Limited	8.96
Caribbean Cement Company	7.05
Total of Top 5 Holdings	54.75
Total Number of Holdings	26



Industry Distribution

Country	% of Portfolio
● Finance	40.83
● Conglomerates	1.68
● Manufacturing	31.95
● Retail Trade	2.52
○ Other	23.02
● Insurance	0.00
● Tourism	0.00
● Communication	0.00
Total	100.00

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

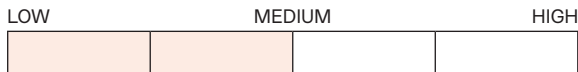
Real Estate



Benchmark

Inflation.

Risk Profile



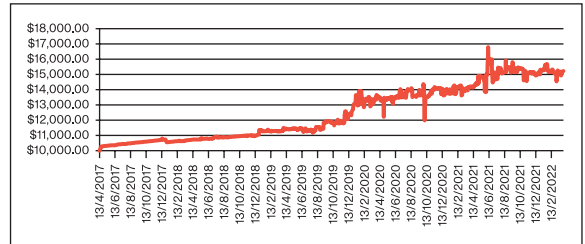
Portfolio Performance

(as at March 31, 2022)

	Property Portfolio	Inflation
Net Asset Value Per Share (NAVPS)	1.5307	
12-Month Growth Rate	7.23%	10.74%
Year-to-Date Growth Rate	1.40%	-0.56%

Growth of \$10,000

Classic Property Portfolio Historical Performance



Portfolio Allocation

Industry	% of Portfolio
Real Estate	42.14
Equity	29.28
Fixed Income	21.99
Cash & Equivalents	6.58
Total	100.00

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

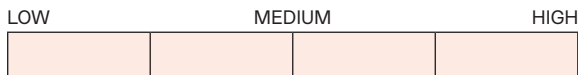
Equity



Benchmark

S&P 500

Risk Profile



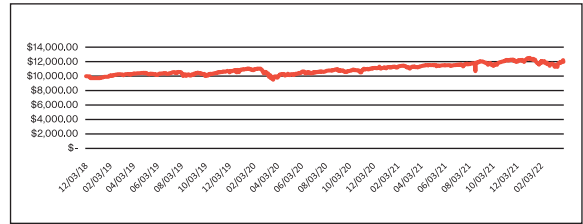
Portfolio Performance

(as at March 31, 2022)

	Equity Portfolio	S&P 500
Net Asset Value Per Share (NAVPS)	1.2514	
12-Month Growth Rate	5.64%	15.85%
Year-to-Date Growth Rate	-4.13%	-4.95%

Growth of \$10,000

Global Equity Growth Portfolio Historical Performance



Top Holdings

Top 5 Holdings	% of Portfolio
SPDR S&P 500 ETF Trust	71.32
Citigroup	5.53
Total of Top Holdings	76.85
Total Number of Holdings	2



Exposure

Asset Class	% of Portfolio
Equities	71.32
Corporate Bonds	5.53
Cash & Cash Equivalents	23.15
Total	100.00

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

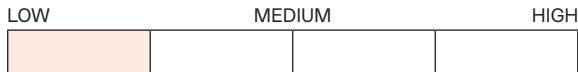
Fixed Income.



Benchmark

6-month Weighted Average Treasury Bill.

Risk Profile



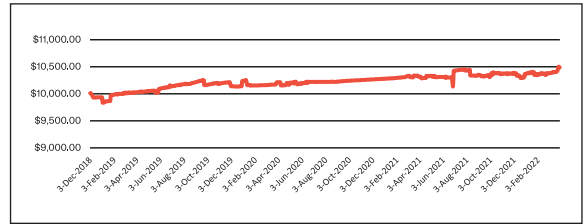
Portfolio Performance

(as at March 31, 2022)

	Classic Income Portfolio	Treasury Bill Yield
Net Asset Value Per Share (NAVPS)	1.0479	
12-Month Growth Rate	1.65%	6.37%
Year-to-Date Growth Rate	1.14%	1.29%

Growth of \$10,000

Classic Protector Portfolio Historical Performance



Top Holdings

Top 5 Holdings	% of Portfolio
VMIL VR 2023	21.99
AICB July 2024	19.38
VMIL Margin Loan 2025	11.00
Ready Communication Ltd.	5.50
BOJ CD 4.5% 2022	4.95
Total of Top 5 Holdings	62.81
Total Number of Holdings	7



Exposure

Asset Class	% of Portfolio
Corporate	66.11
Cash & Equivalents	33.89
Total	100.00



Maturity Distribution

Maturity	% of Portfolio
<=1 Year	60.83
>1 Years	39.17
Total	100.00

VMWEALTH Goal Maximizer 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 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

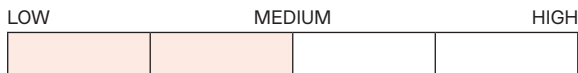
Fixed Income



Benchmark

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

Risk Profile



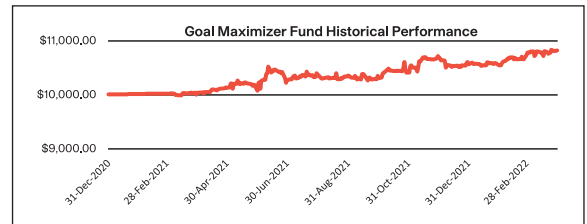
Portfolio Performance

(as at March 31, 2022)

	Equity Portfolio	S&P 500
Net Asset Value Per Share (NAVPS)	1.0667	
12-Month Growth Rate	6.39%	6.39%
Year-to-Date Growth Rate	2.02%	1.29%

Growth of \$10,000

Goal Maximizer Portfolio Historical Performance



Exposure

Asset Class	% of Portfolio
Ordinary Shares	17.99
Corporate	53.10
Real Estate	15.47
Cash & Equivalents	13.45
Total	100.00



Maturity Distribution

Asset Class	% of Portfolio
● ≤1 Years	46.90
● >1 Year	53.10
Total	100.00

Portfolio Commentary

Global Income Portfolio

The NAV per share on this portfolio as at March 31, 2022 was \$1.1202, down by \$0.0008 or -0.07% for the quarter. Rising 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 March 31, 2022 was \$1.1447, down by \$0.0097 or -0.84% for the quarter. Emerging market bond prices continued to decline during the quarter as interest rates moved higher. 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 March 31, 2022 was \$1.1745, up by \$0.0009 or 0.08% for the quarter. The falloff in emerging market bond prices during the quarter would have been buffered by the portfolio's exposure to high quality local corporate bonds. 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 March 31, 2022 was \$1.2932, up \$0.0314 or 2.49% 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 March 31, 2022 was \$2.1272, up \$0.0459 or 2.21% for the quarter. The market showed some signs of recovery after essentially closing out 2021 flat. Rising interest rates, supply chain disruptions and geopolitical turmoil present clear and present danger to further positive returns for this year.

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 March 31, 2022 was \$1.5222, down \$0.0085 or -0.56% 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.

Global Equity Growth Portfolio

The NAV per share on this portfolio as at March 31, 2022 was \$1.1998, down by \$0.0513 or -4.13% 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 March 31, 2022 was \$1.0479, up by \$0.0119 or 1.14% 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 March 31, 2022 was \$1.0667, up by \$0.0211 or 2.02% 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

At the end of the quarter, inflation remained above the Bank of Jamaica's (BOJ) 4% to 6% target for the 8th consecutive month, while also surpassing the central bank's 9% to 11% short-term projection. The point-to-point inflation rate for March 2022 came in at 11.27%, the highest rate since the implementation of the new CPI basket in April 2020. The divisions of Food and Non-Alcoholic Beverages, Transport and Housing, Water, Electricity, Gas and Other Fuels were the biggest contributors to this upward movement, increasing 14.70%, 14.30% and 9.60%, respectively.

To contain the rising price level, which was mainly due to continued supply disruptions and the impact of

Russia's invasion of Ukraine on global commodity prices, especially oil, the BOJ implemented two separate policy rate increases in increments of 150 and 50 basis points. The overnight rate at end-March stood at 4.50% and market players await the central bank's next decision in May 2022. The surge in the policy rate has sparked growth concerns, while increasing the yields in the money market. Illiquidity persisted and the rates in the JMD 30-day repo market surged as high as 7.25%. The March Treasury Bill auctions saw the yields on the 91-day and 182-day tenors gaining 253 and 225 basis points to 6.12% and 6.37%, respectively. The yield on the 273-day tenor increased at the January auction, before declining 15 basis points to 4.47% at February's auction. The hike in interest rates is expected to discourage corporate entities from raising debt and steer them towards raising equity on the stock market. Therefore, we foresee an increase in both initial and additional public offerings as the year progresses.

The JMD ended Q1 trading at \$153.78 against the US Greenback, a 0.85% appreciation compared to the end of the previous quarter. Volatility persisted in the domestic foreign exchange (FX) market throughout the quarter, and the JMD traded as high as \$158.03 on February 10, and as low as \$153.45 on March 15. Due to price fluctuations, the BOJ used its Foreign Exchange Intervention and Trading Tool (B-FXITT) over 12 days of trade during the quarter to inject US\$390 million into the market. The FX rate had short-lived relief in March, due to statutory obligations in Jamaica, but demand quickly surpassed supply at the end of the tax season, when the JMD was once more available. The BOJ's interventions in the FX market contributed to the decline in Jamaica's stock of reserves in Q1 from the record US \$4 billion at year end-2021. Net remittances increased 2.10% year-to-date to US \$446.00 million at the end of February 2022, when compared to the previous year. This increase in net remittances increased the availability of foreign currency in the market.

The domestic economy continued its post-pandemic recovery throughout 2021, with a 6.70% year-over-year GDP growth rate in Q4 2021, surpassing the PIOJ's 6.00% preliminary estimate. The withdrawal of the Disaster Risk Management Act (DRMA) during Q1 2022 and a reduction in Jamaica's COVID-19 positivity rate, propelled business activities, particularly in the entertainment and tourism sectors. However, the high inflationary climate, coupled with increasing interest rates posed significant threats to the bottom lines of many companies and reduced the discretionary income for many individuals. Nonetheless, the economy is expected to have expanded 4% to 6% year-over-year in Q1 2022, a downgrade from the PIOJ's 5% to 7% prediction.

Overseas

As the virus moves into the endemic phase, COVID-19 restrictions around the globe are easing, but the conflict in Ukraine remains the main downside risk to global growth, particularly in more vulnerable territories, such as the emerging economies of Barbados, the Dominican Republic and Trinidad and Tobago. The geopolitical unrest has resulted in significant hikes in oil, fuel, metals and commodity prices, which are expected to further prolong elevated global inflation beyond Q3 2022.

US real GDP grew 7% year-over-year in Q4 2021. However, the impacts from the pandemic continue to be felt across the US, exacerbated by the tapering and expiration of government assistance payments. Higher inflation expectations, more aggressive monetary policy tightening, and eroding consumer purchasing power have reduced growth predictions by the US Conference Board. The US economy is now projected to have grown 1.50% quarter-over-quarter in Q1 2022 and a 4.30% year-over-year. The US point-to-point inflation rate accelerated to 8.50% in March, surpassing the 8.40% forecast and hitting a 41-year high. With gasoline prices up 32%, energy remained the largest contributor. During Q1, the major stock market indexes declined significantly, due to fears of a global slow down sparked by oil price volatility.

Interest rate expectations have already contributed to the decline in major stock indexes. The decline is expected to steepen as rates continue to rise as higher rates can negatively impact corporate entities' earnings and slow economic growth, while bonds and certificates of deposits may become more attractive to investors. The Federal Reserve Funds Rate was increased by 25 basis points from 0% - 0.25% to 0.25% - 0.50%, effective March 17, 2022, after holding steady for the past 2 years. At upcoming meetings, the Federal Open Market Committee (FOMC) is expected to begin further reducing its holdings of Treasury securities, agency debt, and agency mortgage-backed securities. According to Bloomberg projections, the Fed Funds rate is now expected to end the year at 2.80%. At the end of March 2022, the Dow Jones Industrial Average, the S&P 500 and the Nasdaq Composite Indexes had fallen 4.34%, 4.87% and 9.40%, respectively, year-to-date.

Regionally, the Central Bank of Barbados 2021 reported increased economic activity for the 3rd consecutive quarter in Q4 2021. Despite the decreasing effects of the pandemic on the tourism and private sectors, unemployment improved in H2 2021 to 12.40%, down from 17.6% a year earlier. Despite no recent interest rate increase, rising global inflation has cued higher interest rate expectations. Therefore, the 9-year bond yield is



expected to continue increasing until inflation stabilizes. International inflationary pressure resulted in elevated inflation in Barbados, indicative of the retail price index in November being 4.60% higher than it was at year-end 2020. At year-end 2021, the stock of gross international reserves had climbed by US \$398 million to US \$3,058 million.

The government of the twin island Republic of Trinidad and Tobago has similarly taken measures in response to the impact on fuel prices of the Russian invasion of Ukraine. Because oil and gas production remain below pre-pandemic levels and international oil prices are on the rise, the government has reduced its fuel subsidy. A robust economic recovery is projected for Trinidad and Tobago in 2022, according to the IMF's 2021 Article IV Consultation, although the risks are skewed to the downside. Nevertheless, the ongoing fiscal policy support and the anticipated increases in oil and gas production are expected to boost total real GDP growth from an estimated 1% contraction in 2021 to 5.50% growth in 2022. The 7-year bond yield is already on the rise and is expected to further increase, due to the anticipated GDP growth, as well as the expectation of increased demand for bonds.

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