

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Trustee of Republic US\$ Fixed Income Securities Fund

The accompanying summary financial statements, which comprise the summary statement of financial position as at December 31, 2016, and the summary statements of comprehensive income, changes in equity and cash flows for the year then ended, are derived from the audited financial statements of Republic US\$ Fixed Income Securities Fund (the "Fund") for the year ended December 31, 2016. We expressed an unmodified audit opinion on those financial statements in our report dated April 28, 2017.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Fund.

Trustee's Responsibility for the Summary Financial Statements

The Trustee is responsible for the preparation of a summary of the audited financial statements on the basis of their established criteria as described in Note 1.

Auditor's Responsibility

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

Opinion

In our opinion, the summary financial statements derived from the audited financial statements of the Fund for the year ended December 31, 2016 are consistent, in all material respects, with those financial statements, on the basis of the Trustee's established criteria as described in Note 1.

REPUBLIC US\$ FIXED INCOME SECURITIES FUND

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2016

(Expressed in United States Dollars)

Assets	2016	2015
Cash and cash equivalents	347,255	2,373,042
Financial assets	13,191,976	9,180,641
Interest receivable	132,805	123,267
Sundry debtors	37,534	—
Total assets	<u>13,709,570</u>	<u>11,676,950</u>
Liabilities		
Accrued expenses	80,322	35,911
Total liabilities	<u>80,322</u>	<u>35,911</u>
Net assets attributable to unitholders	<u>13,629,248</u>	<u>11,641,039</u>
Net assets represented by:		
Unitholders' balances	13,372,816	11,639,402
Retained earnings	314,804	203,357
Investment revaluation deficit	(58,372)	(201,720)
Net assets attributable to unitholders	<u>13,629,248</u>	<u>11,641,039</u>
Number of units	130,374	113,883
Net asset value per unit	104.54	102.22

Eruet & Young

Port of Spain,
TRINIDAD
April 28, 2017

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 summary statement of financial position, summary statement of comprehensive income, summary statement of changes in equity and summary statement of cash flows. These summary financial statements are derived from the audited financial statements of Republic US\$ Fixed Income Securities Fund for the year ended December 31, 2016.

These summary financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the December 31, 2016 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 December 31, 2016 audited financial statements, have also remained unchanged.



Trustee



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REPUBLIC US\$ FIXED INCOME SECURITIES FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31, 2016

(Expressed in United States Dollars)

	2016	2015
Investment income		
Interest income	469,154	332,574
Amortisation	(56,270)	(88,469)
Total income	<u>412,884</u>	<u>244,105</u>
Expenses		
Fees	<u>244,017</u>	<u>91,949</u>
Total expenses	<u>244,017</u>	<u>91,949</u>
Net income	168,867	152,156
Other comprehensive income/(loss)		
Items that may be reclassified subsequently to profit or loss:		
Unrealised loss on revaluation	(33,409)	(203,974)
Realised gain/(loss) on sale	<u>176,757</u>	<u>(9,174)</u>
Total items that may be reclassified subsequently to profit and loss	<u>143,348</u>	<u>(213,148)</u>
Total comprehensive income/(loss)	<u>312,215</u>	<u>(60,992)</u>

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2016

(Expressed in United States Dollars)

	2016	2015
Cash flows from operating activities		
Net income	168,867	152,156
Adjustments:		
Amortisation of financial assets	<u>57,286</u>	<u>88,469</u>
Investment income before working capital changes	226,153	240,625
Changes in assets/liabilities:		
Increase in receivables	(47,072)	(48,303)
Increase in payables	<u>44,411</u>	<u>9,141</u>
Cash used in operating activities	<u>(2,661)</u>	<u>(39,162)</u>
Net cash flows provided by operating activities	<u>223,492</u>	<u>201,463</u>
Cash flows from investing activities		
Purchase of financial assets	(8,950,621)	(4,115,025)
Proceeds on disposal of financial assets	<u>5,025,348</u>	<u>382,597</u>
Net cash flows used in investing activities	<u>(3,925,273)</u>	<u>(3,732,428)</u>

**STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2016**

(Expressed in United States Dollars)

	Capital account	Retained earnings	Investment valuation reserve/ (deficit)	Unitholders' balances
Balance as at December 31, 2014	7,647,005	106,720	11,428	7,765,153
Total comprehensive income/(loss)	—	152,156	(213,148)	(60,992)
Issue of units	5,172,106	—	—	5,172,106
Redemption of units	(1,179,709)	—	—	(1,179,709)
Distributions	—	(55,519)	—	(55,519)
Balance as at December 31, 2015	<u>11,639,402</u>	<u>203,357</u>	<u>(201,720)</u>	<u>11,641,039</u>
Balance as at December 31, 2015	11,639,402	203,357	(201,720)	11,641,039
Total comprehensive income	—	168,867	143,348	312,215
Issue of units	3,038,473	—	—	3,038,473
Redemption of units	(1,305,059)	—	—	(1,305,059)
Distributions	—	(57,420)	—	(57,420)
Balance as at December 31, 2016	<u>13,372,816</u>	<u>314,804</u>	<u>(58,372)</u>	<u>13,629,248</u>

Cash flows from financing activities

Issue of units	3,038,473	5,172,106
Redemption of units	(1,305,059)	(1,179,709)
Distributions paid	(57,420)	(55,519)
Net cash flows provided by financing activities	<u>1,675,994</u>	<u>3,936,878</u>
Net (decrease)/increase in cash and cash equivalents	(2,025,787)	405,913
Cash and cash equivalents at the beginning of the year	<u>2,373,042</u>	<u>1,967,129</u>
Cash and cash equivalents at the end of the year	<u><u>347,255</u></u>	<u><u>2,373,042</u></u>

