



# SECURED FUND

# QUARTERLY REPORT

30th June 2007

## MARKET OUTLOOK

The Trinidad & Tobago economy is growing at a rapid rate, estimated to be double digit on a year-on-year basis. This high growth, coupled with increasing government expenditure, is contributing to persistent inflationary pressures. The construction industry is booming and finding suitable human resource capital in all sectors of the economy remains a daunting task. There continues to be a very strong demand for foreign currency. The excess liquidity has forced the Central Bank to tighten monetary conditions as was evident in the past twelve months.

The downward trend in the local equity market continued for the first half of 2007, with the Composite Index down 50.37 points or a decline of 5.20% to date. Investors are searching for high yielding capital guaranteed products to replace their more volatile equity counterparts and also to diversify their currency holdings. ANSA Merchant Bank has been given approval from the Securities & Exchange Commission and the Central Bank to launch a USD

secured fund, which will take place in the third quarter of 2007. The fund is structured similar to the TTD fund with guaranteed capital and a guaranteed minimum rate of return.

Internationally, European and emerging market funds have recorded outstanding growth for investors. Energy based funds have also performed remarkably and continue to do so with the increase in global growth estimates. ANSA Merchant Bank, in collaboration with Schroders International, is preparing to launch a professionally managed energy sector fund before year's end.

The ANSA Secured Fund is the best performing TTD product on the market and continues to provide stable and healthy returns for its unitholders. It remains a viable component of any investment portfolio.

## INVESTMENT STRATEGY

The ANSA Secured Fund seeks to invest in a portfolio of assets which may consist of short-term investments, debt instruments, mortgages and equities

both local and foreign. The fund seeks to diversify the assets in the portfolio to minimise risk, whilst attaining the highest possible returns.

The asset allocation of the fund is actively managed to obtain the best possible results.

## PORTFOLIO PERFORMANCE

### ACTUAL RETURN

# 7.05% P.A.

**EXCEEDING GUARANTEED MINIMUM RETURN**

Return	Yield*
<b>GUARANTEED</b>	<b>6.00%</b>
<b>ACTUAL</b> : FOR THE QUARTER ENDING DECEMBER 2006	<b>7.00%</b>
<b>ACTUAL</b> : FOR THE QUARTER ENDING MARCH 2007	<b>7.00%</b>
<b>ACTUAL</b> : FOR THE QUARTER ENDING JUNE 2007	<b>7.05%</b>

\* Annualised Yield

**Investment Manager:**  
Ansa Merchant Bank Limited

**Trustee:**  
First Caribbean International Bank and Financial Corporation Ltd.

**Inception Date:**  
September 22, 2005

**Currency:**  
TT Dollars

**Initial Investment:**  
TT\$50,000 (minimum)

**Additional Investments:**  
TT\$5,000

**Guarantees:**  
• Principal  
• Minimum Return

**Directors:**  
Anthony N. Sabga  
Ray A. Sumairsingh  
Nabeel Hadeed  
Timothy Hamel-Smith  
Victor P. Herde  
Norman A. Sabga  
Gerry Brooks  
Keith Welch  
Gina Otley

**Corporate Office:**  
ANSA Merchant Bank Limited  
ANSA Centre  
Maraval Road, Port of Spain  
Trinidad, West Indies

**Telephone:**  
800-7700 or (868) 623-8672

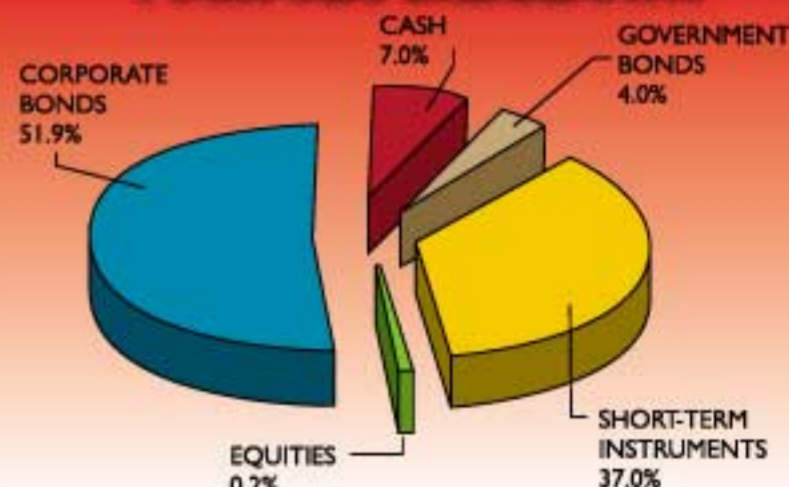
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## ANSA SECURED FUND Balance Sheet\* as at June 30, 2007

Assets	TT\$'000	TT\$'000
Investments	441	
Corporate Bonds	134,571	
Government Bonds	10,388	
Short-term Investments	95,885	
Cash & Receivables	18,253	259,538
<b>TOTAL ASSETS</b>		<b>259,538</b>
<b>Liabilities</b>		
Distribution Payable		4,344
Other Liabilities		2,455
		<b>6,799</b>
<b>Reserves</b>		
Undistributed Income		951
<b>TOTAL LIABILITIES AND RESERVES</b>		<b>7,750</b>
<b>NET ASSETS</b>		<b>251,788</b>
<b>CAPITAL</b>		
Unitholders' Reserves	246,534	
Unrealised Capital Depreciation	5,244	
Provision For NAV	10	
		<b>251,788</b>

## PORTFOLIO BREAKDOWN



## ANSA SECURED FUND Profit & Loss Statement\* for the quarter ending June 30, 2007

	TT\$'000
<b>INVESTMENT INCOME</b>	
Interest Income	6,438
<b>TOTAL INVESTMENT INCOME</b>	<b>6,438</b>
<b>Expenses</b>	
Management Charge	1,500
Trustee Fees	62
Operating Expenses	182
<b>TOTAL EXPENSES</b>	<b>1,744</b>
<b>NET INVESTMENT INCOME</b>	<b>4,694</b>
Distribution Expense - 7.05%	4,367
<b>UNDISTRIBUTED INCOME</b>	<b>327</b>

\* Unaudited financial statements

