

POOLED INVESTMENT FUNDS

# annual report 2023



Create Your Vision For Retirement

# PLANNING FOR RETIREMENT.

IT ALL STARTS WITH SEEING  
WHAT'S POSSIBLE. WE CAN  
HELP YOU BRING YOUR  
GOALS INTO FOCUS AND  
CREATE A CLEAR PLAN WITH  
ACTIONABLE STEPS.

# Contents

## COMMENTARIES

MESSAGE FROM THE BOARD OF DIRECTORS .....	004
KEY METRICS .....	007
BOARD OF DIRECTORS .....	009
ECONOMIC PERFORMANCE .....	011

## POOLED FUND STATISTICS

POOLED EQUITY FUND .....	018
POOLED INTERNATIONAL EQUITY FUND .....	019
POOLED MORTGAGE & REAL ESTATE FUND .....	020
POOLED FIXED INCOME FUND .....	021
POOLED MONEY MARKET FUND .....	022
POOLED FOREIGN CURRENCY INDEXED FUND .....	023
POOLED CPI FUND .....	024
POOLED GLOBAL MARKET FUND .....	025
POOLED DIVERSIFIED INVESTMENT FUND .....	026
ADMINISTRATION .....	028

## FINANCIAL STATEMENTS



**Mr. Christopher Zacca**  
President & CEO  
Sagicor Group Jamaica Limited

## MESSAGE FROM THE BOARD OF DIRECTORS

### SAGICOR POOLED INVESTMENT FUNDS LIMITED

We are pleased to present the Annual Report of Sagicor Pooled Investment Funds Limited for the year ended September 30, 2023.

During the period, the portfolios faced challenges from elevated inflation and fluctuating interest rate movements coupled with a bearish local equities market. At the end of September 2023, the total pooled pension funds under management stood at \$174B, reflecting an increase of 3% relative to the position as at the corresponding period in the prior year.

Seven (7) of the Pooled Funds generated positive returns for the year and five (5) outperformed their respective benchmarks. The Pooled International Equity Fund emerged as the top

performing fund, producing a twelve-month return of 11%. This performance was attained through the consistent execution of the sector-based portfolio approach, which provided the portfolio with a diversified exposure to international equities. With local interest rates relatively stable and as the inflation rate continued to trend within the Bank of Jamaica's (BOJ) 4% - 6% target band (which resulted in improved bond prices), the Pooled Fixed Income and Pooled Consumer Price Indexed Fund closed out the top three (3) performing portfolios with returns of 8% and 7%, respectively.

Conversely, the weak performance of the Jamaica Stock Exchange resulted in negative returns for the year ended September 30, 2023 for the Pooled Equity and Pooled Diversified Investment Funds.



*Seven (7) of the Pooled Funds generated positive returns for the year and five (5) outperformed their respective benchmarks.*



The twelve-month performance of the Pooled Funds versus benchmarks and the Net Asset Value of each Fund is shown in the table below:

Sagicor Pooled Pension Funds	Invests mainly in	Net Asset Value (\$B)	Performance		Benchmark
			12-Mth Actual	12-Mth Benchmark	
PIF Equity	Listed Stocks	41.1	-11.7%	-9.6%	JSE Main Index
PIF Fixed Income	GOJ Securities (average tenure 10-15 years)	22.9	12.2%	10.0%	Weighted Avg 10-15 year GOJ Bond Yield & Inflation
PIF Foreign Currency Indexed	GOJ US & Euro Denominated Fixed Bonds	24.9	4.9%	-2.5%	JSE Jamaica Global Bond Index & Depreciation
PIF Money Market	GOJ Securities (average tenure not exceeding 5 years)	9.0	4.9%	7.9%	Avg 180-Day Treasury Bill
PIF Mortgage & Real Estate	Hotels, Commercial & warehouse properties	33.4	8.2%	5.9%	Inflation
PIF Consumer Price Index	GOJ Inflation Indexed Bonds	29.2	9.7%	5.9%	Inflation
PIF Global Markets	US\$ Equity & Fixed Income Securities	3.5	3.7%	5.4%	US Inflation & Depreciation
PIF International Equity	Listed securities on International exchanges	7.5	19.0%	21.3%	S&P 500 Index & Depreciation
PIF Diversified	Bonds, Equities & Real Estate	10.1	-2.5%	3.7%	Avg Asset Yields & Inflation



“

*We maintain our strategy of actively managing each portfolio to capitalize on short-term opportunities. This strategy supports our continued position as the number one investment manager, with a dominant market share of 30% in pension Funds Under Management.*

We maintain our strategy of actively managing each portfolio to capitalize on short-term opportunities that may arise as we aim to generate real positive returns over the long term for you, our clients. This strategy supports our continued position as the number one investment manager, with a dominant market share of 30% in pension Funds Under Management. We continue to place significant focus on creating awareness about financial security through our ongoing meetings with trustees and members of our managed plans as well as our individuals into Sagicor Lifestyle, our Approved Retirement Scheme.

With a proven track record spanning over fifty years of pension funds management, we remain committed to providing our clients with exceptional service. This commitment was led by our previous Chairman, Dr. The Hon. R.D. Williams, who passed during this period. We would like you to join us in recognizing his unwavering dedication and commitment in creating an exceptional retirement product for many Jamaicans.

Finally, as we pride ourselves on always delivering the best to our members, we look to the future with a spirit of resilience and confidence, given the uncompromising focus of our team to not only provide excellent customer service but also generate robust, real long-term investment growth aimed at satisfying the needs of all our clients.

We remain forever grateful for your steadfast support and trust given the adverse market conditions and unexpected bouts of market volatility, and we look forward to our continued partnership and an even more gratifying relationship with you, our clients, for many years to come.



*We continue to place significant focus on creating awareness about financial security through our ongoing meetings with trustees and members of our managed plans as well as our individuals into Sagicor Lifestyle, our Approved Retirement Scheme.*



# Be ready when retirement is around the corner. We can help you feel more prepared to manage your life in retirement.



**49,015**

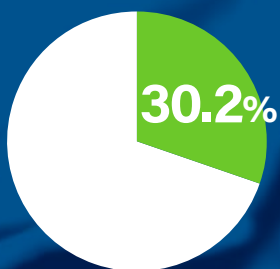
**CONTRIBUTING  
MEMBERS**

AS AT SEPT. 2023

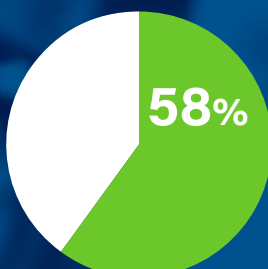


**\$218B**

**ASSETS UNDER  
ADMINISTRATION\***



**PRIVATE PENSION  
INDUSTRY MARKET  
SHARE\*\***



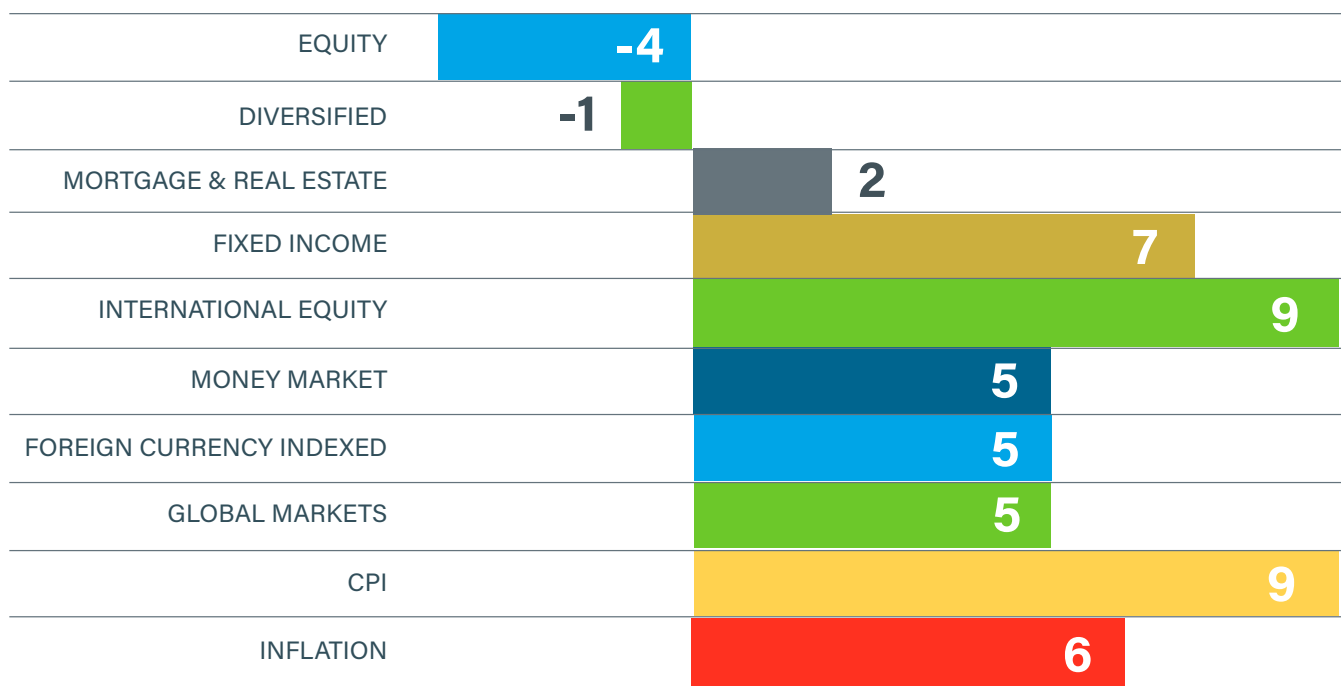
**PRIVATE PENSION  
PLAN MARKET  
SHARE\*\***

\* Please note total funds under management as at September 30, 2023 reflects the consolidated value of all pension portfolios managed by Sagicor Life Jamaica.

\*\* Based on the September 2023 Pension Industry Statistics published by the Financial Services Commission.

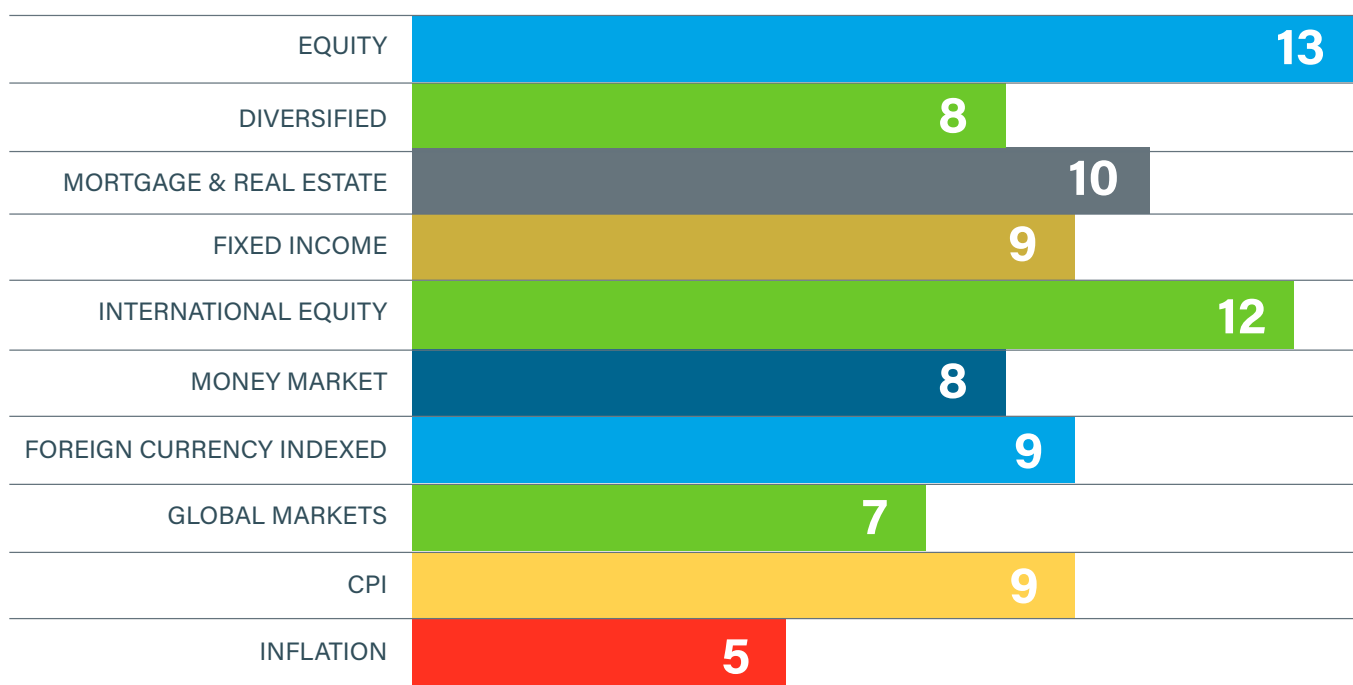
## 5-Year Average Annual Fund Performance (% Percentage)

As at September 30, 2023



## 10-Year Average Annual Fund Performance (% Percentage)

As at September 30, 2023





# BOARD OF DIRECTORS

**Dr. the Hon. R. Danny Williams, O.J., C.D.**  
Chairman, Sagicor PIF Limited  
(Deceased)\*

**Mr. Christopher Zacca**  
President & CEO  
Sagicor Group Jamaica Limited

**Mrs. Elaine Robinson**  
Deputy CFO/ University Bursar  
University of the West Indies

**Mr. Andrew Williams**  
CFO  
Alcoa Minerals of Jamaica Limited

**Mr. Errol McKenzie**  
Chairman  
Employee Benefits Administrators Limited

\*With profound sadness, the Board acknowledges the passing and remarkable contribution on a national level of the Company's Chairman and Sagicor Group Jamaica's Director Emeritus and founder, Dr. the Hon. R. Danny Williams, O.J., C.D. on September 16, 2023.

A photograph of a man and a young girl smiling together, overlaid with a blue tint. The man is on the right, looking down at the girl on the left. The girl is wearing a headband and a light-colored shirt. The text is centered in the lower half of the image.

**YOUR NEW FINANCIAL  
PICTURE STARTS HERE.  
YOU'VE GOT GOALS.  
WE'VE GOT SOLUTIONS.**

FY 2022/2023

# ECONOMIC PERFORMANCE

Throughout the year the Jamaican economy continued to show signs of a strong recovery with the major banner being the steady decline in headline and core inflation over the twelve - (12) month period. Expectedly, the Central Bank kept its key policy rate unchanged but elevated for most of the year at 7.0%. Despite this pause in the rate hikes, the overarching stance of the Central Bank remained tight, with the Bank of Jamaica (BOJ) in April 2023, placing a 1% increase on both the domestic currency and foreign currency cash reserve requirements of

Deposit Taking Institutions (DTIs). This action signalled the continued need for restrictive measures to not only contain but also reduce inflation to a moderate level. Commendatory, Jamaica's Net International Reserves (NIR) remained at healthy levels for the period, which, through the administration of the Central Bank, translated into a relatively stable Foreign Exchange Market. Moreover, economic growth returned to pre-COVID levels during the year accompanied by a tight Labour Market with an all-time low unemployment rate of 4.5%.

“

*Jamaica's Net International Reserves (NIR) remained at healthy levels for the period.*





In light of this, within the year the International Monetary Fund (IMF), in an effort to assist the nation in navigating potential global risks and balance of payments requirements along with the achievement of the country's objectives regarding fiscal and physical resilience to climate change, approved a 24-month arrangement under the "Precautionary and Liquidity Line" (PLL) in the sum of US\$968M and US\$764M under the "Resilience and Sustainability Facility" (RSF).

Considering this all, the Standard & Poor's (S&P) rating agency, upgraded Jamaica's credit ratings in September 2023 from B+ to BB- with a stable outlook, which represents the country's highest rating since 1999 when the agency began rating the country's Sovereign debt.

INFLATION

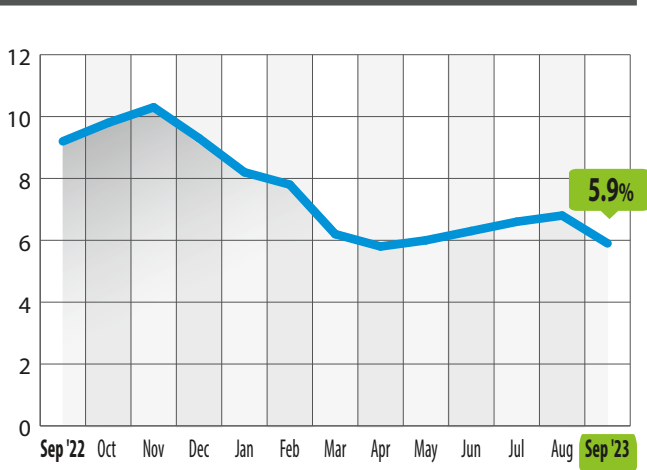
Inflation, for the twelve (12) months ended September 2023, as indicated by the Consumer Price Index (CPI) stood at 5.9%. The reading which represented a 330 basis points (bps) decline from the similar period the previous year, stood relatively close to the upper end of the Bank of Jamaica's target range of 4.0% - 6.0%. This reading followed one (1) increase in the Bank of Jamaica's policy rate in November 2022 by 50 bps to stand at 7.0%.

The 5.9% point-to-point CPI reading was mainly impacted by an increase in key staple goods such as yam, sweet potato, tomato, cabbage, bread, flour, rice, chicken and other meats which contributed to a 9.8% rise in the largest component of the index, the 'Food and Non-Alcoholic Beverages' division, which accounts for 35.8% of the CPI basket. Additionally, an increase in the price for meals consumed away from home resulted in a 12.0% increase in the 'Restaurants and Accommodation Services' division. Nonetheless, the 'Housing, Water, Electricity, Gas and Other Fuels' division, which represents the second largest group in the CPI basket, helped to offset the overall rise in the index due to a fall in electricity charges. Despite the downward movement

on a point-to-point basis, throughout the year inflation experienced two-way movement due mainly to fluctuations in agricultural prices, oil prices and the foreign exchange rate.

12-Month Inflationary Changes

% PERCENTAGE



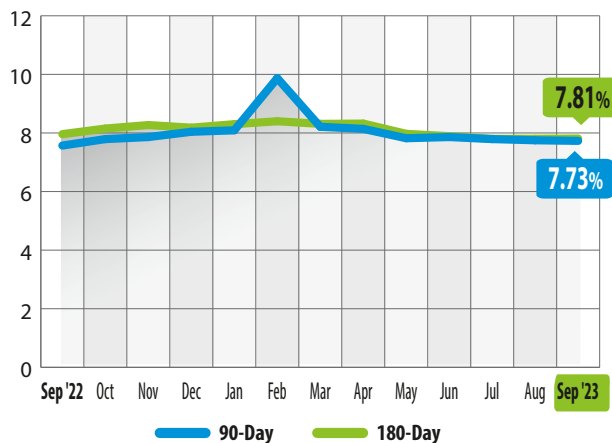


## INTEREST RATES

Following a cumulative increase of 650 bps since October 2021 to November 2022, which saw capital and money market rates trending higher, the Bank of Jamaica paused its rate hike cycle keeping steady its key policy rate at 7.0%. This decision was hinged heavily on the downward movement of commodity prices as well as a slowdown in lagged imported inflation, abating inflation expectations and positive results from contractionary fiscal and monetary policy translating into lower headline inflation. The decision was further cemented by the corresponding decline in core inflation, which excludes food and fuel prices. Throughout the year, inflation remained elevated, however tracked lower than in the previous FY. The United States (US) Federal Reserve's (Fed) policy action of slowing the magnitude of their rate hikes, as well as the eventual halt after July 2023, coupled with the satisfactory level of liquidity in the domestic financial system also contributed to the BOJ's decision to hold rates.

### T-Bill Average Yield

% PERCENTAGE

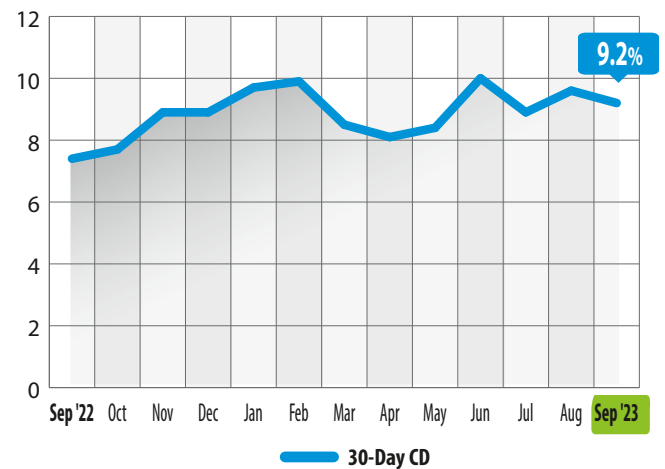


Interest rates of all tenors of private money market instruments and yields on Government of Jamaica (GOJ) Treasury bills (T-Bill) remained elevated throughout the FY, however, with some two-way movement. As at the end of September 2023, with the exception of

the 180-day T-Bill, the average yield on the 30-Day Certificate of Deposit (CD) as well as the 90-day T-Bill rose relative to the similar period the previous year. The 30-day CD and 90-day T-Bill average yields closed at 9.22% (up 181 bps) and 7.73% (up 16 bps) respectively, while the 180-day T-Bill closed at 7.81% (down 15 bps).

### BOJ 30-Day CDs

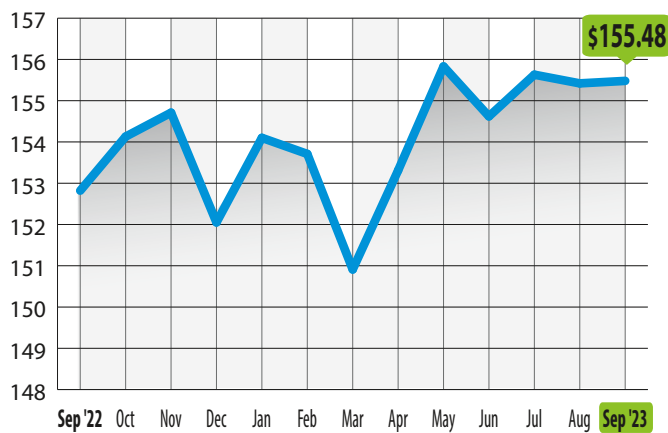
% PERCENTAGE



## FOREIGN EXCHANGE

As at the end of September 2023, the weighted average selling rate closed at J\$155.48 to US\$1.00 relative to J\$152.82 to US\$1.00 a year earlier. This upward movement reflected a Year over Year (YoY) rate of depreciation of 1.7%. The foreign exchange market remained relatively stable for the year under review, with the Central Bank selling approximately US\$868M to the foreign exchange market through thirty-two (32) interventions via its Bank of Jamaica Foreign Exchange Intervention Trading Tool (B-FXITT) facility during the period. The support to the market, however, was largely underpinned by the nation's strong international reserve position and was aimed at thwarting excessive volatility and brief demand and supply imbalances within the marketplace. Further support was offered via the pickup in tourist arrivals coupled with diaspora-led remittance inflows.

## J\$ vs US\$ Exchange Rate Movements

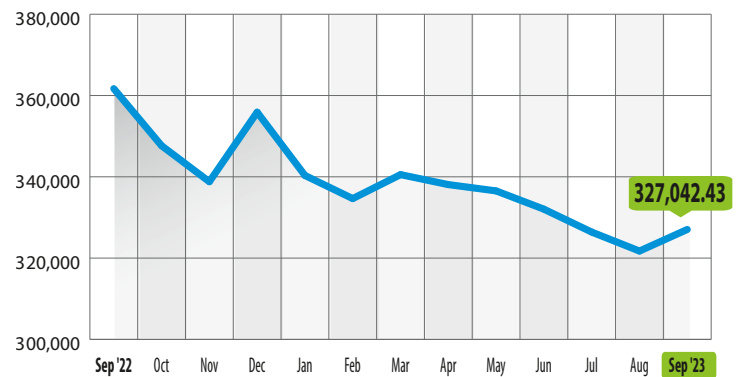


The Nation's Net International Reserves (NIR) stood at US\$4.7B, a 23.9% increase, relative to its value of US\$3.8B as at September 2022. This amount represented approximately twenty-six (26) weeks of goods and services imports and remained well above the international benchmark of twelve (12) weeks). This level proved to be sufficient for the country to adequately withstand any possible economic shocks, primarily the potential slide in the Jamaican Dollar when compared to the currency of its main trading counterpart, the United States.

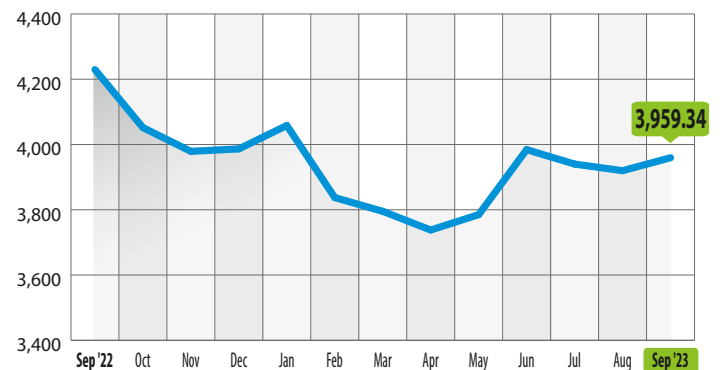
## STOCK MARKET

The local equity market continued to see moderate levels of volatility for another year, with both the Jamaica Stock Exchange (JSE) Main Market and Junior Market indices realizing negative returns for the period under review. The JSE Main Market index ended September 2023 at 327,042 points, down from 361,692 points the previous year, representing a -9.6% decrease. Similarly, the JSE Junior Market Index which for the past two years provided strong returns, produced a -6.4% return with the index moving from 4,230 points as at September 2022 to 3,959 points as at the current period.

### JSE Main Market Movement



### JSE Junior Market Movement





*The Tourism Sector, which continues to be our second largest earner of foreign currency and a key pillar within our Jamaican economy, continued on its path of strong recovery for the year under review.*

The decline in the indices reflected a continued lack of confidence in the equity space given that inflation continued to trend higher than the Central Bank's target range upper limit for most of the FY. Additionally, the continued high interest rate environment provided a continued thrust away from equities and towards the fixed income asset class, particularly money market securities, given the potential for more attractive returns. Moreover, a rise in fraud scandals within the financial industry placed further downward pressure on investor confidence.

Despite the unattractiveness of the asset class, companies still turned to the market to obtain capital with the year observing three (3) Initial Public Offerings (IPOs) for ordinary shares on the Junior Market, one (1) Preference Share Listing and one (1) Additional Public Offering (APO): One Great Studio Company Ltd (1GS), Regency Petroleum Co. Ltd (RPL), Image Plus Consultants Ltd (IPCL), Sygnus Credit Investments Ltd and 138 Student Living Jamaica Ltd (138SL), respectively.

## TOURISM

The Tourism Sector, which continues to be our second largest earner of foreign currency and a key pillar within our Jamaican economy, continued on its path of strong recovery for the year under review. As at September 2023, Total Visitor Arrivals stood at 4,074,365 visitors, representing a 41.3% increase over the previous year. Over the period under review 74.1% of Jamaica's visitors originated from the US, followed by Canada (12.9%), the United Kingdom/Europe (9.4%), the Caribbean (2.3%), Latin America (1.0%), Asia (0.2%), Africa (0.1%) and Other Areas (0.1%). The increase in Visitors continues to positively impact the nation's Gross Domestic Product (GDP) primarily the 'Hotel & Restaurants industry', 'Transport, Storage & Communication Industry', 'Other Services' and 'Manufacturing Industry'.

The tourism sector continues to be a key player in the growth of the Jamaican economy with the Ministry outlining within the FY that over the last five (5) years tourism investments contributed 20.0% of the island's total foreign direct investments (FDI).

## GLOBAL MARKETS

Following a volatile FY 21/22, FY 22/23 marked a year of improved confidence in the US financial market space as bleak expectations were negated by sound actual performance. With inflation tracking high, a banking crisis in the first quarter of the 2023 Calendar Year (CY), geopolitical tensions ever-present, efforts by the Federal Reserve alongside the Biden Administration proved sufficient to ease fears of a recession with a hard landing. The positive performance was predominantly attributed to robust consumer spending which was undergirded by the downward trend in inflation given the ease in supply side issues, the tightening labour market and positive real wage growth. Additionally, the "Investing in America" economic agenda outlined by the Biden Administration has helped to boost the US economy through approximately US\$400B in Bipartisan Infrastructure Law Funding which incited another US\$614B in private sector Manufacturing and Clean Energy investments.



On that note, the S&P500 Index produced an annual return of 19.6%, while the blue-chip heavy Dow Jones Industrial Index and the tech-laden NASDAQ Index returned 16.6% and 25.0%, respectively. More specifically, the equities market benefitted from growing enthusiasm surrounding the potential of “Big Tech” and Artificial Intelligence coupled with better-than-expected Corporate Earnings. In line with US equity, Europe’s Euro Stoxx 50 rose by 25.8%, Japan’s Nikkei 225 rose by 22.8% and the FTSE 100 rose by 10.4%.

The US Treasury yields were impacted by many of the same factors. The 10-year Treasury yield closed FY 22/23 74 bps higher than the previous year to stand at 4.57% given the market’s expectation of rates staying elevated for longer. This expectation arose from the Federal Reserve’s reiteration of monetary policy remaining tight until the inflation rate moves sustainably lower and towards the target. The Fed also stated its possible resumption of rate hikes if warranted given the outturn of inflation in the short to medium term.

## OUTLOOK

As inflation has appeared to have peaked within the 2023 Calendar Year for most regions and the lagged impact of roughly three (3) years of tightening monetary policy schemes seemingly combatting the turmoil wreaked on the global economy, we anticipate a resurgence in optimism and positive activity within the financial markets. Currently, the likelihood of a recession remains low with global growth expected to improve. Consequently, Central Banks have signalled a slight release on the reins of its restrictive measures. Within the short to medium term Central Banks, Governments and market participants alike will be watching the key macro-economic indicators, predominantly, inflation as a determinant for more flexible financial conditions. In the event both the local and US economies remain resilient, the challenge to economies resides in finding somewhat of a balance in regulating the loosening of the contractionary

monetary policy stance with a move towards more fiscal consolidation aimed at lowering public debt and putting funds towards more economic opportunities.

Despite the optimism, we remain cautious and urge market participants to not be overly eager as underlying headwinds could prove a risk to actions of Central Banks and Governing Bodies.

Pointedly, Jamaica’s next steps will be much influenced by that of its international partners. As an economy Jamaica remains sound as observed by credit rating upgrades received subsequent to the year-end by Moody’s from B2 to B1, with a fellow upgrade in outlook from stable to positive. The GOJ, in an effort to attain its 2030 vision for the nation, has remained committed to enacting a fiscal policy specifically targeted at reducing the nation’s debt metrics and despite the backdrop of various external shocks has been able to achieve levels below even pre-pandemic levels. With this expected to continue on a downward trajectory, and the BOJ’s anticipated effective monetary policies coupled with other Government-led supportive economic policies, we believe the financial markets will rebound in line with the economy at a steady pace.





A photograph of a woman and a young girl smiling and posing together. The woman is on the left, leaning her head against the girl on the right. The girl is making a peace sign with her hand. The entire image is covered with a semi-transparent blue filter. In the lower half, there is white text with a drop shadow effect.

**DEFINE YOUR GOALS  
AND PATH FORWARD.  
LET'S FOCUS ON WHAT  
MATTERS TO YOU.**

# Pooled Equity Fund

September 2023

**Inception Date:** 1972

**Strategy:** This fund invests in securities listed on the local and other recognised regional stock exchanges.

**Objective:** This fund seeks to maximise returns by outperforming its benchmark, the Jamaica Stock Exchange Main Index.

**Unit Price (30-Sep-23):** 125,515.46

**Unit Price (30-Sep-22):** 142,110.17

**Percentage Change** -12%

Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	-12%	-4%	4%	13%
Inflation	6%	8%	6%	5%
Benchmark	-10%	-5%	2%	14%

FUND CHARACTERISTICS ('000's):	
Net Asset Value	41,130,137
Equities	39,028,946
Mutual Fund - Equity	2,420,458
Fixed Income Securities	397
Mutual Fund - Fixed Income	741
Mutual Fund - Real Estate	267,297
Repo Investments	66,948
Other Assets (Net)	(654,650)
Number of Stocks	104

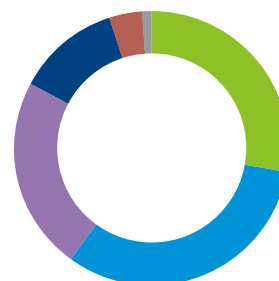
  

TOP TEN EXPOSURE:	
Pan Jam Investment Trust	14.6%
Sagicor Real Estate X Fund Ltd	13.6%
NCB Financial Group	12.8%
Sagicor Group Jamaica	12.0%
Grace Kennedy Company	6.1%
Jamaica Producers Group	4.9%
Scotia Jamaica Group	4.8%
Carreras Ltd	3.5%
JMMB Group	3.2%
Supreme Ventures Ltd	3.2%
<b>% of total Net Assets</b>	<b>79%</b>



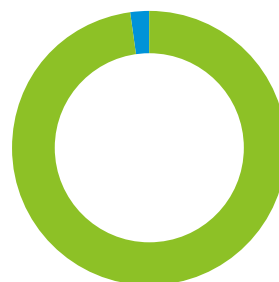
## Invested Asset Allocation

Equities	100%
Money Market	0%
Fixed Income	0%
Real Estate	0%



## Sector Diversification

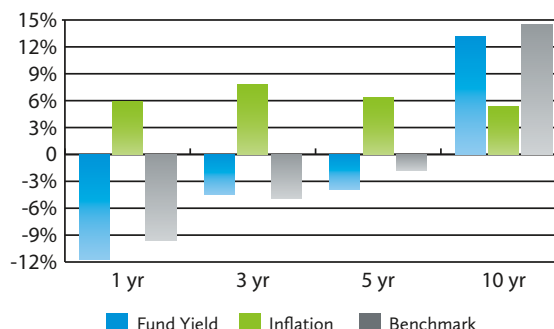
Finance	28%
Conglomerate	32%
Other	23%
Manufacturing	12%
Trading	4%
Indexed	0%
Insurance	1%
Communication	0%



## Country Diversification - Stocks

Jamaica	98%
United States	2%

## Average Annual Fund Returns



# Pooled International Equity Fund

September 2023

**Inception Date:**

December 2007

**Strategy:**

This fund invests in securities listed on recognised exchanges in approved jurisdictions.

**Objective:**

This fund seeks to maximise returns by outperforming its benchmark, the S&P 500 Index plus devaluation.

**Unit Price (30-Sep-23):**

395.83

**Unit Price (30-Sep-22):**

332.68

**Percentage Change**

19%

Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	19%	9%	9%	12%
S&P 500 & Devaluation	21%	12%	11%	14%
Inflation	6%	8%	6%	5%

FUND CHARACTERISTICS ('000's):	
Net Asset Value	7,524,836
Equities	7,055,769
Mutual Fund - Equities	117,780
GOJ Securities	105,868
US Treasury Bills	418,632
Repo Investments	16,324
Other Assets (Net)	(189,537)
Number of Stocks	61

TOP TEN EXPOSURE:	
ETF (IYW) - Ishare US Technology	10.3%
ETF (XLY) - Consumer Discretionary Select Sector	9.1%
ETF (XLF) - Financial Select Sector	8.4%
ETF (XLK) - Technology Select Sector	8.4%
ETF (XLV) - Health Care Select Sector	8.1%
ETF (XLI) - Industrial Select Sector	6.4%
ETF (XLC) - Comm Services Sector	5.4%
ETF (XLP) - Consumer Staples Sector	5.2%
ETF (IBB) - Ishares Biotechnology	3.9%
ETF (SPY) - SPDR S&P 500	3.8%

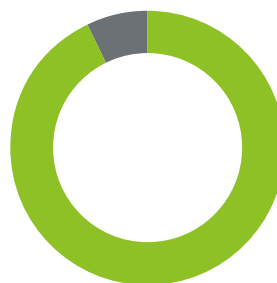
<b>% of total Net Assets</b>	<b>69%</b>
------------------------------	------------

EQUITY - SECTOR BREAKDOWN	
Other	25%
Technology	20%
Financial	12%
Health	14%
Consumer Discretionary	9%
Industrials	7%
Communication Services	6%
Materials	2%
Real Estate	2%
Energy	3%

EQUITY - CURRENCY BREAKDOWN:	
USD Investments	100%
JAD Investments	0%

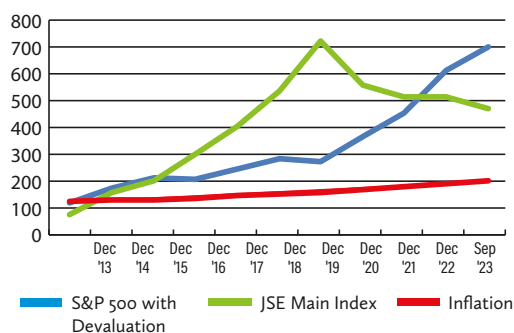


**Invested Asset Allocation**

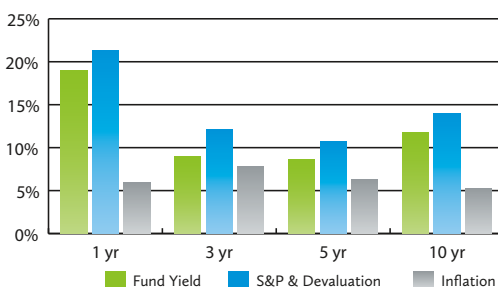


**Equity-Sector Diversification**

**10-Year Movement of the S&P 500 Index, JSE Main Index & Inflation**



**Average Annual Fund Returns**



# Pooled Mortgage & Real Estate Fund

September 2023

**Inception Date:** 1972

**Strategy:** This fund invests in a real estate unit trust that has investments in tourism, commercial & warehousing properties and retail complexes.

**Objective:** This fund seeks to maximise returns by outperforming its benchmark, inflation.

**Unit Price (30-Sep-23):** 14,526.01

**Unit Price (30-Sep-22):** 13,419.01

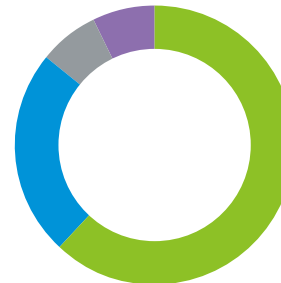
**Percentage Change** 8%

Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	8%	10%	2%	10%
Inflation	6%	8%	6%	5%
FUND CHARACTERISTICS ('000's):				
Net Asset Value				33,369,996
Real Estate Investments				18,148,683
Mutual Fund - Real Estate				9,745,121
Mutual Fund - Fixed Income				4,363
Repo Investments				95,861
Equities				5,314,359
Other Assets (Net)				61,609
REAL ESTATE DIVERSIFICATION:				
Tourism				62%
Offices				24%
Warehousing				7%
Land				7%
Total				100%
TOP TEN EXPOSURE:				
Jewel Grande Resort				50.3%
Sagicor Real Estate X Fund Limited				18.2%
Sagicor Bank - Dominica Drive				7.4%
R. Danny Williams Building				4.4%
Millennium Mall (May Pen)				3.5%
Sagicor Industrial Park - Norman Rd				3.1%
Sigma Building - Knutsford Blvd				2.5%
Northern Estates (Montego Bay)				2.3%
MoBay Freeport Commercial Centre				1.8%
Seymour Avenue				1.6%
% of total Net Assets				95%
INCOME CAPACITY				
Income Generating				95%
Non-Income Generating				5%
Total				100%



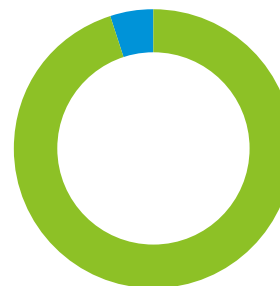
## Invested Asset Allocation

Real Estate	84%
Equities	16%
Money Market	0%
Fixed Income	0%



## Real Estate Diversification

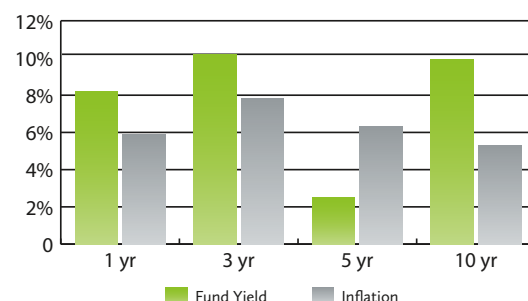
Tourism	62%
Commercial	24%
Warehousing	7%
Land	7%



## Operating Capacity

Income Generating	95%
Non-Income Generating	5%

## Average Annual Fund Returns



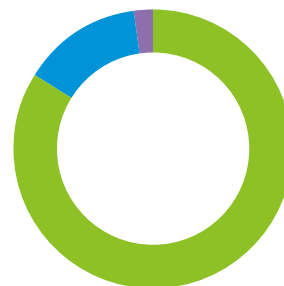


# Pooled Fixed Income Fund

September 2023

<b>Inception Date:</b>	1972
<b>Strategy:</b>	This fund invests mainly in GOJ securities and repos with average portfolio maturity ranging 10 - 15 years.
<b>Objective:</b>	This fund seeks to maximise returns by outperforming its benchmark, the weighted average 10-15 year GOJ Bond yield and inflation.
<b>Unit Price (30-Sep-23):</b>	39,957.13
<b>Unit Price (30-Sep-22):</b>	35,933.47
<b>Percentage Change</b>	11%

Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	11%	5%	6%	9%
Inflation	6%	8%	6%	5%
FUND CHARACTERISTICS ('000's):				
Net Asset Value				22,900,586
GOJ Securities				4,449,825
Corporate Bonds				10,044,350
Mutual Funds - Securities				3,694,378
Repo Investments				2,565,242
Leases				292,269
Other Assets (Net)				1,854,522
Number of Bond Issues				88
Average Coupon				8.26%
Average Time to Maturity				10.36 Years
TOP TEN EXPOSURE:				
PanJam Investment Ltd. FR 7.75% Note 2045				16.6%
JPS FR 8.40% Bond 2034				8.3%
JAD Money Market				8.2%
GOJ FR 6.75% Global Note 2028				5.4%
Sagikor Financial Corporation FR 10.5% Note 2024				4.8%
GOJ FR 10% BMI Notes - 2028				4.7%
USD Money Market				4.4%
GOJ FR 5.80% BIN 2034				2.7%
GOJ FR 8.5% Global Note 2036				2.5%
Jewel Grande Resort				2.0%
% of total Fixed Income Assets				60%
BREAKDOWN BY:				
		RESET	MATURITY	
0 < 1 year		13%	13%	
1 < 5 years		26%	26%	
5 < 10 years		13%	13%	
> 10 years		48%	48%	
Total		100%	100%	



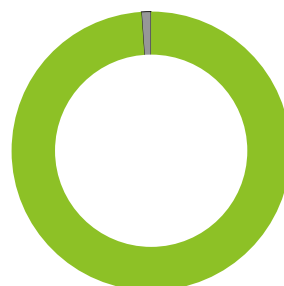
## Invested Asset Allocation

Fixed Rate Bonds	84%
Money Market	14%
Leases	2%
Variable Rate Bonds	0%
Indexed Bonds	0%



## Sector Breakdown

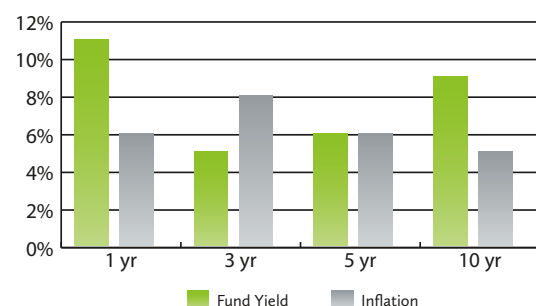
GOJ Bonds	31%
Corporate Bonds	69%
BOJ Bonds	0%



## Fixed Income Security Breakdown

Fixed Rate Securities	99%
Indexed Bonds	0%
Variable Rate Bonds	1%

## Average Annual Fund Returns



# Pooled Money Market Fund

September 2023

<b>Inception Date:</b>	2003
<b>Strategy:</b>	This fund invests mainly in GOJ securities and repos with average portfolio maturity not exceeding 5 years.
<b>Objective:</b>	This fund seeks to maximise returns by outperforming its benchmark, the average 6-month treasury bill yield.
<b>Unit Price (30-Sep-23):</b>	7,412.66
<b>Unit Price (30-Sep-22):</b>	7,065.78
<b>Percentage Change:</b>	5%

Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	5%	5%	4%	7%
Inflation	6%	8%	6%	5%

## FUND CHARACTERISTICS ('000's):

Net Asset Value	8,969,009
GOJ Securities	1,075,476
Corporate Bonds	2,171,984
Mutual Funds - Securities	2,856,325
Repo Investments	1,099,645
Equities	575,634
Other Assets (Net)	1,189,945
Number of Issues	64
Average Coupon	7.93%
Average Time to Maturity	1.39 Years

## TOP TEN EXPOSURE:

JAD Money Market	10.8%
Alliance Financial Services FR 8.0% Bond 2023	5.0%
Bailey Williams Ltd FR 6.5% Bond 2023	4.6%
JMMB Group Preference Shares 7.25%	3.9%
GOJ VR Note 2025	3.7%
USD Money Market	3.5%
BOJ FR 8.15% CD Due 2024	3.3%
Rainforest Seafoods Ltd. FR 5.50% Bond 2026	3.1%
Select Brands Ltd FR 11.75% Bond Due 2028	2.9%
Sagcor Financial Corporation FR 10.5% Note 2024	2.8%

**% of total Net Assets** **44%**

## BREAKDOWN BY:

	RESET	MATURITY
0 < 1 year	61%	54%
1 < 5 years	37%	44%
5 < 10 years	1%	1%
> 10 years	1%	1%
<b>Total</b>	<b>100%</b>	<b>100%</b>

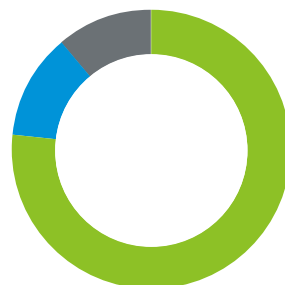
## FIXED INCOME SECURITIES BREAKDOWN:

Fixed Rate Securities	93%
Variable Rate Securities	7%
Indexed Bonds	0%
<b>Total</b>	<b>100%</b>



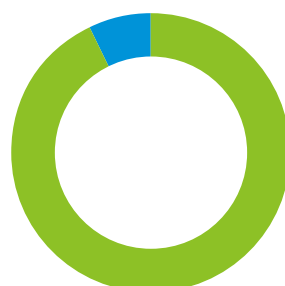
## Invested Asset Allocation

Fixed Rate Bonds	73%
Money Market	14%
Preference Shares	8%
Variable Rate Securities	5%



## Sector Breakdown

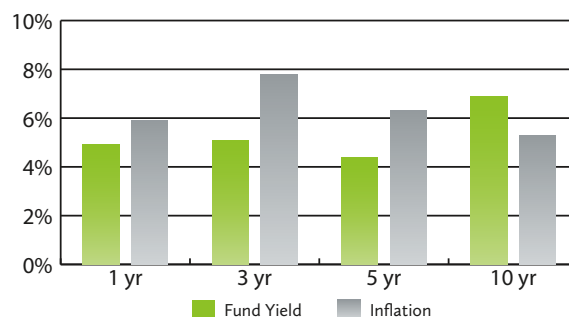
Corporate Bonds	76%
GOJ Bonds	12%
BOJ Securities	11%



## Fixed Income Security Breakdown

Fixed Rate Securities	93%
Variable Rate Securities	7%
Inflation Linked Notes	0%

## Average Annual Fund Returns



# Pooled Foreign Currency Indexed Fund

September 2023

**Inception Date:** 2001

**Strategy:** This fund invests mainly in GOJ US and Euro denominated fixed income securities.

**Objective:** This fund seeks to maximise returns by outperforming its benchmark, the JSE Jamaica Global Bond Index & Depreciation.

**Unit Price (30-Sep-23):** 66,360.17

**Unit Price (30-Sep-22):** 63,278.69

**Percentage Change:** 5%

Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	5%	4%	5%	8%
Inflation	6%	8%	6%	5%

FUND CHARACTERISTICS ('000's):	
Net Asset Value	24,859,665
Mutual Funds - Securities	16,194,628
GOJ Securities	5,934,082
Corporate Bonds	1,291,738
Repo Investments	23,120
Other Assets (Net)	1,416,097
Number of Issues	67
Average Coupon	7.33%
Average Time to Maturity	9.07 Years

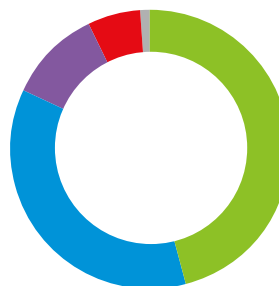
TOP TEN EXPOSURE:	
JPS US\$ FR 7.35% Note 2029	14.5%
JPS FR 8.40% Bond 2034	11.3%
JAD Money Market	10.6%
USD Money Market	9.3%
Sagicor Financial Corporation FR 10.5% Note 2024	7.1%
GOJ FR 8.00% Global Note 2039	6.7%
GOJ FR 7.625% Global Note 2025	3.5%
NFE South Power Hldgs FR 6.5% 2029	2.7%
CitiBank Inc FR 4.00% Note 2028	2.5%
NROCC FR 9.375% Note 2024	2.4%
<b>% of total Net Assets</b>	<b>71%</b>

BREAKDOWN BY MATURITY:	
0 < 5 years	34%
5 < 10 years	28%
> 10 years	38%
<b>Total</b>	<b>100%</b>

FIXED INCOME SECURITIES BREAKDOWN:	
US Dollar	92%
JA Dollar	8%
<b>Total</b>	<b>100%</b>



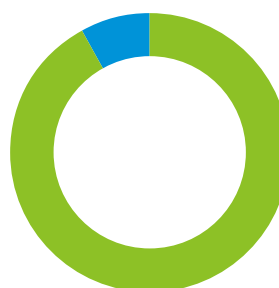
## Invested Asset Allocation

GOJ US Bonds	46%
US Corporate Bonds	36%
Money Market	11%
JAD Corporate Bonds	6%
GOJ JAD Bonds	1%
BOJ Bonds	0%



## Sector Breakdown

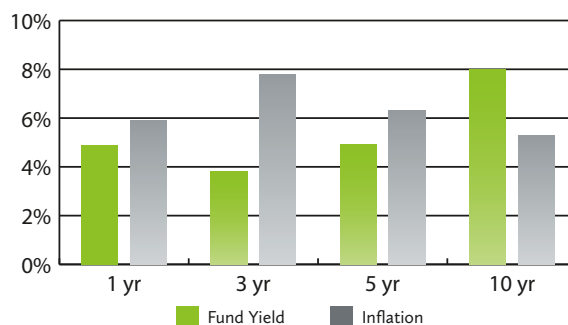
GOJ Bonds	53%
Other	47%
BOJ Bonds	0%



## Fixed Income Security Breakdown

US\$	92%
JA\$	8%

## Average Annual Fund Returns

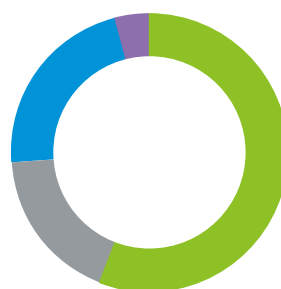


# Pooled CPI Fund

September 2023

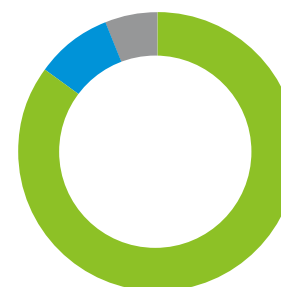
<b>Inception Date:</b>	March 2010
<b>Strategy:</b>	This fund mainly invests in GOJ CPI bonds.
<b>Objective:</b>	This fund seeks to maximise returns by outperforming its benchmark, inflation.
<b>Unit Price (30-Sep-23):</b>	6,186.55
<b>Unit Price (30-Sep-22):</b>	5,656.47
<b>Percentage Change:</b>	9%

Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	9%	10%	9%	9%
Inflation	6%	8%	6%	5%
FUND CHARACTERISTICS ('000's):				
Net Asset Value				29,097,450
GOJ Securities				19,051,400
Corporate Bonds				2,053,553
Repo Investments				4,749,165
Mutual Funds - Securities				879,830
Leases				319,526
Other Assets (Net)				2,043,976
Number of Bond Issues				82
Average Coupon				9.10%
Time to Maturity				7.53 Years
TOP TEN EXPOSURE:				
GOJ CPI-Indexed Bond 2033				43.1%
JAD Money Market				17.1%
GOJ Highway Bond Series A Due 2032				11.3%
GOJ FR 5.675% Bond 2029				4.5%
BOJ FR 9.2% CD Due 2023				4.1%
GOJ FR 10% Bond 2037				3.4%
GOJ VR Note 2025				3.2%
BOJ FR 7.5% CD Due 2023				1.9%
Sagcor Financial Corporation FR 10.5% Note 2024				1.6%
USD Money Market				1.0%
% of total Net Assets				91%
SECTOR DIVERSIFICATION				
GOJ Bonds				85%
BOJ Securities				9%
Corporate Bonds				6%
Total				100%
CURRENCY DIVERSIFICATION				
JAD Investments				98%
USD Investments				2%
Total				100%



## Invested Asset Allocation

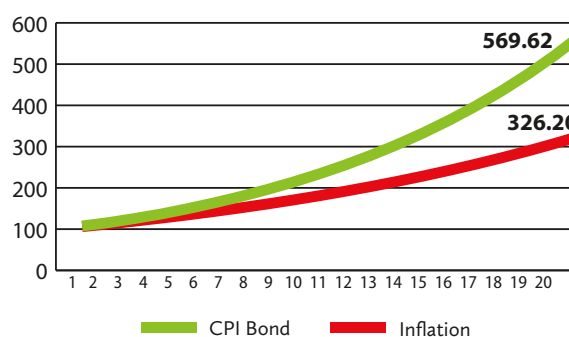
Inflation-Linked Bonds	56%
Fixed Rate Bonds	22%
Money Market	18%
Variable Rate Bonds	4%



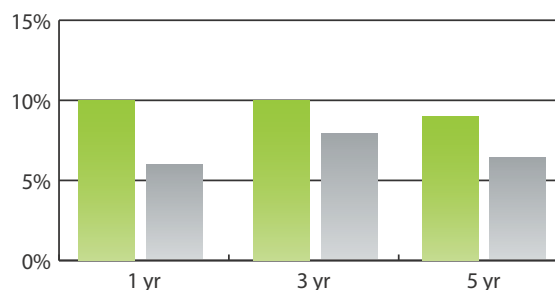
## Sector Diversification

GOJ Bonds	85%
BOJ Securities	9%
Corporate Bonds	6%

## CPI Bond vs 20-yr Historical Inflation



## Average Annual Fund Returns



Legend: Fund Yield (Grey), Inflation (Green)



# Pooled Global Market Fund

September 2023

**Inception Date:** April 2013

**Strategy:** This fund invests primarily in USD equities and fixed income securities, as well as USD-related unit trust portfolios.

**Objective:** This fund seeks to maximise returns by outperforming its benchmark, US inflation plus JMD vs USD depreciation.

**Unit Price (30-Sep-23):** 16.62

**Unit Price (30-Sep-22):** 16.03

**Percentage Change:** 4%

Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	4%	6%	5%	7%
Inflation	6%	8%	6%	5%

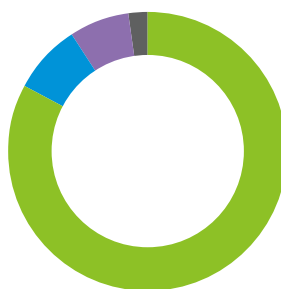
## FUND CHARACTERISTICS ('000's):

Net Asset Value	3,511,297
Mutual Fund - Fixed Income	1,580,958
Mutual Fund - Equity	1,535,659
Pooled Pension Funds	275,312
Repo Investments	61,198
GOJ Securities	88,663
Other Assets (Net)	(30,493)
Number of Unit Trusts	4

## TOP TEN EXPOSURE:

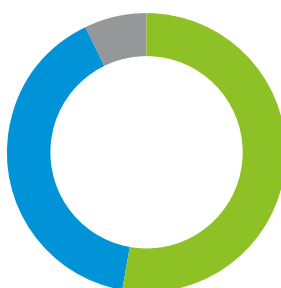
Sygnus Deneb Investments Ltd	19.6%
JPS US\$ FR 7.35% Note 2029	6.3%
GOJ Highway Bond Series A Due 2032	6.3%
GOJ FR 5.675% Bond 2029	6.1%
BOJ FR 9.2% CD Due 2023	5.1%
GOJ FR 10% Bond 2037	3.2%
GOJ VR Note 2025	2.9%
BOJ FR 7.5% CD Due 2023	2.6%
Sagcor Financial Corporation FR 10.5% Note 2024	2.3%
GOJ FR 7.875% Global Note 2045	2.1%

**% of Total Net Assets** **56%**



## Invested Asset Allocation

Mutual Funds-Securities	83%
Equities	8%
Money Market	7%
Fixed Income	2%
Other Assets	0%



## Asset Breakdown

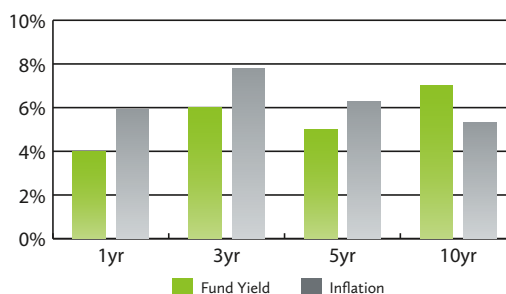
Equities	53%
Fixed Income	40%
Money Market	7%
Real Estate	0%



## Currency Diversification

USD	57%
JAD	43%

## Average Annual Fund Returns



# Pooled Diversified Investment Fund

September 2023

**Inception Date:** 1995

**Strategy:** This is a fund of funds which invests in other pooled funds covering stocks, bonds and real estate.

**Objective:** This fund seeks to maximise returns by outperforming its benchmark, a weighted average of the asset class benchmark yields and inflation.

**Unit Price (30-Sep-23):** 4,432.91

**Unit Price (30-Sep-22):** 4,547.74

**Percentage Change:** -3%

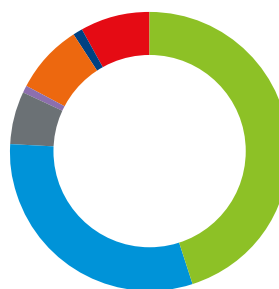
Returns:	1 Year	3 Years	5 Years	10 Years
Fund Yield	-3%	1%	-1%	8%
Inflation	6%	8%	6%	5%

FUND CHARACTERISTICS ('000's):	
Net Asset Value	10,122,502
<b>Exposure in:</b>	
Real Estate Funds	3,813,616
Equity Funds	4,890,768
Fixed Income Funds	949,360
Money Market Funds	89,263
Global Bond Fund	732,782
CPI Bond Funds	130,867
Other Assets (Net)	(484,154)
Number of Stocks	104
Average Fixed Income Coupon	8.26%
Average Fixed Income Maturity	10.36 Years

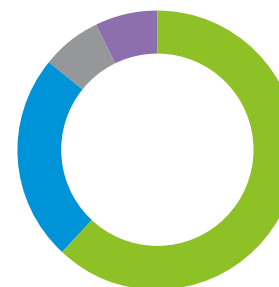
  

BREAKDOWN BY:	RESET	MATURITY
0 < 1 year	13%	13%
1 < 5 years	26%	26%
5 < 10 years	13%	13%
> 10 years	48%	48%
<b>Total</b>	<b>100%</b>	<b>100%</b>



## Invested Asset Allocation

J\$ Equities	45%
Real Estate	31%
Global Bonds	6%
CPI Bonds	1%
J\$ Fixed Income	8%
J\$ Money Market	1%
Global Equities	8%



## Real Estate Diversification

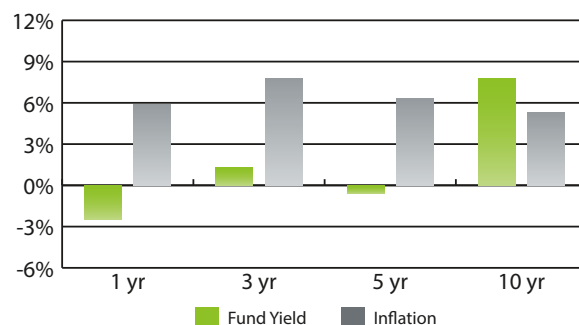
Tourism	62%
Commercial	24%
Land	7%
Warehousing	7%



## Asset Currency Breakdown

JA\$	86%
US\$	14%

## Average Annual Fund Returns



A photograph of a man and a young child lying down, smiling and laughing. The image is overlaid with a solid blue color. The text is positioned on the right side of the image, overlaid on the blue background.

**PLANNING FOR  
RETIREMENT IS AN  
ONGOING JOURNEY.  
PREPARE WITH  
RETIREMENT OPTIONS  
THAT MEET YOUR  
UNIQUE NEEDS.**





## ADMINISTRATION

---

2023 was truly an eventful year and one that created many opportunities for us to showcase and demonstrate our competencies in moving our digitization transformation projects to the NEXT LEVEL. A level that aligns us with our industry leader status and further positions us to be the provider of choice in pension administration service offerings. A cherishing place to be.

We launched a number of initiatives and were pleased with the noticeable increase in the adoption of the initiatives introduced in 2022. In spite of the challenges faced during the year, we were encouraged that the journey to further separate ourselves in the industry, through the digitization of our operations, is at an advanced stage and the desire to provide you, our clients, and your members, with continued value-added offerings, and superior first world technology, will be accomplished in the very near future.

The initiatives introduced within the year and the successes reaped with some of our initiatives in 2023 are as follows.

In December 2023 we launched the automated benefit payments for our Defined Benefit portfolio. This allows members of Defined Benefit Plans to be integrally involved in the request of their benefit payments, which ultimately plays a role in timely preparation of option booklets. This is yet another first to market offering of which we are proud.

Our pension services hub, since its inception in January 2023, has been well utilized. The hub provides you and your members with the ability to benefit from a one-stop-shop for pensions. They can do everything from learning about their pension plan to purchasing a pension plan online. Since the launch we have received about four thousand visits.



The roll-out of straight through benefit payments for our Defined Contribution Portfolio experienced minor delays but we aim to deliver during the first quarter of next year. This state-of-the-art initiative will fulfil the dream of giving you and your members the first world experience desired. Once the benefit payment request is made, within a day or two the payment will be seen in your bank account. A real game-changing move.

“Sagikor Plus” has seen an uptake in usage as our pensioners have now become accustomed to using the system to provide us with their proof of living verification. Approximately two thousand, six hundred Pensioners used our new state-of-the art facial recognition solution during 2023.

Our “My Sagikor” app gained traction with your members, and we are pleased to report that over twenty-two thousand members have downloaded the app and are now able to gain quick access to their account information whenever, wherever they may be.

We achieved one hundred per cent (100%) adoption of our automated benefit options for our Defined Contribution (DC) plans and our Approved Retirement Scheme arrangement. Sixty-three per cent of all our benefit options were automatically generated during the year.

Persons are now able to sign up for an approved retirement scheme using our E-life platform. This has allowed the opportunity for pensioners to initiate their retirement journey and thereby contribute to increasing pension coverage in Jamaica.

By putting you at the centre of what we do, we were successful in uploading 100% of your Trust Deed and Plan Rules to “My Sagikor”, providing both you and your members with pertinent information at your fingertips.

Being cognizant that the Data Protection Act would become law on December 1, 2023, we were fully prepared to assist your pension fund to comply. As a consequence, we have created a robust platform to ensure your plans are compliant with the Data Protection Act.

## THE INITIATIVES IN PROGRESS AND SCHEDULED FOR COMPLETION IN 2024 ARE:

1. “My Retirement Planner”, which will aid your members in ensuring that they retire in comfort with reasonable replacement incomes.
2. E-connect will be introduced to our Approved Retirement Scheme clients. This will give the members access to set appointments with our team to discuss information on their fund balances, details of the contributions made and how they are invested, along with the investment performance. In addition, they will also have access to the details of their benefit payments, queries, statements and much more.

**So, what’s on the table for 2024. What are our Strategic Initiatives and what does the future hold. In the year ahead, we look forward to accomplishing the following:**

- Upgrading our internal tracking system, Port MS, which will improve the efficiency of our operations and enhance the workflow process.
- Automated processing of payments that come into Sagikor. This will provide greater ease in tracking the payments that are made to us.
- Automating benefit options for Defined Benefit (DB) Retirements, providing members with their retirement booklets immediately via Sagikor Connect.
- Roll out of Straight through benefit payments for DB plans, allowing for the automatic processing of pension refunds for DB plans that are forwarded via Sagikor Connect.

We aim to complete the initiatives in progress and improve on the efficiency of our operations, doing more to further delight you and your members. We look forward to our continued partnership, deepening relationships and delivering on our promises.

# FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2023

INDEPENDENT AUDITORS' REPORT.....	1
POOLED EQUITY FUND .....	5
POOLED MORTGAGE AND REAL ESTATE FUND .....	8
POOLED FIXED INCOME FUND.....	11
POOLED FOREIGN CURRENCY FUND .....	14
POOLED MONEY MARKET FUND .....	17
POOLED INTERNATIONAL EQUITY FUND .....	20
POOLED GLOBAL MARKET FUND.....	23
POOLED DIVERSIFIED INVESTMENT FUND .....	26
POOLED CPI FUND .....	29
POOLED GENERAL FUND.....	32



KPMG  
Chartered Accountants  
P.O. Box 436  
6 Duke Street  
Kingston  
Jamaica, W.I.  
+1 (876) 922 6640  
firmmail@kpmg.com.jm

## INDEPENDENT AUDITORS' REPORT

To the Trustees of  
SAGICOR POOLED PENSION INVESTMENT FUNDS

### *Opinion*

We have audited the financial statements of Sagicor Pooled Pension Investment Funds ("the Funds"), set out on pages 5 to 116, which comprise the statements of financial position as at September 30, 2023, the statements of profit or loss and other comprehensive income and cash flows for the year then ended, and notes, comprising significant accounting policies and other explanatory information of the Funds listed below:

- Pooled Equity Fund
- Pooled Mortgage and Real Estate Fund
- Pooled Fixed Income Fund
- Pooled Foreign Currency Fund
- Pooled Money Market Fund
- Pooled International Equity Fund
- Pooled Global Market Fund
- Pooled Diversified Investment Fund
- Pooled CPI Fund
- Pooled General Fund

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Funds as at September 30, 2023, and of their financial performance and cash flows for the year then ended in accordance with IFRS Standards as issued by the International Accounting Standards Board (IFRS Standards).

KPMG, a Jamaican partnership and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.

R. Tarun Handa  
Cynthia L. Lawrence  
Rajan Trehan  
Norman O. Rainford

Nigel R. Chambers  
Nyssa A. Johnson  
Wilbert A. Spence  
Sandra A. Edwards

Karen Ragoobirsingh  
Al A. Johnson



## INDEPENDENT AUDITORS' REPORT (CONT'D)

To the Trustees of  
SAGICOR POOLED PENSION INVESTMENT FUNDS

### *Basis for Opinion*

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Funds in accordance with the International Ethics Standards Board for Accountants International Code of Ethics for Professional Accountants including International Independence Standards (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Responsibilities of Management and those charged with governance for the Financial Statements*

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRS Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

### *Auditors' Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.





## INDEPENDENT AUDITORS' REPORT (CONT'D)

To the Trustees of  
SAGICOR POOLED PENSION INVESTMENT FUNDS

### *Auditors' Responsibilities for the Audit of the Financial Statements (cont'd)*

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Funds to cease to continue as a going concern.



## INDEPENDENT AUDITORS' REPORT (CONT'D)

To the Trustees of  
SAGICOR POOLED PENSION INVESTMENT FUNDS

### *Auditors' Responsibilities for the Audit of the Financial Statements (cont'd)*

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature of the KPMG firm in blue ink, appearing as 'KPMG' with a stylized flourish at the end.

Chartered Accountants  
Kingston, Jamaica

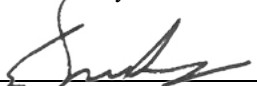
December 31, 2023


# Statement of Financial Position

September 30, 2023

	<u>Notes</u>	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
ACCUMULATED FUND			
327,689.79 units @ \$125,515.46			
(2022: 346,825.84 units @ \$142,110.17)		<u>41,130,137</u>	<u>49,287,482</u>
Represented by:			
CASH		-	5,639
INVESTMENTS			
Quoted equities	6(a), (h)(iii)	38,289,992	45,379,277
Government of Jamaica securities	6(b), (h)(iii)	397	372
Sagicor Sigma Global Funds	6(c), (h)(iii)	2,688,496	2,984,822
Securities purchased under agreements to resell	6(d), (h)(iii)	66,948	43,145
Unquoted equities and other investments	6(e), (h)(iii)	<u>738,954</u>	<u>913,484</u>
		41,784,787	49,321,100
ACCOUNTS RECEIVABLE	6(f)	149,630	100,413
DUE FROM RELATED PARTIES			
Sagicor Financial Corporation Limited		-	1,296
Sagicor Sigma Global Fund		-	277
Sagicor Life Cayman Segregated Fund		281	309
Sagicor Self-Directed Funds		-	1,402
Employees Benefits administration Limited		1,453	277
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		15,961	10,732
Pooled CPI Fund		-	2,756
Pooled International Equity Fund		1,601	-
Pooled Foreign Currency Fund		<u>7,176</u>	<u>5,565</u>
		<u>41,960,889</u>	<u>49,449,766</u>
Less:			
BANK OVERDRAFT, UNSECURED		15,661	-
ACCOUNTS PAYABLE	6(g)	16,760	22,520
DUE TO RELATED PARTY			
Sagicor Life Jamaica Limited		41,282	2,973
INTER-FUND ACCOUNTS			
Pooled Mortgage and Real Estate		3	17,781
Pooled CPI Fund		435,515	-
Pooled Money Market Fund		197,157	58,560
Pooled Global Market Fund		9	9
Pooled General Fund		<u>124,365</u>	<u>60,441</u>
		<u>830,752</u>	<u>162,284</u>
NET ASSETS OF FUND		<u>41,130,137</u>	<u>49,287,482</u>

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers on December 22, 2023 and signed on its behalf by:

  
 \_\_\_\_\_ Director  
 Errol McKenzie

  
 \_\_\_\_\_ Director  
 Christopher Zacca

The accompanying notes form an integral part of the financial statements.

## Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest	6,684	17,139
Dividends	690,622	1,000,458
Net depreciation on investments	( 6,287,796)	( 5,326,421)
Miscellaneous income	<u>547</u>	<u>37</u>
	( 5,589,943)	( 4,308,787)
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	373,157	448,154
Finance charges	57	45
General consumption tax	52,275	62,634
Audit fees	4,745	5,424
Miscellaneous expenses	<u>5,405</u>	<u>3,650</u>
	<u>435,639</u>	<u>519,907</u>
NET LOSS FOR THE YEAR, BEING TOTAL COMPREHENSIVE LOSS	( 6,025,582)	( 4,828,694)
DEPOSITS/(WITHDRAWALS)		
Deposits	915,134	2,643,246
Withdrawals	( 2,384,363)	( 1,769,417)
Inter-fund transfers, net	( 662,534)	( 903,482)
Net withdrawals for the year	( 2,131,763)	( 29,653)
Net decrease in fund for the year	( 8,157,345)	( 4,858,347)
ACCUMULATED FUND AT BEGINNING OF YEAR	<u>49,287,482</u>	<u>54,145,829</u>
ACCUMULATED FUND AT END OF YEAR	<u>41,130,137</u>	<u>49,287,482</u>



# Statement of Cash Flows

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the year	(6,025,582)	(4,828,694)
Adjustments for:		
Depreciation on investments	6,287,796	5,326,421
Interest income	( 6,684)	( 17,139)
Dividend income	( 690,622)	(1,000,458)
	( 435,092)	( 519,870)
Changes in operating assets and liabilities:		
Proceeds from sale of investments	1,761,504	1,630,744
Purchase of investments	( 512,987)	(2,221,269)
Accounts receivable	( 101,515)	( 53,521)
Related party accounts, net	40,136	( 145,890)
Inter-fund accounts, net	614,573	357,460
Accounts payable	( 5,760)	( 38,415)
Interest received	6,674	17,139
Dividend received	<u>742,930</u>	<u>1,000,458</u>
Net cash provided by operating activities	<u>2,110,463</u>	<u>26,836</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits received	936,141	2,702,940
Withdrawals made	(3,067,904)	(2,732,593)
Net cash (used) by financing activities	(2,131,763)	( 29,653)
Net decrease in cash	( 21,300)	( 2,817)
Cash at beginning of the year	<u>5,639</u>	<u>8,456</u>
(Bank overdraft)/Cash at end of the year	<u>( 15,661)</u>	<u>5,639</u>

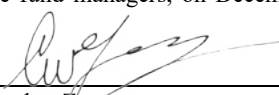
# Statement of Financial Position

Year ended September 30, 2023

	<u>Notes</u>	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
ACCUMULATED FUND			
2,297,257.065 units @ \$14,526.01			
(2022: 2,299,290.65 units @ \$13,419.01)		<u>33,369,996</u>	<u>30,854,207</u>
Represented by:			
CASH		1,261	11,255
INVESTMENTS			
Securities purchased under agreements to resell	7(a), (h)(iii)	95,861	15,720
Sagicor Sigma Global Funds	7(b), (h)(iii)	9,749,484	9,760,673
Quoted equities	7(c), (h)(iii)	5,314,359	5,277,307
Investment property	7(d)	<u>17,047,816</u>	<u>15,423,220</u>
		32,207,520	30,476,920
ACCOUNTS RECEIVABLE	7(e)	61,281	59,712
PROPERTY RENTAL AND SERVICE FEES RECEIVABLE	7(f)	1,100,867	377,158
DUE FROM RELATED PARTY			
Sagicor Self-Directed Fund		-	4,437
INTER-FUND ACCOUNTS			
Pooled Diversified Investment Fund		65,563	180
Pooled Money Market Fund		-	7
Pool International Equity Fund		-	49
Pooled General Fund		5,903	-
Pooled Foreign Currency Fund		13,527	145
Pooled Equity Fund		3	17,781
Pooled Fixed Income Fund		<u>41,481</u>	<u>133</u>
		<u>33,497,406</u>	<u>30,947,777</u>
Less:			
ACCOUNTS PAYABLE	7(g)	3,932	8,489
DUE TO RELATED PARTIES			
Sagicor Sigma Global Funds		55,365	55,364
Sagicor Life Jamaica		39,424	7,630
Employee Benefits Administration		587	230
Sagicor Life Jamaica Segregated Fund		206	206
Sagicor Self-Directed Funds		1,475	-
INTER-FUND ACCOUNTS			
Pooled Money Market Fund		25,123	-
Pooled CPI Fund		1,298	3,625
Pooled Global Market Fund		-	1,000
Pooled General Fund		<u>-</u>	<u>17,026</u>
		<u>127,410</u>	<u>93,570</u>
NET ASSETS OF FUND		<u>33,369,996</u>	<u>30,854,207</u>

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on December 22, 2023 and signed on its behalf by:

  
Errol McKenzie Director

  
Christopher Zacca Director

The accompanying notes form an integral part of the financial statements.

## Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest	4,082	6,012
Dividend	2,110	-
Rental Income	126,956	100,652
Miscellaneous income	-	22
Net appreciation on investments	1,716,853	1,094,502
Income from Jewel Grande Montego Bay	<u>3,165,736</u>	<u>2,380,383</u>
	<u>5,015,737</u>	<u>3,581,571</u>
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	246,422	223,384
Investment property expenses	23,184	22,789
Finance charges	37	26
General consumption tax	34,106	30,824
Audit fees	3,625	3,237
Miscellaneous expenses	3,674	2,527
Expense from Jewel Grande Montego Bay	<u>2,442,027</u>	<u>2,267,794</u>
	<u>2,753,075</u>	<u>2,550,581</u>
NET INCOME FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	<u>2,262,662</u>	<u>1,030,990</u>
DEPOSITS/(WITHDRAWALS)		
Deposits received	1,291,096	1,840,279
Withdrawals	( 1,256,119)	( 1,165,993)
Inter fund transfers, net	<u>218,150</u>	<u>( 358,052)</u>
Net deposits for the year	<u>253,127</u>	<u>316,234</u>
Net increase in fund for the year	2,515,789	1,347,224
ACCUMULATED FUND AT BEGINNING OF YEAR	<u>30,854,207</u>	<u>29,506,983</u>
ACCUMULATED FUND AT END OF YEAR	<u>33,369,996</u>	<u>30,854,207</u>

# Statement of Cash Flows

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net profit for the year	2,262,662	1,030,990
Adjustments for:		
Appreciation on investments	(1,716,853)	(1,094,502)
Dividend income	( 2,110)	-
Interest income	( 4,082)	( 6,012)
	<u>539,617</u>	<u>( 69,524)</u>
Changes in operating assets and liabilities:		
Proceeds from sale of investments	66,081	1,523,819
Purchase of investments	( 79,828)	(1,234,877)
Accounts receivable	( 1,546)	( 42,891)
Accounts payable	( 4,557)	838
Related party accounts, net	( 685,645)	( 499,388)
Dividend received	2,110	-
Interest received	<u>4,059</u>	<u>6,045</u>
Net cash used by operating activities	<u>( 263,121)</u>	<u>( 311,458)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits received	1,815,367	2,926,898
Withdrawals made	(1,562,240)	(2,610,664)
Net cash provided by financing activities	<u>253,127</u>	<u>316,234</u>
Net increase in cash	( 9,994)	4,776
Cash at beginning of the year	<u>11,255</u>	<u>6,479</u>
Cash at end of the year	<u><u>1,261</u></u>	<u><u>11,255</u></u>

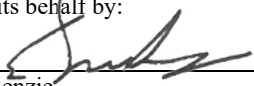



# Statement of Financial Position

September 30, 2023

	<u>Notes</u>	<b>2023 \$'000</b>	<b>2022 \$'000</b>
ACCUMULATED FUND			
573,128.96 units @ \$39,957.13 (2022: 545,351.62 units @ \$35,933.47)		<u>22,900,586</u>	<u>19,596,377</u>
Represented by:			
CASH		25,468	20,305
INVESTMENTS			
Government of Jamaica securities	8(a), (k)(iii)	4,449,825	5,427,834
Corporate Bonds	8(b), (k)(iii)	10,044,350	8,482,726
Investment in finance leases	8(c), (k)(iii)	292,269	23,583
Securities purchased under agreements to resell	8(d), (k)(iii)	2,565,242	230,257
Sagicor Sigma Global Funds	8(e), (k)(iii)	3,694,378	3,893,328
Sagicor Pooled Pension Funds	8(f), (k)(iii)	784,632	786,253
Quoted equities	8(g), (k)(iii)	651,850	616,890
Unquoted equities	8(h), (k)(iii)	<u>376,830</u>	<u>379,282</u>
		22,859,376	19,840,153
ACCOUNTS RECEIVABLE	8(i)	500,938	246,916
DUE FROM RELATED PARTIES			
Self-Directed Funds		4,241	-
Sagicor Sigma Fund		2,241	2,241
INTER-FUND ACCOUNTS			
Pooled Diversified Investment Fund		487,962	265,981
Pooled Foreign Currency Fund		70,421	2,490
Pooled International Equity Fund		112,741	51,195
Pool Money Market Fund		<u>7,001</u>	<u>-</u>
		<u>24,070,389</u>	<u>20,429,281</u>
Less:			
ACCOUNTS PAYABLE	8(j)	216,210	192,094
DUE TO RELATED PARTIES			
Sagicor Life Jamaica Limited		36,073	17,464
Employee Benefits Administrator Limited		5,234	1,869
INTER-FUND ACCOUNTS			
Pooled General Fund		273,821	136,664
Pooled Money Market Fund		-	161,784
Pooled Equity Fund		15,961	10,732
Pooled CPI Fund		581,023	312,164
Pooled Mortgage and Real Estate Fund		<u>41,481</u>	<u>133</u>
		<u>1,169,803</u>	<u>832,904</u>
NET ASSETS OF FUND		<u>22,900,586</u>	<u>19,596,377</u>

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on December 22, 2023 and signed on its behalf by:

  
Errol McKenzie Director

  
Christopher Zaeca Director

## Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest	1,233,168	1,280,929
Dividends	54,897	39,252
Net appreciation/(depreciation) on investments	856,162	( 1,943,189)
Other income	<u>8,562</u>	<u>8,125</u>
	<u>2,152,789</u>	<u>( 614,883)</u>
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	255,524	286,666
Finance charges	98	60
General consumption tax	36,602	41,125
Audit fees	2,548	2,256
Miscellaneous expenses	<u>4,482</u>	<u>3,140</u>
	<u>299,254</u>	<u>333,247</u>
NET INCOME/(LOSS) FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME/(LOSS)	<u>1,853,535</u>	<u>( 948,130)</u>
DEPOSITS/(WITHDRAWALS)		
Deposits	2,300,919	3,356,780
Withdrawals	( 2,049,845)	( 4,025,746)
Inter-fund transfers, net	<u>1,199,600</u>	<u>( 3,998,715)</u>
Net deposits/(withdrawals) for the year	<u>1,450,674</u>	<u>( 4,667,681)</u>
Net increase/(decrease) in fund for the year	3,304,209	( 5,615,811)
ACCUMULATED FUND AT BEGINNING OF YEAR	<u>19,596,377</u>	<u>25,212,188</u>
ACCUMULATED FUND AT END OF YEAR	<u>22,900,586</u>	<u>19,596,377</u>

# Statement of Cash Flows

Year ended September 30, 2023

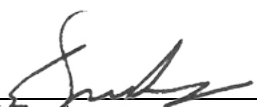
	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income/(loss) for the year	1,853,535	( 948,130)
Adjustments for:		
(Appreciation)/depreciation on investments	( 856,162)	1,943,189
Interest income	(1,233,168)	(1,280,929)
Dividend income	( 54,897)	( 39,252)
	( 290,692)	( 325,122)
Changes in operating assets and liabilities:		
Proceeds from sale of investments	3,687,624	7,092,346
Purchase of investments	(5,850,685)	(3,823,599)
Accounts receivable	( 249,223)	32,825
Accounts payable	24,116	55,526
Related party accounts	17,733	( 123,087)
Interest received	1,228,369	1,280,929
Dividend received	<u>54,897</u>	<u>39,252</u>
Net cash (used)/provided by operating activities	<u>(1,445,511)</u>	<u>4,639,716</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits received	4,204,084	3,837,735
Withdrawals made	<u>(2,753,410)</u>	<u>(8,505,416)</u>
Net cash provided/(used) by financing activities	<u>1,450,674</u>	<u>(4,667,681)</u>
Net increase/(decrease) in cash	5,163	( 27,965)
Cash at beginning of the year	<u>20,305</u>	<u>48,270</u>
Cash at end of the year	<u>25,468</u>	<u>20,305</u>

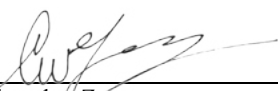
# Statement of Financial Position

September 30, 2023

	<u>Notes</u>	<b>2023 \$'000</b>	<b>2022 \$'000</b>
ACCUMULATED FUND			
374,617.28 units@\$66,360.17 (2022: 409,666.58 units@\$63,278.69)		<u>24,859,665</u>	<u>25,923,164</u>
Represented by:			
CASH		16,704	20,930
INVESTMENTS			
Government of Jamaica securities	9(a)(i), (j)(iii)	5,934,082	6,957,127
Corporate Bonds	9(a)(ii), (j)(iii)	1,291,738	1,472,288
Quoted equity	9(b), (j)(iii)	236,742	228,851
Investment in finance leases	9(c), (j)(iii)	10,460	9,567
Sagicor Sigma Global Funds	9(e), (j)(iii)	16,194,628	15,984,480
Sagicor Pooled Pension Funds	9(f), (j)(iii)	874,782	866,514
Securities purchased under agreements to resell	9(d), (j)(iii)	23,120	155,624
Unquoted equity	9(g),(j)(iii)	<u>131,114</u>	<u>134,159</u>
		24,696,666	25,808,610
ACCOUNTS RECEIVABLE	9(h)	320,764	178,074
DUE FROM RELATED PARTIES			
Employee Benefits Administrator Limited		-	1,203
INTER-FUND ACCOUNTS			
Pooled Diversified Investment Fund		20,630	42
Pooled CPI Fund		334	-
Pooled International Equity Fund		<u>357</u>	<u>373</u>
		<u>25,055,455</u>	<u>26,009,232</u>
Less:			
ACCOUNTS PAYABLE	9(i)	11,160	7,906
DUE TO RELATED PARTIES			
Employee Benefits Administrator Limited		4,635	-
Sagicor Life of the Cayman Islands Limited		-	-
Sagicor Self-Directed Funds		7,002	6,408
Sagicor Life Jamaica Limited		11,180	18,212
INTER-FUND ACCOUNTS			
Pooled CPI Fund		-	157
Pooled Equity Fund		7,176	5,565
Pooled General Fund		70,559	38,008
Pooled Mortgage and Real Estate Fund		13,527	145
Pooled Money Market Fund		130	7,177
Pooled Fixed Income Fund		<u>70,421</u>	<u>2,490</u>
		<u>195,790</u>	<u>86,068</u>
NET ASSETS OF FUND		<u>24,859,665</u>	<u>25,923,164</u>

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on December 22, 2023 and signed on its behalf by:

  
Errol McKenzie Director

  
Christopher Zacca Director



## Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest income	491,492	614,432
Net appreciation /(depreciation) on investments	734,666	( 2,017,730)
Dividend income	24,082	19,544
Miscellaneous income	<u>1,502</u>	<u>25</u>
	<u>1,251,742</u>	<u>( 1,383,729)</u>
Less:		
EXPENDITURE		
Finance charges	168	155
Investment management & administration fees [note 5(b)]	510,634	539,931
General consumption tax	69,441	73,625
Audit fees	2,891	2,969
Miscellaneous expenses	<u>3,067</u>	<u>4,111</u>
	<u>586,201</u>	<u>620,791</u>
NET INCOME/(LOSS) FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME/(LOSS)	<u>665,541</u>	<u>( 2,004,520)</u>
DEPOSITS/(WITHDRAWALS)		
Deposits	2,013,700	2,534,860
Withdrawals	( 2,535,242)	( 4,062,666)
Inter-fund transfers, net	<u>( 1,207,498)</u>	<u>157,164</u>
Net deposits for the year	<u>( 1,729,040)</u>	<u>( 1,370,642)</u>
Net decrease in fund for the year	( 1,063,499)	( 3,375,162)
ACCUMULATED FUND AT BEGINNING OF YEAR	<u>25,923,164</u>	<u>29,298,326</u>
ACCUMULATED FUND AT END OF YEAR	<u>24,859,665</u>	<u>25,923,164</u>

# Statement of Cash Flows

Year ended September 30, 2023

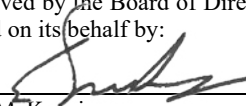
	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income/(loss) for the year	665,541	(2,004,520)
Adjustments for:		
(Depreciation)/appreciation on investments	( 734,666)	2,017,730
Interest income	( 491,492)	( 614,432)
Dividend income	( 24,082)	( 19,544)
	( 584,699)	( 620,766)
Changes in operating assets and liabilities:		
Proceeds from sale of investments	2,239,421	1,983,876
Purchase of investments	( 392,810)	( 401,540)
Accounts receivable	( 152,036)	( 1,474)
Accounts payable	3,254	( 4,649)
Related party accounts	( 601)	( 3,297)
Interest received	500,838	628,870
Dividend received	<u>24,082</u>	<u>19,544</u>
Net cash provided by operating activities	1,724,814	1,373,127
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits received	2,029,757	3,000,876
Withdrawals made	(3,758,797)	(4,371,518)
Net cash used by financing activities	(1,729,040)	(1,370,642)
Net (decrease)/increase in cash	( 4,226)	2,485
Cash at beginning of the year	<u>20,930</u>	<u>18,445</u>
Cash at end of the year	<u>16,704</u>	<u>20,930</u>

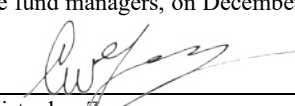
# Statement of Financial Position

September 30, 2023

	<u>Notes</u>	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
ACCUMULATED FUND			
1,209,957.65 units @ \$7,412.66			
(2022: 897,698.84 units @ \$7,065.78)		<u>8,969,009</u>	<u>6,342,943</u>
Represented by:			
INVESTMENTS			
Government of Jamaica securities	10(a)(i), (f)(iii)	1,075,476	629,549
Corporate Bonds	10(a)(ii), (f)(iii)	2,171,984	1,639,966
Sagicor Sigma Global Funds	10(b), (f)(iii)	2,856,325	2,845,513
Securities purchased under agreements to resell	10(c), (f)(iii)	1,099,645	265,408
Quoted equities	10(a)(iii), (f)(iii)	<u>575,634</u>	<u>523,752</u>
		7,779,064	5,904,188
ACCOUNTS RECEIVABLE	10(d)	73,753	209,513
DUE FROM RELATED PARTIES			
Sagicor Self-Directed Funds		7,480	-
Sagicor Life of the Cayman Islands Ltd		200	1,622
Sagicor Life Cayman Segregated Funds		17	16
INTER-FUND ACCOUNTS			
Pooled Mortgage and Real Estate		25,123	-
Pooled Diversified Fund		764,658	35,935
Pooled Fixed Income Fund		-	161,784
Pooled CPI Fund		93,295	-
Pooled General Fund		61,520	12,203
Pooled Equity Fund		197,157	58,560
Pooled Global Market Fund		1,000	1,000
Pooled International Equity Fund		21,170	-
Pooled Foreign Currency Fund		<u>130</u>	<u>7,177</u>
		<u>9,024,567</u>	<u>6,391,998</u>
Less:			
BANK OVERDRAFT, UNSECURED		34,142	23,876
ACCOUNTS PAYABLE	10(e)	6,028	1,407
DUE TO RELATED PARTIES			
Sagicor Self-Directed Funds		-	9,068
Sagicor Life Jamaica Limited		6,337	4,829
Employee Benefits Administrator Limited		2,018	89
Sagicor Sigma Global Funds		32	32
INTER-FUND ACCOUNTS			
Pooled Fixed Income		7,001	-
Pooled Mortgage and Real Estate Fund		-	7
Pooled CPI Fund		<u>-</u>	<u>9,747</u>
		<u>55,558</u>	<u>49,055</u>
NET ASSETS OF FUND		<u>8,969,009</u>	<u>6,342,943</u>

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on December 22, 2023 and signed on its behalf by:

 Director  
Errol McKenzie

 Director  
Christopher Zacca

## Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest	195,732	178,565
Dividends	31,107	20,118
Miscellaneous income	-	4
Net appreciation /(depreciation) on investments	<u>150,865</u>	<u>( 7,341)</u>
	<u>377,704</u>	<u>191,346</u>
Less:		
EXPENDITURE		
Finance charges	48	28
Investment management & administration fees [note 5(b)]	74,043	37,395
General consumption tax	10,583	5,342
Audit fees	998	670
Miscellaneous expenses	<u>1,565</u>	<u>521</u>
	<u>87,237</u>	<u>43,956</u>
NET INCOME FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	<u>290,467</u>	<u>147,390</u>
DEPOSITS/(WITHDRAWALS)		
Deposits	1,751,524	1,833,935
Withdrawals	(2,000,489)	(2,071,545)
Inter-fund transfer, net	<u>2,584,564</u>	<u>530,139</u>
Net deposits for the year	<u>2,335,599</u>	<u>292,529</u>
Net increase in the fund for the year	2,626,066	439,919
ACCUMULATED FUND AT BEGINNING OF THE YEAR	<u>6,342,943</u>	<u>5,903,024</u>
ACCUMULATED FUND AT END OF YEAR	<u>8,969,009</u>	<u>6,342,943</u>

# Statement of Cash Flows

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the year	290,467	147,390
Adjustments for:		
Net (appreciation)/depreciation on investments	( 150,865)	7,341
Interest income	( 195,732)	( 178,565)
Dividend income	( 31,107)	( 20,118)
	( 87,237)	( 43,952)
Changes in operating assets and liabilities:		
Proceeds from sale of investments	1,114,344	974,869
Purchase of investments	(2,838,355)	(1,258,372)
Accounts receivable	163,215	( 140,732)
Accounts payable	4,621	136
Related party accounts	( 11,690)	155,807
Interest received	168,277	178,565
Dividend received	31,107	20,118
Net cash used by operating activities	(2,345,865)	( 307,479)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits received	4,421,247	2,505,530
Withdrawals made	(2,085,648)	(2,213,001)
Net cash provided by financing activities	2,335,599	292,529
Net decrease in cash	( 10,266)	( 14,950)
Bank overdraft at beginning of the year	( 23,876)	( 8,926)
Bank overdraft at end of the year	( 34,142)	( 23,876)

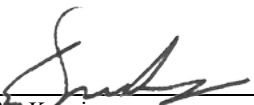



# Statement of Financial Position

Year ended September 30, 2023

	<u>Notes</u>	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
ACCUMULATED FUND			
19,010,099.97 units @ \$395.83 (2022: 21,738,398.91 units @ \$332.68)		<u>7,524,836</u>	<u>7,231,869</u>
Represented by:			
CASH		2,214	7,498
INVESTMENTS			
Government of Jamaica securities	11(a)(i), (f)(iii)	105,868	99,410
United States Sovereign Bonds	11(a)(ii), (f)(iii)	418,632	-
Sagcor Sigma Global Funds	11(b), (f)(iii)	117,780	193,020
Securities purchased under agreements to resell	11(c), (f)(iii)	16,324	100,930
Quoted equities	11(a)(iii), (f)(iii)	<u>7,055,769</u>	<u>6,884,850</u>
		7,714,373	7,278,210
ACCOUNTS RECEIVABLE	11(d)	5,148	22,750
INTER-FUND ACCOUNTS			
Pooled Global Market Fund		17,958	-
Pooled Diversified Fund		<u>-</u>	<u>63</u>
		<u>7,739,693</u>	<u>7,308,521</u>
Less:			
ACCOUNTS PAYABLE	11(e)	2,535	857
DUE TO RELATED PARTIES			
Employee Benefits Administrator Limited		313	18
Sagcor Life Cayman Segregated Funds		-	-
Sagcor Life Jamaica		3,339	2,746
Self-Directed Funds		1	3,030
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		112,741	51,195
Pooled Global Markets Fund		-	19
Pooled CPI Fund		38,230	-
Pooled General Fund		33,336	18,365
Pooled Equity Fund		1,601	-
Pooled Foreign Currency Fund		357	373
Pooled Money Market Fund		21,170	-
Pooled Mortgage & Real Estate Fund		-	49
Pooled Diversified Investment Fund		<u>1,234</u>	<u>-</u>
		<u>214,857</u>	<u>76,652</u>
NET ASSETS OF FUND		<u>7,524,836</u>	<u>7,231,869</u>

Approved by the Board of Directors of Sagcor Life Jamaica Limited, the fund managers, on December 22, 2023 and signed on its behalf by:

  
Errol McKenzie Director

  
Christopher Zacca Director

# Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Dividends	98,178	114,732
Interest	27,020	24,423
Net appreciation/(depreciation) on investments	1,253,933	( 1,350,568)
Miscellaneous income	<u>-</u>	<u>6</u>
	<u>1,379,131</u>	<u>( 1,211,407)</u>
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	66,741	80,647
Finance charges	61	156
Audit fees	925	857
General consumption tax	9,954	12,000
Miscellaneous expenses	<u>957</u>	<u>669</u>
	<u>78,638</u>	<u>94,329</u>
NET INCOME/(LOSS) FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	<u>1,300,493</u>	<u>( 1,305,736)</u>
DEPOSITS/(WITHDRAWALS)		
Deposits	174,964	485,310
Withdrawals	( 581,706)	( 1,179,420)
Inter-fund transfers, net	<u>( 600,784)</u>	<u>( 1,412,131)</u>
Net withdrawals for the year	<u>(1,007,526)</u>	<u>( 2,106,241)</u>
Net increase/(decrease) in the fund for the year	292,967	( 3,411,977)
ACCUMULATED FUND AT BEGINNING OF THE YEAR	<u>7,231,869</u>	<u>10,643,846</u>
ACCUMULATED FUND AT END OF YEAR	<u>7,524,836</u>	<u>7,231,869</u>

# Statement of Cash Flows

Year ended September 30, 2023

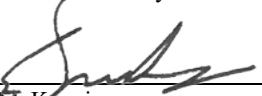
	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income/(loss) for the year	1,300,493	(1,305,736)
Adjustments for:		
(Appreciation)/depreciation on investments	(1,253,933)	1,350,568
Interest income	( 27,020)	( 24,423)
Dividend income	( 98,178)	( 114,732)
	( 78,637)	( 94,323)
Changes in operating assets and liabilities:		
Proceeds from sale of investments	1,334,154	2,159,628
Purchase of investments	( 516,386)	( 166,864)
Accounts receivable	20,075	( 17,680)
Accounts payable	1,678	( 192)
Related party accounts	( 2,141)	( 11,754)
Interest received	27,014	24,423
Dividend received	<u>95,712</u>	<u>114,732</u>
Net cash provided by operating activities	<u>1,002,242</u>	<u>2,106,713</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits received	187,697	503,627
Withdrawals made	(1,195,223)	(2,609,868)
Net cash used by financing activities	<u>(1,007,526)</u>	<u>(2,106,241)</u>
Net (decrease)/increase in cash	( 5,284)	472
Cash at beginning of the year	<u>7,498</u>	<u>7,026</u>
Cash at end of the year	<u><u>2,214</u></u>	<u><u>7,498</u></u>


# Statement of Financial Position

September 30, 2023

	<u>Notes</u>	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
ACCUMULATED FUND			
211,286,902.69 units @16.62 (2022: 225,491,215.16 units @16.03)		<u>3,511,297</u>	<u>3,613,593</u>
Represented by:			
CASH		1,826	678
INVESTMENTS			
Government of Jamaica securities	12(a), (f)(iii)	88,663	132,988
Sagikor Sigma Global Funds	12(c), (f)(iii)	3,116,617	3,113,723
Securities purchased under agreements to resell	12(b), (f)(iii)	61,198	22,067
Sagikor Pooled Pension Fund	12(d), (f)(iii)	<u>275,312</u>	<u>379,776</u>
		3,541,790	3,648,554
ACCOUNTS RECEIVABLE	12(e)	5,558	6,721
INTER-FUND ACCOUNTS			
Pooled Equity Fund		9	9
Pooled International Equity Fund		-	19
Pooled Mortgage and Real Estate Fund		-	1,000
Pooled Global Market Fund		<u>24,313</u>	<u>-</u>
		<u>3,573,496</u>	<u>3,656,981</u>
Less:			
ACCOUNTS PAYABLE		427	385
DUE TO RELATED PARTIES			
Sagikor Life Jamaica		42,768	767
Employee Benefits Administration		19	-
INTER-FUND ACCOUNT			
Pooled CPI Fund		27	27
Pooled General Fund		-	41,209
Pooled Money Market Fund		1,000	1,000
Pooled International Equity Fund		<u>17,958</u>	<u>-</u>
		<u>62,199</u>	<u>43,388</u>
NET ASSETS OF FUND		<u>3,511,297</u>	<u>3,613,593</u>

Approved by the Board of Directors of Sagikor Life Jamaica Limited, the fund managers, on December 22, 2023 and signed on its behalf by:

  
 \_\_\_\_\_ Director  
 Errol McKenzie

  
 \_\_\_\_\_ Director  
 Christopher Zacca

## Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest	8,620	9,143
Miscellaneous income	-	4
Net appreciation on investments	<u>120,891</u>	<u>45,638</u>
	<u>129,511</u>	<u>54,785</u>
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	33,959	38,143
Finance charges	36	20
Audit fees	406	386
General consumption tax	4,388	4,905
Miscellaneous expenses	<u>860</u>	<u>537</u>
	<u>39,649</u>	<u>43,991</u>
NET INCOME FOR THE YEAR BEING, TOTAL COMPREHENSIVE INCOME	<u>89,862</u>	<u>10,794</u>
DEPOSITS/(WITHDRAWALS)		
Deposits	14,492	23,841
Withdrawals	( 207,152)	( 396,185)
Inter-fund transfers, net	<u>502</u>	<u>( 183,669)</u>
Net withdrawals for the year	<u>( 192,158)</u>	<u>( 556,013)</u>
Net decrease in the fund for the year	( 102,296)	( 545,219)
ACCUMULATED FUND AT BEGINNING OF YEAR	<u>3,613,593</u>	<u>4,158,812</u>
ACCUMULATED FUND AT END OF YEAR	<u>3,511,297</u>	<u>3,613,593</u>



# Statement of Cash Flows

Year ended September 30, 2023

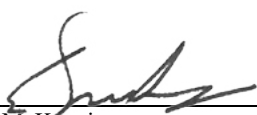
	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the year	89,862	10,794
Adjustments for:		
Appreciation on investments	( 120,891)	( 45,638)
Interest income	( 8,620)	( 9,143)
	( 39,649)	( 43,987)
Changes in operating assets and liabilities:		
Proceeds from sale of investments	263,159	568,048
Purchase of investments	( 35,504)	( 20,884)
Accounts payable	42	( 12)
Related party accounts	42,019	47,687
Proceeds from sale of investments	1,334,154	2,159,628
Interest received	<u>9,331</u>	<u>9,143</u>
Net cash provided by operating activities	<u>193,306</u>	<u>553,033</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits received	15,502	24,191
Withdrawals made	( 207,660)	( 580,205)
Net cash used by financing activities	( 192,158)	( 556,014)
Net increase/(decrease) in cash	1,148	( 2,981)
Cash at beginning of the year	<u>678</u>	<u>3,659</u>
Cash at end of the year	<u><u>1,826</u></u>	<u><u>678</u></u>

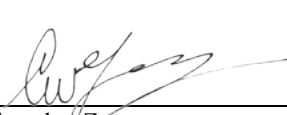
# Statement of Financial Position

September 30, 2023

	<u>Notes</u>	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
ACCUMULATED FUND			
2,283,488.28 units @ \$4,432.91			
(2022: 2,746,074.78 units @ \$4,547.74)		<u>10,122,502</u>	<u>12,488,433</u>
Represented by:			
CASH		967	1,556
INVESTMENTS			
Quoted equities	13(a), (g)(iii)	1,521,009	1,502,683
Sagikor Pooled Pension Funds	13(b), (g)(iii)	6,136,974	7,503,820
Sagikor Sigma Global Funds	13(c), (g)(iii)	4,469,684	4,506,071
Securities purchased under agreements to resell	13(d), (g)(iii)	<u>4,414</u>	<u>3,562</u>
		12,132,081	13,516,136
ACCOUNTS RECEIVABLE	13(e)	25,163	26,993
DUE FROM RELATED PARTIES			
Sagikor Life Jamaica Limited		-	1,370
Sagikor Life Cayman Segregated Funds		-	31
Employees Benefits Administration		4	-
INTER-FUND ACCOUNTS			
Pooled International Equity Fund		1,234	-
Pooled General Fund		<u>38,679</u>	<u>-</u>
		<u>12,198,128</u>	<u>13,546,086</u>
Less:			
ACCOUNTS PAYABLE	13(f)	3,902	5,859
DUE TO RELATED PARTIES			
Employee Benefits Administrator Limited		-	14
Sagikor Life Jamaica Limited		3,847	3,257
INTER-FUND ACCOUNTS			
Pooled International Equity		-	63
Pooled Money Market Fund		764,658	35,933
Pooled General Fund		-	15,706
Pooled Fixed Income Fund		487,962	265,981
Pooled CPI Fund		729,064	730,618
Pooled Foreign Currency Fund		20,630	42
Pooled Mortgage & Real Estate Fund		<u>65,563</u>	<u>180</u>
		<u>2,075,626</u>	<u>1,057,653</u>
NET ASSETS OF FUND		<u>10,122,502</u>	<u>12,488,433</u>

Approved by the Board of Directors of Sagikor Life Jamaica Limited, the fund managers, on December 22, 2023 and signed on its behalf by:

  
 Errol McKenzie Director

  
 Christopher Zacca Director

## Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest	400	1,135
Miscellaneous income	1	11
Net depreciation on investments	( 249,745)	( 425,496)
	( 249,344)	( 424,350)
Less:		
EXPENDITURE		
Investment management and administration fees [note 5(b)]	146,385	179,153
Finance charge	36	22
General consumption tax	21,791	26,454
Audit fees	1,190	1,388
Miscellaneous expenses	<u>1,202</u>	<u>1,930</u>
	<u>170,604</u>	<u>208,947</u>
NET LOSS FOR THE YEAR BEING TOTAL COMPREHENSIVE LOSS	( 419,948)	( 633,297)
DEPOSITS/(WITHDRAWALS)		
Deposits	242,891	350,447
Withdrawals	( 529,876)	( 786,653)
Inter-fund transfers, net	( 1,658,998)	( 1,921,799)
Net withdrawals for the year	( 1,945,983)	( 2,358,005)
Net decrease in fund for the year	( 2,365,931)	( 2,991,302)
ACCUMULATED FUND AT BEGINNING OF YEAR	<u>12,488,433</u>	<u>15,479,735</u>
ACCUMULATED FUND AT END OF YEAR	<u>10,122,502</u>	<u>12,488,433</u>

# Statement of Cash Flows

Year ended September 30, 2023

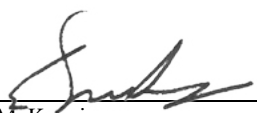
	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the year	( 419,948)	( 633,297)
Adjustments for:		
Depreciation/(Appreciation) on investments	249,745	425,496
Interest income	( 400)	( 1,135)
	( 170,603)	( 208,936)
Changes in operating assets and liabilities:		
Proceeds from sale of investments	1,184,310	4,432,214
Purchase of investments	( 50,000)	(2,703,710)
Accounts receivable	1,831	( 2,943)
Related party accounts	1,973	( 194,028)
Inter-fund accounts	979,441	1,032,607
Accounts payable	( 1,957)	1,802
Interest received	399	1,135
Net cash provided by operating activities	<u>1,945,394</u>	<u>2,358,141</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits	243,085	352,393
Withdrawals	(2,189,068)	(2,710,398)
Net cash used by financing activities	<u>(1,945,983)</u>	<u>(2,358,005)</u>
Net (decrease)/increase in cash	( 589)	136
Cash at beginning of the year	<u>1,556</u>	<u>1,420</u>
Cash at end of the year	<u><u>967</u></u>	<u><u>1,556</u></u>


# Statement of Financial Position

September 30, 2023

	<u>Notes</u>	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
ACCUMULATED FUND			
4,703,341.79 units @6,186.55			
(2022: 4,179,721.06 units @5,656.47)		<u>29,097,450</u>	<u>23,642,449</u>
Represented by:			
CASH		11,422	515,122
INVESTMENTS			
Government of Jamaica securities	14(a), (g)(iii)	19,051,400	17,341,095
Corporate Bonds	14(b), (g)(iii)	2,053,553	584,996
Investments in Finance leases	14(c), (g)(iii)	319,526	350,000
Securities purchased under agreements to resell	14(d), (g)(iii)	4,749,165	2,506,074
Sagicor Sigma Global Funds	14(e), (g)(iii)	<u>879,830</u>	<u>861,367</u>
		27,053,474	21,643,532
ACCOUNTS RECEIVABLE	14(f)	168,670	161,788
DUE FROM RELATED PARTIES			
Sagicor Segregated Fund		144	-
Sagicor Life Cayman Segregated Funds		4	4
Self-Directed Funds		-	19,350
INTER-FUND ACCOUNTS			
Pooled Equity Fund		435,515	-
Pooled Global Markets Fund		27	27
Pooled Foreign Currency		-	157
Pooled Money Market Fund		-	9,747
Pooled Mortgage and Real Estate Fund		1,298	3,625
Pooled International Equity Fund		38,230	-
Pooled Diversified Investment Fund		729,064	730,618
Pooled Fixed Income Fund		581,023	312,164
Pooled General Fund		<u>182,808</u>	<u>264,517</u>
		<u>29,201,679</u>	<u>23,660,651</u>
Less:			
ACCOUNTS PAYABLE		3,883	2,510
DUE TO RELATED PARTY			
Sagicor Life Jamaica Limited		5,137	12,452
Employee Benefits Administrator Limited		1,580	484
INTER-FUND ACCOUNTS			
Pooled Money Market Fund		93,295	-
Pooled Foreign Currency Fund		334	-
Pooled Equity Fund		-	2,756
		<u>104,229</u>	<u>18,202</u>
NET ASSETS OF FUND		<u>29,097,450</u>	<u>23,642,449</u>

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, December 22, 2023 and signed on its behalf by:

  
Errol McKenzie Director

  
Christopher Zacca Director



# Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest income	1,284,574	584,142
Net appreciation on investments	1,083,333	976,788
Miscellaneous income	-	7,208
	<u>2,367,907</u>	<u>1,568,138</u>
Less:		
EXPENDITURE		
Investment management and administration fees [note 5(b)]	289,895	181,866
Finance charge	39	22
Audit fees	3,271	2,511
General consumption tax	40,242	24,953
Miscellaneous expenses	<u>4,132</u>	<u>2,970</u>
	<u>337,579</u>	<u>212,322</u>
NET INCOME FOR THE YEAR BEING TOTAL COMPREHENSIVE INCOME	<u>2,030,328</u>	<u>1,355,816</u>
DEPOSITS/(WITHDRAWALS)		
Deposits	4,552,129	3,861,361
Withdrawals	( 1,254,456)	( 1,216,375)
Inter-fund transfers, net	<u>127,000</u>	<u>8,090,542</u>
Net deposits for the year	<u>3,424,673</u>	<u>10,735,528</u>
Net increase in fund for the year	5,455,001	12,091,344
ACCUMULATED FUND AT BEGINNING OF YEAR	<u>23,642,449</u>	<u>11,551,105</u>
ACCUMULATED FUND AT END OF YEAR	<u>29,097,450</u>	<u>23,642,449</u>

# Statement of Cash Flows

Year ended September 30, 2023

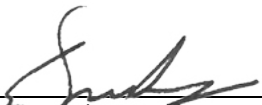
	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income for the year	2,030,328	1,355,816
Adjustments for		
Appreciation on investments	(1,083,333)	( 976,788)
Interest income	(1,284,574)	( 584,142)
	( 337,579)	( 205,114)
Changes in operating assets and liabilities:		
Proceeds from sale of investments	2,007,870	558,354
Purchase of investments	(6,334,479)	(9,768,420)
Accounts receivable	( 16,210)	( 115,045)
Inter-fund accounts	( 556,237)	( 1,187,643)
Related party accounts	12,987	( 92,625)
Interest received	1,293,902	584,142
Accounts payable	<u>1,373</u>	<u>1,477</u>
Net cash used by operating activities	(3,928,373)	(10,224,874)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Deposits	4,994,479	12,129,628
Withdrawals	(1,569,806)	( 1,394,100)
Net cash provided by financing activities	<u>3,424,673</u>	<u>10,735,528</u>
Net (decrease)/increase in cash	( 503,700)	510,654
Cash at beginning of the year	<u>515,122</u>	<u>4,468</u>
Cash at end of the year	<u><u>11,422</u></u>	<u><u>515,122</u></u>

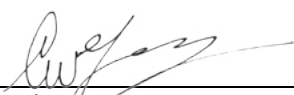
# Statement of Financial Position

September 30, 2023

	<u>Notes</u>	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
ACCUMULATED FUND		<u>6,149</u>	<u>7,681</u>
Represented by:			
CASH		45,378	302,561
ACCOUNTS RECEIVABLE	15(a), (c)(iii)	74	1,073
DUE FROM RELATED PARTIES			
Sagikor Life Jamaica Limited		148,626	72,974
Sagikor Life Cayman Segregated Funds		7	7
Self-Directed Pension Funds		13,612	14,968
INTER-FUND ACCOUNTS			
Pooled Diversify Fund		-	15,706
Pooled Fixed Income Fund		273,821	136,664
Pooled Equity Fund		124,365	60,441
Pooled Foreign Currency Fund		70,559	38,008
Pooled Mortgage and Real Estate Fund		-	17,026
Pooled International Equity Fund		33,336	18,365
Pooled Global Market Fund		-	41,209
		<u>709,778</u>	<u>719,002</u>
Less:			
ACCOUNTS PAYABLE	15(b)	390,109	433,934
DUE TO RELATED PARTY			
Employee Benefits Administrator Limited		297	667
INTER-FUND ACCOUNTS			
Pooled Mortgage and Real Estate Fund		5,903	-
Pooled Global Market Fund		24,313	-
Pooled Money Market Fund		61,520	12,203
Pooled Diversified Investment Fund		38,679	-
Pooled CPI Fund		<u>182,808</u>	<u>264,517</u>
		<u>703,629</u>	<u>711,321</u>
NET ASSET OF FUND		<u>6,149</u>	<u>7,681</u>

Approved by the Board of Directors of Sagikor Life Jamaica Limited, the fund managers, on December 22, 2023 and signed on its behalf by:

  
 \_\_\_\_\_ Director  
 Errol McKenzie

  
 \_\_\_\_\_ Director  
 Christopher Zacca

## Statement of Profit or Loss and Other Comprehensive Income

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
INCOME		
Interest	<u>1,155</u>	<u>1,199</u>
Less:		
EXPENDITURE		
Finance charge	2,664	2,081
Miscellaneous expense	<u>23</u>	<u>-</u>
	<u>2,687</u>	<u>2,081</u>
NET (LOSS) FOR THE YEAR BEING TOTAL COMPREHENSIVE INCOME	(1,532)	( 882)
ACCUMULATED FUND AT BEGINNING OF YEAR	<u>7,681</u>	<u>8,563</u>
ACCUMULATED FUND AT END OF YEAR	<u>6,149</u>	<u>7,681</u>

# Statement of Cash Flows

Year ended September 30, 2023

	2023 \$'000	2022 \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss for the year	( 1,532)	( 882)
Adjustments for		
Interest income	( 1,155)	( 1,199)
	( 2,687)	( 2,081)
Changes in operating assets and liabilities:		
Accounts receivable	1,000	-
Inter-fund accounts	(138,159)	148,160
Related party accounts	( 74,666)	(288,096)
Accounts payable	( 43,826)	412,810
Interest received	<u>1,155</u>	<u>1,199</u>
Net cash provided by operating activities, being increase in cash	(257,183)	271,992
Cash at beginning of the year	<u>302,561</u>	<u>30,569</u>
Cash at end of the year	<u><u>45,378</u></u>	<u><u>302,561</u></u>



# Notes to the Financial Statements

Year ended September 30, 2023

## 1. Identification and activity

- (a) Sagicor Life Jamaica Limited contracts with the Trustees of pension plans to provide investment and administration services on a pooled basis. Sagicor Life Jamaica Limited is a wholly owned subsidiary of Sagicor Financial Corporation Limited, a company domiciled in Barbados.

The investments are made through the following “Pooled Funds”:

	<u>Pages</u>
(i) Pooled Equity Fund	5
(ii) Pooled Mortgage and Real Estate Fund	8
(iii) Pooled Fixed Income Fund	11
(iv) Pooled Foreign Currency Fund	14
(v) Pooled Money Market Fund	17
(vi) Pooled International Equity Fund	20
(vii) Pooled Global Market Fund	23
(viii) Pooled Diversified Investment Fund	26
(ix) Pooled CPI Fund	29

Administrative functions of the above funds are processed through the General Fund (page 32).

- (b) Deposits received from Trustees are accounted for on a cash basis. These deposits are allocated between the Pooled Funds in proportions specified in writing by the Trustees and/or Sagicor Life Jamaica Limited.
- (c) The investment portfolios for the Pooled Funds are selected by Sagicor Life Jamaica Limited in accordance with the investment policies for the Funds, as approved by the Boards of Directors of Sagicor Life Jamaica Limited and Sagicor Pooled Investment Funds Limited.
- (d) Sagicor Pooled Investment Funds Limited is a wholly owned subsidiary of Sagicor Life Jamaica Limited. The company was established to undertake and perform the office and duties of trustees, custodian trustees, attorney or nominee of or for any pension scheme (or any pension or trust funds connected thereto) in respect to business carried on by Sagicor Life Jamaica Limited as fund manager in the management and investment of pension funds and other trusts.
- (e) Investments made by the Funds are registered as follows:

Pooled Equity Fund	]	Securities of these Funds
Pooled Mortgage and Real Estate Fund	]	are registered in the name of Sagicor
Pooled Fixed Income Fund	]	Pooled Investment Funds Limited
Pooled Foreign Currency Fund	]	which holds the assets as nominees for
Pooled Money Market Fund	]	the trustees of the pension funds.
Pooled International Equity Fund	]	Investments in these Funds are
Pooled Global Market Fund	]	registered in the name of the Funds as
Pooled Diversified Investment Fund	]	nominees for the trustees of the pension
Pooled CPI Fund	]	funds.

# Notes to the Financial Statements (Continued)

Year ended September 30, 2023

## 1. Identification and activity (cont'd)

- (f) Sagicor Life Jamaica Limited allocates units to pension plans based on net investment in the Funds. Unit values are calculated by dividing the value of the net assets of each Fund by the number of units in that investment Fund on the valuation date.

## 2. Basis of preparation

- (a) Statement of compliance

The financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

### New and amended standards that became effective during the year

Certain new and amended standards came into effect during the current financial year. The Funds' Administrator has assessed them and has adopted those which are relevant to its financial statements.

### New and amended standards and interpretations that are not yet effective:

At the date of authorisation of these financial statements, certain new and amended standards and interpretations have been issued which were not effective for the current year and which the company has not early-adopted. The Funds' Administrator has assessed them with respect to its operations and has determined that the following are relevant:

- Amendments to IAS 37 *Provision, Contingent Liabilities and Contingent Assets* is effective for annual periods beginning on or after January 1, 2023 and clarifies those costs that comprise the costs of fulfilling the contract.

The amendments clarify that the 'costs of fulfilling a contract' comprise both the incremental costs – e.g. direct labour and materials; and an allocation of other direct costs – e.g. an allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract. This clarification will require entities that apply the 'incremental cost' approach to recognise bigger and potentially more provisions. At the date of initial application, the cumulative effect of applying the amendments is recognised as an opening balance adjustment to retained earnings or other component of equity, as appropriate. The comparatives are not restated.

- Amendments to IAS 1 *Presentation of Financial Statements*, will apply retrospectively for annual reporting periods beginning on or after 1 January 2023. The amendments promote consistency in application and clarify the requirements on determining if a liability is current or non-current.

Under existing IAS 1 requirements, entities classify a liability as current when they do not have an unconditional right to defer settlement of the liability for at least twelve months after the end of the reporting period. As part of its amendments, the requirement for a right to be unconditional has been removed and instead, now requires that a right to defer settlement must have substance and exist at the end of the reporting period.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 2. Basis of preparation (cont'd)

#### (a) Statement of compliance (cont'd)

##### **New and amended standards and interpretations that are not yet effective (cont'd):**

- Amendments to IAS 1 *Presentation of Financial Statements* (cont'd)

An entity classifies a liability as non-current if it has a right to defer settlement for at least twelve months after the reporting period. It has now been clarified that a right to defer exists only if the entity complies with conditions specified in the loan agreement at the end of the reporting period, even if the lender does not test compliance until a later date.

With the amendments, convertible instruments may become current. In light of this, the amendments clarify how an entity classifies a liability that includes a counterparty conversion option, which could be recognised as either equity or a liability separately from the liability component under IAS 32. Generally, if a liability has any conversion options that involve a transfer of the entity's own equity instruments, these would affect its classification as current or non-current. It has now been clarified that an entity can ignore only those conversion options that are recognised as equity when classifying liabilities as current or non-current.

- Amendments to IAS 1 *Presentation of Financial Statements* are effective for annual periods beginning on or after January 1, 2023 and may be applied earlier. The amendments help companies provide useful accounting policy disclosures.

The key amendments to IAS 1 include:

- requiring companies to disclose their *material* accounting policies rather than their *significant* accounting policies;
- clarifying that accounting policies related to immaterial transactions, other events or conditions are themselves immaterial and as such need not be disclosed; and
- clarifying that not all accounting policies that relate to material transactions, other events or conditions are themselves material to a company's financial statements.

The amendments are consistent with the refined definition of material:

*"Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements".*

- Amendments to IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors* are effective for periods beginning on or after January 1, 2023, with early adoption permitted. The amendments introduce a new definition for accounting estimates: clarifying that they are monetary amounts in the financial statements that are subject to measurement uncertainty.

The amendments also clarify the relationship between accounting policies and accounting estimates by specifying that an entity develops an accounting estimate to achieve the objective set out by an accounting policy.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 2. Basis of preparation (cont'd)

#### (a) Statement of compliance (cont'd)

##### **New and amended standards and interpretations that are not yet effective (cont'd):**

- Amendments to IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors (continued)*

Developing an accounting estimate includes both:

- selecting a measurement technique (estimation or valuation technique) – e.g. an estimation technique used to measure a loss allowance for expected credit losses when applying IFRS 9 *Financial Instruments*; and
- choosing the inputs to be used when applying the chosen measurement technique – e.g. the expected cash outflows for determining a provision for warranty obligations when applying IAS 37 *Provisions, Contingent Liabilities and Contingent Assets*.

The effects of changes in such inputs or measurement techniques are changes in accounting estimates.

The Funds' Administrator does not expect the amendments to have a significant impact on its future financial statements.

#### (b) Basis of preparation and functional currency

The financial statements are presented in Jamaica dollars which is the functional currency of the Funds. The financial statements are presented in thousands of Jamaica dollars unless otherwise stated. The financial statements are prepared under the historical cost convention except for investments measured at fair value.

#### (c) Use of estimates and judgements

The preparation of the financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the reported amount of assets and liabilities, contingent assets and contingent liabilities at the reporting date and income and expenses for the year then ended. Actual amounts could differ from these estimates.

The estimate and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Judgements that have a significant effect on the financial statements are made by management in the application of IFRS. Estimates with a significant risk of material adjustment in the next financial year are in respect to the fair value of investments as discussed in note 3(j).

### 3. Significant accounting policies

#### (a) Cash

Bank overdraft is unsecured and represents the net position of deposit and withdrawal transactions.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (a) Cash (cont'd)

For the purpose of the cash flow statements, cash comprises cash in hand and at bank and bank overdrafts that form an integral part of the Funds' cash management activities and are included as a component of cash. Cash is measured at amortised cost.

#### (b) Accounts receivable

Accounts receivable are measured at amortised cost less impairment losses.

#### (c) Accounts payable

Accounts payable are measured at amortised cost.

#### (d) Investments

All investments are classified as fair value through profit and loss. These are so designated by management at inception, since the assets form part of managed portfolios whose performance is evaluated on a fair value basis, in accordance with a documented investment strategy. These investments are measured initially at cost and are subsequently re-measured at their fair value based on quoted prices or other valuation techniques. Realised and unrealised gains and losses are recorded in profit or loss.

#### *Valuation technique and significant unobservable inputs*

The valuation techniques used in measuring fair values, as well as the significant unobservable inputs used are as follows:

Investments	Method
Government of Jamaica	Determined by reference to quoted market prices where available. If quoted market prices are not available, then fair value is determined by pricing models or other recognised valuation techniques.
Quoted equity	Based on the year end quoted bid price holdings published by the respective stock exchanges and brokers.
Unit trust and Pooled Funds	Based on pricing information received from the relevant fund manager.
Unquoted equity	Based on pricing information received from relevant brokers or other recognised valuation techniques.
Corporate Bonds	Based on prices quoted by relevant brokers or other recognised valuation techniques.
Leases	Determined by amortising the costs over the period of the leases, which approximates the net present value of future cash flows.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (d) Investments (cont'd)

##### *Valuation technique and significant unobservable inputs (cont'd)*

The valuation techniques used in measuring fair values, as well as the significant unobservable inputs used are as follows (cont'd):

##### **Investments**

##### **Method**

Reverse repurchase agreements/deposits	Considered to approximate carrying value in view of the relatively short-term nature of these instruments.
--	--

Investment property	Held either to earn rental income or for capital appreciation or for both. All the investment properties are initially measured at cost and subsequently at fair value using the market value approach with any change therein recognised in the statement of profit or loss and other comprehensive income. See note 7(d).
---------------------	---

#### (e) Impairment

The Funds recognise loss allowances for expected credit loss (ECLs) on financial assets measured at amortised cost.

The Funds measure loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- financial assets that are determined to have low credit risk at the reporting date; and
- other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Funds consider reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Funds' historical experience and informed credit assessment and including forward-looking information.

The Funds assume that the credit risk on a financial asset has increased significantly if it is more than 30 days past due.

The Funds consider a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the Fund in full, without recourse by the Fund to actions such as realising security (if any is held); or
- the financial asset is more than 90 days past due.

The Funds consider a financial asset to have low credit risk when the credit rating of the counterparty is equivalent to the globally understood definition of 'investment grade'.



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (e) Impairment (cont'd)

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECLs is the maximum contractual period over which the Fund is exposed to credit risk.

#### *Measurement of ECLs*

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Fund expects to receive).

ECLs are discounted at the effective interest rate of the financial asset.

#### *Credit-impaired financial assets*

At each reporting date, the Funds assess whether financial assets carried at amortised cost are credit impaired.

A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being more than 90 days past due;
- it is probable that the borrower will enter bankruptcy or other financial reorganisation or;
- the disappearance of an active market for a security because of financial difficulties.

#### *Presentation of allowance for ECLs in the statement of financial position*

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

#### *Write-off*

The gross carrying amount of a financial asset is written off when the Fund has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

#### (f) Foreign currency transactions

Foreign currency balances at the reporting date are translated at the rates of exchange ruling on that date.

Transactions in foreign currencies are converted at the rates of exchange ruling at the dates of those transactions.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (f) Foreign currency transactions (cont'd)

Gains/(losses) are included in the net appreciation/(depreciation) of investments in profit or loss.

#### (g) Revenue recognition

Dividend income is recognised in profit or loss when the right to receive income is established.

Interest income is recognised in profit or loss for using the effective interest method. The “effective interest rate” is the rate that exactly discounts the estimated future cash receipts through the expected life of the financial instruments to its gross carrying amount.

When calculating the effective interest rate for financial instruments, the Funds estimates future cash flows considering all contractual terms of the financial instrument, but not ECL. Interest received or receivable are recognised in profit or loss as interest income.

Interest received or receivable are recognised in profit or loss as interest income.

#### (h) Related parties

A related party is a person or entity that is related to the entity that is preparing its financial statements (referred to in IAS 24 *Related Party Disclosures* as the “reporting entity” in this case, the Funds).

(a) A person or a close member of that person’s family is related to the Funds if that person:

- (i) Has control or joint control over the Funds;
- (ii) Has significant influence over the Funds; or
- (ii) Is a member of the key management personnel of the Funds or of a parent of the Funds.

(b) An entity is related to the Funds if any of the following conditions applies:

- (i) The entity and the Funds are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- (iii) Both entities are joint ventures of the same third party.
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (h) Related parties (cont'd)

(b) An entity is related to the Funds if any of the following conditions applies (cont'd):

- (v) The entity is a post-employment benefit plan for the benefit of employees of either the Funds or an entity related to the Funds.
- (vi) The entity is controlled, or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).
- (viii) The entity or any member of a group of which it is a part, provides key management personnel services to the Funds, or the parent of the Funds.

A related party transaction is a transfer of resources, services or obligations between related parties, regardless of whether a price is charged.

The Funds' key related party relationships are with:

- Sagicor Financial Corporation Limited
- Sagicor Life Jamaica Limited (fund manager)
- Sagicor Investments Jamaica Limited
- Sagicor Life of the Cayman Islands Limited
- Sagicor Property Services Limited
- Sagicor Re Insurance Limited (Cayman)
- Employee Benefits Administrator Limited
- Sagicor Bank Jamaica Limited
- Sagicor Real Estate X Fund Limited
- X Fund Properties Limited
- Segregated Funds managed by Sagicor Life Jamaica Limited
- Sagicor Sigma Funds managed by Sagicor Life Jamaica Limited
- The Trustees of the individual pension plans
- Sagicor Life Cayman Segregated Funds managed by Sagicor Life of Cayman Islands Limited

All transactions with related parties are at arm's length, see disclosures relating to transactions with related parties at note 5.

#### (i) Financial instruments

A financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise. For the purposes of the financial statements, financial assets have been determined to include investments, cash and cash equivalents, accounts receivable, related party and inter-fund balances. Similarly, financial liabilities include accounts payable, related party and inter-fund balances.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (i) Financial instruments (cont'd)

##### (i) Classification and subsequent measurement

On initial recognition, the Funds classifies financial assets as measured at amortised cost or FVTPL.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- It is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding (SPPI).

All other financial assets of the Funds are measured at FVTPL or amortised cost.

Business model assessment:

The Funds make an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed, and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether management's strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Funds' management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how the investment manager is compensated: e.g, whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

The Funds have determined that it has two business models.

- Held to collect business model: this includes cash and cash equivalents, contributions and dividend receivable and other receivables. These financial assets are held to collect contractual cash flow.
- Other business model: This includes debt securities, units in unit trusts, units in pooled funds and equity investments. These financial assets are managed and their performance is evaluated, on a fair value basis, with frequent sales taking place.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (i) Financial instruments (cont'd)

##### (i) Classification and subsequent measurement (cont'd)

Assessment whether contractual cashflows are SPPI

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Funds consider the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Funds consider the following:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable-rate features;
- leverage features, that modify consideration of the time value of money such as periodic reset of interest rates;
- prepayment and extension features; and
- terms that limit the Funds' claim to cash flows from specified assets (e.g. non-recourse features).

#### *Financial liabilities*

All financial liabilities are recognised initially at fair value and subsequently at amortised cost.

#### (ii) Derecognition

##### *Financial assets*

The Funds derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Funds neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

Any interest in transferred financial assets that qualify for derecognition that is created or retained by the Funds are recognised as a separate asset or liability in the statement of financial position.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (i) Financial instruments (cont'd)

##### (ii) Derecognition (cont'd)

###### *Financial assets (cont'd)*

On derecognition of a financial asset, the difference between the carrying amount of the asset or the carrying amount allocated to the portion of the asset derecognised, and the consideration received including any new asset obtained less any new liability assumed is recognised in profit or loss.

###### *Financial liabilities*

The Funds derecognises a financial liability when its contractual obligations are discharged or cancelled or expired.

##### (iii) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Funds currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

#### (j) Determination of fair value:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Funds measure the fair value of an instrument using quoted prices in an active market for that instrument. A market is regarded as active if quoted prices are readily and regularly available and represent actual and regularly occurring market transactions on arm's length basis.

If a market for a financial instrument is not active, the Funds establish fair value using a valuation technique. Valuation techniques include using recent arm's length transactions between knowledgeable, willing parties (if available), reference to the current fair value of other instruments that are substantially the same and discounted cash flow analyses. The chosen valuation technique makes maximum use of market inputs, relies as little as possible on estimates specific to the Funds, incorporates all factors that market participants would consider in setting a price and is consistent with accepted economic methodologies for pricing financial instruments. Inputs to valuation techniques reasonably represent market expectations and measures of the risk-return factors inherent in the financial instrument. The Fund Manager calibrates valuation techniques and tests them for validity using prices from observable current market transactions in the same instrument or based on other available observable market data.



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 3. Significant accounting policies (cont'd)

#### (j) Determination of fair value (cont'd):

Premiums and discounts, including initial transaction costs, are included in the carrying amount of the related instrument and amortised based on the effective interest rate of the instrument.

The best evidence of the fair value of a financial instrument at initial recognition is the transaction price, i.e., the fair value of the consideration given or received, unless the fair value of that instrument is evidenced by comparison with other observable current market transactions in the same instrument (i.e., without modification or repackaging) or based on a valuation technique whose variables include only data from observable markets. When a transaction price provides the best evidence of fair value at initial recognition, the financial instrument is initially measured at the transaction price and any difference between this price and the value initially obtained from a valuation model is subsequently recognised in surplus or deficit on an appropriate basis over the life of the instrument.

All changes in fair value, other than interest and dividend income and expense, are recognised in profit or loss as net gain from financial instruments at fair value through profit or loss.

### 4. Financial risk management

The Pooled Investment Funds have exposure to the following risks:

Credit risk  
Liquidity risk  
Market risk  
Operational risk

These notes present information about the Funds' exposure to each of the above risks, the Funds' objectives, policies and processes for measuring and managing risks.

Exposure to these risks is shown in notes relating to each Fund.

#### *Risk management framework*

The Board of Directors of Sagicor Life Jamaica Limited is ultimately responsible for the establishment and oversight of the risk management framework for the Funds. The Board has established committees for managing and monitoring risks.

The Pooled Funds have an established risk management framework with clear terms of reference from the Board of Directors of Sagicor Life Jamaica Limited and Sagicor Pooled Investment Funds Limited.

The framework involves the quarterly evaluation of risks by senior management. The strategies used to manage these risks range from cash management policies, asset liability matching guidelines to anti-money laundering and fraud policies.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 4. Financial risk management (cont'd)

#### *Risk management framework (cont'd)*

##### (a) Credit risk:

Credit risk is the risk of loss arising from a counter-party to a financial contract failing to discharge its obligations. These risks arise primarily on the cash and short-term investments.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position of the respective Funds.

##### (i) Cash and short-term investments

Cash and short-term investments are held with reputable financial institutions and collateral is not required for such accounts as management regards the institutions as strong.

##### (ii) Securities

A significant portion of investments is held in various government instruments and Sagicor Sigma Funds. Credit risk is managed by placing limits on the amounts in relation to a single counterparty or group of counterparties. Investment limits are approved by the Board of Directors of Sagicor Life Jamaica Limited in respect of holdings in the various classes or groupings of securities in aggregate and for any single security. Investment policies for the Funds also govern the credit ratings for bonds that can be held by the Funds.

##### (iii) Related party

The Fund Administrator structures the levels of credit risk it undertakes by placing limits on the amount of risk accepted in relation to a single counterparty or group and single related party or group of related counterparties.

##### (iv) Impairment

Impairment on cash resources, receivables and resale agreements has been measured on a 12-month expected loss basis. The Fund considers that these exposures have low credit risk based on the external credit ratings of the counterparties.

Impairment on cash resources, receivables and resale agreements has been measured on a 12-month expected loss basis. The Fund considers that these exposures have low credit risk based on the external credit ratings of the counterparties.

The Fund Administrator monitors changes in credit risk on these exposures by tracking published external credit ratings of the counterparties. To determine whether published ratings remain up to date and to assess whether there has been a significant increase in credit risk at the reporting date that has not been reflected in the published ratings, the Administrator reviews changes in bond yields, where available.

There has been no change to the Pooled Funds' exposure to credit risk or the manner in which risk is measured.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 4. Financial risk management (cont'd)

#### *Risk management framework (cont'd)*

##### (a) Liquidity risk:

Liquidity risk, also referred to as funding risk, is the risk that the Funds will encounter difficulty in raising funds to meet their commitments. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

The Funds' approach to managing liquidity is entailed in the liquidity management process.

These include:

- (i) Maintaining a portfolio of highly marketable and diverse assets that can easily be liquidated as protection against any unforeseen cash flow requirements;
- (ii) Optimising return on investments;
- (iii) Managing the concentration and profile of debt maturities.

Prudent liquidity risk management implies maintaining sufficient readily marketable securities, to meet liabilities as they arise. Additionally, the contracts with trustees of pension plans provide withdrawal arrangements to spread the release of funds on termination.

Maturity of contractual liabilities are shown in notes relating to each Fund.

##### (c) Market risk:

Market risk is the risk that changes in market prices, such as interest rates, foreign exchange rates and equity prices will affect the value of financial instruments and income. The Funds have significant exposure to market risk on their portfolio of investments which could fluctuate based on changes in market prices.

The objective of managing market risk is to manage and control market risk exposure within acceptable parameters, while optimising returns.

Market risk is managed by the fund managers which carry out extensive research and monitor the price movements of financial assets on the local and international markets. Market risks are managed through risk limits approved by the Board of Directors of Sagicor Pooled Investment Funds Limited.

##### (i) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. Interest-bearing financial assets are primarily represented by Government of Jamaica securities, which have been contracted at fixed and floating interest rates for the duration of the term.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 4. Financial risk management (cont'd)

#### *Risk management framework (cont'd)*

#### (c) Market risk (cont'd):

##### (i) Interest rate risk (cont'd)

Tables summarising the carrying amounts of interest rate-sensitive financial instruments, based on the earlier of contractual re-pricing or maturity dates are shown in notes relating to each Fund.

##### (ii) Foreign exchange risk

Foreign exchange risk is the risk that the market value of, or the cash flows from, financial instruments will vary because of exchange rate fluctuations. The Funds are exposed to foreign currency risk due to fluctuations in exchange rates on transactions and balances that are denominated in currencies other than the Jamaica dollar.

The main currency giving rise to this risk is the United States dollar.

	2023 US\$'000	2022 US\$'000
Pooled Equity Fund	977	1,533
Pooled Fixed Income Fund	17,094	23,578
Pooled Foreign Currency Fund	44,432	53,033
Pooled Money Market Fund	3,194	1,742
Pooled International Equity Fund	48,990	46,581
Pooled Global Fund	923	875
Pooled Mortgage and Real estate Fund	220	70
Pooled Diversified Investment Fund	6	5
Pooled CPI Fund	<u>1,854</u>	<u>1,879</u>
Total Foreign currency assets	<u>117,690</u>	<u>129,296</u>

A devaluation or revaluation movement of the Jamaica dollar against currencies which expose the Funds to risk at September 30 would have increased or decreased net income as follows:

	2023		2022	
	\$'000 1%	\$'000 4%	\$'000 1%	\$'000 4%
	revaluation	devaluation	revaluation	devaluation
Pooled Equity Fund	1,511	6,046	2,330	9,322
Pooled Fixed Income Fund	26,457	105,829	35,843	143,372
Pooled Foreign Currency Fund	68,768	275,071	80,620	322,481
Pooled Money Market Fund	4,944	19,775	2,648	10,593
Pooled International Equity Fund	75,822	303,289	70,812	283,248
Pooled Global Market Fund	1,428	5,712	1,330	5,321
Pooled Diversified Investment Fund	9	34	106	426
Pooled Mortgage and Real Estate Fund	340	1,362	8	30
Pooled CPI Fund	<u>2,870</u>	<u>11,482</u>	<u>2,856</u>	<u>11,426</u>

# Notes to the Financial Statements (Continued)

Year ended September 30, 2023

## 4. Financial risk management (cont'd)

### *Risk management framework (cont'd)*

#### (c) Market risk (cont'd):

##### (ii) Foreign exchange risk (cont'd)

The analysis assumes that all other variables, in particular, interest rates, remain constant.

At September 30, 2023, the exchange rate was US\$1 to J\$154.7720 (2022: US\$1 to J\$152.0191).

##### (iii) Equity price risk

Price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual instrument or its issuer or factors affecting all instruments traded in the market.

A change in the market price would have increased or decreased net income of the respective Funds as follows:

	2023		2022	
	6% \$'000	3% \$'000	6% \$'000	6% \$'000
	Increase	Decrease	Increase	Decrease
Pooled Equity Fund	2,341,736	1,170,868	2,777,566	2,777,566
Pooled Foreign Currency Fund	22,070	11,035	21,781	21,781
Pooled Diversified Investment Fund	91,260	45,630	90,161	90,161
Pooled Mortgage and Real Estate Fund	318,862	159,431	316,638	316,638
Pooled Fixed Income Fund	61,720	30,860	59,770	59,770
Pooled Money Market Fund	34,538	17,269	31,425	31,425
Pooled International Equity Fund	<u>423,346</u>	<u>211,673</u>	<u>413,091</u>	<u>413,091</u>

#### (d) Operational risk:

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Funds' processes, technology and infrastructure, and from the external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards and behaviour. Operational risks arise from the Funds' operations and are faced by all business entities.

The Funds' objective is to manage operational risks so as to balance the avoidance of financial losses and damage to the Funds' reputation with overall cost effectiveness and to avoid control procedures that restrict initiative and creativity.

# Notes to the Financial Statements (Continued)

Year ended September 30, 2023

## 4. Financial risk management (cont'd)

### *Risk management framework (cont'd)*

#### (e) Management of Accumulated Funds:

The Fund Manager's objectives when managing the fund are to safeguard the fund's ability to continue as a going concern in order to provide optimum returns on funds under management. The Board of Directors and responsible senior management of the Fund Manager monitor the return on the funds under management.

The objective is to maintain a strong fund base so as to sustain future growth.

There were no changes to the approach to fund management during the year. Also, the Fund is not exposed to any externally imposed capital requirements.

## 5. Related party transactions and balances

Transactions with related parties are as follows:

#### (a) Pension contributions

	2023 \$'000	2022 \$'000
Sagicor Bank Jamaica Limited	332,789	367,450
Sagicor Life Jamaica Limited	1,160,368	1,064,522
The Advantage General Insurance Company Limited	<u>140,966</u>	<u>214,074</u>
	<u>1,634,123</u>	<u>1,646,046</u>

#### (b) Investment management and administration fees

Sagicor Life Jamaica Limited charges investment and administration fees to clients of the Sagicor Pooled Pension Investment Funds. Investment management and administration fees deducted are disclosed in profit or loss of the respective Funds.

Investment management and administration fees paid to Sagicor Life Jamaica Limited and Employee Benefits Administrator Limited are as follows:

	2023 \$'000	2022 \$'000
Pooled Equity Fund	373,157	448,154
Pooled Mortgage and Real Estate Fund	246,422	223,384
Pooled Fixed Income Fund	255,524	286,666
Pooled Foreign Currency Fund	510,634	539,931
Pooled Money Market Fund	74,043	37,395
Pooled International Equity Fund	66,741	80,647
Pooled Global Market Fund	33,959	38,143
Pooled Diversified Investment Fund	146,385	179,153
Pooled CPI Fund	<u>289,895</u>	<u>181,866</u>
	<u>1,996,760</u>	<u>2,015,339</u>



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 5. Related party transactions and balances (cont'd)

#### (c) Investments with related parties

- (i) The carrying values of securities purchased under agreements to resell held with Sagicor Investments Jamaica Limited, are as follows:

	2023 \$'000	2022 \$'000
<b>Securities purchased under agreements to resell:</b>		
Pooled Equity Fund	66,948	43,145
Pooled Mortgage and Real Estate Fund	95,861	15,720
Pooled Fixed Income Fund	2,565,242	230,257
Pooled Foreign Currency Fund	23,120	155,624
Pooled Money Market Fund	1,099,645	265,408
Pooled International Equity Fund	16,324	100,930
Pooled Global Market Fund	61,198	22,067
Pooled Diversified Investment Fund	4,414	3,562
Pooled CPI Fund	<u>4,479,165</u>	<u>2,506,074</u>
	<u>8,411,917</u>	<u>3,342,787</u>

- (ii) The carrying value of related parties' equity investments are as follows:

	2023 \$'000	2022 \$'000
<b>Sagicor Group Ordinary Share:</b>		
Pooled Equity Fund	<u>4,760,946</u>	<u>5,036,506</u>
<b>Sagicor Financial Corporation Ordinary Share:</b>		
Pooled Equity Fund	<u>99,527</u>	<u>116,020</u>

- (iii) The carrying amount of investments with Sigma Funds are as follows:

<b>Sigma Global Funds:</b>		
Pooled Equity Fund	2,688,496	2,984,822
Pooled Mortgage and Real Estate Fund	9,749,484	9,760,673
Pooled Fixed Income Fund	3,694,378	3,893,328
Pooled Foreign Currency Fund	16,194,628	15,984,480
Pooled Money Market Fund	2,856,325	2,845,513
Pooled international Equity Fund	117,780	193,020
Pooled Global Market Fund	3,116,617	3,113,723
Pooled Diversify Fund	4,469,684	4,506,071
Pooled CPI Fund	<u>879,829</u>	<u>861,367</u>
	<u>43,767,221</u>	<u>44,142,197</u>

- (iv) The carrying value of related party corporate bonds are as follows:

	2023 \$'000	2022 \$'000
<b>Corporate Bonds:</b>		
Pooled CPI Fund	1,100,000	-
Pooled Money Market Fund	<u>450,000</u>	<u>-</u>
	<u>1,550,000</u>	<u>-</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 5. Related party transactions and balances (cont'd)

#### (d) Directors' fees

Fees totalling \$2,129,640 (2022: \$2,271,150) were paid to the directors of Sagicor Pooled Investment Funds Limited by the Pooled Pension Investment Funds.

#### (e) Related party balances shown in the statement of financial position are unsecured, interest free and payable on demand.

### 6. Notes to the Pooled Equity Fund [pages 5 – 7]

#### (a) Quoted equities at FVTPL

	2023		2022	
	Number of <u>shares</u> <u>'000s</u>	Valuation <u>of shares</u> <u>\$'000</u>	Number of <u>shares</u> <u>'000s</u>	Valuation <u>of shares</u> <u>\$'000</u>
AMG Packaging and Paper Co. Ltd	13,500	32,400	11,319	39,618
Berger Paint Jamaica Limited	22,285	155,772	22,285	203,907
Caribbean Cement Company Limited	10,489	587,385	10,548	648,703
Caribbean Flavours and Fragrances Limited	1,956	2,543	1,956	3,482
Carreras Group Limited	166,485	1,335,207	179,485	1,570,491
Derrimon Trading Co. Limited	45,358	99,787	45,358	102,055
Equityline Mortgage Investment Corporation	384	62,404	384	105,076
First Caribbean International Bank	1,274	187,619	1,341	167,199
First Rock Capital Holdings Limited	10,846	86,226	10,846	144,035
1834 Investments Limited	-	-	25,000	28,500
General Accident Company Limited	4,252	25,425	4,252	21,301
Grace Kennedy & Company Limited	32,902	2,401,849	39,894	3,582,517
Guardian Holdings Limited	292	128,668	292	146,214
Honey Bun 1982 Limited	2,500	15,500	2,500	19,750
Indies Pharma Jamaica Limited	8,172	25,905	8,172	24,108
Jamaica Broilers Limited	<u>29,968</u>	<u>1,003,945</u>	<u>33,476</u>	<u>984,205</u>
Balance brought forward	<u>350,663</u>	<u>6,150,636</u>	<u>397,108</u>	<u>7,791,161</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 6. Notes to the Pooled Equity Fund [pages 5 – 7] (cont'd)

#### (a) Quoted equities at FVTPL

	2023		2022	
	Number of shares '000s	Valuation of shares \$'000	Number of shares '000s	Valuation of shares \$'000
Balance carried forward	350,663	6,150,636	397,108	7,791,161
Jamaica Money Market Brokers Limited	41,808	1,241,698	42,445	1,676,582
Jamaica Producers Group Limited	102,908	2,016,992	108,873	2,221,016
Jamaica Stock Exchange Limited	70,125	631,125	70,125	1,241,212
Kingston Properties Limited	2,000	15,300	2,000	16,020
Kingston Wharves Limited	37,860	1,135,797	37,860	1,495,466
Knutsford Express Services Limited	9,497	121,090	9,497	75,503
Lasco Distributors Limited	16,011	66,446	16,011	48,834
Lasco Financial Services Limited	4,000	7,680	4,000	11,200
Margaritaville Turks Limited	5,820	85,747	5,820	97,315
Mayberry Investments Limited	2,100	14,700	2,100	16,632
Mayberry Jamaica Equities Limited	210	1,743	210	2,415
NCB Financial Group Limited	73,705	5,158,013	78,712	7,084,102
MPC Caribbean Clean Energy Limited	4,192	293,461	4,192	251,580
Pan-Jamaica Investments Trust Limited	118,204	5,910,181	118,704	7,110,346
Radio Jamaica Limited	28,388	50,815	28,388	70,971
Sagicor Financial Corporation Limited	173	98,527	173	116,020
Sagicor Group Jamaica Limited	98,204	4,760,946	93,286	5,036,506
Scotia Group Jamaica Limited	58,982	1,946,403	63,242	2,302,005
Seprod Limited	2,485	186,149	2,485	166,764
Supreme Ventures Limited	47,450	1,257,436	48,950	1,321,661
Sygnus Credit Investments Limited	12,730	143,335	12,730	170,577
Sagicor Real Estate X Fund Limited	641,905	5,327,813	641,905	5,263,622
Sagicor Select Funds Limited	592,427	291,101	592,427	363,853
Trans Jamaican Highway Limited	709	1,963	709	1,028
138 Student Living Jamaica Limited	88,540	376,296	91,315	369,824
Wigton Wind Farm Limited	8,720	6,802	8,720	4,796
Wisynco Group Limited	26,914	483,098	25,914	453,487
PBS Preference Shares	1,305	130,487	1,305	143,550
JPS Indexed Class F 9.5%				
Preference Shares	23	67,758	23	65,499
Eppley Caribbean Value Fund	19	769	19	956
Eppley Limited 5.0% Class A				
Preference Share Due 2023	-	-	1,286	25,710
Eppley Limited 7.25% Class B				
Preference Share Due 2026	1,524	28,952	1,524	30,476
Eppley Limited 7.75% Class C				
Preference Share Due 2028	1,000	20,000	1,000	20,000
Proven Investments Ltd	5,310	106,942	5,310	159,352
Express Catering Limited	12,500	55,625	12,500	64,375
Balance brought forward	2,468,411	38,191,826	2,530,868	45,290,416

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 6. Notes to the Pooled Equity Fund [pages 5 – 7] (cont'd)

#### (a) Quoted equities at FVTPL (cont'd)

	<b>2023</b>		<b>2022</b>	
	<b>Number of shares '000</b>	<b>Valuation of shares \$'000</b>	<b>Number of shares '000</b>	<b>Valuation of shares \$'000</b>
Balance carried forward	<u>2,468,411</u>	<u>38,191,826</u>	<u>2,530,868</u>	<u>45,290,416</u>
Fontana Limited	1,984	20,836	1,984	18,653
Main Event Entertainment Group Limited	2,000	27,000	2,000	18,900
One-On-One Educational Services Limited	1,119	1,286	1,119	1,801
Sygnus Real Estate Finance Limited	<u>4,904</u>	<u>49,044</u>	<u>5,464</u>	<u>49,507</u>
	<u>2,478,418</u>	<u>38,289,992</u>	<u>2,541,435</u>	<u>45,379,277</u>

#### (b) Government of Jamaica securities at FVTPL

	<b>2023 \$'000</b>	<b>2022 \$'000</b>
CPI Bonds	<u>397</u>	<u>372</u>

#### (c) Sagicor Sigma Global Funds at FVTPL

	<b>2023</b>		<b>2022</b>	
	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>
Sigma Real Estate Portfolio	123,806	267,297	139,665	300,796
Sigma Equity	23,627	1,683,335	23,245	1,925,919
Sigma Global Equity	197,584	416,645	204,761	385,278
Sigma Money Market	422	741	422	725
Sigma Global Venture	<u>90,174</u>	<u>320,478</u>	<u>98,282</u>	<u>372,104</u>
	<u>435,613</u>	<u>2,688,496</u>	<u>466,375</u>	<u>2,984,822</u>

#### (d) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfill their contractual obligations.

The fair value of collateral held pursuant to reverse repurchase agreements approximated the carrying value.

The reverse repurchase agreements as at September 30, 2023 was \$66,948,000 (2022: \$43,145,000).

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 6. Notes to the Pooled Equity Fund [pages 5 – 7] (cont'd)

#### (e) Unquoted equities and other investments at FVTPL

	<b>2023</b>		<b>2022</b>	
	<b>Number of</b>	<b>Valuation</b>	<b>Number of</b>	<b>Valuation</b>
	<b><u>units</u></b>	<b><u>of units</u></b>	<b><u>units</u></b>	<b><u>of units</u></b>
	<b><u>'000</u></b>	<b><u>\$'000</u></b>	<b><u>'000</u></b>	<b><u>\$'000</u></b>
BETA SPV Limited	4,068	738,004	4,068	912,571
Jamaica Unit Trust	<u>24</u>	<u>950</u>	<u>24</u>	<u>913</u>
	<u>4,092</u>	<u>738,954</u>	<u>4,092</u>	<u>913,484</u>

#### (f) Accounts receivable

	<b>2023</b>	<b>2022</b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
Interest receivable	21	11
Dividend and other receivable	28,362	81,179
Due from brokers	102,024	-
Withholding tax recoverable	<u>19,223</u>	<u>19,223</u>
	<u>149,630</u>	<u>100,413</u>

#### (g) Accounts payable

	<b>2023</b>	<b>2022</b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
Accrued audit fees	5,029	5,252
Due to brokers and others	<u>11,731</u>	<u>17,268</u>
	<u>16,760</u>	<u>22,520</u>

#### (h) Financial instruments

##### (i) Credit risk:

##### *Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

##### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

<b>September 30, 2023</b>	<b>Carrying</b>	<b>Contractual</b>	<b>1-3</b>
	<b><u>Amount</u></b>	<b><u>cash flows</u></b>	<b><u>months</u></b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
Accounts payable	16,760	16,760	16,760
Bank overdraft	15,661	15,661	15,661
Due to related party	41,282	41,282	41,282
Inter-fund accounts	<u>757,049</u>	<u>757,049</u>	<u>757,049</u>
	<u>830,752</u>	<u>830,752</u>	<u>830,752</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 6. Notes to the Pooled Equity Fund [pages 5 – 7] (cont'd)

#### (h) Financial instruments (cont'd)

#### (ii) Liquidity risk (cont'd):

September 30, 2022	Carrying <u>Amount</u> \$'000	Contractual <u>cash flows</u> \$'000	1-3 <u>months</u> \$'000
Accounts payable	22,520	22,520	22,520
Due to related party	2,973	2,973	2,973
Inter-fund accounts	<u>136,791</u>	<u>136,791</u>	<u>136,791</u>
	<u>162,284</u>	<u>162,284</u>	<u>162,284</u>

#### (iii) Market risk:

#### *Interest rate risk*

The following table summarises the carrying amounts of assets and liabilities to arrive at the Fund's interest rate gap based on the earlier of contractual repricing and maturity dates.

September 30, 2023	Carrying <u>Amount</u> \$'000	Within <u>3 months</u> \$'000	3-12 <u>months</u> \$'000	1-5 <u>years</u> \$'000	> <u>5 years</u> \$'000	Non <u>sensitive</u> \$'000
<b>Assets</b>						
Quoted equities	38,289,992	-	-	-	-	38,289,992
Government of Jamaica Securities	397	-	-	-	397	-
Unquoted equities and other investments	738,954	-	-	-	-	738,954
Sagcor Sigma Global Funds	2,688,496	-	-	-	-	2,688,496
Securities purchased under agreement to resell	66,948	66,948	-	-	-	-
Accounts receivable	149,630	-	-	-	-	149,630
Inter-fund accounts	24,738	-	-	-	-	24,738
Due from related party	<u>1,734</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,734</u>
Total assets	<u>41,960,889</u>	<u>66,948</u>	<u>-</u>	<u>-</u>	<u>397</u>	<u>41,893,544</u>
<b>Liabilities</b>						
Bank Overdraft	15,661	15,661	-	-	-	-
Accounts payable	16,760	-	-	-	-	16,760
Due to related parties	41,282	-	-	-	-	41,282
Inter-fund accounts	<u>757,049</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>757,049</u>
Total liabilities	<u>830,752</u>	<u>15,661</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>815,091</u>
Interest rate sensitivity gap	<u>41,130,137</u>	<u>51,287</u>	<u>-</u>	<u>-</u>	<u>397</u>	<u>41,078,455</u>
Cumulative gap	<u>41,130,137</u>	<u>51,287</u>	<u>51,287</u>	<u>51,287</u>	<u>51,684</u>	<u>41,130,137</u>



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 6. Notes to the Pooled Equity Fund [pages 5 – 7] (cont'd)

#### (h) Financial instruments (cont'd)

#### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	> 5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	5,639	5,639	-	-	-	-
Quoted equities	45,379,277	-	-	-	-	45,379,277
Government of Jamaica Securities	372	-	-	-	372	-
Unquoted equities and other investments	913,484	-	-	-	-	913,484
Sagcor Sigma Global Funds	2,984,822	-	-	-	-	2,984,822
Securities purchased under agreement to resell	43,145	43,145	-	-	-	-
Accounts receivable	100,413	-	-	-	-	100,413
Inter-fund accounts	19,053	-	-	-	-	19,053
Due from related party	3,561	-	-	-	-	3,561
Total assets	<u>49,449,766</u>	<u>48,784</u>	<u>-</u>	<u>-</u>	<u>372</u>	<u>49,400,610</u>
<u>Liabilities</u>						
Accounts payable	22,520	-	-	-	-	22,520
Due to related parties	2,973	-	-	-	-	2,973
Inter-fund accounts	<u>136,791</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>136,791</u>
Total liabilities	<u>162,284</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>162,284</u>
Interest rate sensitivity gap	<u>49,287,482</u>	<u>48,784</u>	<u>-</u>	<u>-</u>	<u>372</u>	<u>49,238,326</u>
Cumulative gap	<u>49,287,482</u>	<u>48,784</u>	<u>48,784</u>	<u>48,784</u>	<u>49,156</u>	<u>49,287,482</u>

At the reporting date, the interest profile of the Fund's interest bearing financial instruments was as follows:

	2023 \$'000	2022 \$'000
Fixed rate instruments		
Financial assets	<u>-</u>	<u>30,599</u>
Variable rate instruments		
Financial assets	<u>397</u>	<u>372</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 6. Notes to the Pooled Equity Fund [pages 5 – 7] (cont'd)

#### (h) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

##### Sensitivity analysis

A change of basis points outlined below in interest rates and yields:

Currency	Increase in basis point		Decrease in basis point	
	2023	2022	2023	2022
JMD	50	200	25	50
USD	<u>50</u>	<u>200</u>	<u>25</u>	<u>50</u>

A change in basis points would have increased or decreased net income and accumulated fund by the amounts shown below. The analysis assumes that all other variables, particularly foreign currency rates, remain constant.

The analysis was performed on the same basis as in 2022.

	Increase		Decrease	
	Effect of change in net income \$'000	Effect of change in fair value \$'000	Effect of change in net income \$'000	Effect of change in fair value \$'000
<b>September 30, 2023</b>				
Financial assets	<u>2</u>	( <u>1</u> )	( <u>1</u> )	<u>-</u>
<b>September 30, 2022</b>				
Financial assets	<u>870</u>	( <u>3</u> )	( <u>218</u> )	<u>1</u>

#### (i) Fair values of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 6. Notes to the Pooled Equity Fund [pages 5 – 7] (cont'd)

#### (i) Fair values of financial instruments (cont'd)

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- (a) the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- (b) the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

#### Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets, however, including their levels in the fair value hierarchy. It does not include fair value information for financial assets not measured at fair value if the carrying amount are a reasonable approximation of fair value due to the short term nature of these financial assets, which are all considered to be within the level two fair value hierarchy.

<b>2023</b>				
	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Level 3</u></b>	<b><u>Total</u></b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
<b>Financial assets measured at fair value:</b>				
Quoted equities	38,289,992	-	-	38,289,992
Government of Jamaica Securities	-	397	-	397
Sagicor Sigma Global Funds	-	2,688,496	-	2,688,496
Unquoted equities	-	-	738,954	738,954
	<u>38,289,992</u>	<u>2,688,893</u>	<u>738,954</u>	<u>41,717,839</u>
<b>2022</b>				
	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Level 3</u></b>	<b><u>Total</u></b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
<b>Financial assets measured at fair value:</b>				
Quoted equities	45,379,277	-	-	45,379,277
Government of Jamaica Securities	-	372	-	372
Sagicor Sigma Global Funds	-	2,984,822	-	2,984,822
Unquoted equities	-	-	913,484	913,484
	<u>45,379,277</u>	<u>2,985,194</u>	<u>913,484</u>	<u>49,277,955</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 6. Notes to the Pooled Equity Fund [pages 5 – 7] (cont'd)

#### (i) Fair values of financial instruments (cont'd)

##### Reconciliation of Level 3 fair values

The following table shows a reconciliation from the opening balances to the closing balances for level 3 fair value:

	2023 \$'000	2022 \$'000
Balance as at October 1	913,484	1,220,434
Net change in fair value	(174,530)	( 306,950)
Balance as at September 30	<u>738,954</u>	<u>913,484</u>

##### Sensitivity to significant unobservable inputs movements:

For the fair values of Level 3 instruments, a 6% increase or 3% decrease (2022: 6% increase or 6% decrease) of the equity price would have increase net income by \$61,000,000 (2022 \$55,000,000) or decrease net income by \$22,000,000 (2022 \$55,000,000).

### 7. Notes to the Pooled Mortgage and Real Estate Fund [pages 8 – 10]

#### (a) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfill their contractual obligations.

The fair value of collateral held pursuant to reverse repurchase agreements approximates the carrying value.

The reverse repurchase agreements as at September 30, 2023 was \$95,861,000 (2022: \$15,720,000).

#### (b) Sagicor Sigma Global Funds

	2023		2022	
	Number of units '000	Valuation of units \$'000	Number of units '000	Valuation of units \$'000
Sigma Real Estate	4,513,720	9,745,121	4,513,720	9,721,199
Sigma Money Market	<u>2,482</u>	<u>4,363</u>	<u>22,950</u>	<u>39,474</u>
	<u>4,516,202</u>	<u>9,749,484</u>	<u>4,536,670</u>	<u>9,760,673</u>

#### (c) Quoted equities

This represents 635,556,368 (2022: 635,556,368) units in Sagicor Real Estate X Fund Limited, valued at \$5,275,117,000 (2022: \$5,211,562,000) and 9,233,333 (2022: 16,233,332) units in 138 Student Living valued at \$39,242,000 (2022: \$65,745,000).

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 7. Notes to the Pooled Mortgage and Real Estate Fund [pages 8 – 10] (cont'd)

#### (d) Investment properties

	<u>2023</u> \$'000	<u>2022</u> \$'000
Jewel Grande Montego Bay (formerly Palmyra)*	14,512,816	13,083,220
Lot 17, Dominica Drive, New Kingston **	2,375,000	2,200,000
6b Manchester Avenue, May Pen***	<u>160,000</u>	<u>140,000</u>
	<u>17,047,816</u>	<u>15,423,220</u>

\* This represents investment in units at the Jewel Grande Montego Bay, from which rental income will be earned. The Jewel Grande was opened for business in September 2021. The property is valued every year by an independent professional valuator. Valuation of property, which is located at Rose Hall, St. James was performed by Allison, Pitter & Co. an independent professional valuator, on August 16, 2023 (2022: July 17, 2022), at which time the asset was valued at 14,512,816 (2022: \$13,083,220,000). There was no significant change in the fair value of the property from the valuation date to the reporting date.

\*\* The valuation of this property which is located at Lot 17, Dominica Drive, New Kingston was performed by Allison, Pitter & Co. an independent professional valuator, on August 17, 2023 (2022: September 29, 2022), for the period ended September 30, 2023, at which time the asset was valued at 2,375,000,000 (2022: \$2,200,000,000). There was no significant change in the fair value of the property from the valuation date to the reporting date.

\*\*\* The valuation of this property, which is located at 6b Manchester Avenue, May Pen, Clarendon was performed by Allison, Pitter & Co. an independent professional valuator, on August 11, 2023 (2022: October 6, 2022) at which time the asset was valued at \$160,000,000 (2022: \$140,000,000). There was no significant change in the fair value of the property from the reporting date and the valuation date.

The fair value of investment properties \$17,047,816 (2022: \$15,423,220,000) has been categorised as level 3 in the fair value hierarchy.

The following table shows the valuation technique used in measuring fair value as well as the significant unobservable inputs used.

Valuation techniques	Significant unobservable inputs	Inter-relationship between key unobservable inputs and fair value measurement
<p>Market approach. This model takes into account:</p> <ul style="list-style-type: none"> <li>A willing seller and buyer;</li> <li>A reasonable period in which to negotiate a sale, taking into account the nature of the property and state of the market;</li> </ul>	<ul style="list-style-type: none"> <li>Judgements if the property can be sold, exchanged, transferred, let, mortgaged or used for any other economic activity, within its use class.</li> <li>The potential rental value of the property in the current investment climate.</li> </ul>	<p>The estimated fair value would increase/(decrease) if:</p> <ul style="list-style-type: none"> <li>the potential rental value of the property increased/ decreased.</li> <li>judgement about what the property can be sold, exchanged, let, mortgaged, which had been determined to be better/(worse).</li> </ul>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 7. Notes to the Pooled Mortgage and Real Estate Fund [pages 8 – 10] (cont'd)

#### (d) Investment properties (cont'd)

Valuation techniques	Significant unobservable inputs	Inter-relationship between key unobservable inputs and fair value measurement
<p>Market approach. This model takes into account:</p> <ul style="list-style-type: none"> <li>• remain stable throughout the period of market exposure and disposal by of sale (hypothetical);</li> <li>• The property will be freely exposed to the market; and</li> <li>• Potential rental value of the property in the current investment climate.</li> </ul>	<ul style="list-style-type: none"> <li>• The strength of demand for the property, given its condition, location and range of potential uses.</li> </ul>	<ul style="list-style-type: none"> <li>• The strength of the demand is greater/(less) than judged.</li> </ul>

The rental income earned on the properties during the year amounted to \$3,292,692,000 (2022: \$2,481,035,000) and the related expenses totalled \$2,465,211,000 (2022: \$2,290,455,000).

#### (e) Accounts receivable

	<u>2023</u> \$'000	<u>2022</u> \$'000
Other receivables	1	5,111
Interest receivable	26	3
Withholding tax recoverable	6,250	6,250
Rent receivable	41,699	38,677
Miscellaneous*	-	67
Property insurance**	<u>13,305</u>	<u>9,604</u>
	<u>61,281</u>	<u>59,712</u>

\*In the prior year, miscellaneous receivables represented amounts advanced towards renovation of the Jewel Grande that has not yet been spent.

\*\*Property insurance receivables represent prepayment made on the 6b Manchester Avenue and 17 Dominica Drive investment properties.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 7. Notes to the Pooled Mortgage and Real Estate Fund [pages 8 – 10] (cont'd)

(f) Property Rental and Services Fees Payable/Receivable	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
Due to Jewel Grande Montego Bay	( 897,741)	(1,621,450)
Due from Jewel Grande Montego Bay	<u>1,998,608</u>	<u>1,998,608</u>
	<u>1,100,867</u>	<u>377,158</u>

(g) Accounts payable	<b>2023</b> <b>\$'000</b>	<b>2022</b> <b>\$'000</b>
Stale-dated cheques and other payables	<u>3,932</u>	<u>8,489</u>

#### (h) Financial instruments

##### (i) Credit risk:

##### *Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

##### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

<b>September 30, 2023</b>	<b>Carrying Amount \$'000</b>	<b>Contractual cash flows \$'000</b>	<b>1-3 months \$'000</b>
Accounts payable	3,932	3,932	3,932
Due to related parties	97,057	97,057	97,057
Inter-fund accounts	<u>26,421</u>	<u>26,421</u>	<u>26,421</u>
	<u>127,410</u>	<u>127,410</u>	<u>127,410</u>
 <b>September 30, 2022</b>	 <b>Carrying Amount \$'000</b>	 <b>Contractual cash flows \$'000</b>	 <b>1-3 months \$'000</b>
Accounts payable	8,489	8,489	8,489
Due to related parties	63,430	63,430	63,430
Inter-fund accounts	<u>21,651</u>	<u>21,651</u>	<u>21,651</u>
	<u>93,570</u>	<u>93,570</u>	<u>93,570</u>



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 7. Notes to the Pooled Mortgage and Real Estate Fund [pages 8 – 10] (cont'd)

#### (h) Financial instruments (cont'd)

##### (iii) Market risk:

##### *Interest rate risk*

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	1,261	1,261	-	-	-	-
Sagicor Sigma Global Funds	9,749,484	-	-	-	-	9,749,484
Quoted equities	5,314,359	-	-	-	-	5,314,359
Securities purchased under agreement to resell	95,861	95,861	-	-	-	-
Accounts receivable	61,281	-	-	-	-	61,281
Inter-fund accounts	126,477	-	-	-	-	126,477
Due from related parties	<u>1,100,867</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,100,867</u>
Total assets	<u>16,449,590</u>	<u>97,122</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,352,468</u>
<u>Liabilities</u>						
Accounts payable	3,932	-	-	-	-	3,932
Due to related parties	97,057	-	-	-	-	97,057
Inter-fund accounts	<u>26,421</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,421</u>
Total liabilities	<u>127,410</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>127,410</u>
Interest rate sensitivity gap	<u>16,322,180</u>	<u>97,122</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,225,058</u>
Cumulative gap	<u>16,322,180</u>	<u>97,122</u>	<u>97,122</u>	<u>97,122</u>	<u>97,122</u>	<u>16,322,180</u>
September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	11,255	11,255	-	-	-	-
Sagicor Sigma Global Funds	9,760,673	-	-	-	-	9,760,673
Quoted equities	5,277,307	-	-	-	-	5,277,307
Securities purchased under agreement to resell	15,720	15,720	-	-	-	-
Accounts receivable	59,712	-	-	-	-	59,712
Inter-fund accounts	18,295	-	-	-	-	18,295
Due from related parties	<u>381,595</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>381,595</u>
Total assets	<u>15,524,557</u>	<u>26,975</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,497,582</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 7. Notes to the Pooled Mortgage and Real Estate Fund [pages 8 – 10] (cont'd)

#### (h) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Liabilities</u>						
Accounts payable	8,489	-	-	-	-	8,489
Due to related parties	63,430	-	-	-	-	63,430
Inter-fund accounts	<u>21,651</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,651</u>
Total liabilities	<u>93,570</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>93,570</u>
Interest rate sensitivity gap	<u>15,430,987</u>	<u>26,975</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,404,012</u>
Cumulative gap	<u>15,430,987</u>	<u>26,975</u>	<u>26,975</u>	<u>26,975</u>	<u>26,975</u>	<u>15,430,987</u>

At the reporting date, the interest profile of the Fund's interest-bearing financial instruments was as follows:

	<u>2023</u> \$'000	<u>2022</u> \$'000
Fixed rate instruments		
Financial assets	<u>95,861</u>	<u>15,720</u>

##### Sensitivity analysis

A change of basis points outlined below in interest rates and yields:

Currency	<u>Increase in basis point</u>		<u>Decrease in basis point</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
JMD	50	200	25	50
USD	<u>50</u>	<u>200</u>	<u>25</u>	<u>50</u>

A change in basis points would have increased or decreased net income and accumulated fund by the amounts shown below. The analysis assumes that all other variables, particularly foreign currency rates, remain constant. As at September 30, 2023 there were no variable rate instruments.

#### (i) Fair values of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 7. Notes to the Pooled Mortgage and Real Estate Fund [pages 8 – 10] (cont'd)

#### (i) Fair values of financial instruments (cont'd)

- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

#### Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets, including their levels in the fair value hierarchy. It does not include fair value information for financial assets such as securities purchased under agreement to resell because the carrying amount is a reasonable approximation of fair value due to the short-term nature of these financial assets, which are all considered to be within the level two fair value hierarchy.

	2023		
	<u>Level 1</u> <u>\$'000</u>	<u>Level 2</u> <u>\$'000</u>	<u>Total</u> <u>\$'000</u>
<b>Financial assets measured at fair value:</b>			
Sagcor Sigma Global Funds	-	9,749,484	9,749,484
Quoted equities	<u>5,314,359</u>	<u>-</u>	<u>5,314,359</u>
	<u>5,314,359</u>	<u>9,749,484</u>	<u>15,063,843</u>
	2022		
	<u>Level 1</u> <u>\$'000</u>	<u>Level 2</u> <u>\$'000</u>	<u>Total</u> <u>\$'000</u>
<b>Financial assets measured at fair value:</b>			
Sagcor Sigma Global Funds	-	9,760,673	9,760,673
Quoted equities	<u>5,277,307</u>	<u>-</u>	<u>5,277,307</u>
	<u>5,277,307</u>	<u>9,760,673</u>	<u>15,037,980</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 8. Notes to the Pooled Fixed Income Fund [pages 11 – 13]

#### (a) Government of Jamaica securities

	2023 \$'000	2022 \$'000
Bonds:		
Benchmark	1,939,635	1,847,687
Global	1,600,590	2,710,124
Other Government of Jamaica Bonds	<u>909,600</u>	<u>870,023</u>
	<u>4,449,825</u>	<u>5,427,834</u>

#### (b) Corporate Bonds

	2023 \$'000	2022 \$'000
USD Corporate Bonds	338,867	714,078
JMD Corporate Bonds	<u>9,705,483</u>	<u>7,768,648</u>
	<u>10,044,350</u>	<u>8,482,726</u>

#### (c) Investment in finance leases

	2023 \$'000	2022 \$'000
Total minimum payment receivable	376,769	27,265
Unearned income	( 84,500)	( 3,682)
	<u>292,269</u>	<u>23,583</u>

	2023 \$'000	2022 \$'000
Comprised as follows:		
Current portion	74,289	23,583
Non-current portion	<u>217,980</u>	<u>-</u>
	<u>292,269</u>	<u>23,583</u>

Future minimum payments are receivable as follows:

	2023	2022
Within 1 year	107,132	27,265
Between 1 and 5 years	<u>269,637</u>	<u>-</u>
	<u>376,769</u>	<u>27,265</u>

#### (d) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfill their contractual obligations.

The fair value of collateral held pursuant to reverse repurchase agreements approximated the carrying value.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 8. Notes to the Pooled Fixed Income Fund [pages 11 – 13] (cont'd)

#### (d) Securities purchased under agreements to resell (cont'd)

The reverse repurchase agreements as at September 30, 2023 was \$2,565,242,000 (2022: \$230,257,000).

#### (e) Sagicor Sigma Global Funds

	2023		2022	
	Number of units '000	Valuation of units \$'000	Number of units '000	Valuation of units \$'000
Sigma Global Venture	48,962	174,012	48,962	185,376
Sigma Bond	8,751	316,236	11,472	406,641
Sigma Money Market	344,783	605,991	344,783	593,027
Sigma Diversified	364,507	788,027	364,507	865,084
Sigma Global Bond	<u>92,891</u>	<u>1,810,112</u>	<u>96,725</u>	<u>1,843,200</u>
	<u>859,894</u>	<u>3,694,378</u>	<u>866,449</u>	<u>3,893,328</u>

#### (f) Sagicor Pooled Pension Fund

	2023		2022	
	Number of units '000	Valuation of units \$'000	Number of units '000	Valuation of units \$'000
Pooled Mortgage and Real Estate Fund	<u>54</u>	<u>784,632</u>	<u>58</u>	<u>786,253</u>

#### (g) Quoted Equities at FVTPL

	2023		2022	
	Number of units '000	Valuation of units \$'000	Number of units '000	Valuation of units \$'000
JPS Indexed Class F 9.5% Preference Shares	70	208,800	70	201,840
JMMB 7.35% Fixed Rate Preference Share	33,350	100,050	33,350	100,050
JMMB 7.25% Variable Rate Preference Shares	<u>175,000</u>	<u>343,000</u>	<u>175,000</u>	<u>315,000</u>
	<u>208,420</u>	<u>651,850</u>	<u>208,420</u>	<u>616,890</u>

#### (h) Unquoted Equities at FVTPL

	2023		2022	
	Number of units '000	Valuation of units \$'000	Number of units '000	Valuation of units \$'000
Trans Jamaican Highway Limited Preference Shares	176,983	235,387	176,983	235,387
Caribbean Mezzanine Fund Class A Preference Shares	3,347	36,872	3,347	35,010
West Indies Petroleum Class D Preference Shares	<u>10,000</u>	<u>104,571</u>	<u>10,000</u>	<u>108,885</u>
	<u>190,330</u>	<u>376,830</u>	<u>190,330</u>	<u>379,282</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 8. Notes to the Pooled Fixed Income Fund [pages 11 – 13] (cont'd)

#### (i) Accounts receivable

	2023 \$'000	2022 \$'000
Interest receivable	171,571	166,772
Withholding tax recoverable	37,888	34,432
General Consumption Tax (GCT) receivable	18,805	18,805
Due from broker	270,168	24,401
Other receivables	<u>2,506</u>	<u>2,506</u>
	<u>500,938</u>	<u>246,916</u>

#### (j) Accounts payable

	2023 \$'000	2022 \$'000
GCT and other payable	-	195
Accrued audit fees	2,679	2,184
Stale-dated cheques	5,172	-
Electronic bank transfers not yet allocated	<u>208,359</u>	<u>189,715</u>
	<u>216,210</u>	<u>192,094</u>

#### (k) Financial instruments

##### (i) Credit risk:

##### *Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

##### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

##### September 30, 2023

	Carrying Amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Due to related party	41,307	41,307	41,307
Accounts payable	216,210	216,210	216,210
Inter-fund accounts	<u>912,286</u>	<u>912,286</u>	<u>912,286</u>
	<u>1,169,803</u>	<u>1,169,803</u>	<u>1,169,803</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 8. Notes to the Pooled Fixed Income Fund [pages 11 – 13] (cont'd)

#### (k) Financial instruments (cont'd)

#### (ii) Liquid risk (cont'd):

September 30, 2022

	<b>Carrying Amount \$'000</b>	<b>Contractual cash flows \$'000</b>	<b>1-3 months \$'000</b>
Due to related party	19,333	19,333	19,333
Accounts payable	192,094	192,094	192,094
Inter-fund accounts	<u>621,477</u>	<u>621,477</u>	<u>621,477</u>
	<u>832,904</u>	<u>832,904</u>	<u>832,904</u>

#### (iii) Market risk:

#### *Interest rate risk*

The following table summarises the carrying amounts of assets and liabilities to arrive at the Fund's interest rate gap based on the earlier of contractual repricing and maturity dates.

<b>September 30, 2023</b>	<b>Carrying Amount \$'000</b>	<b>Within 3 months \$'000</b>	<b>3-12 months \$'000</b>	<b>1-5 years \$'000</b>	<b>&gt;5 years \$'000</b>	<b>Non sensitive \$'000</b>
<u>Assets</u>						
Cash	25,468	25,468	-	-	-	-
Government of Jamaica securities	4,449,825	50,065	-	2,186,889	2,212,871	-
Corporate Bonds	10,044,350	499,189	1,456,232	1,473,945	6,614,984	-
Sagicor Sigma Global Funds	3,694,378	-	-	-	-	3,694,378
Sagicor Pooled Pension Funds	784,632	-	-	-	-	784,632
Securities purchased under agreement to resell	2,565,242	2,565,242	-	-	-	-
Quoted equities	651,850	-	-	-	-	651,850
Unquoted equities	376,830	-	-	-	-	376,830
Investment in finance leases	292,269	-	74,289	217,980	-	-
Accounts receivable	500,938	-	-	-	-	500,938
Inter-fund accounts	678,125	-	-	-	-	678,125
Due from related parties	<u>6,482</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,482</u>
Total assets	<u>24,070,389</u>	<u>3,139,964</u>	<u>1,530,521</u>	<u>3,878,814</u>	<u>8,827,855</u>	<u>6,693,235</u>
<u>Liabilities</u>						
Due to related party	41,307	-	-	-	-	41,307
Accounts payable	216,210	-	-	-	-	216,210
Inter-fund accounts	<u>912,286</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>912,286</u>
Total liabilities	<u>1,169,803</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,169,803</u>
Interest rate sensitivity gap	<u>23,106,236</u>	<u>3,139,964</u>	<u>1,530,521</u>	<u>3,878,814</u>	<u>8,827,855</u>	<u>5,523,432</u>
Cumulative gap	<u>23,106,236</u>	<u>3,139,964</u>	<u>4,670,485</u>	<u>8,549,299</u>	<u>17,377,154</u>	<u>22,900,586</u>



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 8. Notes to the Pooled Fixed Income Fund [pages 11 – 13] (cont'd)

#### (k) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<b>Assets</b>						
Cash	20,305	20,305	-	-	-	-
Government of Jamaica securities	5,427,835	73,626	9,904	224,283	5,120,022	-
Corporate Bonds	8,482,726	97,499	1,048,344	1,222,782	6,114,101	-
Sagicor Sigma Global Funds	3,893,328	-	-	-	-	3,893,328
Sagicor Pooled Pension Funds	786,253	-	-	-	-	786,253
Securities purchased under agreement to resell	230,257	230,257	-	-	-	-
Quoted equities	616,890	-	-	-	-	616,890
Unquoted equities	379,282	-	-	-	-	379,282
Investment in finance leases	23,583	-	23,583	-	-	-
Accounts receivable	246,916	-	-	-	-	246,916
Inter-fund accounts	319,665	-	-	-	-	319,665
Due from related parties	2,241	-	-	-	-	2,241
<b>Total assets</b>	<b>20,429,281</b>	<b>421,687</b>	<b>1,081,831</b>	<b>1,447,065</b>	<b>11,234,123</b>	<b>6,244,575</b>
<b>Liabilities</b>						
Due to related party	19,333	-	-	-	-	19,333
Accounts payable	192,094	-	-	-	-	192,094
Inter-fund accounts	621,477	-	-	-	-	621,477
<b>Total liabilities</b>	<b>832,904</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>832,904</b>
Interest rate sensitivity gap	19,596,377	421,687	1,081,831	1,447,065	11,234,123	5,411,671
Cumulative gap	19,596,377	421,687	1,503,518	2,950,583	14,184,706	19,596,377

At the reporting date, the interest profile of the Fund's interest-bearing financial instruments was as follows:

	2023 \$'000	2022 \$'000
Fixed rate instruments		
Financial assets	14,180,353	13,841,970
Variable rate instruments		
Financial assets	314,062	241,169

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 8. Notes to the Pooled Fixed Income Fund [pages 11 – 13] (cont'd)

#### (k) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

##### Sensitivity analysis

A change of basis points outlined below in interest rates and yields:

Currency	Increase in basis point		Decrease in basis point	
	2023	2022	2023	2022
JMD	50	200	25	50
USD	<u>50</u>	<u>200</u>	<u>25</u>	<u>50</u>

A change in basis points would have increased or decreased net income and accumulated fund by the amounts shown below. The analysis assumes that all other variables, particularly foreign currency rates, remain constant. The analysis was performed on the same basis as in 2022.

	Increase		Decrease	
	Effect of change in net income \$'000	Effect of change in fair value \$'000	Effect of change in net income \$'000	Effect of change in fair value \$'000
<b>September 30, 2023</b>				
Financial assets	<u>1,564</u>	<u>(413,235)</u>	<u>(782)</u>	<u>215,610</u>
	Increase		Decrease	
	Effect of change in interest rate \$'000	Effect of change in fair value \$'000	Effect of change in interest rate \$'000	Effect of change in fair value \$'000
<b>September 30, 2022</b>				
Financial assets	<u>9,353</u>	<u>(1,567,182)</u>	<u>(2,338)</u>	<u>450,512</u>

#### (l) Fair value of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 8. Notes to the Pooled Fixed Income Fund [pages 11 – 13] (cont'd)

#### (l) Fair value of financial instruments (cont'd)

- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets, including their levels in the fair value hierarchy.

It does not include fair value information for financial assets such as securities purchased under agreements to resell because the carrying amount is a reasonable approximation of fair value due to the short term nature of these financial assets, which are all considered to be within the level two fair value hierarchy.

	<b>2023</b>			
	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Level 3</u></b>	<b><u>Total</u></b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
<b>Financial assets measured at fair value:</b>				
Government of Jamaica Securities	-	4,449,825	-	4,449,825
Corporate Bonds	-	10,044,350	-	10,044,350
Sagicor Sigma Global Funds	-	3,694,378	-	3,694,378
Sagicor Pooled Pension Funds	-	784,632	-	784,632
Unquoted equities	-	-	376,830	376,830
Quoted equities	<u>651,850</u>	<u>-</u>	<u>-</u>	<u>651,850</u>
	<u>651,850</u>	<u>18,973,185</u>	<u>376,830</u>	<u>20,001,865</u>
	<b>2022</b>			
	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Level 3</u></b>	<b><u>Total</u></b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
<b>Financial assets measured at fair value:</b>				
Government of Jamaica Securities	-	5,427,834	-	5,427,834
Corporate Bonds	-	8,482,726	-	8,482,726
Sagicor Sigma Global Funds	-	3,893,328	-	3,893,328
Sagicor Pooled Pension Funds	-	786,253	-	786,253
Unquoted equities	-	-	379,282	379,282
Quoted equities	<u>616,890</u>	<u>-</u>	<u>-</u>	<u>616,890</u>
	<u>616,890</u>	<u>18,590,141</u>	<u>379,282</u>	<u>19,586,313</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 8. Notes to the Pooled Fixed Income Fund [pages 11 – 13] (cont'd)

#### (l) Fair value of financial instruments (continued)

Reconciliation of Level 3 fair values

The following table shows a reconciliation from the opening balances to the closing balances for level 3 fair value:

	2023 \$'000	2022 \$'000
Balance as at October 1	379,282	374,130
Net change in fair value	( 2,452)	5,152
Balance as at September 30	<u>376,830</u>	<u>379,282</u>

Sensitivity to significant unobservable inputs movements:

For the fair values of Level 3 instruments, a 6% increase or 3% decrease (6% increase or 6% decrease) of the equity price would have increase net income by \$22,800,000 (2022:18,700,000) or decrease net income by \$11,300,000 (2022:18,700,000).

### 9. Notes to the Pooled Foreign Currency Fund [pages 14 - 16]

	2023 \$'000	2022 \$'000
(a) (i) Government of Jamaica securities:		
Global Bonds	5,844,098	6,753,090
Benchmark Bonds	89,984	79,972
Other – Government guaranteed	-	124,065
	<u>5,934,082</u>	<u>6,957,127</u>

	2023 \$'000	2022 \$'000
(a) (ii) Corporate Bonds:		
USD Corporate Bonds	999,290	1,055,485
JMD Corporate Bonds	<u>292,448</u>	<u>416,803</u>
	<u>1,291,738</u>	<u>1,472,288</u>

#### (b) Quoted equity at FVTPL

	2023		2022	
	Number of shares '000s	Valuation of shares \$'000s	Number of shares '000s	Valuation of shares \$'000s
JPS Indexed 9.5% preference shares	<u>79</u>	<u>236,742</u>	<u>79</u>	<u>228,851</u>

#### (c) Investment in finance lease

	2023 \$'000	2022 \$'000
Total minimum payment receivable	10,578	10,390
Unearned income	( 118)	( 823)
Comprised of current portion	<u>10,460</u>	<u>9,567</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 9. Notes to the Pooled Foreign Currency Fund [pages 14 – 16] (cont'd)

(c) Investment in finance lease (cont'd)	<b>2023</b>	<b>2022</b>
	<b>\$'000</b>	<b>\$'000</b>

Future minimum payments are receivable as follows:

Within 1 year	<u>10,578</u>	<u>10,390</u>
---------------	---------------	---------------

#### (d) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfil their contractual obligations.

The fair value of collateral held pursuant to reverse repurchase agreements approximated the carrying value. The reverse repurchase agreements as at September 30, 2023 was \$23,120,000 (2022: \$155,624,000)

#### (e) Sagicor Sigma Global Funds

	<b>2023</b>		<b>2022</b>	
	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>
Sigma Money Market	857,711	1,507,513	857,711	1,475,263
Sigma Global Bond	<u>753,711</u>	<u>14,687,115</u>	<u>761,395</u>	<u>14,509,217</u>
	<u>1,611,422</u>	<u>16,194,628</u>	<u>1,619,106</u>	<u>15,984,480</u>

#### (f) Sagicor Pooled Pension Funds

	<b>2023</b>		<b>2022</b>	
	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>
Pooled Mortgage and Real Estate Funds	<u>60</u>	<u>874,782</u>	<u>65</u>	<u>866,514</u>

#### (g) Unquoted Equities at FVTPL

	<b>2023</b>		<b>2022</b>	
	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>
Caribbean Mezzanine Fund Class B Preference Shares	2,375	26,543	2,375	25,273
West Indies Petroleum Plan D Preference Shares	<u>10,000</u>	<u>104,571</u>	<u>10,000</u>	<u>108,886</u>
	<u>12,375</u>	<u>131,114</u>	<u>12,375</u>	<u>134,159</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 9. Notes to the Pooled Foreign Currency Fund [pages 14 - 16] (cont'd)

(h) Accounts receivable		<b>2023</b>	<b>2022</b>
		<b>\$'000</b>	<b>\$'000</b>
Interest receivable	117,119	126,465	
Withholding tax recoverable	13,357	13,357	
GCT receivable	3,357	3,357	
Due from broker	<u>186,931</u>	<u>34,895</u>	
	<u>320,764</u>	<u>178,074</u>	
(i) Accounts payable		<b>2023</b>	<b>2022</b>
		<b>\$'000</b>	<b>\$'000</b>
Accrued audit fees	3,053	2,874	
Due to brokers and others	-	2,969	
Stale-dated cheques	<u>8,107</u>	<u>2,063</u>	
	<u>11,160</u>	<u>7,906</u>	
(j) Financial instruments			

#### (i) Credit risk:

##### *Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

#### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

<b>September 30, 2023</b>	<b>Carrying amount \$'000</b>	<b>Contractual cash flows \$'000</b>	<b>1-3 months \$'000</b>
Inter-fund account	161,813	161,813	161,813
Accounts payable	11,160	11,160	11,160
Due to related party	<u>22,817</u>	<u>22,817</u>	<u>22,817</u>
	<u>195,790</u>	<u>195,790</u>	<u>195,790</u>
<b>September 30, 2022</b>	<b>Carrying amount \$'000</b>	<b>Contractual cash flows \$'000</b>	<b>1-3 months \$'000</b>
Inter-fund account	53,542	53,542	53,542
Accounts payable	7,906	7,906	7,906
Due to related party	<u>24,620</u>	<u>24,620</u>	<u>24,620</u>
	<u>86,068</u>	<u>86,068</u>	<u>86,068</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 9. Notes to the Pooled Foreign Currency Fund [pages 14 - 16] (cont'd)

#### (j) Financial instruments (cont'd)

##### (iii) Market risk:

##### *Interest rate risk*

The following table summarises the carrying amounts of assets and liabilities to arrive at the Fund's interest rate gap based on the earlier of contractual repricing and maturity dates:

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	16,704	16,704	-	-	-	-
Government of Jamaica						
Securities	5,934,082	-	-	2,595,292	3,338,790	-
Corporate Bonds	1,291,738	-	-	144,529	1,147,209	-
Quoted equities	236,742	-	-	-	-	236,742
Sagikor Sigma Global						
Funds	16,194,628	-	-	-	-	16,194,628
Sagikor Pooled Pension						
Funds	874,782	-	-	-	-	874,782
Unquoted equity	131,114	-	-	-	-	131,114
Securities purchased under						
agreement to resell	23,120	23,120	-	-	-	-
Investment in finance leases	10,460	-	10,460	-	-	-
Accounts receivable	320,764	-	-	-	-	320,764
Inter-fund accounts	21,321	-	-	-	-	21,321
Total assets	<u>25,055,455</u>	<u>39,824</u>	<u>10,460</u>	<u>2,739,821</u>	<u>4,485,999</u>	<u>17,779,351</u>
<u>Liabilities</u>						
Inter-fund accounts	161,813	-	-	-	-	161,813
Accounts payable	11,160	-	-	-	-	11,160
Due to related parties	22,817	-	-	-	-	22,817
Total liabilities	<u>195,791</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>195,791</u>
Interest rate sensitivity						
gap	<u>24,859,664</u>	<u>39,824</u>	<u>10,460</u>	<u>2,739,821</u>	<u>4,485,999</u>	<u>17,583,560</u>
Cumulative gap	<u>24,859,664</u>	<u>39,824</u>	<u>50,284</u>	<u>2,790,105</u>	<u>7,276,104</u>	<u>24,859,664</u>



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 9. Notes to the Pooled Foreign Currency Fund [pages 14 - 16] (cont'd)

#### (j) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	20,930	20,930	-	-	-	-
Government of Jamaica Securities	6,957,127	-	-	886,008	6,071,119	-
Corporate Bonds	1,472,288	-	169,109	190,240	1,112,939	-
Quoted equities	228,851	-	-	-	-	228,851
Sagicor Sigma Global Funds	15,984,480	-	-	-	-	15,984,480
Sagicor Pooled Pension Funds	866,514	-	-	-	-	866,514
Unquoted equity	134,159	-	-	-	-	134,159
Securities purchased under agreement to resell	155,624	155,624	-	-	-	-
Investment in finance leases	9,567	-	9,567	-	-	-
Accounts receivable	178,074	-	-	-	-	178,074
Due from related parties	1,203	-	-	-	-	1,203
Inter-fund accounts	415	-	-	-	-	415
Total assets	<u>26,009,232</u>	<u>176,554</u>	<u>178,676</u>	<u>1,076,248</u>	<u>7,184,058</u>	<u>17,393,696</u>
<u>Liabilities</u>						
Inter-fund accounts	24,620	-	-	-	-	24,620
Accounts payable	7,906	-	-	-	-	7,906
Due to related parties	53,542	-	-	-	-	53,542
Total liabilities	<u>86,068</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>86,068</u>
Interest rate sensitivity gap	<u>25,923,164</u>	<u>176,554</u>	<u>178,676</u>	<u>1,076,248</u>	<u>7,184,058</u>	<u>17,307,628</u>
Cumulative gap	<u>25,923,164</u>	<u>176,554</u>	<u>355,230</u>	<u>1,431,478</u>	<u>8,615,536</u>	<u>25,923,164</u>

At the reporting date, the interest profile of the Fund's interest bearing financial instruments was as follows:

	2023 \$'000	2022 \$'000
Fixed rate instruments		
Financial assets	<u>7,225,820</u>	<u>8,585,040</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 9. Notes to the Pooled Foreign Currency Fund [pages 14 - 16] (cont'd)

#### (j) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

*Interest rate risk (cont'd)*

Sensitivity analysis

A change of basis points outlined below in interest rates and yields:

Currency	Increase in basis point		Decrease in basis point	
	2023	2022	2023	2022
JMD	50	200	25	50
USD	<u>50</u>	<u>200</u>	<u>25</u>	<u>50</u>

A change in basis points would have increased or decreased net income and accumulated fund by the amounts shown below. The analysis assumes that all other variables, particularly foreign currency rates, remain constant. The analysis was performed on the same basis as in 2022.

	Increase		Decrease	
	Effect of change in net income \$'000	Effect of change in fair value \$'000	Effect of change in net income \$'000	Effect of change in fair value \$'000
<b>September 30, 2023</b>				
Financial assets	<u>-</u>	<u>(242,876)</u>	<u>( - )</u>	<u>126,919</u>
<b>September 30, 2022</b>				
Financial assets	<u>3,112</u>	<u>(1,066,203)</u>	<u>(778)</u>	<u>308,813</u>

#### (k) Fair value of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 9. Notes to the Pooled Foreign Currency Fund [pages 14 - 16] (cont'd)

#### (k) Fair value of financial instruments (cont'd)

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- (a) the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- (b) the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

#### Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets including their levels in the fair value hierarchy. It does not include fair value information for financial assets such as securities purchased under agreements to resell because the carrying amount is a reasonable approximation of fair value due to the short term nature of these financial assets, which are all considered to be within the level two fair value hierarchy.

2023				
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
<b>Financial assets measured at fair value:</b>				
Unquoted Equity	-	-	131,114	131,114
Government of Jamaica Securities	-	5,934,082	-	5,934,082
Quoted Equities	236,742	-	-	236,742
Corporate Bonds	-	1,291,738	-	1,291,738
Sagicor Pooled Pension Funds	-	874,782	-	874,782
Sagicor Sigma Global Funds	-	16,194,628	-	16,194,628
	<u>236,742</u>	<u>24,295,230</u>	<u>131,114</u>	<u>24,663,086</u>
2022				
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
<b>Financial assets measured at fair value:</b>				
Unquoted Equity	-	-	134,159	134,159
Government of Jamaica Securities	-	6,957,127	-	6,957,127
Quoted Equities	228,851	-	-	228,851
Corporate Bonds	-	1,472,288	-	1,472,288
Sagicor Pooled Pension Funds	-	866,514	-	866,514
Sagicor Sigma Global Funds	-	15,984,480	-	15,984,480
	<u>228,851</u>	<u>25,280,409</u>	<u>134,159</u>	<u>25,643,419</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 9. Notes to the Pooled Foreign Currency Fund [pages 14 - 16] (cont'd)

#### (k) Fair value of financial instruments (cont'd)

##### Reconciliation of Level 3 fair values

The following table shows a reconciliation from the opening balances to the closing balances for level 3 fair value:

	2023 \$'000	2022 \$'000
Balance as at October 1	134,159	128,063
Net change in fair value	( 3,045)	6,096
Balance as at September 30	<u>131,114</u>	<u>134,159</u>

Sensitivity to significant unobservable inputs movements:

For the fair values of Level 3 instruments, a 6% increase or 3% decrease (6% increase or 6% decrease) of the equity price would have increase or decrease net income by \$7,866,000 or (3,933,000 (2022: 3,068,000)).

### 10. Notes to the Pooled Money Market Fund [pages 17 - 19]

	2023 \$'000	2022 \$'000
(a) (i) Government of Jamaica securities:		
Benchmark Bonds	<u>1,075,476</u>	<u>629,549</u>

	2023 \$'000	2022 \$'000
(a) (ii) Corporate Bonds:		
JMD Corporate Bonds	<u>2,171,984</u>	<u>1,639,966</u>

#### (a) (iii) Quoted equities

	2023		2022	
	Number of units '000	Valuation of units \$'000	Number of units '000	Valuation of units \$'000
JMMB Preference Shares 7.25%	179,426	351,675	175,000	315,000
PBS Preference Shares	1,195	119,488	1,195	131,450
Eppley 6.00% Preference Shares Due 2024	<u>450</u>	<u>104,471</u>	<u>450</u>	<u>77,302</u>
	<u>181,071</u>	<u>575,634</u>	<u>176,645</u>	<u>523,752</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 10. Notes to the Pooled Money Market Fund [pages 17 - 19] (cont'd)

(b) Sagicor Sigma Global Funds

	2023		2022	
	Number of units '000	Valuation of units \$'000	Number of units '000	Valuation of units \$'000
Sigma Money Market	<u>1,625,128</u>	<u>2,856,325</u>	<u>1,654,368</u>	<u>2,845,513</u>

(c) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfill their contractual obligations. The fair value of collateral held pursuant to reverse repurchase agreements approximated the carrying value.

The reverse repurchase agreements as at September 30, 2023 was \$1,099,645,000 (2022: \$265,408,000).

(d) Accounts receivable

	2023 \$'000	2022 \$'000
Interest receivable	45,870	18,415
Withholding tax recoverable	27,883	18,479
Other receivables	<u>-</u>	<u>172,619</u>
	<u>73,753</u>	<u>209,513</u>

(e) Accounts payable

	2023 \$'000	2022 \$'000
Accrued audit fees	649	670
Stale dated cheques	<u>5,379</u>	<u>737</u>
	<u>6,028</u>	<u>1,407</u>

(f) Financial instruments

(i) Credit risk:

*Exposure to credit risk:*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 10. Notes to the Pooled Money Market Fund [pages 17 - 19] (cont'd)

#### (f) Financial instruments (cont'd)

##### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

September 30, 2023	Carrying amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Bank overdraft	34,142	34,142	34,142
Interfund Accounts	7,001	7,001	7,001
Accounts payable	6,028	6,028	6,028
Due to related party	<u>8,387</u>	<u>8,387</u>	<u>8,387</u>
	<u>55,558</u>	<u>55,558</u>	<u>55,558</u>
September 30, 2022	Carrying amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Bank overdraft	23,876	23,876	23,876
Interfund Accounts	9,754	9,754	9,754
Accounts payable	1,407	1,407	1,407
Due to related party	<u>14,018</u>	<u>14,018</u>	<u>14,018</u>
	<u>49,055</u>	<u>49,055</u>	<u>49,055</u>

##### (iii) Market risk:

*Interest rate risk:*

The following table summarises the carrying amounts of assets and liabilities to arrive at the Fund's interest rate gap based on the earlier of contractual repricing and maturity dates:

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Quoted equities	575,634	-	-	-	-	575,634
Government of Jamaica securities	1,075,476	483,579	60,508	531,389	-	-
Corporate Bonds	2,171,984	140,227	1,163,387	838,025	30,345	-
Sagicor Sigma Global Funds	2,856,325	-	-	-	-	2,856,325
Securities purchased under agreement to resell	1,099,645	1,099,645	-	-	-	-
Accounts receivable	73,753	-	-	-	-	73,753
Due from related parties	7,697	-	-	-	-	7,697
Inter-fund accounts	<u>1,164,053</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,164,053</u>
Total assets	<u>9,024,567</u>	<u>1,723,451</u>	<u>1,223,895</u>	<u>1,369,414</u>	<u>30,345</u>	<u>4,677,462</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 10. Notes to the Pooled Money Market Fund [pages 17 - 19] (cont'd)

#### (f) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd):*

The following table summarises the carrying amounts of assets and liabilities to arrive at the Fund's interest rate gap based on the earlier of contractual repricing and maturity dates:

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Liabilities</u>						
Bank overdraft	34,142	34,142	-	-	-	-
Accounts payable	6,028	-	-	-	-	6,028
Interfund Accounts	7,001	-	-	-	-	7,001
Due to related parties	8,387	-	-	-	-	8,387
Total liabilities	55,558	34,142	-	-	-	21,416
Interest rate sensitivity gap	8,969,009	1,689,309	1,223,895	1,369,414	30,345	4,656,046
Cumulative gap	8,969,009	1,689,309	2,913,204	4,282,618	4,312,963	8,969,009
September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Quoted equities	523,752	-	-	-	-	523,752
Government of Jamaica securities	629,549	456,268	99,043	74,238	-	-
Corporate Bonds	1,639,966	85,263	797,521	757,182	-	-
Sagcor Sigma Global Funds	2,845,513	-	-	-	-	2,845,513
Securities purchased under agreement to resell	265,408	265,408	-	-	-	-
Accounts receivable	209,513	-	-	-	-	209,513
Due from related parties	1,638	-	-	-	-	1,638
Inter-fund accounts	276,659	-	-	-	-	276,659
Total assets	6,391,998	806,939	896,564	831,420	-	3,857,075
<u>Liabilities</u>						
Bank overdraft	23,876	23,876	-	-	-	-
Accounts payable	1,407	-	-	-	-	1,407
Interfund Accounts	9,754	-	-	-	-	9,754
Due to related parties	14,018	-	-	-	-	14,018
Total liabilities	49,055	23,876	-	-	-	25,179
Interest rate sensitivity gap	6,342,943	783,063	896,564	831,420	-	3,831,896
Cumulative gap	6,342,943	783,063	1,679,627	2,511,047	2,511,047	6,342,943



# Notes to the Financial Statements (Continued)

Year ended September 30, 2023

## 10. Notes to the Pooled Money Market Fund [pages 17 - 19] (cont'd)

### (f) Financial instruments (cont'd)

#### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd):*

At the reporting date, the interest profile of the Funds' interest-bearing financial instruments was as follows:

	2023 \$'000	2022 \$'000
Fixed rate instruments		
Financial assets	<u>3,247,460</u>	<u>1,993,392</u>
Variable rate instruments		
Financial assets	<u>-</u>	<u>541,531</u>

##### *Sensitivity analysis*

A change of basis points outlined below in interest rates and yields:

Currency	Increase in basis point		Decrease in basis point	
	2023	2022	2023	2022
JMD	50	200	25	50
USD	<u>50</u>	<u>200</u>	<u>25</u>	<u>50</u>

A change in basis points would have increased or decreased net income and accumulated fund by the amounts shown below. The analysis assumes that all other variables, particularly foreign currency rates, remain constant. The analysis was performed on the same basis as in 2022.

	Increase		Decrease	
	Effect of change in net income \$'000	Effect of change in fair value \$'000	Effect of change in net income \$'000	Effect of change in fair value \$'000
<b>September 30, 2023</b>				
Financial assets	<u>774</u>	<u>(23,428)</u>	<u>( 387)</u>	<u>194</u>
<b>September 30, 2022</b>				
Financial assets	<u>15,969</u>	<u>(45,869)</u>	<u>(3,992)</u>	<u>(11,801)</u>

### (g) Fair value of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 10. Notes to the Pooled Money Market Fund [pages 17 - 19] (cont'd)

#### (g) Fair value of financial instruments (cont'd)

- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

#### Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets including their levels in the fair value hierarchy. It does not include fair value information for financial assets such as securities purchased under agreement to resell because the carrying amount is a reasonable approximation of fair value due to the short term nature of these financial assets which are all considered to be within the level two fair value hierarchy.

	2023		
	<u>Level 1</u> \$'000	<u>Level 2</u> \$'000	<u>Total</u> \$'000
<b>Financial assets measured at fair value:</b>			
Government of Jamaica Securities	-	1,075,476	1,075,476
Quoted Equities	575,634	-	575,634
Corporate Bonds	-	2,171,984	2,171,984
Sagcor Sigma Global Funds	-	<u>2,856,325</u>	<u>2,856,325</u>
	<u>575,634</u>	<u>6,103,785</u>	<u>6,679,419</u>
	2022		
	<u>Level 1</u> \$'000	<u>Level 2</u> \$'000	<u>Total</u> \$'000
<b>Financial assets measured at fair value:</b>			
Government of Jamaica Securities	-	629,549	629,549
Quoted Equities	523,752	-	523,752
Corporate Bonds	-	1,639,966	1,639,966
Sagcor Sigma Global Funds	-	<u>2,845,513</u>	<u>2,845,513</u>
	<u>523,752</u>	<u>5,115,028</u>	<u>5,638,780</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 11. Notes to the Pooled International Equity Fund [pages 20 - 22]

		<u>2023</u>	<u>2022</u>	
		<u>\$'000</u>	<u>\$'000</u>	
(a) (i) Government of Jamaica securities				
Global Bonds		<u>105,878</u>	<u>99,410</u>	
(ii) United States Sovereign		<u>418,632</u>	<u>-</u>	
(a) (ii) Quoted Equities				
		<u>2023</u>	<u>2022</u>	
	<u>Number of</u>	<u>Valuation</u>	<u>Number of</u>	<u>Valuation</u>
	<u>shares</u>	<u>of shares</u>	<u>shares</u>	<u>of shares</u>
	<u>'000</u>	<u>\$'000</u>	<u>'000</u>	<u>\$'000</u>
Comm Serv Select Sector SPDR	40	401,958	50	363,744
Consumer Discretionary Selt	27	676,107	33	716,828
Consumer Staples SPDR	37	389,029	42	429,280
Energy Select Sector SPDR	13	178,410	13	139,554
Financial Select Sector SPDR	123	633,207	123	568,523
Health Care Select Sector	31	608,580	33	599,101
Industrial Select Sector SPDR	31	478,929	44	558,289
Invesco S&P 500 Pure Value ETF	2	18,016	2	16,799
Ishares Core S&P Small-Cap E	6	87,551	6	79,482
Ishares MSCI EAFE ETF	18	195,287	18	155,872
Ishares MSCI Emerging Market				
Asia	10	92,654	14	121,451
Ishares MSCI Emerging Market	5	33,683	5	31,867
Ishares MSCI Japan ETF	22	203,856	28	206,540
Ishares NASDAQ Biotechnology	15	290,417	17	308,511
Ishares S&P 500 Value ETF	5	122,217	5	100,345
Ishare US Financial Services	2	41,645	9	201,521
Ishares USTechnology ETF	47	768,138	45	502,624
Ishares US Telecommunication	9	29,557	-	-
Materials Select Sector SPDR	12	146,733	20	203,819
Real Estate Select Sect SPDR	23	123,036	24	130,428
SPDR S&P 500 ETF	4	282,221	4	231,697
SPDR S&P Biotech ETF	12	131,696	13	152,611
SPDR S&P Regional Banking	15	94,939	16	140,493
Technology Select Sector SPDR	25	629,662	29	532,479
Utilities Select Sector SPDR	23	210,760	24	240,042
Vanguard FTSE Europe ETF	2	44,026	16	112,250
Vanguard Consumer Staple	<u>16</u>	<u>143,455</u>	<u>2</u>	<u>40,700</u>
	<u>572</u>	<u>7,055,769</u>	<u>635</u>	<u>6,884,850</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 11. Notes to the Pooled International Equity Fund [pages 20 - 22] (cont'd)

#### (b) Sagicor Sigma Global Funds

	2023		2022	
	Number of units '000	Valuation of units \$'000	Number of units '000	Valuation of units \$'000
Sigma Global Equity	<u>55,854</u>	<u>117,780</u>	<u>102,583</u>	<u>193,020</u>

#### (c) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfil their contractual obligations.

The fair value of collateral held pursuant to reverse repurchase agreements approximated the carrying value.

The reverse repurchase agreements as at September 30, 2023 was \$16,324,000 (2022: \$100,930,000).

#### (d) Accounts receivable

	2023 \$'000	2022 \$'000
Interest and dividend receivable	4,108	75
Due from broker	<u>1,040</u>	<u>22,675</u>
	<u>5,148</u>	<u>22,750</u>

#### (e) Accounts payable

	2023 \$'000	2022 \$'000
Accrued audit fees	974	857
Other Payables	<u>1,561</u>	<u>-</u>
	<u>2,535</u>	<u>857</u>

#### Financial instruments

##### (i) Credit risk:

##### *Exposure to credit risk:*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 11. Notes to the Pooled International Equity Fund [pages 20 - 22] (cont'd)

#### (f) Financial instruments (cont'd)

##### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

September 30, 2023	Carrying Amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Accounts payable	2,535	2,535	2,535
Due to related parties	3,653	3,653	3,653
Inter-fund account	<u>208,669</u>	<u>208,669</u>	<u>208,669</u>
	<u>214,857</u>	<u>214,857</u>	<u>214,857</u>
September 30, 2022	Carrying Amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Accounts payable	857	857	857
Due to related parties	5,794	5,794	5,794
Inter-fund account	<u>70,001</u>	<u>70,001</u>	<u>70,001</u>
	<u>76,652</u>	<u>76,652</u>	<u>76,652</u>

##### (iii) Market risk:

Interest rate risk

The following table summarises the carrying amounts of assets and liabilities to arrive at the Fund's interest rate gap based on the earlier of contractual repricing and maturity dates.

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	2,214	2,214	-	-	-	-
Government of Jamaica securities	105,868	-	-	-	105,868	-
US Sovereign Bond	418,632	418,632	-	-	-	-
Sagicor Sigma Global Funds	117,780	-	-	-	-	117,780
Quoted equities	7,055,769	-	-	-	-	7,055,769
Securities purchased under agreement to resell	16,324	16,324	-	-	-	-
Accounts receivable	5,148	-	-	-	-	5,148
Inter-fund accounts	<u>17,958</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,958</u>
Total assets	<u>7,739,693</u>	<u>437,170</u>	<u>-</u>	<u>-</u>	<u>105,868</u>	<u>7,196,655</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 11. Notes to the Pooled International Equity Fund [pages 20 - 22] (cont'd)

#### (f) Financial instruments (cont'd)

#### (iii) Market risk (cont'd):

#### Interest rate risk (cont'd)

The following table summarises the carrying amounts of assets and liabilities to arrive at the Fund's interest rate gap based on the earlier of contractual repricing and maturity dates.

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Liabilities</u>						
Inter-fund account	208,669	-	-	-	-	208,669
Accounts payable	2,535	-	-	-	-	2,535
Due to related parties	3,653	-	-	-	-	3,653
Total liabilities	214,857	-	-	-	-	214,857
Interest rate sensitivity gap	7,524,836	43,170	-	-	105,868	6,981,798
Cumulative gap	7,524,836	43,170	43,170	43,170	543,038	7,524,836
September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	7,498	7,498	-	-	-	-
Government of Jamaica securities	99,410	-	-	-	99,410	-
Sagicor Sigma Global Funds	193,020	-	-	-	-	193,020
Quoted equities	6,884,850	-	-	-	-	6,884,850
Securities purchased under agreement to resell	100,930	100,930	-	-	-	-
Accounts receivable	22,750	-	-	-	-	22,750
Due from related party	-	-	-	-	-	-
Inter-fund accounts	63	-	-	-	-	63
Total assets	7,308,521	108,428	-	-	99,410	7,100,683
<u>Liabilities</u>						
Inter-fund account	70,001	-	-	-	-	70,001
Accounts payable	857	-	-	-	-	857
Due to related parties	5,794	-	-	-	-	5,794
Total liabilities	76,652	-	-	-	-	76,652
Interest rate sensitivity gap	7,231,869	108,428	-	-	99,410	7,024,031
Cumulative gap	7,231,869	108,428	108,428	108,428	207,838	7,231,869

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 11. Notes to the Pooled International Equity Fund [pages 20 - 22] (cont'd)

#### (f) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

At the reporting date, the interest profile of the Fund's interest bearing financial instruments was as follows:

	<u>2023</u> \$'000	<u>2022</u> \$'000
<b>Fixed rate instruments</b>		
Financial assets	524,500	200,339

A change of basis points outlined below in interest rates and yields:

Currency	<b>Increase</b> <b>in basis point</b>		<b>Decrease</b> <b>in basis point</b>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
JMD	50	200	25	50
USD	<u>50</u>	<u>200</u>	<u>25</u>	<u>50</u>

##### *Sensitivity analysis*

A change in basis points would have increased or decreased net income and accumulated fund by the amounts shown below. The analysis assumes that all other variables, particularly foreign currency rates, remain constant. The analysis was performed on the same basis as in 2022.

	<b>Increase</b>		<b>Decrease</b>	
	<b>Effect of change in net income \$'000</b>	<b>Effect of change in fair value \$'000</b>	<b>Effect of change in net income \$'000</b>	<b>Effect of change in fair value \$'000</b>
<b>September 30, 2023</b>				
Financial assets	-	( 5,373)	-	2,803
<b>September 30, 2022</b>				
Financial assets	<u>2,019</u>	<u>(16,444)</u>	<u>(505)</u>	<u>4,830</u>

At September 30, 2023, the Fund does not hold any fixed rate financial assets that are subject to material changes in fair value through profit and loss.



# Notes to the Financial Statements (Continued)

Year ended September 30, 2023

## 11. Notes to the Pooled International Equity Fund [pages 20 - 22] (cont'd)

### (g) Fair value of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- (a) the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- (b) the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

### Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets including their levels in the fair value hierarchy. It does not include fair value information for financial assets such as securities purchased under agreements to resell because the carrying amount is a reasonable approximation of fair value due to the short-term nature of these financial assets, which are all considered to be within the level two fair value hierarchy.

	<b>2023</b>		
	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Total</u></b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
<b>Financial assets measured at fair value:</b>			
Government of Jamaica Securities	-	105,868	105,868
Quoted equity	7,055,769	-	7,055,769
Sagikor Sigma Global Funds	117,780	-	117,780
United States Sovereign bond	-	418,632	418,632
	<u>7,698,049</u>	<u>524,500</u>	<u>7,698,049</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 11. Notes to the Pooled International Equity Fund [pages 20 - 22] (cont'd)

#### (g) Fair value of financial instruments (cont'd)

	<b>2022</b>		
	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Total</u></b>
<b>Financial assets measured at fair value:</b>			
Government of Jamaica Securities	-	99,410	99,410
Quoted equity	6,884,850	-	6,884,850
Sagicor Sigma Global Funds	-	193,020	193,020
	<u>6,884,850</u>	<u>292,430</u>	<u>7,177,280</u>

### 12. Notes to the Pooled Global Market Fund [pages 23 – 25]

#### (a) Government of Jamaica securities

	<b>2023</b>	<b>2022</b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
Global Bonds	<u>88,663</u>	<u>132,988</u>

#### (b) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfill their contractual obligations.

The fair value of collateral held pursuant to reverse repurchase agreements approximated the carrying value.

The reverse repurchase agreements as at September 30, 2023 was \$61,198,000 (2022: 22,067,000).

#### (c) Sagicor Sigma Global Funds

	<b>2023</b>		<b>2022</b>	
	<b><u>Number of</u></b>	<b><u>Valuation</u></b>	<b><u>Number of</u></b>	<b><u>Valuation</u></b>
	<b><u>units</u></b>	<b><u>of units</u></b>	<b><u>units</u></b>	<b><u>of units</u></b>
	<b><u>'000</u></b>	<b><u>\$'000</u></b>	<b><u>'000</u></b>	<b><u>\$'000</u></b>
<b>Funds</b>				
Sigma Global Corporate	265,552	660,481	277,682	681,570
Sigma Global Equity	335,248	706,938	345,004	649,160
Sigma Global Bond	47,237	920,477	47,237	900,151
Sigma Global Venture	<u>233,180</u>	<u>828,721</u>	<u>233,180</u>	<u>882,842</u>
	<u>881,217</u>	<u>3,116,617</u>	<u>903,103</u>	<u>3,113,723</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 12. Notes to the Pooled Global Market Fund [pages 23 – 25] (cont'd)

#### (d) Sagicor Pooled Pension Fund

This represents 695,530 units in Pooled International Equity Fund valued at \$275,312,000 (2022: 1,141,566 units valued at \$379,776,000).

#### (e) Accounts receivable

	2023 \$'000	2022 \$'000
Interest receivable	1,536	2,247
Due from broker	-	452
Withholding tax recoverable	<u>4,022</u>	<u>4,022</u>
	<u>5,558</u>	<u>6,721</u>

#### (f) Financial instruments

##### (i) Credit risk:

##### *Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

##### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities

September 30, 2023	Carrying Amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Accounts payable	427	427	427
Due to related party	42,787	42,787	42,787
Inter-fund account	<u>18,985</u>	<u>18,985</u>	<u>18,985</u>
	<u>62,199</u>	<u>62,199</u>	<u>62,199</u>
September 30, 2022	Carrying Amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Accounts payable	385	385	385
Due to related party	767	767	767
Inter-fund account	<u>42,236</u>	<u>42,236</u>	<u>42,236</u>
	<u>43,388</u>	<u>43,388</u>	<u>43,388</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 12. Notes to the Pooled Global Market Fund [pages 23 – 25] (cont'd)

#### (f) Financial instruments (cont'd)

##### (iii) Market risk:

##### *Interest rate risk*

The following table summarises the carrying amounts of assets and liabilities and to arrive at the Fund's interest rate gap based on the earlier of contractual re-pricing and maturity dates.

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	1,826	1,826	-	-	-	-
Government of Jamaica securities	88,663	-	-	88,663	-	-
Securities purchased under agreement to resell	61,198	61,198	-	-	-	-
Sagcor Sigma Global Funds	3,116,617	-	-	-	-	3,116,617
Sagcor Pooled Pension Fund	275,312	-	-	-	-	275,312
Inter-fund account	24,322	-	-	-	-	24,322
Accounts receivable	5,558	-	-	-	-	5,558
Total assets	3,573,496	-	-	-	-	3,421,809
<u>Liability</u>						
Accounts payable	427	-	-	-	-	427
Due to related party	42,787	-	-	-	-	42,787
Inter-fund account	18,985	-	-	-	-	18,985
Total liability	62,199	-	-	-	-	62,199
Interest rate sensitivity gap	3,511,297	63,024	-	88,663	-	3,359,611
Cumulative gap	3,511,297	63,024	63,024	151,687	151,687	3,511,297
September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	678	678	-	-	-	-
Government of Jamaica securities	132,988	-	-	132,988	-	-
Securities purchased under agreement to resell	22,067	22,067	-	-	-	-
Sagcor Sigma Global Funds	3,113,723	-	-	-	-	3,113,723
Sagcor Pooled Pension Fund	379,776	-	-	-	-	379,776
Inter-fund account	1,028	-	-	-	-	1,028
Accounts receivable	6,721	-	-	-	-	6,721
Total assets	3,656,981	22,745	-	132,988	-	3,501,248

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 12. Notes to the Pooled Global Market Fund [pages 23 – 25] (cont'd)

#### (f) Financial instruments (cont'd)

#### (iii) Market risk (cont'd):

#### *Interest rate risk (cont'd)*

#### September 30, 2022 (cont'd)

	<u>Carrying Amount</u> \$'000	<u>Within 3 months</u> \$'000	<u>3-12 months</u> \$'000	<u>1-5 years</u> \$'000	<u>&gt;5 years</u> \$'000	<u>Non sensitive</u> \$'000
<u>Liability</u>						
Accounts payable	385	-	-	-	-	385
Due to related party	767	-	-	-	-	767
Inter-fund account	<u>42,236</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,236</u>
Total liability	<u>43,388</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>43,388</u>
Interest rate sensitivity gap	<u>3,613,593</u>	<u>22,745</u>	<u>-</u>	<u>132,988</u>	<u>-</u>	<u>3,457,860</u>
Cumulative gap	<u>3,613,593</u>	<u>22,745</u>	<u>22,745</u>	<u>155,733</u>	<u>155,733</u>	<u>3,615,593</u>

At the reporting date, the interest profile of the Fund's interest-bearing financial instruments was as follows:

	<u>2023</u> \$'000	<u>2022</u> \$'000
Fixed rate instruments		
Financial assets	<u>88,663</u>	<u>155,055</u>

#### Sensitivity analysis

A change of basis points outlined below in interest rates and yields:

Currency	<u>Increase in basis point</u>		<u>Decrease in basis point</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
JMD	50	200	25	50
USD	<u>50</u>	<u>200</u>	<u>25</u>	<u>50</u>

A change in basis points would have increased or decreased net income and accumulated fund by the amounts shown below. The analysis assumes that all other variables, particularly foreign currency rates, remain constant. The analysis was performed on the same basis as in 2022.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 12. Notes to the Pooled Global Market Fund [pages 23 – 25] (cont'd)

#### (f) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

Fixed rate financial instruments:

The Fund does not hold any fixed rate financial assets that are subject to material changes in fair value through profit and loss.

	<u>Increase</u>		<u>Decrease</u>	
	<u>Effect of</u>	<u>Effect of</u>	<u>Effect of</u>	<u>Effect of</u>
	<u>change in</u>	<u>change in</u>	<u>change in</u>	<u>change in</u>
	<u>net income</u>	<u>fair value</u>	<u>net income</u>	<u>fair value</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$,000</u>	<u>\$'000</u>
<b>September 30, 2023</b>				
Financial assets	<u>-</u>	<u>( 721)</u>	<u>-</u>	<u>363</u>
<b>September 30, 2022</b>				
Financial assets	<u>441</u>	<u>( 6,385)</u>	<u>(110)</u>	<u>1,658</u>

#### (g) Fair value of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 12. Notes to the Pooled Global Market Fund [pages 23 – 25] (cont'd)

#### (g) Fair value of financial instruments (cont'd)

##### Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets including their levels in the fair value hierarchy. It does not include fair value information for financial assets such as securities purchased under agreements to resell because the carrying amount is a reasonable approximation of fair value due to the short-term nature of these financial assets, which are all considered to be within the level two fair value hierarchy.

	<u>2023</u>	<u>2022</u>
	<u>Level 2</u>	
	<u>\$'000</u>	<u>\$'000</u>
<b>Financial assets measured at fair value:</b>		
Government of Jamaica Securities	88,663	132,988
Sagicor Pooled Pension Fund	275,312	379,776
Sagicor Sigma Global Funds	<u>3,116,617</u>	<u>3,113,723</u>
	<u>3,480,592</u>	<u>3,626,487</u>

### 13. Notes to the Pooled Diversified Investment Fund [Pages 26 – 28]

#### (a) Quoted equities at FVTPL

This represents 183,254,021 (2022: 183,254,021) units in Sagicor Real Estate X Fund Limited, valued at \$1,521,009,000 (2022: \$1,502,683,000).

#### (b) Sagicor Pooled Pension Funds

	<u>2023</u>		<u>2022</u>	
	<u>Number of</u>	<u>Valuation</u>	<u>Number of</u>	<u>Valuation</u>
	<u>units</u>	<u>of units</u>	<u>units</u>	<u>of units</u>
	<u>'000</u>	<u>\$'000</u>	<u>'000</u>	<u>\$'000</u>
Pooled Fixed Income Fund	2	85,758	4	154,084
Pooled Foreign Currency Fund	11	719,915	12	785,218
Pooled Equity Fund	29	3,577,630	31	4,434,253
Pooled CPI Fund	21	130,867	30	168,725
Pooled International Equity Fund	2,126	841,580	2,126	707,316
Pooled Mortgage and Real Estate Fund	48	692,342	74	1,002,731
Pooled Money Market Fund	<u>12</u>	<u>88,882</u>	<u>36</u>	<u>251,493</u>
	<u>2,249</u>	<u>6,136,974</u>	<u>2,313</u>	<u>7,503,820</u>



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 13. Notes to the Pooled Diversified Investment Fund [pages 26 – 28] (cont'd)

#### (c) Sagicor Sigma Global Funds

	<u>2023</u>		<u>2022</u>	
	<u>Number of</u>	<u>Valuation</u>	<u>Number of</u>	<u>Valuation</u>
	<u>units</u>	<u>of units</u>	<u>units</u>	<u>of units</u>
	<u>'000</u>	<u>\$'000</u>	<u>'000</u>	<u>\$'000</u>
Sigma Real Estate	1,394,975	3,011,750	1,394,975	3,004,357
Sigma Equity	3,603	256,700	3,603	298,509
Sigma Global Equity	48,186	101,610	48,186	90,667
Sigma Money Market	217	381	217	373
Sigma Diversified	119,048	257,369	119,048	282,536
Sigma Corporate	257,758	641,095	257,758	632,667
Sigma Bond	<u>5,557</u>	<u>200,777</u>	<u>5,557</u>	<u>196,962</u>
	<u>1,829,334</u>	<u>4,469,684</u>	<u>1,829,344</u>	<u>4,506,071</u>

#### (d) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfil their contractual obligations.

The fair value of collateral held pursuant to reverse repurchase agreements approximated the carrying value.

The reverse repurchase agreements as at September 30, 2023 was \$4,414,000 (2022: \$3,562,000).

#### (e) Accounts receivable

	<u>2023</u>	<u>2022</u>
	<u>\$'000</u>	<u>\$'000</u>
Interest receivable	2	1
Other receivables	-	1,831
Withholding tax recoverable	<u>25,161</u>	<u>25,161</u>
	<u>25,163</u>	<u>26,993</u>

#### (f) Accounts payable

	<u>2023</u>	<u>2022</u>
	<u>\$'000</u>	<u>\$'000</u>
Accrued audit fees	1,262	1,344
Stale-dated cheques	2,304	2,304
Other payables	<u>336</u>	<u>2,211</u>
	<u>3,902</u>	<u>5,859</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 13. Notes to the Pooled Diversified Investment Fund [pages 26 – 28] (cont'd)

(g) Financial instruments

(i) Credit risk:

*Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

(ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

<b>September 30, 2023</b>	<b>Carrying <u>Amount</u> \$'000</b>	<b>Contractual <u>cash flows</u> \$'000</b>	<b>1-3 <u>months</u> \$'000</b>
Accounts payable	3,902	3,90022	3,902
Due to related parties	3,847	3,847	3,847
Interfund account	<u>2,067,877</u>	<u>2,067,877</u>	<u>2,067,877</u>
	<u>2,075,626</u>	<u>2,075,626</u>	<u>2,075,626</u>
 <b>September 30, 2022</b>	 <b>Carrying <u>Amount</u> \$'000</b>	 <b>Contractual <u>cash flows</u> \$'000</b>	 <b>1-3 <u>months</u> \$'000</b>
Accounts payable	5,859	5,859	5,859
Due to related parties	3,271	3,271	3,271
Interfund account	<u>1,048,523</u>	<u>1,048,523</u>	<u>1,048,523</u>
	<u>1,057,653</u>	<u>1,057,653</u>	<u>1,057,653</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 13. Notes to the Pooled Diversified Investment Fund [pages 26 – 28] (cont'd)

#### (g) Financial instruments (cont'd)

##### (iii) Market risk

##### *Interest rate risk*

The following table summarises the carrying amounts of assets and liabilities and to arrive at the Fund's interest rate gap based on the earlier of contractual re-pricing and maturity dates.

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	967	967	-	-	-	-
Quoted equities	1,521,009	-	-	-	-	1,521,009
Sagicor Pooled Pension Funds	6,136,974	-	-	-	-	6,136,974
Sagicor Sigma Global Funds	4,469,684	-	-	-	-	4,469,684
Securities purchased under agreement to resell	4,414	4,414	-	-	-	-
Accounts receivable	25,163	-	-	-	-	25,163
Due from related parties	4	-	-	-	-	4
Inter-fund Accounts	39,913	-	-	-	-	39,913
Total assets	<u>12,198,128</u>	<u>5,381</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,192,746</u>
<u>Liabilities</u>						
Accounts payable	3,902	-	-	-	-	3,902
Due to related parties	3,847	-	-	-	-	3,847
Inter-fund accounts	<u>2,067,877</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,067,877</u>
Total liabilities	<u>2,075,626</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,075,626</u>
Interest rate sensitivity gap	<u>10,122,502</u>	<u>5,381</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,177,120</u>
Cumulative gap	<u>10,122,502</u>	<u>5,381</u>	<u>5,381</u>	<u>5,381</u>	<u>5,381</u>	<u>10,122,502</u>
September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	1,556	1,556	-	-	-	-
Quoted equities	1,502,683	-	-	-	-	1,502,683
Sagicor Pooled Pension Funds	7,503,820	-	-	-	-	7,503,820
Sagicor Sigma Global Funds	4,506,071	-	-	-	-	4,506,071
Securities purchased under agreement to resell	3,562	3,562	-	-	-	-
Accounts receivable	26,993	-	-	-	-	26,993
Due from related parties	1,401	-	-	-	-	1,401
Inter-fund Accounts	-	-	-	-	-	-
Total assets	<u>13,546,086</u>	<u>5,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,540,968</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 13. Notes to the Pooled Diversified Investment Fund [pages 26 – 28] (cont'd)

#### (g) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Liabilities</u>						
Accounts payable	5,859	-	-	-	-	5,859
Due to related parties	3,271	-	-	-	-	3,271
Inter-fund accounts	<u>1,048,523</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,048,523</u>
Total liabilities	<u>1,057,653</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,057,653</u>
Interest rate sensitivity gap	<u>12,488,433</u>	<u>5,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,483,315</u>
Cumulative gap	<u>12,488,433</u>	<u>5,118</u>	<u>5,118</u>	<u>5,118</u>	<u>5,118</u>	<u>12,488,433</u>

At the reporting date, the interest profile of the Fund's interest-bearing financial instruments was as follows:

	<u>2023</u> \$'000	<u>2022</u> \$'000
Fixed rate instruments		
Financial assets	<u>-</u>	<u>828</u>

##### *Sensitivity analysis*

A change of basis points outlined below in interest rates and yields:

Currency	<u>Increase in basis point</u>		<u>Decrease in basis point</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
JMD	50	200	25	50
USD	<u>50</u>	<u>200</u>	<u>25</u>	<u>50</u>

There were no financial assets that were impacted by interest rate sensitivity as at September 30, 2023.

#### (h) Fair value of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 13. Notes to the Pooled Diversified Investment Fund [pages 26 – 28] (cont'd)

#### (h) Fair value of financial instruments (cont'd)

- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value, which are all considered to be within the level two fair value hierarchy.

	<b>2023</b>		
	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Total</u></b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
<b>Financial assets measured at fair value:</b>			
Quoted equities	1,521,009	-	1,521,009
Sagcor Pooled Pension Funds	-	6,136,974	6,136,974
Sagcor Sigma Global Funds	-	4,469,684	4,469,684
	<u>1,521,009</u>	<u>10,606,658</u>	<u>12,127,667</u>
	<b>2022</b>		
	<b><u>Level 1</u></b>	<b><u>Level 2</u></b>	<b><u>Total</u></b>
	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>	<b><u>\$'000</u></b>
<b>Financial assets measured at fair value:</b>			
Quoted equities	1,502,683	-	1,502,683
Sagcor Pooled Pension Funds	-	7,503,820	7,503,820
Sagcor Sigma Global Funds	-	4,506,071	4,506,071
	<u>1,502,683</u>	<u>12,009,891</u>	<u>13,512,574</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 14. Notes to the Pooled CPI Fund [pages 29 – 31]

(a) Government of Jamaica securities		<b><u>2023</u></b> <b><u>\$'000</u></b>	<b><u>2022</u></b> <b><u>\$'000</u></b>
Benchmark Bonds		1,369,181	1,333,266
Other Government Guaranteed Bonds		2,767,448	3,259,668
Highway Bonds		3,290,300	3,094,661
CPI Bonds		<u>11,624,471</u>	<u>9,653,500</u>
		<u>19,051,400</u>	<u>17,341,095</u>
(b) Corporate Bonds		<b><u>2023</u></b> <b><u>\$'000</u></b>	<b><u>2022</u></b> <b><u>\$'000</u></b>
JMD Securities		<u>2,053,553</u>	<u>584,996</u>
(c) Investment in finance leases		<b><u>2023</u></b> <b><u>\$'000</u></b>	<b><u>2022</u></b> <b><u>\$'000</u></b>
Total minimum payment receivable		458,113	513,650
Unearned income		( 138,588)	( 163,650)
		<u>319,526</u>	<u>350,000</u>
Comprised as follows:			
Current portion		44,312	38,889
Non-current portion		<u>275,214</u>	<u>311,111</u>
		<u>319,526</u>	<u>350,000</u>
Future minimum payments are receivable as follows:			
Within 1 year		81,852	68,953
Between 1 and 5 years		<u>376,271</u>	<u>444,697</u>
		<u>458,113</u>	<u>513,650</u>

#### (d) Securities purchased under agreement to sell

The Fund entered into reverse repurchase agreements collateralised by the Government of Jamaica Bonds and other securities. These agreements may result in credit exposure in the event that the counterparties to these transactions are unable to fulfil their contractual obligations.

The fair value of collateral held pursuant to reverse repurchase agreements approximated the carrying value.

The reverse repurchase agreements as at September 30, 2023 was \$4,749,165,000 (2022: \$2,506,074,000).

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

#### (e) Sagicor Sigma Global Funds

	<b>2023</b>		<b>2022</b>	
	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>	<b>Number of units '000</b>	<b>Valuation of units \$'000</b>
Sigma Bond	6,987	252,472	6,987	247,674
Sigma Money Market	155,514	273,331	155,514	267,483
Sigma Global Bond	<u>18,168</u>	<u>354,027</u>	<u>18,168</u>	<u>346,210</u>
	<u>180,669</u>	<u>879,830</u>	<u>180,669</u>	<u>861,367</u>

#### (f) Accounts receivable

	<b>2023 \$'000</b>	<b>2022 \$'000</b>
Due from Brokers	7,620	-
Interest receivable	156,484	160,696
Withholding tax recoverable	<u>4,566</u>	<u>1,092</u>
	<u>168,670</u>	<u>161,788</u>

#### (g) Financial instruments

##### (i) Credit risk:

##### *Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

##### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

<b>September 30, 2023</b>	<b>Carrying Amount \$'000</b>	<b>Contractual cash flows \$'000</b>	<b>1-3 months \$'000</b>
Accounts payable	3,883	3,883	3,883
Due to related party	6,717	6,717	6,717
Inter-fund account	<u>93,629</u>	<u>93,629</u>	<u>93,629</u>
	<u>104,229</u>	<u>104,229</u>	<u>104,229</u>
<b>September 30, 2022</b>	<b>Carrying Amount \$'000</b>	<b>Contractual cash flows \$'000</b>	<b>1-3 months \$'000</b>
Accounts payable	2,510	2,510	2,510
Due to related party	12,936	12,936	12,936
Inter-fund account	<u>2,756</u>	<u>2,756</u>	<u>2,756</u>
	<u>18,202</u>	<u>18,202</u>	<u>18,202</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

#### (g) Financial instruments (cont'd)

##### (iii) Market risk:

##### *Interest rate risk*

The following table summarises the carrying amounts of assets and liabilities to arrive at the Fund's interest rate gap based on the earlier of contractual repricing and maturity dates.

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	11,422	11,422	-	-	-	-
Government of Jamaica securities	19,051,400	1,483,616	11,907,014	168,476	5,492,294	-
Corporate Bonds	2,053,553	1,100,000	584,948	368,605	-	-
Investments in Finance leases	319,526	-	44,312	143,590	131,624	-
Sagicor Sigma Global Funds	879,830	-	-	-	-	879,830
Securities purchased under agreement to resell	4,749,165	4,749,165	-	-	-	-
Accounts receivable	168,670	-	-	-	-	168,670
Due from related parties	148	-	-	-	-	148
Inter-fund accounts	1,967,964	-	-	-	-	1,967,964
Total assets	29,201,678	7,344,203	12,536,274	680,671	5,623,918	3,016,612
<u>Liabilities</u>						
Accounts payable	3,883	-	-	-	-	3,883
Inter-fund accounts	93,629	-	-	-	-	93,629
Due to related party	6,717	-	-	-	-	6,717
Total liabilities	104,229	-	-	-	-	104,229
Interest rate sensitivity gap	29,097,449	7,344,203	12,536,274	680,671	5,623,918	2,912,383
Cumulative gap	29,097,449	7,344,203	19,880,477	20,561,148	26,185,066	29,097,449
September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	515,122	515,122	-	-	-	-
Government of Jamaica securities	17,341,095	936,453	-	352,829	16,051,813	-
Corporate Bonds	584,996	-	430,000	154,996	-	-
Investments in Finance leases	350,000	-	38,889	143,590	167,521	-
Sagicor Sigma Global Funds	861,367	-	-	-	-	861,367
Securities purchased under agreement to resell	2,506,074	2,506,074	-	-	-	-
Accounts receivable	161,788	-	-	-	-	161,788
Due from related parties	19,354	-	-	-	-	19,354
Inter-fund accounts	1,320,855	-	-	-	-	1,320,855
Total assets	23,600,651	3,957,649	468,889	651,415	16,219,334	2,363,364



## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

#### (g) Financial instrument (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

September 30, 2022 (cont'd)	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Liabilities</u>						
Accounts payable	2,510	-	-	-	-	2,510
Inter-fund accounts	2,756	-	-	-	-	2,756
Due to related party	12,936	-	-	-	-	12,936
Total liabilities	18,202	-	-	-	-	18,202
Interest rate sensitivity gap	23,642,449	3,957,649	468,889	651,415	16,219,334	2,345,162
Cumulative gap	23,642,449	3,957,649	4,426,538	5,077,953	21,297,287	23,642,449

At the reporting date, the interest profile of the Funds' interest-bearing financial instruments was as follows:

	2023 \$'000	2022 \$'000
Fixed rate instruments		
Financial assets	8,643,741	7,836,138
Variable rate instruments		
Financial assets	12,461,179	10,589,952

##### Sensitivity analysis

A change of basis points outlined below in interest rates and yields:

Currency	Increase in basis point		Decrease in basis point	
	2023	2022	2023	2022
JMD	50	200	25	50
USD	50	200	25	50

A change in basis points would have increased or decreased net income and accumulated fund by the amounts shown below.

The analysis assumes that all other variables, particularly foreign currency rates, remain constant.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

#### (g) Financial instrument (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

The analysis was performed on the same basis as in 2022.

	<u>Increase</u>		<u>Decrease</u>	
	<u>Effect of change in net income</u>	<u>Effect of change in fair value</u>	<u>Effect of change in net income</u>	<u>Effect of change in fair value</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
<b>September 30, 2023</b>				
Financial assets	<u>63,371</u>	<u>(211,164)</u>	<u>(31,685)</u>	<u>107,704</u>
	<u>Increase</u>		<u>Decrease</u>	
	<u>Effect of change in interest rate</u>	<u>Effect of change in fair value</u>	<u>Effect of change in interest rate</u>	<u>Effect of change in fair value</u>
	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>	<u>\$'000</u>
<b>September 30, 2022</b>				
Financial assets	<u>261,654</u>	<u>(944,197)</u>	<u>(65,414)</u>	<u>263,449</u>

#### (h) Fair value of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

There were no transfers between levels during the year.

The values derived from applying these techniques are significantly affected by the underlying assumptions used concerning both the amounts and timing of future cash flows and the discount rates. The following methods and assumptions have been used:

- the fair value of liquid assets and other assets maturing within one year is assumed to approximate their carrying amount. This assumption is applied to liquid assets and the short-term elements of all other financial assets and liabilities; and
- the fair value of variable rate financial instruments is assumed to approximate their carrying amounts.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

#### (h) Fair value of financial instruments (cont'd)

Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets including their levels in the fair value hierarchy. It does not include fair value information for financial assets such as securities purchased under agreements to resell because the carrying amount is a reasonable approximation of fair value due to the short-term nature of these financial assets, which are all considered to be within the level two fair value hierarchy.

	<u>2023</u>	<u>2022</u>
	<u>Level 2</u>	
	\$'000	\$'000
<b>Financial assets measured at fair value:</b>		
Government of Jamaica Securities	19,051,400	17,341,095
Corporate Bonds	2,053,553	584,996
Investments in Finance lease	319,526	350,000
Sagicor Sigma Global Funds	<u>879,830</u>	<u>861,367</u>
	<u>22,304,309</u>	<u>19,137,458</u>

### 15. Notes to the Pooled General Fund [pages 32 – 34]

#### (a) Accounts receivable

	<u>2023</u>	<u>2022</u>
	<u>\$'000</u>	<u>\$'000</u>
Withholding tax recoverable	55	55
Other receivables	<u>19</u>	<u>1,018</u>
	<u>74</u>	<u>1,073</u>

#### (b) Accounts payable

	<u>2023</u>	<u>2022</u>
	<u>\$'000</u>	<u>\$'000</u>
Statutory deductions payable	126	39
Electronic bank transfers not yet allocated and other payables	254,841	134,509
Stale-dated cheques	<u>135,142</u>	<u>299,386</u>
	<u>390,109</u>	<u>433,934</u>

#### (c) Financial instruments

##### (i) Credit risk:

*Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 15. Notes to the General Fund [pages 32 – 34] (cont'd)

#### (c) Financial instruments

##### (i) Credit risk:

##### *Exposure to credit risk*

The maximum credit exposure, that is, the amount of loss that would be suffered if every counterparty to the Fund's financial assets were to default at once, is represented by the carrying amount of financial assets shown on the statement of financial position, without taking account of any collateral held or other credit enhancements.

##### (ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

September 30, 2023	Carrying Amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Inter-fund account	313,223	313,223	313,223
Accounts payable	390,109	390,109	390,109
Due to related party	297	297	297
	<u>703,629</u>	<u>703,629</u>	<u>703,629</u>
September 30, 2022	Carrying Amount \$'000	Contractual cash flows \$'000	1-3 months \$'000
Inter-fund account	276,720	276,720	276,720
Accounts payable	433,934	433,934	433,934
Due to related party	667	667	667
	<u>711,321</u>	<u>711,321</u>	<u>711,321</u>

##### (iii) Market risk:

##### *Interest rate risk*

The following table summarises the carrying amounts of assets and liabilities and to arrive at the Fund's interest rate gap based on the earlier of contractual re-pricing and maturity dates.

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	45,378	45,378	-	-	-	-
Accounts receivable	74	-	-	-	-	74
Inter-fund accounts	502,081	-	-	-	-	502,081
Due from related parties	<u>162,245</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>162,245</u>
Total assets	<u>709,778</u>	<u>45,378</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>664,400</u>

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 15. Notes to the General Fund [pages 32 – 34] (cont'd)

#### (c) Financial instruments (cont'd)

##### (iii) Market risk (cont'd):

##### *Interest rate risk (cont'd)*

September 30, 2023	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Liabilities</u>						
Inter-fund account	313,223	-	-	-	-	313,223
Accounts payable	390,109	-	-	-	-	390,109
Due to related party	297	-	-	-	-	297
Total liabilities	703,629	-	-	-	-	703,629
Interest rate sensitivity gap	6,149	45,378	-	-	-	( 39,229)
Cumulative gap	6,149	45,378	45,378	45,378	45,378	6,149
September 30, 2022	Carrying Amount \$'000	Within 3 months \$'000	3-12 months \$'000	1-5 years \$'000	>5 years \$'000	Non sensitive \$'000
<u>Assets</u>						
Cash	302,561	302,561	-	-	-	-
Accounts receivable	1,073	-	-	-	-	1,073
Inter-fund accounts	327,419	-	-	-	-	327,419
Due from related parties	87,949	-	-	-	-	87,949
Total assets	719,002	302,561	-	-	-	416,441
<u>Liabilities</u>						
Inter-fund account	276,720	-	-	-	-	276,720
Accounts payable	433,934	-	-	-	-	433,934
Due to related party	667	-	-	-	-	667
Total liabilities	711,321	-	-	-	-	711,321
Interest rate sensitivity gap	7,681	302,561	-	-	-	(294,880)
Cumulative gap	7,681	302,561	302,561	302,561	302,561	7,681

#### (d) Fair value of financial instruments

The Fund measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1 - fair value measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - fair value measurement includes inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 - fair value measurement includes inputs for the asset or liability that are not based on observable market data (unobservable inputs).

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 15. Notes to the General Fund [pages 32 – 34] (cont'd)

#### (d) Fair value of financial instruments (cont'd)

Accounting classifications and fair values

There were no financial assets and liabilities measured at fair value as the carrying amount of all financial assets and liabilities is a reasonable approximation of the fair value and are all considered to be within the level two fair value hierarchy.

### 16. Corresponding figures

The financial statements for 2022 have been revised to reflect the gross presentation of balances to conform to the current year presentation. The gross presentation did not have an impact on the unappropriated profits of the Funds. The table below presents the affected line items in the financial statements and includes the previously reported figures as a comparison to the current year presentation.

#### Statement of cash flows:

#### (a) Pooled Equity Fund

<b>September 30, 2022</b>	<b>As previously reported \$'000</b>	<b>Adjustments \$'000</b>	<b>Revised \$'000</b>
Investments, net	(590,525)	590,525	-
Proceeds from sale of investments	-	1,630,744	1,630,744
Purchase of investments	-	(2,221,269)	(2,221,269)

#### (b) Pooled Mortgage and Real Estate Fund

<b>September 30, 2022</b>	<b>As previously reported \$'000</b>	<b>Adjustments \$'000</b>	<b>Revised \$'000</b>
Investments, net	288,942	( 288,942)	-
Proceeds from sale of investments	-	1,523,819	1,523,819
Purchase of investments	-	(1,234,877)	(1,234,877)

#### (c) Pooled Fixed Income Fund

<b>September 30, 2022</b>	<b>As previously reported \$'000</b>	<b>Adjustments \$'000</b>	<b>Revised \$'000</b>
Investments, net	3,268,747	(3,268,747)	-
Proceeds from sale of investments	-	7,092,346	7,092,346
Purchase of investments	-	(3,823,599)	(3,823,599)

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 16. Corresponding figures (cont'd)

#### (d) Pooled Foreign Currency Fund

	As previously reported	Adjustments	Revised
September 30, 2022	\$'000	\$'000	\$'000
Investments, net	1,582,336	(1,582,336)	-
Proceeds from sale of investments	-	1,983,876	1,983,876
Purchase of investments	-	( 401,540)	( 401,540)

#### (e) Pooled Money Market Fund

	As previously reported	Adjustments	Revised
September 30, 2022	\$'000	\$'000	\$'000
Investments, net	( 283,503)	283,503	-
Proceeds from sale of investments	-	974,869	974,869
Purchase of investments	-	(1,258,372)	(1,258,372)

#### (f) Pooled International Equity Fund

	As previously reported	Adjustments	Revised
September 30, 2022	\$'000	\$'000	\$'000
Investments, net	1,992,764	(1,992,764)	-
Proceeds from sale of investments	-	2,159,628	2,159,628
Purchase of investments	-	( 166,864)	( 166,864)

#### (g) Pooled Global Market Fund

	As previously reported	Adjustments	Revised
September 30, 2022	\$'000	\$'000	\$'000
Investments, net	547,164	(547,164)	-
Proceeds from sale of investments	-	568,048	568,048
Purchase of investments	-	( 20,884)	( 20,884)

## Notes to the Financial Statements (Continued)

Year ended September 30, 2023

### 16. Corresponding figures (cont'd)

#### (h) Pooled Diversified Investment Fund

	As previously reported	Adjustments	Revised
<b>September 30, 2022</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Investments, net	1,728,504	(1,728,504)	-
Proceeds from sale of investments	-	4,432,214	4,432,214
Purchase of investments	-	(2,703,710)	(2,703,710)

#### (i) Pooled CPI Fund

	As previously reported	Adjustments	Revised
<b>September 30, 2022</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Investments, net	(9,210,066)	9,210,066	-
Proceeds from sale of investments	-	558,354	558,354
Purchase of investments	-	(9,768,420)	(9,768,420)



#FinancialGuidance #NoMatterWhat

Let us put a smile on your face!



(888) SAGICOR (724-4267)

[sagicor.com](https://www.sagicor.com) |   

