SAGICOR POOLED PENSION INVESTMENT FUNDS

FINANCIAL STATEMENTS

SEPTEMBER 30, 2021

KPMG
Chartered Accountants
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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 112, which comprise the statements of financial position as at September 30, 2021, 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, 2021, and of their financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

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, W. Gihan C. de Mel, Wilbert A. Spence, Rochelle N. Stephenson, Sandra A. Edwards, Karen Ragoobirsingh

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, 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.

KPMG

Chartered Accountants
Kingston, Jamaica

March 31, 2022

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED EQUITY FUND

Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
350,282.68 units @ $154,577.52 (2020: 348,203.25 units @ $143,965.76)		54,145,829	50,129,346
Represented by:			
CASH		8,456	23,493
INVESTMENTS			
Quoted equities	6(a), (h)(iii)	49,568,026	45,416,874
Government of Jamaica securities	6(b), (h)(iii)	338	320
Sagicor Sigma Global Funds	6(c), (h)(iii)	3,162,241	2,483,366
Securities purchased under agreements to resell	6(d), (h)(iii)	105,957	496,506
Unquoted equities and other investments	6(e), (h)(iii)	1,220,434	1,247,928
		54,056,996	49,644,994
ACCOUNTS RECEIVABLE	6(f)	46,892	44,327
DUE FROM RELATED PARTIES			
Sagicor Financial Corporation		1,296	-
Sagicor Sigma Global Fund		277	-
Sagicor Life Cayman Segregated Fund		309	-
Sagicor Self Directed Funds		39	-
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		206,546	45,105
Pooled CPI Fund		31,848	-
Pooled Mortgage and Real Estate Fund		-	543,048
Pooled International Equity Fund		722	-
Pooled Foreign Currency Fund		36,613	-
		54,389,994	50,300,967
Less:			
ACCOUNTS PAYABLE	6(g)	60,935	76,215
DUE TO RELATED PARTIES			
Sagicor Life Jamaica Limited		146,813	92,646
Employee Benefits Administrator Limited		410	779
INTER-FUND ACCOUNTS			
Pooled International Equity Fund		-	902
Pooled Foreign Currency Fund		-	454
Pooled CPI Fund		-	256
Pooled Diversified Investment Fund		12	47
Pooled Money Market Fund		1,723	322
Pooled General Fund		34,272	-
		244,165	171,621
NET ASSETS OF FUND		54,145,829	50,129,346

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers on March 31, 2022 and signed on its behalf by:

Director
R. Danvers Williams

Director
Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED EQUITY FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest	4,031	6,038
Dividends	744,203	880,434
Net appreciation/(depreciation) on investments	2,963,178	(20,730,934)
Miscellaneous income	3,397	-
	3,714,809	(19,844,462)
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	450,015	488,190
Finance charges	21	207
General consumption tax	62,657	71,866
Audit fees	5,053	4,618
Miscellaneous expenses	3,044	3,345
	520,790	568,226
NET INCOME/(LOSS) FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	3,194,019	(20,412,688)
DEPOSITS/(WITHDRAWALS)		
Deposits	1,763,849	2,529,747
Withdrawals	(1,139,153)	(2,357,081)
Inter-fund transfers, net	197,768	(1,293,955)
Net (withdrawals)/deposits for the year	822,464	(1,121,289)
Net increase/(decrease) in fund for the year	4,016,483	(21,533,977)
ACCUMULATED FUND AT BEGINNING OF YEAR	50,129,346	71,663,323
ACCUMULATED FUND AT END OF YEAR	54,145,829	50,129,346

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED EQUITY FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income/(loss) for the year	3,194,019	(20,412,688)
Adjustments for:		
(Appreciation)/Depreciation on investments	(2,963,178)	20,730,934
Interest income	(4,031)	(6,038)
Dividend income	(744,203)	(880,434)
	(517,393)	(568,226)
Changes in operating assets and liabilities:		
Investments, net	(1,448,824)	1,026,387
Accounts receivable	(2,562)	94,683
Related party accounts, net	51,877	23,137
Inter-fund accounts, net	346,450	628,910
Accounts payable	(15,280)	(946,773)
Interest received	4,028	7,879
Dividend received	744,203	880,434
Net cash (used)/provided by operating activities	(837,501)	1,146,431
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits received	1,975,861	3,237,413
Withdrawals made	(1,153,397)	(4,358,702)
Net cash provided/(used) by financing activities	822,464	(1,121,289)
Net(decrease)/increase in cash	(15,037)	25,142
Cash at beginning of the year	23,493	(1,649)
Cash at end of the year	8,456	23,493

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED MORTGAGE AND REAL ESTATE FUND

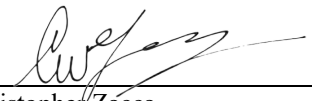
Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
2,294,357.54 units @12,860.67 (2020: 2,302,153.58 units @10,846.32)		29,506,983	24,969,897
Represented by:			
CASH		6,479	1,681
INVESTMENTS			
Securities purchased under agreements to resell	7(a), (h)(iii)	309,701	93,358
Sagicor Sigma Global Funds	7(b), (h)(iii)	10,846,619	12,079,400
Quoted equities	7(c), (h)(iii)	3,995,461	3,872,571
Investment properties	7(d)	14,519,579	11,180,517
		29,671,360	27,225,846
ACCOUNTS RECEIVABLE	7(e)	16,854	6,335
DUE FROM RELATED PARTIES			
Sagicor Life Jamaica Limited		36,870	60,783
Employees Benefits Administrator Limited		1,586	2,023
Sagicor Bank Jamaica Limited		-	7,134
X Fund Properties Limited		-	1,008,330
INTER-FUND ACCOUNTS			
Pooled Diversified Investment Fund		39	-
Pooled Money Market Fund		-	794
Pool International Equity Fund		1,612	-
Pooled CPI Fund		1,100	-
Pooled Foreign Currency Fund		59,482	-
Pooled Fixed Income Fund		14,186	-
		29,809,568	28,312,926
Less:			
PROPERTY RENTAL AND SERVICE FEES PAYABLE/RECEIVABLE	7(f)	165,159	-
ACCOUNTS PAYABLE	7(g)	7,651	12,165
DUE TO RELATED PARTIES			
Sagicor Sigma Global Funds		54,520	79,669
Sagicor Life Jamaica Managed Funds		-	1,518
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		-	1,539,528
Pooled Equity Fund		-	543,048
Pooled Foreign Currency Fund		-	563,938
Pooled International Equity Fund		-	133,819
Pooled CPI Fund		-	469,344
Pooled General Fund		75,255	-
		302,585	3,343,029
NET ASSETS OF FUND		29,506,983	24,969,897

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:



Director
R. Danvers Williams



Director
Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED MORTGAGE AND REAL ESTATE FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest	27,800	1,304
Rental Income	116,436	196,751
Miscellaneous income	50	760
Net appreciation/(depreciation) on investments	4,958,161	(3,656,053)
Income from Jewel Grande Montego Bay	719,550	-
	5,821,997	(3,457,238)
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	194,348	221,763
Investment property expenses	7,118	168,402
Finance charges	39	115
General consumption tax	27,164	32,684
Audit fees	2,653	2,286
Miscellaneous expenses	10,464	5,288
Expense from Jewel Grande Montego Bay	1,174,184	-
	1,415,970	430,538
NET LOSS FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	4,406,027	(3,887,776)
DEPOSITS/(WITHDRAWALS)		
Deposits received	651,490	2,711,414
Withdrawals	(547,750)	(1,407,529)
Inter fund transfers, net	27,319	(441,306)
Net deposits for the year	131,059	862,579
Net decrease in fund for the year	4,537,086	(3,025,197)
ACCUMULATED FUND AT BEGINNING OF YEAR	24,969,897	27,995,094
ACCUMULATED FUND AT END OF YEAR	29,506,983	24,969,897

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED MORTGAGE AND REAL ESTATE FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit/(loss) for the year	4,406,027	(3,887,776)
Adjustments for:		
Depreciation on investments	(4,958,161)	3,656,053
Interest income	(27,800)	(1,304)
	(579,934)	(233,027)
Changes in operating assets and liabilities:		
Inter-fund accounts, net	(3,250,047)	595,334
Accounts receivable	(10,501)	-
Accounts payable	(4,514)	9,995
Related party accounts, net	1,178,306	63,428
Investments, net	2,512,647	(1,299,352)
Interest received	27,782	1,293
Net cash (used)/provided by operating activities	(126,261)	(862,329)
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits received	727,404	2,751,717
Withdrawals made	(596,345)	(1,889,138)
Net cash provided by financing activities	131,059	862,579
Net increase in cash Cash at	4,798	250
beginning of the year	1,681	1,431
Cash at end of the year	6,479	1,681

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED FIXED INCOME FUND

Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
676,851.88 units @ $37,249.19 (2020: 675,609.16 units @ $34,638.88)		25,212,188	23,402,346
Represented by:			
CASH		48,270	44,330
INVESTMENTS			
Government of Jamaica securities	8(a), (k)(iii)	9,139,890	8,281,953
Corporate Bonds	8(b), (k)(iii)	9,021,508	6,728,207
Investment in finance leases	8(c), (k)(iii)	47,980	79,192
Securities purchased under agreements to resell	8(d), (k)(iii)	1,176,566	3,533,658
Sagicor Sigma Global Funds	8(e), (k)(iii)	4,261,365	2,382,249
Sagicor Pooled Pension Funds	8(f), (k)(iii)	875,325	738,192
Quoted equity	8(g), (k)(iii)	155,325	284,798
Unquoted equities	8(h), (k)(iii)	374,130	350,000
		25,052,089	22,378,249
ACCOUNTS RECEIVABLE	8(i)	279,741	224,667
DUE FROM RELATED PARTIES			
Sagicor Life Jamaica Limited		-	2,460
Employee Benefits Administrator Limited		12,962	2,629
Sagicor Sigma Fund		2,241	-
INTER-FUND ACCOUNTS			
Pooled Global Market Fund		46,185	-
Pooled Diversified Investment Fund		19,882	7,723
Pooled Foreign Currency Fund		17,498	-
Pooled Mortgage and Real Estate Fund		-	1,539,528
Pool General Fund		335,819	-
		25,814,687	24,199,586
Less:			
ACCOUNTS PAYABLE	8(j)	136,568	56,742
DUE TO RELATED PARTIES			
Sagicor Life Jamaica Limited		155,381	-
INTER-FUND ACCOUNTS			
Pooled General Fund		-	230,515
Pooled Foreign Currency Fund		-	115,621
Pooled Money Market Fund		9,758	124
Pooled Equity Fund		206,546	45,105
Pooled International Equity Fund		60,265	2,720
Pooled Global Market Fund		-	1,222
Pooled CPI Fund		19,795	345,191
Pooled Mortgage and Real Estate Fund		14,186	-
		602,499	797,240
NET ASSETS OF FUND		25,212,188	23,402,346

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:

Director — R. Danvers Williams

Director — Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED FIXED INCOME FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest	1,176,627	1,042,686
Dividends	35,301	32,324
Net appreciation on investments	538,639	559,943
Other income	8,958	19,157
	1,759,525	1,654,110
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	315,093	385,671
Finance charges	51	179
General consumption tax	45,461	58,476
Audit fees	2,329	2,165
Miscellaneous expenses	3,308	6,476
	366,242	452,967
NET INCOME FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	1,393,283	1,201,143
DEPOSITS/(WITHDRAWALS)		
Deposits	4,513,077	4,024,191
Withdrawals	(4,195,104)	(6,129,016)
Inter-fund transfers, net	98,586	3,119,798
Net deposits for the year	416,559	1,014,973
Net increase in fund for the year	1,809,842	2,216,116
ACCUMULATED FUND AT BEGINNING OF YEAR	23,402,346	21,186,230
ACCUMULATED FUND AT END OF YEAR	25,212,188	23,402,346

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED FIXED INCOME FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	1,393,283	1,201,143
Adjustments for:		
Appreciation on investments	(538,639)	(559,943)
Interest income	(1,176,627)	(1,042,686)
Dividend income	(35,301)	(32,324)
	(357,284)	(433,810)
Changes in operating assets and liabilities:		
Inter-fund accounts	697,919	(149,709)
Accounts receivable	(10,222)	5,326
Accounts payable	79,826	(111,204)
Related party accounts	145,267	155,264
Investments, net	(2,135,201)	(1,576,851)
Interest received	1,131,775	1,073,676
Dividend received	35,301	32,324
Net cash used by operating activities	(412,619)	(1,004,984)
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits received	4,743,081	7,537,463
Withdrawals made	(4,326,522)	(6,522,490)
Net cash provided by financing activities	416,559	1,014,973
Net increase in cash Cash at	3,940	9,989
beginning of the year	44,330	34,341
Cash at end of the year	48,270	44,330

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED FOREIGN CURRENCY FUND

Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
439,681.13 units@$66,635.39 (2020: 457,359.25 units@$59,442.92)		29,298,326	27,186,767
Represented by:			
CASH		18,445	11,516
INVESTMENTS			
Government of Jamaica securities	9(a)(i), (j)(iii)	9,011,933	8,052,249
Corporate Bonds	9(a)(ii), (j)(iii)	2,122,327	849,221
Quoted equities	9(b), (j)(iii)	132,181	118,158
Investment in finance leases	9(c), (j)(iii)	9,890	9,567
Sagicor Sigma Global Funds	9(e), (j)(iii)	16,707,639	14,312,794
Sagicor Pooled Pension Funds	9(f), (j)(iii)	889,375	738,095
Securities purchased under agreements to resell	9(d), (j)(iii)	407,268	1,956,595
Unquoted equity	9(g),(j)(iii)	128,063	100,000
		29,408,676	26,136,679
ACCOUNTS RECEIVABLE	9(h)	191,038	152,979
DUE FROM RELATED PARTIES			
Sagicor Life Jamaica Limited		8,203	100,476
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		-	115,621
Pooled Diversified Investment Fund		196	-
Pooled Money Market Fund		-	1,892
Pooled CPI Fund		833	111,680
Pooled Mortgage and Real Estate Fund		-	563,938
Pooled Equity Fund		-	454
Pooled International Equity Fund		2,245	-
		29,629,636	27,195,235
Less:			
ACCOUNTS PAYABLE	9(i)	12,555	6,410
DUE TO RELATED PARTIES			
Employee Benefits Administrator Limited		25,888	2,028
Sagicor Life of the Cayman Islands Limited		29	30
Sagicor Self Directed Funds		9,000	-
INTER-FUND ACCOUNTS			
Pooled Equity Fund		36,613	-
Pooled General Fund		139,393	-
Pooled Global Market Fund		1,000	-
Pooled Mortgage and Real Estate Fund		59,482	-
Pooled Money Market Fund		29,852	-
Pooled Fixed Income Fund		17,498	-
		331,310	8,468
NET ASSETS OF FUND		29,298,326	27,186,767

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:

Director — R. Danvers Williams

Director — Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED FOREIGN CURRENCY FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest income	622,462	494,643
Net appreciation on investments	2,674,708	717,949
Dividend income	18,878	20,917
Miscellaneous income	1,532	-
	3,317,580	1,233,509
Less:		
EXPENDITURE		
Finance charges	70	222
Investment management & administration fees [note 5(b)]	466,078	236,263
General consumption tax	63,817	34,574
Audit fees	2,766	2,638
Miscellaneous expenses	1,450	1,926
	534,181	275,623
NET INCOME FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	2,783,399	957,886
DEPOSITS/(WITHDRAWALS)		
Deposits	2,575,673	2,049,964
Withdrawals	(3,109,338)	(1,546,297)
Inter-fund transfers, net	(138,175)	1,617,840
Net deposits for the year	(671,840)	2,121,507
Net increase in fund for the year	2,111,559	3,079,393
ACCUMULATED FUND AT BEGINNING OF YEAR	27,186,767	24,107,374
ACCUMULATED FUND AT END OF YEAR	29,298,326	27,186,767

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED FOREIGN CURRENCY FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	2,783,399	957,886
Adjustments for:		
Appreciation on investments	(2,674,708)	(717,949)
Interest income	(622,462)	(494,643)
Dividend income	(18,878)	(20,917)
	(532,649)	(275,623)
Changes in operating assets and liabilities:		
Inter-fund accounts	1,074,149	60,438
Accounts receivable	(14,681)	(1,824)
Accounts payable	6,145	4,106
Related party accounts	125,132	868
Investments, net	(597,289)	(2,396,867)
Interest received	599,084	472,733
Dividend received	18,878	20,917
Net cash used by operating activities	678,769	(2,115,252)
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits received	2,594,728	3,801,316
Withdrawals made	(3,266,568)	(1,679,809)
Net cash provided by financing activities	(671,840)	2,121,507
Net increase in cash Cash at	6,929	6,255
beginning of the year Cash at	11,516	5,261
end of the year	18,445	11,516

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED MONEY MARKET FUND

Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
862,790.25 units @ $6,841.78 (2020: 963,938.71 units @ $6,381.40)		5,903,024	6,151,273
Represented by:			
CASH		-	9,622
INVESTMENTS			
Government of Jamaica securities	10(a)(i), (f)(iii)	1,416,223	1,720,767
Corporate Bonds	10(a)(ii), (f)(iii)	1,383,809	1,352,411
Sagicor Sigma Global Funds	10(b), (f)(iii)	2,278,134	2,140,166
Securities purchased under agreements to resell	10(c), (f)(iii)	261,689	442,536
Quoted equities	10(a)(iii), (f)(iii)	288,171	279,464
		5,628,026	5,935,344
ACCOUNTS RECEIVABLE	10(d)	68,781	59,890
DUE FROM RELATED PARTIES			
Sagicor Life Jamaica Limited		146,750	151,103
Sagicor Life of the Cayman Islands Ltd		1,622	-
Sagicor Life Cayman Segregated Funds		16	16
Self-Directed Funds		-	5,756
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		9,758	124
Pooled CPI Fund		1,750	-
Pooled General Fund		27,062	-
Pooled Equity Fund		1,723	322
Pooled Global Market Fund		1,391	-
Pooled International Equity Fund		1,451	-
Pooled Foreign Currency Fund		29,852	-
		5,918,182	6,162,177
Less:			
BANK OVERDRAFT, UNSECURED		8,926	-
ACCOUNTS PAYABLE	10(e)	1,271	1,344
DUE TO RELATED PARTIES			
Employee Benefits Administrator Limited		4,929	5,011
Sagicor Sigma Global Funds		32	1,863
INTER-FUND ACCOUNTS			
Pooled Foreign Currency Fund		-	1,892
Pooled Mortgage and Real Estate Fund		-	794
		15,158	10,904
NET ASSETS OF FUND		5,903,024	6,151,273

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:

Director — R. Danvers Williams

Director — Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED MONEY MARKET FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest	164,304	178,781
Dividends	15,209	21,777
Miscellaneous income	-	12
Net appreciation/(depreciation) on investments	231,388	61,046
	410,901	261,616
Less:		
EXPENDITURE		
Finance charges	14	41
Investment management & administration fees [note 5(b)]	42,288	66,370
General consumption tax	5,163	7,742
Audit fees	538	573
Miscellaneous expenses	280	379
	48,283	75,105
NET INCOME FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	362,618	186,511
DEPOSITS/(WITHDRAWALS)		
Deposits	876,643	972,935
Withdrawals	(1,485,352)	(2,372,313)
Inter-fund transfer, net	(2,158)	(1,007,800)
Net withdrawals for the year	(610,867)	(2,407,178)
Net decrease in the fund for the year	(248,249)	(2,220,667)
ACCUMULATED FUND AT BEGINNING OF THE YEAR	6,151,273	8,371,940
ACCUMULATED FUND AT END OF YEAR	5,903,024	6,151,273

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED MONEY MARKET FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	362,618	186,511
Adjustments for:		
Net (appreciation)/depreciation on investments	(231,388)	(61,046)
Interest income	(164,304)	(178,781)
Dividend income	(15,209)	(21,777)
	(48,283)	(75,093)
Changes in operating assets and liabilities:		
Inter-fund accounts	(75,227)	(871)
Accounts receivable	(10,253)	10,515
Accounts payable	(73)	(109)
Related party accounts	6,574	(67,899)
Investments, net	538,706	2,341,692
Interest received	165,666	207,933
Dividend received	15,209	21,777
Net cash provided by operating activities	592,319	2,437,945
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits received	910,225	1,056,511
Withdrawals made	(1,521,092)	(3,463,689)
Net cash used by financing activities	(610,867)	(2,407,178)
Net (decrease)/increase in cash	(18,548)	30,767
Cash at beginning of the year	9,622	(21,145)
Cash at end of the year	(8,926)	9,622

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

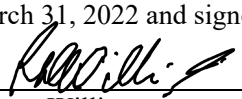
SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED INTERNATIONAL EQUITY FUND

Statement of Financial Position
Year ended September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
27,287,783.58 units @ $390.06 (2020: 29,966,353.74 units @ $306.02)		10,643,846	9,170,346
Represented by:			
CASH		7,026	2,851
INVESTMENTS			
Government of Jamaica securities	11(a)(i), (f)(iii)	508,007	496,381
Sagicor Sigma Global Funds	11(b), (f)(iii)	685,703	622,070
Securities purchased under agreements to resell	11(c), (f)(iii)	192,670	697,115
Quoted equities	11(a)(ii), (f)(iii)	9,235,160	7,186,993
		10,621,540	9,002,559
ACCOUNTS RECEIVABLE	11(d)	5,070	20,008
DUE FROM RELATED PARTY			
Sagicor Life Jamaica Limited		-	6,757
Sagicor Group Jamaica Limited		-	4,809
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		60,265	2,720
Pooled Equity Fund		-	902
Pooled Global Market Fund		6	-
Pooled Mortgage & Real Estate Fund		-	133,819
		10,693,907	9,174,425
Less:			
ACCOUNTS PAYABLE	11(e)	1,049	946
DUE TO RELATED PARTIES			
Employee Benefits Administrator Limited		1,027	132
Sagicor Life Cayman Segregated Funds		100	3,001
Sagicor Life Jamaica		16,421	-
INTER-FUND ACCOUNTS			
Pooled CPI Fund		357	-
Pooled General Fund		24,649	-
Pooled Equity Fund		722	-
Pooled Foreign Currency Fund		2,245	-
Pooled Money Market Fund		1,451	-
Pooled Mortgage & Real Estate Fund		1,612	-
Pooled Diversified Investment Fund		428	-
		50,061	4,079
NET ASSETS OF FUND		10,643,846	9,170,346

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:



Director
R. Danvers Williams



Director
Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED INTERNATIONAL EQUITY FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Dividends	96,283	103,969
Interest	22,238	23,136
Net appreciation on investments	2,327,838	971,443
Miscellaneous income	362	-
	2,446,721	1,098,548
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	80,859	63,577
Finance charges	34	73
Audit fees	1,058	893
General consumption tax	12,111	10,046
Miscellaneous expenses	528	590
	94,590	75,179
NET INCOME FOR THE YEAR, BEING TOTAL COMPREHENSIVE INCOME	2,352,131	1,023,369
DEPOSITS/(WITHDRAWALS)		
Deposits	397,674	468,736
Withdrawals	(1,072,693)	(348,649)
Inter-fund transfers, net	(203,612)	(125,335)
Net withdrawals for the year	(878,631)	(5,248)
Net increase in the fund for the year	1,473,500	1,018,121
ACCUMULATED FUND AT BEGINNING OF THE YEAR	9,170,346	8,152,225
ACCUMULATED FUND AT END OF YEAR	10,643,846	9,170,346

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED INTERNATIONAL EQUITY FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	2,352,131	1,023,369
Adjustments for:		
Appreciation on investments	(2,327,838)	(971,443)
Interest income	(22,238)	(23,136)
Dividend income	(96,283)	(103,969)
	(94,228)	(75,179)
Changes in operating assets and liabilities:		
Inter-fund accounts	108,634	205,839
Accounts receivable	14,949	(5,686)
Accounts payable	103	265
Related party accounts	25,981	(1,667)
Investments, net	708,857	(243,105)
Interest received	22,227	23,290
Dividend received	96,283	103,969
Net cash provided by operating activities	882,806	7,726
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits received	420,155	688,528
Withdrawals made	(1,298,786)	(693,776)
Net cash used by financing activities	(878,631)	(5,248)
Net increase in cash	4,175	2,478
Cash at beginning of the year	2,851	373
Cash at end of the year	7,026	2,851

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED GLOBAL MARKET FUND

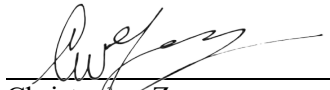
Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
262,247,241.67 units @15.86 (2020: 286,961,066.27 units @14.14)		4,158,812	4,057,565
Represented by:			
CASH		3,659	1,015
INVESTMENTS			
Government of Jamaica securities	12(a), (f)(iii)	141,893	137,021
Sagicor Sigma Global Funds	12(c), (f)(iii)	3,044,769	2,832,770
Securities purchased under agreements to resell	12(b), (f)(iii)	7,705	51,004
Sagicor Pooled Pension Fund	12(d), (f)(iii)	955,713	974,860
		4,150,080	3,995,655
ACCOUNTS RECEIVABLE	12(e)	6,642	6,588
DUE FROM RELATED PARTIES			
Sagicor Life Jamaica Limited		46,949	53,448
Employee Benefit Administrator Limited		-	49
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		-	1,222
Pooled Foreign Currency Fund		1,000	-
		4,208,330	4,057,977
Less:			
ACCOUNTS PAYABLE		398	412
DUE TO RELATED PARTIES			
Employee Benefit Administrator Limited		29	-
INTER-FUND ACCOUNT			
Pooled General Fund		1,509	-
Pooled Fixed Income Fund		46,185	-
Pooled Money Market Fund		1,391	-
Pooled International Equity Fund		6	-
		49,518	412
NET ASSETS OF FUND		4,158,812	4,057,565

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:



Director
R. Danvers Williams



Director
Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED GLOBAL MARKET FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest	8,652	8,464
Miscellaneous Income	-	4
Net appreciation on investments	488,183	99,416
	496,835	107,884
Less:		
EXPENDITURE		
Investment management & administration fees [note 5(b)]	40,981	37,922
Finance charges	12	24
Audit fees	400	397
General consumption tax	5,309	5,194
Miscellaneous expenses	202	255
	46,904	43,792
NET INCOME FOR THE YEAR BEING, TOTAL COMPREHENSIVE INCOME	449,931	64,092
DEPOSITS/(WITHDRAWALS)		
Deposits	28,988	43,905
Withdrawals	(375,688)	(58,178)
Inter-fund transfers, net	(1,984)	17,383
Net (withdrawals)/deposits for the year	(348,684)	3,110
Net increase in the fund for the year	101,247	67,202
ACCUMULATED FUND AT BEGINNING OF YEAR	4,057,565	3,990,363
ACCUMULATED FUND AT END OF YEAR	4,158,812	4,057,565

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED GLOBAL MARKET FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	449,931	64,092
Adjustments for:		
Appreciation on investments	(488,183)	(99,416)
Interest income	(8,652)	(8,464)
	(46,904)	(43,788)
Changes in operating assets and liabilities:		
Inter-fund accounts	49,313	15,168
Accounts receivable	2	(2)
Accounts payable	6,577	80
Related party accounts	(14)	98
Investments, net	333,758	15,867
Interest received	8,596	8,339
Net cash provided/(used) by operating activities	351,328	(4,238)
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits received	30,474	68,516
Withdrawals made	(379,158)	(65,406)
Net cash (used)/provided by financing activities	(348,684)	3,110
Net increase/(decrease) in cash	2,644	(1,128)
Cash at beginning of the year	1,015	2,143
Cash at end of the year	3,659	1,015

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED DIVERSIFIED INVESTMENT FUND

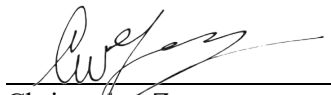
Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
3,286,638.42 units @ $4,709.90 (2020: 3,396,874.08 units @ $4,267.68)		15,479,735	14,496,761
Represented by:			
CASH		1,420	1,158
INVESTMENTS			
Quoted equities	13(a), (g)(iii)	700,406	678,518
Sagicor Pooled Pension Funds	13(b), (g)(iii)	9,981,307	9,432,140
Sagicor Sigma Global Funds	13(c), (g)(iii)	4,982,599	4,496,030
Securities purchased under agreements to resell	13(d), (g)(iii)	5,825	28,280
		15,670,137	14,634,968
ACCOUNTS RECEIVABLE	13(e)	24,050	24,050
DUE FROM RELATED PARTIES			
Sagicor Life Jamaica Limited		1,370	-
Sagicor Life Cayman Segregated Funds		31	31
INTER-FUND ACCOUNTS			
Pooled Equity Fund		12	47
Pooled International Equity Fund		428	
Pooled General Fund		3,837	-
		15,701,285	14,660,254
Less:			
ACCOUNTS PAYABLE	13(f)	4,057	4,066
DUE TO RELATED PARTIES			
Employee Benefits Administrator Limited		883	5,353
Sagicor Life Jamaica Limited		196,415	146,351
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		19,882	7,723
Pooled CPI Fund		78	-
Pooled Foreign Currency Fund		196	-
Pooled Mortgage & Real Estate Fund		39	-
		221,550	163,493
NET ASSETS OF FUND		15,479,735	14,496,761

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:



Director
R. Danvers Williams



Director
Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED DIVERSIFIED INVESTMENT FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest	96	1,538
Net appreciation/(depreciation) on investments	1,483,872	(2,063,092)
	1,483,968	(2,061,554)
Less:		
EXPENDITURE		
Investment management and administration fees [note 5(b)]	195,636	243,911
Finance charge	12	61
General consumption tax	28,875	37,691
Audit fees	1,428	1,344
Miscellaneous expenses	719	591
	226,670	283,598
NET INCOME/(LOSS) FOR THE YEAR BEING TOTAL COMPREHENSIVE INCOME	1,257,298	(2,345,152)
DEPOSITS/(WITHDRAWALS)		
Deposits	435,549	709,531
Withdrawals	(682,261)	(923,077)
Inter-fund transfers, net	(27,612)	(1,387,255)
Net withdrawals for the year	(274,324)	(1,600,801)
Net decrease in fund for the year	982,974	(3,945,953)
ACCUMULATED FUND AT BEGINNING OF YEAR	14,496,761	18,442,714
ACCUMULATED FUND AT END OF YEAR	15,479,735	14,496,761

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED DIVERSIFIED INVESTMENT FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	1,257,298	(2,345,152)
Adjustments for:		
(Appreciation)/Depreciation on investments	(1,483,872)	2,063,092
Interest income	(96)	(1,538)
	(226,670)	(283,598)
Changes in operating assets and liabilities:		
Investments, net	448,703	1,890,697
Accounts receivable	-	1,000,001
Related party accounts	44,224	8,202
Inter-fund accounts	8,242	(1,015,222)
Accounts payable	(9)	(136)
Interest received	96	1,540
Net cash provided by operating activities	274,586	1,601,484
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits	435,811	743,627
Withdrawals	(710,135)	(2,344,428)
Net cash used by financing activities	(274,324)	(1,600,801)
Net increase in cash	262	683
Cash at beginning of the year	1,158	475
Cash at end of the year	1,420	1,158

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED CPI FUND

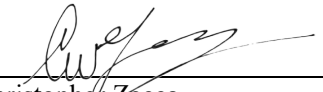
Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND			
2,258,896.17 units @5,113.61 (2020: 1,883,790.06 units @4,720.53)		11,551,105	8,892,480
Represented by:			
CASH		4,468	4,872
INVESTMENTS			
Government of Jamaica securities	14(a), (e)(iii)	10,717,014	8,096,619
Securities purchased under agreements to resell	14(b), (e)(iii)	330,065	55,465
Sagicor Sigma Global Funds	14(c), (e)(iii)	409,599	46,906
		11,456,678	8,198,990
ACCOUNTS RECEIVABLE	14(d)	46,743	34,115
DUE FROM RELATED PARTIES			
Employee Benefits Administrator Limited		6,098	3,956
Sagicor Life Cayman Segregated Funds		4	4
INTER-FUND ACCOUNTS			
Pooled Equity Fund		-	256
Pooled Mortgage and Real Estate Fund		-	469,344
Pooled International Equity Fund		357	-
Pooled Diversified Investment Fund		78	-
Pooled Fixed Income Fund		19,795	345,191
Pooled General Fund		145,757	-
		11,679,978	9,056,728
Less:			
ACCOUNTS PAYABLE		1,033	840
DUE TO RELATED PARTY			
Sagicor Life Jamaica Limited		92,309	51,728
INTER-FUND ACCOUNTS			
Pooled Money Market Fund		1,750	-
Pooled Mortgage and Real Estate Fund		1,100	-
Pooled Foreign Currency Fund		833	111,680
Pooled Equity Fund		31,848	-
		128,873	164,248
NET ASSETS OF FUND		11,551,105	8,892,480

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:



Director
R. Danvers Williams



Director
Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED CPI FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest income	459,723	334,668
Net appreciation on investments	374,365	337,200
Miscellaneous income	1,274	83
	835,362	671,951
Less:		
EXPENDITURE		
Investment management and administration fees [note 5(b)]	119,957	121,304
Finance charge	11	42
Audit fees	1,042	793
General consumption tax	15,953	17,093
Miscellaneous expenses	1,402	702
	138,365	139,934
NET INCOME FOR THE YEAR BEING TOTAL COMPREHENSIVE INCOME	696,997	532,017
DEPOSITS/(WITHDRAWALS)		
Deposits	2,835,084	1,797,591
Withdrawals	(923,322)	(699,775)
Inter-fund transfers, net	49,866	(499,370)
Net deposits for the year	1,961,628	598,446
Net increase in fund for the year	2,658,625	1,130,463
ACCUMULATED FUND AT BEGINNING OF YEAR	8,892,480	7,762,017
ACCUMULATED FUND AT END OF YEAR	11,551,105	8,892,480

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED CPI FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income for the year	696,997	532,017
Adjustments for		
Appreciation on investments	(374,365)	(337,200)
Interest income	(459,723)	(334,668)
	(137,091)	(139,851)
Changes in operating assets and liabilities:		
Inter-fund accounts	572,655	(118,944)
Investments, net	(2,883,323)	(664,819)
Related party accounts	38,439	982
Interest received	447,095	324,538
Accounts payable	193	230
Net cash used by operating activities	(1,962,032)	(597,864)
CASH FLOWS FROM FINANCING ACTIVITIES		
Deposits	2,927,766	2,243,119
Withdrawals	(966,138)	(1,644,673)
Net cash provided by financing activities	1,961,628	598,446
Net (decrease)/increase in cash	(404)	582
Cash at beginning of the year	4,872	4,290
Cash at end of the year	4,468	4,872

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED GENERAL FUND

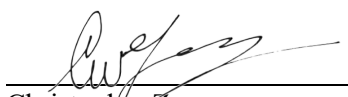
Statement of Financial Position
September 30, 2021

	Notes	Thousands of Dollars 2021	2020
ACCUMULATED FUND		8,563	7,225
Represented by:			
CASH		30,569	-
ACCOUNTS RECEIVABLE	15(a), (c)(iii)	1,073	55
DUE FROM RELATED PARTIES			
Sagicor Life Jamaica Limited		499,423	70,185
Sagicor Life Cayman Segregated Funds		7	-
Self Directed Pension Funds		16,345	2,998
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		-	230,515
Pooled Equity Fund		34,272	-
Pooled Foreign Currency Fund		139,393	-
Pooled Mortgage and Real Estate Fund		75,255	-
Pooled International Equity Fund		24,649	-
Pooled Global Market Fund		1,509	-
		822,495	303,753
Less:			
BANK OVERDRAFT, UNSECURED		-	26,349
ACCOUNTS PAYABLE	15(b)	285,774	268,468
DUE TO RELATED PARTY			
Employee Benefits Administrator Limited		2,473	1,711
Self Directed Funds		13,210	-
INTER-FUND ACCOUNTS			
Pooled Fixed Income Fund		335,819	-
Pooled Money Market Fund		27,062	-
Pooled Diversified Investment Fund		3,837	-
Pooled CPI Fund		145,757	-
		813,932	296,528
NET ASSET OF FUND		8,563	7,225

Approved by the Board of Directors of Sagicor Life Jamaica Limited, the fund managers, on March 31, 2022 and signed on its behalf by:



Director
R. Danvers Williams



Director
Christopher Zacca

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED GENERAL FUND

Statement of Profit or Loss and Other Comprehensive Income
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
INCOME		
Interest	1,090	1,255
Miscellaneous income	468	-
	1,558	1,255
Less:		
EXPENDITURE		
Audit fees	-	467
Finance charge	208	39
Miscellaneous expense	12	1,032
	220	1,538
NET INCOME/(LOSS) FOR THE YEAR BEING TOTAL COMPREHENSIVE INCOME	1,338	(283)
ACCUMULATED FUND AT BEGINNING OF YEAR	7,225	7,508
ACCUMULATED FUND AT END OF YEAR	8,563	7,225

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

POOLED GENERAL FUND

Statement of Cash Flows
Year ended September 30, 2021

	Thousands of Dollars	
	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income/(loss) for the year	1,338	(283)
Adjustments for		
Interest income	(1,090)	(1,255)
	248	(1,538)
Changes in operating assets and liabilities:		
Accounts receivable	(1,018)	-
Inter-fund accounts	17,306	(220,776)
Related party accounts	467,912	110,708
Accounts payable	(428,620)	(55,872)
Interest received	1,090	1,255
Net cash used by operating activities, being (decrease)/increase in cash	56,918	(166,223)
Cash at beginning of the year	(26,349)	139,874
Cash at end of the year	30,569	(26,349)

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

SAGICOR POOLED PENSION INVESTMENT FUNDS

Notes to the Financial Statements
Year ended September 30, 2021

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, a company domiciled in Barbados.

The investments are made through the following "Pooled Funds":

		Pages
(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.

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, 2022 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.

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*, 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, companies 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. A company 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 company 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 a company 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 company's own equity instruments, these would affect its classification as current or non-current. It has now been clarified that a company can ignore only those conversion options that are recognised as equity when classifying liabilities as current or non-current.

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

- 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.

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)*

  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 a company develops an accounting estimate to achieve the objective set out by an accounting policy.

  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.

(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.

2. Basis of preparation (cont'd)

(c) Use of estimates and judgements (cont'd)

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

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.

3. Significant accounting policies (cont'd)

(d) Investments (cont'd)

Valuation technique and significant unobservable inputs (cont'd)

Investments	Method
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.
Corporate Bonds	Based on prices quoted by relevant brokers.
Leases	Determined by amortising the costs over the period of the leases, which approximates the net present value of future cash flows.
Reverse repurchase agreements/deposits	Considered to approximate carrying value in view of the relatively short term nature of these instruments.
Investment properties	Held either to earn rental income or for capital appreciation or for both. 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 8(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.

3. Significant accounting policies (cont'd)

(e) Impairment (cont'd)

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'.

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.

3. Significant accounting policies (cont'd)

(e) Impairment (cont'd)

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.

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.

Interest income is recognised in profit and loss as it accrues taking into account the effective yield of the assets.

(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

(iii) Is a member of the key management personnel of the Funds or of a parent of the Funds.

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:

(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.

(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.

3. Significant accounting policies (cont'd)

(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.

(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.

3. Significant accounting policies (cont'd)

(i) Financial instruments (cont'd)

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

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.

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.

3. Significant accounting policies (cont'd)

(i) Financial instruments (cont'd)

(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.

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.

3. Significant accounting policies (cont'd)

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

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.

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

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.

4. Financial risk management (cont'd)

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.

(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.

4. Financial risk management (cont'd)

Risk management framework (cont'd)

(a) Credit risk (cont'd):

(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.

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.

(b) 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.

In response to Covid-19, the Funds have implemented a liquidity risk response strategy, including stress testing for the Funds that have higher liquidity risk exposures.

(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.

4. Financial risk management (cont'd)

Risk management framework (cont'd)

(c) Market risk (cont'd):

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.

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.

September 30, 2021	Thousands of Dollars US
Foreign currency assets:	
Pooled Equity Fund	1,633
Pooled Fixed Income Fund	28,378
Pooled Foreign Currency Fund	66,942
Pooled Money Market Fund	2,052
Pooled International Equity Fund	65,183
Pooled Global Market Fund	1,029
Pooled Mortgage and Real Estate Fund	5
Pooled Diversified Investment Fund	5
Pooled CPI Fund	37
Total Foreign currency assets	165,264

4. Financial risk management (cont'd)

Risk management framework (cont'd)

(c) Market risk (cont'd):

(ii) Foreign exchange risk (cont'd)

The main currency giving rise to this risk is the United States dollar (cont'd).

September 30, 2020	Thousands of Dollars US
Foreign currency assets:	
Pooled Equity Fund	1,877
Pooled Fixed Income Fund	28,085
Pooled Foreign Currency Fund	63,251
Pooled Money Market Fund	3,807
Pooled International Equity Fund	53,762
Pooled Global Market Fund	1,185
Pooled Mortgage and Real Estate Fund	92
Pooled Diversified Investment Fund	5
Pooled CPI Fund	37
Total Foreign currency assets	152,101

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:

	Thousands of Dollars			
	2021		2020	
	2% revaluation	**8% devaluation**	**4% revaluation**	**6% devaluation**
Pooled Equity Fund	4,779	19,114	5,316	15,947
Pooled Fixed Income Fund	83,060	332,240	79,521	238,563
Pooled Foreign Currency Fund	195,936	783,743	179,091	537,273
Pooled Money Market Fund	6,006	24,024	10,778	32,335
Pooled International Equity Fund	190,787	763,149	152,223	456,670
Pooled Global Market Fund	3,012	12,047	3,354	10,063
Pooled Diversified Investment Fund	16	63	15	45
Pooled Mortgage and Real Estate Fund	15	61	260	780
Pooled CPI Fund	110	439	105	314

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

At September 30, 2021, the exchange rate was US$1 to J$146.3464 (2020: US$1 to J$141.5717).

(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.

4. Financial risk management (cont'd)

Risk management framework (cont'd)

(c) Market risk (cont'd):

(iii) Equity price risk (cont'd)

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

	Thousands of Dollars			
	2021		2020	
	5%	5%	7%	12.5%
	Increase	Decrease	Increase	Decrease
Pooled Equity Fund	2,539,423	2,539,423	3,266,534	5,833,100
Pooled Foreign Currency Fund	13,012	13,012	15,271	27,270
Pooled Diversified Investment Fund	35,020	35,020	47,496	84,815
Pooled Mortgage and Real Estate Fund	199,773	199,773	271,080	484,071
Pooled Fixed Income Fund	26,473	26,473	44,436	79,350
Pooled Money Market Fund	14,409	14,409	19,562	34,933
Pooled International Equity Fund	461,758	461,758	503,090	898,374

The Covid-19 pandemic has caused significant market volatility which has increased the Funds' market risk. The downgrading of credit ratings and/or the outlook for investment securities has resulted in increased trading and liquidity risk.

(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.

(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

	Thousands of Dollars	
	2021	2020
Sagicor Bank Jamaica Limited	317,292	307,338
Sagicor Life Jamaica Limited	1,092,747	925,999
The Advantage General Insurance Company Limited	1,010,214	-
	2,420,253	1,233,337

(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:

	Thousands of Dollars	
	2021	2020
Pooled Equity Fund	450,015	488,190
Pooled Mortgage and Real Estate Fund	194,348	221,763
Pooled Fixed Income Fund	315,093	385,671
Pooled Foreign Currency Fund	466,078	236,203
Pooled Money Market Fund	42,288	66,370
Pooled International Equity Fund	80,859	63,577
Pooled Global Market Fund	40,981	37,922
Pooled Diversified Investment Fund	195,636	243,911
Pooled CPI Fund	119,957	121,304
	1,905,255	1,864,911

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

	Thousands of Dollars	
	2021	2020
Securities purchased under agreements to resell:		
Pooled Equity Fund	105,957	496,506
Pooled Mortgage and Real Estate Fund	309,701	93,358
Pooled Fixed Income Fund	1,176,566	2,888,658
Pooled Foreign Currency Fund	407,268	1,856,595
Pooled Money Market Fund	261,689	442,536
Pooled International Equity Fund	192,670	697,115
Pooled Global Market Fund	7,705	51,004
Pooled Diversified Investment Fund	5,825	28,280
Pooled CPI Fund	330,065	55,465
	2,797,446	6,609,517

(d) Directors' fees

Fees totalling $2,498,265 (2020: $2,498,000) were paid to the directors of Sagicor Pooled Investment Funds Limited by the Pooled Pension Investment Funds.

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

(a) Quoted equities at FVTPL

	2021		2020	
	Number of shares '000s	Valuation of shares $'000s	Number of shares '000s	Valuation of shares $'000s
AMG Packaging and Paper Co. Ltd	10,000	16,500	10,000	16,200
Berger Paint Jamaica Limited	22,285	292,601	22,285	264,077
Caribbean Cement Company Limited	10,548	1,185,597	10,548	522,127
Caribbean Flavours and Fragrances Limited	1,956	3,698	196	3,301
Carreras Group Limited	179,485	1,489,723	179,485	1,163,061
Derrimon Trading Co. Limited	45,358	102,963	27,757	75,499
Equityline Mortgage Investment Corporation	384	110,573	384	106,553
First Caribbean International Bank	1,341	177,987	1,341	189,967
First Rock Capital Holdings Limited	13,746	179,385	13,746	160,828
1834 Investments Limited	25,000	24,250	25,000	23,000
General Accident Company Limited	4,252	23,172	4,252	26,361
GraceKennedy & Company Limited	41,910	4,156,614	43,823	2,541,317
Guardian Holdings Limited	292	209,605	-	-
Honey Bun 1982 Limited	2,500	22,200	2,500	11,750
Indies Pharma Jamaica Limited	4,190	15,711	4,189	11,521
Jamaica Broilers Limited	37,476	1,198,869	37,476	1,038,470
Jamaica Money Market Brokers Limited	43,768	1,663,197	43,768	1,396,210
Jamaica Producers Group Limited	110,101	2,422,231	112,214	2,350,871
Jamaica Stock Exchange Limited	70,125	1,241,914	73,109	1,334,239
Kingston Properties Limited	2,000	17,000	2,000	14,960
Kingston Wharves Limited	32,860	1,448,135	32,860	1,557,559
Knutsford Express Services Limited	6,000	48,900	6,000	40,800
Lasco Distributors Limited	16,011	58,440	16,011	48,033
Lasco Financial Services Limited	4,000	12,720	4,000	8,040
Margaritaville Turks Limited	5,820	80,909	5,820	115,344
Mayberry Investments Limited	2,100	12,516	2,100	11,130
Mayberry Jamaica Equities Limited	210	1,733	210	1,617
NCB Financial Group Limited	79,993	10,159,144	80,678	10,528,513
MPC Caribbean Clean Energy Limited	4,192	482,115	4,192	565,961
Pan-Jamaica Investments Trust Limited	121,174	7,755,132	121,174	8,427,647
Radio Jamaica Limited	28,388	103,617	28,388	34,066
Sagicor Financial Corporation Limited	749	154,582	749	148,488
Sagicor Group Jamaica Limited	74,757	4,335,174	57,580	2,676,876
Scotia Group Jamaica Limited	63,242	2,465,802	63,242	3,155,138
Seprod Limited	885	55,332	885	49,471
Supreme Ventures Limited	48,950	871,317	48,950	648,593
Sygnus Credit Investments Limited	12,730	209,402	2,526	49,224
Sagicor Real Estate X Fund Limited	577,031	4,616,248	576,981	4,471,603
Sagicor Select Funds Limited	592,427	418,020	484,900	326,940
Trans Jamaican Highway Limited	709	886	709	886
138 Student Living Jamaica Limited	91,815	415,057	91,815	413,165
Wigton Wind Farm Limited	8,720	4,273	8,720	6,714
Wisynco Group Limited	23,914	382,378	23,914	405,335
JMMB Group 7.25% Preference Shares	175,000	218,750	175,000	211,750
PBS Preference Shares	2,500	275,000	2,500	175,050
JPS Indexed Class F 9.5% Preference Shares	59	99,137	59	88,619
Balance brought forward	2,600,953	49,238,509	2,454,036	45,416,874

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

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

	2021		2020	
	Number of shares '000s	Valuation of shares $'000s	Number of shares '000s	Valuation of shares $'000s
Balance carried forward	2,600,953	49,238,509	2,454,036	45,416,874
Eppley Caribbean Value Fund	19	899	-	-
Eppley Limited 5.0% Class A Preference Share Due 2023	1,286	1,256	-	-
Eppley Limited 7.25% Class B Preference Share Due 2026	1,524	30,476	-	-
Eppley Limited 7.75% Class C Preference Share Due 2028	1,000	20,000	-	-
Proven Investments Ltd	5,510	179,073	-	-
Sygnus Real Estate Finance Limited	5,464	97,813	-	-
	2,615,756	49,568,026	2,454,036	45,416,874

(b) Government of Jamaica securities at FVTPL

	Thousands of Dollars	
	2021	2020
CPI Bonds	338	320

(c) Sagicor Sigma Global Funds at FVTPL

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Sigma Real Estate Portfolio	139,665	297,067	139,665	260,279
Sigma Equity	23,229	2,118,317	18,755	1,504,263
Sigma Global Equity	204,761	405,120	204,761	367,444
Sigma Money Market	27,747	47,137	27,747	42,900
Sigma Global Venture	98,282	294,600	99,075	308,480
	493,684	3,162,241	490,003	2,483,366

(d) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collaterised 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, 2021 was $105,957,000 (2020: $496,506,000).

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

(e) Unquoted equities and other investments at FVTPL

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
BETA SPV Limited	4,068	1,219,549	4,068	1,247,122
Jamaica Unit Trust	24	885	24	806
	4,092	1,220,434	4,092	1,247,928

(f) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest receivable	23	20
Dividend and other receivable	27,646	7,483
Withholding tax recoverable	19,223	19,223
Due from broker	-	17,601
	46,892	44,327

(g) Accounts payable

	Thousands of Dollars	
	2021	2020
Accrued audit fees	4,916	4,618
Due to brokers and others	56,019	71,597
	60,935	76,215

(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:

September 30, 2021	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	60,935	60,935	60,935
Due to related party	147,223	147,223	147,223
Inter-fund accounts	36,007	36,007	36,007
	244,165	244,165	244,165

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

(h) Financial instruments (cont'd)

(ii) Liquidity risk (cont'd):

September 30, 2020	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Bank overdraft	76,215	76,215	76,215
Accounts payable	93,425	93,425	93,425
Due to related party	1,981	1,981	1,981
Inter-fund accounts	171,621	171,621	171,621

(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, 2021 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	> 5 years	Non sensitive
Assets						
Cash	8,456	8,456	-	-	-	-
Quoted equities	49,568,026	-	-	-	-	49,568,026
Government of Jamaica Securities	338	-	-	-	338	-
Unquoted equities and other investments	1,220,434	-	-	-	-	1,220,434
Sagicor Sigma Global Funds	3,162,241	-	-	-	-	3,162,241
Securities purchased under agreement to resell	105,957	105,957	-	-	-	-
Accounts receivable	46,892	-	-	-	-	46,892
Inter-fund accounts	275,729	-	-	-	-	275,729
Due from related party	1,921	-	-	-	-	1,921
Total assets	54,389,994	114,413	-	-	338	54,275,243
Liabilities						
Accounts payable	60,935	-	-	-	-	60,935
Due to related parties	147,223	-	-	-	-	147,223
Inter-fund accounts	36,007	-	-	-	-	36,007
Total liabilities	244,165	-	-	-	-	244,165
Interest rate sensitivity gap	54,145,829	114,413	-	-	338	54,031,078
Cumulative gap	54,145,829	114,413	114,413	114,413	114,751	54,145,829

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, 2020 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	> 5 years	Non sensitive
Assets						
Cash	23,493	23,493	-	-	-	-
Quoted equities	45,416,874	-	-	-	-	45,416,874
Government of Jamaica Securities	320	-	-	-	320	-
Unquoted equities and other investments	1,247,928	-	-	-	-	1,247,928
Sagicor Sigma Global Funds	2,483,366	-	-	-	-	2,483,366
Securities purchased under agreement to resell	496,506	496,506	-	-	-	-
Accounts receivable	44,327	-	-	-	-	44,327
Inter-fund accounts	588,153	-	-	-	-	588,153
Total assets	50,300,967	519,999	-	-	320	49,780,648
Liabilities						
Accounts payable	76,215	-	-	-	-	76,215
Due to related parties	93,425	-	-	-	-	93,425
Inter-fund accounts	1,981	-	-	-	-	1,981
Total liabilities	171,621	-	-	-	-	171,621
Interest rate sensitivity gap	50,129,346	519,999	-	-	320	49,609,027
Cumulative gap	50,129,346	519,999	519,999	519,999	520,319	50,129,346

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

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	105,957	496,506
Variable rate instruments		
Financial assets	338	320

Sensitivity analysis

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	100	50	100
USD	100	100	100	100

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 (cont'd)

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 2020.

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2021				
Financial assets	3	-	(3)	-
September 30, 2020				
Financial assets	3	-	(3)	-

(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.

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

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

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

(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.

	2021			
In thousands of dollars	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value:				
Quoted equities	49,568,026	-	-	49,568,026
Government of Jamaica Securities	-	338	-	338
Sagicor Sigma Global Funds	-	3,162,241	-	3,162,241
Unquoted equity	-	-	1,220,434	1,220,434
	49,568,026	3,162,579	1,220,434	53,951,039

	2020			
In thousands of dollars	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value:				
Quoted equities	45,416,874	-	-	45,416,874
Government of Jamaica Securities	-	320	-	320
Sagicor Sigma Global Funds	-	2,483,366	-	2,483,366
Unquoted equity	-	-	1,247,928	1,247,928
	45,416,874	2,483,686	1,247,928	49,148,488

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:

In thousands of dollars	2021	2020
Balance as at October 1	1,247,928	1,883,357
Net change in fair value	(27,494)	(635,429)
Balance as at September 30	1,220,434	1,247,928

Sensitivity to significant unobservable inputs movements:

For the fair values of Level 3 instruments, a 5% increase or 5% decrease of the equity price would have increase or decrease net income by $61,000,000.

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 collaterised 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, 2021 was $309,701,000 (2020: $93,358,000).

(b) Sagicor Sigma Global Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Sigma Real Estate	5,081,162	10,807,632	6,462,716	12,043,917
Sigma Money Market	22,950	38,987	22,950	35,483
	5,104,112	10,846,619	6,485,666	12,079,400

(c) Quoted equities

This represents 490,260,812 units in Sagicor Real Estate X Fund Limited, valued at $3,922,086,000 (2020: $3,799,521,000) and 16,233,332 units in 138 Student Living valued at $73,375,000 (2020: $73,050,000).

(d) Investment properties

	Thousands of Dollars	
	2021	2020
Jewel Grande Montego Bay (formerly Palmyra)*	12,404,579	9,180,517
Lot 17, Dominica Drive, New Kingston **	2,000,000	1,900,000
6b Manchester Avenue, May Pen***	115,000	100,000
	14,519,579	11,180,517

* 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 2020. 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 July 17, 2021, at which time the asset was valued at $12,404,579,000. There was no significant change in the fair value of the property from the valuation date to the reporting date.

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

(d) Investment properties (cont'd)

** 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 October 6, 2021, for the period ended September 30, 2021, at which time the asset was valued at $2,000,000,000. There was no significant change in the fair value of the property from the valuation date to the reporting date.

*** This investment property was purchased during the year. 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 September 29,2021 at which time the asset was valued at $115,000,000,000. 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 of $14,510,579,000 (2020: $11,180,517,000) 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
Market approach. This model takes into account: • A willing seller and buyer; • A reasonable period in which to negotiate a sale, taking into account the nature of the property and state of the market; • Values are expected to remain stable throughout the period of market exposure and disposal by of sale (hypothetical); • The property will be freely exposed to the market; and • Potential rental value of the property in the current investment climate.	• Judgements if the property can be sold, exchanged, transferred, let, mortgaged or used for any other economic activity, within its use class. • The potential rental value of the property in the current investment climate. • The strength of demand for the property, given its condition, location and range of potential uses.	The estimated fair value would increase/(decrease) if: • the potential rental value of the property increased/ decreased. • judgement about what the property can be sold, exchanged, let, mortgaged, which had been determined to be better/(worse). • The strength of the demand is greater/(less) than judged.

The rental income earned on the properties during the year amounted to $835,986,000 (2020: $196,751,000) and the related expenses totalled $1,181,302,000 (2020: $168,402,000).

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

(e) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest receivable	36	18
Withholding tax recoverable	6,250	6,250
Miscellaneous*	67	67
Property insurance**	10,501	-
	16,854	6,335

* 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.

(f) Property Rental and Services Fees Payable/Receivable

	Thousands of Dollars	
	2021	2020
Due to Jewel Grande Montego Bay	(2,124,924)	-
Due from Jewel Grande Montego Bay	1,959,765	-
	$(165,159)	-

(g) Accounts payable

	Thousands of Dollars	
	2021	2020
Stale-dated cheques and other payables	7,651	12,165

(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:

September 30, 2021	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	7,651	7,651	7,651
Due to related parties	219,679	219,679	219,679
Inter-fund accounts	75,255	75,255	75,255
	302,585	302,585	302,585

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

(h) Financial instruments (cont'd)

(ii) Liquidity risk (cont'd):

September 30, 2020	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	12,165	12,165	12,165
Due to related parties	118,597	118,597	118,597
Inter-fund accounts	3,249,677	3,249,677	3,249,677
	3,380,439	3,380,439	3,380,439

(iii) Market risk:

Interest rate risk

September 30, 2021	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Assets						
Cash	6,479	6,479	-	-	-	-
Sagicor Sigma Global Funds	10,846,619	-	-	-	-	10,846,619
Quoted equities	3,995,461	-	-	-	-	3,995,461
Securities purchased under agreement to resell	309,701	309,701	-	-	-	-
Accounts receivable	16,854	-	-	-	-	16,854
Inter-fund accounts	76,419	-	-	-	-	76,419
Due from related parties	38,456	-	-	-	-	38,456
Total assets	15,289,989	316,180	-	-	-	14,973,809
Liabilities						
Accounts payable	7,651	-	-	-	-	7,651
Due to related parties	219,679	-	-	-	-	219,679
Inter-fund accounts	75,255	-	-	-	-	75,255
Total liabilities	302,585	-	-	-	-	302,585
Interest rate sensitivity gap	14,987,404	316,180	-	-	-	14,671,224
Cumulative gap	14,987,404	316,180	316,180	316,180	316,180	14,987,404

September 30, 2020	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Assets						
Cash	1,681	1,681	-	-	-	-
Sagicor Sigma Global Funds	12,079,400	-	-	-	-	12,079,400
Quoted equities	3,872,571	-	-	-	-	3,872,571
Securities purchased under agreement to resell	93,358	93,358	-	-	-	
Accounts receivable	6,335	-	-	-	-	6,335
Inter-fund accounts	794	-	-	-	-	794
Due from related parties	1,115,680	-	-	-	-	1,115,680
Total assets	17,169,819	95,039	-	-	-	17,074,780

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, 2020 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Liabilities						
Accounts payable	12,165	-	-	-	-	12,165
Due to related parties	118,597	-	-	-	-	118,597
Inter-fund accounts	3,249,677	-	-	-	-	3,249,677
Total liabilities	3,380,439	-	-	-	-	3,380,439
Interest rate sensitivity gap	13,789,380	95,039	-	-	-	13,694,341
Cumulative gap	13,789,380	95,039	95,039	95,039	95,039	13,789,380

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

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	309,701	93,358

Sensitivity analysis

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	100	50	100
USD	100	100	100	100

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, 2021 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.
- 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).

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

(i) Fair values 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:

(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 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.

	2021		
In thousands of dollars	Level 1	Level 2	Total
Financial assets measured at fair value:			
Sagicor Sigma Global Funds	-	10,846,619	10,846,619
Quoted equities	3,995,461	-	3,995,461
	3,995,461	10,846,619	14,842,080

	2020		
In thousands of dollars	Level 1	Level 2	Total
Financial assets measured at fair value:			
Sagicor Sigma Global Funds	-	12,079,400	12,079,400
Quoted equities	3,872,571	-	3,872,571
	3,872,571	12,079,400	15,951,971

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

(a) Government of Jamaica securities

	Thousands of Dollars	
	2021	2020
Bonds:		
CPI	931,730	457,118
Benchmark	2,716,612	2,218,417
Highway	415,638	1,131,554
Global	3,221,875	2,969,455
Other Government of Jamaica Bonds	1,854,035	1,505,409
	9,139,890	8,281,953

(b) Corporate Bonds

	Thousands of Dollars	
	2021	2020
USD Corporate Bonds	686,689	536,133
JMD Corporate Bonds	8,334,819	6,192,074
	9,021,508	6,728,207

(c) Investment in finance leases

	Thousands of Dollars	
	2021	2020
Total minimum payment receivable	59,460	88,865
Unearned income	(11,480)	(9,673)
	47,980	79,192

	Thousands of Dollars	
	2021	2020
Comprised as follows:		
Current portion	36,194	18,663
Non-current portion	11,786	60,529
	47,980	79,192
Future minimum payments are receivable as follows:		
Within 1 year	45,310	22,203
Between 1 and 5 years	14,150	66,662
	59,460	88,865

(d) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collaterised 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.

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, 2021 was $1,176,566,000 (2020: $3,533,658,000).

(e) Sagicor Sigma Global Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Sigma Global Venture	48,962	146,764	48,962	152,449
Sigma Bond	4,770	170,641	4,770	164,315
Sigma Money Market	490,132	832,636	446,922	690,986
Sigma Diversified	364,507	889,761	364,507	842,229
Sigma Global Bond	109,585	2,221,563	29,303	532,270
	1,017,956	4,261,365	894,464	2,382,249

(f) Sagicor Pooled Pension Fund

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Pooled Mortgage and Real Estate Fund	68	875,325	68	738,192

(g) Quoted Equities at FVTPL

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
JPS Indexed Class F 9.5% Preference Shares	33	55,275	33	49,411
JMMB 7.35% Fixed Rate Preference Shares	33,350	100,050	-	-
	33,383	155,325	33	49,411

(h) Unquoted Equities at FVTPL

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Trans Jamaican Highway Limited Preference Shares	176,983	235,387	176,983	235,387
Caribbean Mezzanine Fund Class A Preference Shares	3,347	35,010	-	-
200 West Holdings Limited Preference Shares	-	-	250	250,000
West Indies Petroleum Class D Preference Shares	10,000	103,733	10,000	100,000
	190,330	374,130	187,233	585,387

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

(i) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest receivable	215,641	170,552
Withholding tax recoverable	30,970	30,057
General Consumption Tax (GCT) receivable	18,805	23,324
Due from broker	6,164	-
Other receivables	3,194	734
Dividends receivables	4,967	-
	279,741	224,667

(j) Accounts payable

	Thousands of Dollars	
	2021	2020
GCT and other payable	241	650
Accrued audit fees	2,266	2,165
Stale-dated cheques	5,172	2,666
Electronic bank transfers not yet allocated	128,889	51,261
	136,568	56,742

(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, 2021

In thousands of dollars	Carrying Amount	Contractual cash flows	1-3 months
Due to related party	155,381	155,381	155,381
Accounts payable	136,568	136,568	136,568
Inter-fund accounts	310,550	310,550	310,550
	602,499	602,499	602,499

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, 2020

In thousands of dollars	Carrying Amount	Contractual cash flows	1-3 months
Accounts payable	56,742	56,742	56,742
Inter-fund accounts	740,498	740,498	740,498
	797,240	797,240	797,240

(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, 2021 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	48,270	48,270	-	-	-	-
Government of Jamaica securities	9,139,890	-	145,839	740,739	8,253,312	-
Corporate Bonds	9,021,508	-	755,840	1,673,185	6,592,483	-
Sagicor Sigma Global Funds	4,261,365	-	-	-	-	4,261,365
Sagicor Pooled Pension Funds	875,325	-	-	-	-	875,325
Securities purchased under agreement to resell	1,176,566	1,176,566	-	-	-	-
Quoted equities	155,325	-	-	-	-	155,325
Unquoted equities	374,130	-	-	-	-	374,130
Investment in finance leases	47,980	-	-	-	-	47,980
Accounts receivable	279,741	-	-	-	-	279,741
Inter-fund accounts	419,384	-	-	-	-	419,384
Due from related parties	15,203	-	-	-	-	15,203
Total assets	25,814,687	1,224,836	901,679	2,413,924	14,845,795	6,428,453
Liabilities						
Due to related party	155,381	-	-	-	-	155,381
Accounts payable	136,568	-	-	-	-	136,568
Inter-fund accounts	310,550	-	-	-	-	310,550
Total liabilities	602,499	-	-	-	-	602,499
Interest rate sensitivity gap	25,212,188	1,224,836	901,679	2,413,924	14,845,795	5,825,954
Cumulative gap	25,212,188	1,224,836	2,126,515	4,540,439	19,386,234	25,212,188

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, 2020 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Cash	44,330	44,330	-	-	-	-
Government of Jamaica securities	8,281,953	-	51,553	1,085,424	7,144,976	-
Corporate Bonds	6,728,207	501,840	50,264	511,597	5,664,506	-
Sagicor Sigma Global Funds	2,382,249	-	-	-	-	2,382,249
Sagicor Pooled Pension Funds	738,192	-	-	-	-	738,192
Securities purchased under agreement to resell	3,533,658	3,533,658	-	-	-	-
Quoted equities	284,798	-	-	-	-	284,798
Unquoted equities	350,000	-	-	-	-	350,000
Investment in finance leases	79,192	-	-	-	-	79,192
Accounts receivable	224,667	-	-	-	-	224,667
Inter-fund accounts	1,547,251	-	-	-	-	1,547,251
Due from related parties	5,089	-	-	-	-	5,089
Total assets	24,199,586	4,079,828	101,817	1,597,021	12,809,482	5,611,438
Liabilities						
Accounts payable	56,742	-	-	-	-	56,742
Inter-fund accounts	740,498	-	-	-	-	740,498
Total liabilities	797,240	-	-	-	-	797,240
Interest rate sensitivity gap	23,402,346	4,079,828	101,817	1,597,021	12,809,482	4,814,198
Cumulative gap	23,402,346	4,079,828	4,181,645	5,778,666	18,588,148	23,402,346

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

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	17,444,510	17,147,740
Variable rate instruments		
Financial assets	1,893,454	1,396,077

Sensitivity analysis

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	100	50	100
USD	100	100	100	100

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 (cont'd)

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 2020.

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2021				
Financial assets	18,935	(2,949,844)	(18,935)	596,254

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2020				
Financial assets	13,961	(853,648)	(13,961)	737,466

(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).
- 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.

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

(l) 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.

	2021			
	Level 1	Level 2	Level 3	Total
In thousands of dollars				
Financial assets measured at fair value:				
Government of Jamaica Securities	-	9,139,890	-	9,139,890
Corporate Bonds	-	9,021,508	-	9,021,508
Sagicor Sigma Global Funds	-	4,261,365	-	4,261,365
Sagicor Pooled Pension Funds	-	875,325	-	875,325
Unquoted equities	-	-	374,130	374,130
Quoted equities	155,325	-	-	155,325
	155,325	23,298,088	374,130	23,827,543

	2020			
	Level 1	Level 2	Level 3	Total
In thousands of dollars				
Financial assets measured at fair value:				
Government of Jamaica Securities	-	8,281,953	-	8,281,953
Corporate Bonds	-	6,728,207	-	6,728,207
Sagicor Sigma Global Funds	-	2,382,249	-	2,382,249
Sagicor Pooled Pension Funds	-	738,192	-	738,192
Unquoted equities	-	-	350,000	350,000
Quoted equities	284,798	-	-	284,798
	284,798	18,130,601	350,000	18,765,399

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:

In thousands of dollars	2021	2020
Balance as at October 1	350,000	350,000
Net change in fair value	24,130	-
Balance as at September 30	374,130	350,000

Sensitivity to significant unobservable inputs movements:

For the fair values of Level 3 instruments, a 5% increase or 5% decrease of the equity price would have increase or decrease net income by $18,700,000.

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

	Thousands of Dollars	
	2021	2020
(a) (i) Government of Jamaica securities:		
Global Bonds	8,148,907	7,694,788
Benchmark Bonds	112,650	29,269
Other – Government guaranteed	750,376	328,192
	9,011,933	8,052,249

	Thousands of Dollars	
	2021	2020
(a) (ii) Corporate Bonds:		
USD Corporate Bonds	1,148,242	472,562
JMD Corporate Bonds	974,085	376,659
	2,122,327	849,221

(b) Quoted equities at FVTPL

	2021		2020	
	Number of shares '000s	Valuation of shares $'000s	Number of shares '000s	Valuation of shares $'000s
JPS Indexed 9.5% preference shares	79	132,181	79	118,158

(c) Investment in finance lease

	Thousands of Dollars	
	2021	2020
Total minimum payment receivable	10,002	9,676
Unearned income	(112)	(109)
Comprised of current portion	9,890	9,567

9. Notes to the Pooled Foreign Currency Fund [pages 14 – 1 (cont'd)

(c) Investment in finance lease (cont'd)

	Thousands of Dollars	
	2021	2020
Future minimum payments are receivable as follows:		
Within 1 year	10,002	9,676

(d) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collaterised 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, 2021 was $407,268,000 (2020: $1,956,595,000)

(e) Sagicor Sigma Global Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Sigma Money Market	916,534	1,557,009	916,534	1,417,054
Sigma Global Bond	747,349	15,150,630	709,946	12,895,740
	1,663,883	16,707,639	1,626,480	14,312,794

(f) Sagicor Pooled Pension Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Pooled Mortgage and Real Estate Funds	69	889,375	68	738,095

(g) Unquoted Equities at FVTPL

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Caribbean Mezzanine Fund Class B Preference Shares	2,375	24,330	-	-
West Indies Petroleum Plan D Preference Shares	10,000	103,733	10,000	100,000
	12,375	128,063	10,000	100,000

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

(h) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest receivable	140,904	117,525
Withholding tax recoverable	13,357	13,357
GCT receivable	3,357	3,357
Due from broker	33,420	18,740
	191,038	152,979

(i) Accounts payable

	Thousands of Dollars	
	2021	2020
Accrued audit fees	2,692	2,638
Due to brokers and others	4,988	3,390
Stale-dated cheques	4,875	382
	12,555	6,410

(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:

September 30, 2021	Carrying amount	Contractual cash flows	1-3 months
In thousands of dollars			
Inter-fund account	283,838	283,838	283,838
Accounts payable	12,555	12,555	12,555
Due to related party	34,917	34,917	34,917
	331,310	331,310	331,310

September 30, 2020	Carrying amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	6,410	6,410	6,410
Due to related party	2,058	2,058	2,058
	8,468	8,468	8,468

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, 2021 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	18,445	18,445	-	-	-	-
Government of Jamaica Securities	9,011,933	-	27,940	932,116	8,051,877	-
Corporate Bonds	2,122,327	-	-	815,030	1,307,297	-
Quoted equities	132,181	-	-	-	-	132,181
Sagicor Sigma Global Funds	16,707,639	-	-	-	-	16,707,639
Sagicor Pooled Pension Funds	889,375	-	-	-	-	889,375
Unquoted equities	128,063	-	-	-	-	128,063
Securities purchased under agreement to resell	407,268	407,268	-	-	-	-
Investment in finance leases	9,890	-	-	-	-	9,890
Accounts receivable	191,038	-	-	-	-	191,038
Due from related parties	8,203	-	-	-	-	8,203
Inter-fund accounts	3,274	-	-	-	-	3,274
Total assets	29,629,636	425,713	27,940	1,747,146	9,359,174	18,069,663
In thousands of dollars						
Liabilities						
Inter-fund accounts	283,838	-	-	-	-	283,838
Accounts payable	12,555	-	-	-	-	12,555
Due to related parties	34,917	-	-	-	-	34,917
Total liabilities	331,310	-	-	-	-	331,310
Interest rate sensitivity gap	29,298,326	425,713	27,940	1,747,146	9,359,174	17,738,353
Cumulative gap	29,298,326	425,713	453,653	2,200,799	11,559,973	29,298,326

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, 2020	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Assets						
Cash	11,516	11,516	-	-	-	-
Government of Jamaica Securities	8,052,249	-	-	683,505	7,368,744	-
Corporate Bonds	849,221	-	-	70,786	778,435	-
Quoted equities	118,158	-	-	-	-	118,158
Sagicor Sigma Global Funds	14,312,794	-	-	-	-	14,312,794
Sagicor Pooled Pension Funds	738,095	-	-		-	738,095
Unquoted equities	100,000	-	-	-	-	100,000
Securities purchased under agreement to resell	1,956,595	1,956,595	-	-	-	-
Investment in finance leases	9,567	-	-	-	-	9,567
Accounts receivable	152,979	-	-	-	-	152,979
Due from related parties	100,476	-	-	-	-	100,476
Inter-fund accounts	793,585	-	-	-	-	793,585
Total assets	27,195,235	1,968,111	-	754,291	8,147,179	16,325,654
In thousands of dollars						
Liabilities						
Accounts payable	6,410	-	-	-	-	6,410
Due to related parties	2,058	-	-	-	-	2,058
Total liabilities	8,468	-	-	-	-	8,468
Interest rate sensitivity gap	27,186,767	1,968,111	-	754,291	8,147,179	16,317,186
Cumulative gap	27,186,767	1,968,111	1,968,111	2,722,402	10,869,581	27,186,767

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

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	11,541,527	10,219,318

Sensitivity analysis

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	100	50	100
USD	100	100	100	100

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

(j) Financial instruments (cont'd)

(iii) Market risk (cont'd):

Sensitivity analysis (cont'd)

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 2020.

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2021				
Financial assets	-	(2,277,174)	-	476,175
September 30, 2020				
Financial assets	-	(669,350)	-	1,000,216

(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.

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.

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

(k) Fair values 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.

	2021			
In thousands of dollars	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value:				
Unquoted Equity	-	-	128,063	128,063
Government of Jamaica Securities	-	9,011,933	-	9,011,933
Quoted Equities	132,181	-	-	132,181
Corporate Bonds	-	2,122,327	-	2,122,327
Sagicor Pooled Pension Funds	-	889,375	-	889,375
Sagicor Sigma Global Funds	-	16,707,639	-	16,707,639
	132,181	28,731,274	128,063	28,991,518

	2020			
In thousands of dollars	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value:				
Unquoted Equity	-	-	100,000	100,000
Government of Jamaica Securities	-	8,052,249	-	8,052,249
Quoted Equities	118,158	-	-	118,158
Corporate Bonds	-	849,221	-	849,221
Sagicor Pooled Pension Funds	-	738,095	-	738,095
Sagicor Sigma Global Funds	-	14,312,794	-	14,312,794
	118,158	23,952,359	100,000	24,170,517

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:

In thousands of dollars	2021	2020
Balance as at October 1	100,000	100,000
Net change in fair value	28,063	-
Balance as at September 30	128,063	100,000

Sensitivity to significant unobservable inputs movements:

For the fair values of Level 3 instruments, a 5% increase or 5% decrease of the equity price would have increase or decrease net income by $6,400,000.

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

	Thousands of Dollars	
	2021	2020
(a) (i) Government of Jamaica securities:		
Highway Bonds	-	17,820
Benchmark Bonds	1,416,223	1,557,153
CPI Bonds	-	28,673
Global Bonds	-	117,121
	1,416,223	1,720,767

	Thousands of Dollars	
	2021	2020
(a) (ii) Corporate Bonds:		
JMD Corporate Bonds	1,292,039	1,046,015
USD Corporate Bonds	91,770	306,396
	1,383,809	1,352,411

(a) (iii) Quoted equities

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Eppley 8.75% Preference Shares Due 2023	788	4,882	788	5,281
JMMB Preference Shares 7.25%	175,000	218,750	175,000	211,750
Eppley 5.00% Preference Shares Due 2021	-	-	450	62,433
Eppley 6.00% Preference Shares Due 2024	450	64,539	-	-
	176,238	288,171	176,238	279,464

(b) Sagicor Sigma Global Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Sigma Money Market	1,341,025	2,278,134	1,384,235	2,140,166

(c) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collaterised 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, 2021 was $261,689,000 (2020: $442,536,000).

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

(d) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest receivable	38,287	39,649
Withholding tax recoverable	17,738	17,158
Other receivables	12,756	3,083
	68,781	59,890

(e) Accounts payable

	Thousands of Dollars	
	2021	2020
Accrued audit fees	534	607
Stale dated cheques	737	737
	1,271	1,344

(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, 2021	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Bank overdraft	8,926	8,926	8,926
Accounts payable	1,271	1,271	1,271
Due to related party	4,961	4,961	4,961
	15,158	15,158	15,158

September 30, 2020	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	1,344	1,344	1,344
Due to related party	6,874	6,874	6,874
Inter-fund accounts	2,686	2,686	2,686
	10,904	10,904	10,904

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

(f) 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, 2021 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Quoted equities	288,171	-	-	-	-	288,171
Government of Jamaica securities	1,416,223	-	944,325	471,898	-	-
Corporate Bonds	1,383,809	-	625,171	758,638	-	-
Sagicor Sigma Global Funds	2,278,134	-	-	-	-	2,278,134
Securities purchased under agreement to resell	261,689	261,689	-	-	-	-
Accounts receivable	68,781	-	-	-	-	68,781
Due from related parties	148,388	-	-	-	-	148,388
Inter-fund accounts	72,987	-	-	-	-	72,987
Total assets	5,918,182	261,689	1,569,496	1,230,536	-	2,856,461
Liabilities						
Bank overdraft	8,926	8,926	-	-	-	-
Accounts payable	1,271	-	-	-	-	1,271
Due to related parties	4,961	-	-	-	-	4,961
Total liabilities	15,158	8,926	-	-	-	6,232
Interest rate sensitivity gap	5,903,024	252,763	1,569,496	1,230,536	-	2,850,229
Cumulative gap	5,903,024	252,763	1,822,259	3,052,795	3,052,795	5,903,024

September 30, 2020 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	9,622	9,622	-	-	-	-
Quoted equities	279,464	-	-	-	-	279,464
Government of Jamaica securities	1,720,767	-	51,553	1,497,255	171,959	-
Corporate Bonds	1,352,411	250,920	541,396	405,609	154,486	-
Sagicor Sigma Global Funds	2,140,166	-	-	-	-	2,140,166
Securities purchased under agreement to resell	442,536	442,536	-	-	-	-
Accounts receivable	59,890	-	-	-	-	59,890
Due from related parties	156,875	-	-	-	-	156,875
Inter-fund accounts	446	-	-	-	-	446
Total assets	6,162,177	703,078	592,949	1,902,864	326,445	2,636,841

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) :

September 30, 2020 (cont'd)	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Accounts payable	1,344	-	-	-	-	1,344
Due to related parties	6,874	-	-	-	-	6,874
Inter-fund accounts	2,686	-	-	-	-	2,686
Total liabilities	10,904	-	-	-	-	10,904
Interest rate sensitivity gap	6,151,273	703,078	592,949	1,902,864	326,445	2,625,937
Cumulative gap	6,151,273	703,078	592,949	1,902,864	326,445	2,625,937

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

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	2,623,351	1,676,512
Variable rate instruments		
Financial assets	438,370	486,790

Sensitivity analysis

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	100	50	100
USD	100	100	100	100

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 2020.

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

(f) Financial instruments (cont'd)

(iii) Market risk (cont'd):

Sensitivity analysis (cont'd):

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2021				
Financial assets	4,384	(87,973)	(4,384)	(15,433)
September 30, 2020				
Financial assets	4,868	(550,476)	(4,868)	(726,134)

(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 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.

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

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

Accounting classifications and fair values (cont'd)

	2021		
In thousands of dollars	Level 1	Level 2	Total
Financial assets measured at fair value:			
Government of Jamaica Securities	-	1,416,223	1,416,223
Quoted Equities	288,171	-	288,171
Corporate Bonds	-	1,383,809	1,383,809
Sagicor Sigma Global Funds	-	2,278,134	2,278,134
	288,171	5,078,166	5,366,337

	2020		
In thousands of dollars	Level 1	Level 2	Total
Financial assets measured at fair value:			
Government of Jamaica Securities	-	1,720,767	1,720,767
Quoted Equities	279,464	-	279,464
Corporate Bonds	-	1,352,411	1,352,411
Sagicor Sigma Global Funds	-	2,140,166	2,140,166
	279,464	5,213,344	5,492,808

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

	Thousands of Dollars	
	2021	2020
(a) (i) Government of Jamaica securities		
Benchmark Bonds	386,385	386,385
Global Bonds	121,622	109,996
	508,007	496,381

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

(a) (ii) Quoted Equities

	2021		2020	
	Number of shares '000s	Valuation of shares $'000s	Number of shares '000s	Valuation of shares $'000s
Comm Serv Select Sector SPDR	53	622,947	75	629,762
Consumer Discretionary Selt	40	1,059,784	27	558,275
Consumer Staples SPDR	34	344,911	59	537,642
Energy Select Sector SPDR	10	77,222	24	102,373
Financial Select Sector SPDR	146	799,527	142	482,882
Health Care Select Sector	33	605,796	23	338,330
Industrial Select Sector SPDR	47	676,891	47	515,578
Invesco S&P 500 Pure Value ETF	20	219,334	20	137,326
Ishares Core S&P Small-Cap E	6	95,877	6	59,655
Ishares MSCI EAFE ETF	18	209,016	18	164,967
Ishares MSCI Emerging Market Asia	14	172,224	14	147,645
Ishares MSCI Emerging Market	5	44,055	5	36,406
Ishares MSCI Japan ETF	28	286,095	28	232,564
Ishares NASDAQ Biotechnology	17	410,178	10	184,634
Ishares S&P 500 Value ETF	9	182,453	9	136,597
Ishare US Financial Services	9	258,334	2	29,256
Ishares USTechnology ETF	56	825,302	14	593,065
Materials Select Sector SPDR	20	228,180	20	177,448
Proshares Ultra FINANCIALS	-	-	6	24,943
Proshares Ultra S&P500	-	-	36	371,355
Real Estate Select Sect SPDR	28	184,591	45	226,543
SPDR S&P 500 ETF	5	341,154	5	257,536
SPDR S&P Biotech ETF	13	232,761	13	199,337
SPDR S&P Regional Banking	16	155,465	-	-
Technology Select Sector SPDR	38	824,262	39	644,647
Utilities Select Sector SPDR	24	225,196	24	202,427
Vanguard FTSE Europe ETF	16	153,605	26	195,800
	705	9,235,160	737	7,186,993

(b) Sagicor Sigma Global Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Sigma Global Equity	102,583	202,961	-	-
Sigma Money Market	227,193	385,956	227,193	351,263
Sigma Global Bond	4,774	96,786	107,357	270,807
	334,550	685,703	334,550	622,070

(c) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collaterised 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.

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

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

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

The reverse repurchase agreements as at September 30, 2021 was $192,670,000 (2020:$ 697,115,000).

(d) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest and dividend receivable	202	191
Due from broker	4,868	19,817
	5,070	20,008

(e) Accounts payable

	Thousands of Dollars	
	2021	2020
Accrued audit fees	1,049	946

(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, 2021 *In thousands of dollars*	Carrying Amount	Contractual cash flows	1-3 months
Accounts payable	1,049	1,049	1,049
Due to related parties	17,548	17,548	17,548
Inter-fund account	31,464	31,464	31,464
	50,061	50,061	50,061

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

(f) Financial instruments (cont'd)

(ii) Liquidity risk (cont'd):

The following are the contractual maturities of financial liabilities (cont'd):

September 30, 2020 *In thousands of dollars*	Carrying Amount	Contractual cash flows	1-3 months
Accounts payable	946	946	946
Due to related parties	3,133	3,133	3,133
	4,079	4,079	4,079

(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, 2021 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	7,026	7,026	-	-	-	-
Government of Jamaica securities	508,007	-		386,385	121,622	-
Sagicor Sigma Global Funds	685,703	-	-	-	-	685,703
Quoted equities	9,235,160	-	-	-	-	9,235,160
Securities purchased under agreement to resell	192,670	192,670	-	-	-	-
Accounts receivable	5,070	-	-	-	-	5,070
Due from related party	60,271	-	-	-	-	60,271
Inter-fund accounts	-	-	-	-	-	-
Total assets	10,693,907	199,696	-	386,385	121,622	9,986,204

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, 2021 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Liabilities						
Inter-fund account	31,464	-	-	-	-	31,464
Accounts payable	1,049	-	-	-	-	1,049
Due to related parties	17,548	-	-	-	-	17,548
Total liabilities	50,061	-	-	-	-	50,061
Interest rate sensitivity gap	10,643,846	199,696	-	386,385	121,622	9,936,143
Cumulative gap	10,643,846	199,696	199,696	586,081	707,703	10,643,846

September 30, 2020 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	2,851	2,851	-	-	-	-
Government of Jamaica securities	496,381	-	-	386,385	109,996	-
Sagicor Sigma Global Funds	622,070	-	-	-	-	622,070
Quoted equities	7,186,993	-	-	-	-	7,186,993
Securities purchased under agreement to resell	697,115	697,115	-	-	-	-
Accounts receivable	20,008	-	-	-	-	20,008
Due from related party	11,566	-	-	-	-	11,566
Inter-fund accounts	137,441	-	-	-	-	137,441
Total assets	9,174,425	699,966	-	386,385	109,996	7,978,078
Liabilities						
Accounts payable	946	-	-	-	-	946
Due to related parties	3,133	-	-	-	-	3,133
Total liabilities	4,079	-	-	-	-	4,079
Interest rate sensitivity gap	9,170,346	699,966	-	386,385	109,996	7,973,999
Cumulative gap	9,170,346	699,966	699,966	1,086,351	1,196,347	9,170,346

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:

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	314,292	807,111
Variable rate instruments		
Financial assets	386,385	386,385

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	100	50	100
USD	100	100	100	100

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 2020.

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2021				
Financial assets	3,864	(31,894)	(3,864)	6,781
September 30, 2020				
Financial assets	3,864	(7,782)	(3,864)	8,878

At September 30, 2021, the Fund does not hold any fixed rate financial assets that are subject to material changes in fair value through profit and loss.

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.

	2021		
	Level 1	Level 2	Total
In thousands of dollars			
Financial assets measured at fair value:			
Government of Jamaica Securities	-	508,007	508,007
Quoted equity	9,235,160	-	9,235,160
Sagicor Sigma Global Funds	-	685,703	685,703
	9,235,160	1,193,710	10,428,870

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

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

In thousands of dollars	2020 Level 1	2020 Level 2	2020 Total
Financial assets measured at fair value:			
Government of Jamaica Securities	-	496,381	496,381
Quoted equity	7,186,993	-	7,186,993
Sagicor Sigma Global Funds	-	622,070	622,070
	7,186,993	1,118,451	8,305,444

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

(a) Government of Jamaica securities

	Thousands of Dollars 2021	Thousands of Dollars 2020
Global Bonds	141,893	137,021

(b) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collaterised 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, 2021 was $7,705,000 (2020: 51,004,000).

(c) Sagicor Sigma Global Funds

	2021 Number of units '000s	2021 Valuation of units $'000s	2020 Number of units '000s	2020 Valuation of units $'000s
Funds				
Sigma Global Corporate	277,682	677,876	277,682	600,792
Sigma Global Equity	345,004	682,591	345,004	619,110
Sigma Global Bond	47,237	957,610	47,237	858,030
Sigma Global Venture	242,433	726,692	242,433	754,838
	912,356	3,044,769	912,356	2,832,770

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

(d) Sagicor Pooled Pension Fund

This represents 2,450,000 units in Pooled International Equity Fund valued at $955,713,000 (2020: $974,860,000).

(e) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest receivable	2,167	2,111
Due from broker	453	455
Withholding tax recoverable	4,022	4,022
	6,642	6,588

(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, 2021	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	398	398	398
Due to related party	29	29	29
Inter-fund account	49,091	49,091	49,091
	49,518	49,518	49,518

September 30, 2020	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	412	412	412

(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.

12. Notes to the 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, 2021 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	3,659	3,659	-	-	-	-
Government of Jamaica securities	141,893	-		141,893	-	-
Securities purchased under agreement to resell	7,705	7,705	-	-	-	-
Sagicor Sigma Global Funds	3,044,769	-	-	-	-	3,044,769
Sagicor Pooled Pension Fund	955,713	-	-	-	-	955,713
Due from related parties	6,642	-	-	-	-	6,642
Inter-fund account	46,949	-	-	-	-	46,949
Accounts receivable	1,000	-	-	-	-	1,000
Total assets	4,208,330	11,364	-	141,893	-	4,055,073
Liability						
Accounts payable	398	-	-	-	-	398
Due to related party	29	-	-	-	-	29
Inter-fund account	49,091	-	-	-	-	49,091
Total liability	49,518	-	-	-	-	49,518
Interest rate sensitivity gap	4,158,812	11,364	-	141,893	-	4,005,555
Cumulative gap	4,158,812	11,364	11,364	153,257	153,257	4,158,812

September 30, 2020 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	1,015	1,015	-	-	-	-
Government of Jamaica securities	137,021	-	-	137,021	-	-
Securities purchased under agreement to resell	51,004	51,004	-	-	-	-
Sagicor Sigma Global Funds	2,832,770	-	-	-	-	2,832,770
Sagicor Pooled Pension Fund	974,860	-	-	-	-	974,860
Due from related parties	53,497	-	-	-	-	53,497
Inter-fund account	1,222	-	-	-	-	1,222
Accounts receivable	6,588	-	-	-	-	6,588
Total assets	4,057,977	52,019	-	137,021	-	3,868,937

12. Notes to the 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, 2020 (cont'd) *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Liability						
Accounts payable	412	-	-	-	-	412
Total liability	412	-	-	-	-	412
Interest rate sensitivity gap	4,057,565	52,019	-	137,021	-	3,868,525
Cumulative gap	4,057,565	52,019	52,019	189,040	189,040	4,057,565

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

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	149,598	188,026

Sensitivity analysis

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	100	50	100
USD	100	100	100	100

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 2020.

12. Notes to the 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.

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2021				
Financial assets	-	(13,250)	-	2,367
September 30, 2020				
Financial assets	-	(5,422)	-	5,694

(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.

12. Notes to the 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.

	2021	2020
	Level 2	
In thousands of dollars		
Financial assets measured at fair value:		
Government of Jamaica Securities	141,893	137,021
Sagicor Pooled Pension Fund	955,713	974,860
Sagicor Sigma Global Funds	3,044,769	2,832,770
	4,142,375	3,944,651

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

(a) Quoted equities at FVTPL

This represents 85,770,754 (2020: 87,550,754) units in Sagicor Real Estate X Fund Limited, valued at $700,406,000 (2020: $678,518,000).

(b) Sagicor Pooled Pension Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Pooled Fixed Income Fund	35	1,313,305	38	1,313,470
Pooled Foreign Currency Fund	28	1,848,893	29	1,694,441
Pooled Equity Fund	2,359	5,167,689	28	4,025,624
Pooled CPI Fund	26	131,928	61	287,197
Pooled International Equity Fund	-	-	2,391	731,551
Pooled Mortgage and Real Estate Fund	33	418,506	33	352,956
Pooled Money Market Fund	161	1,100,986	161	1,026,901
	2,642	9,981,307	2,741	9,432,140

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

(c) Sagicor Sigma Global Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Sigma Real Estate	1,394,975	2,967,111	1,394,975	2,599,675
Sigma Equity	3,603	328,569	3,603	288,973
Sigma Global Equity	48,186	95,337	48,186	86,470
Sigma Money Market	217	368	217	335
Sigma Diversified	119,048	290,595	119,048	275,072
Sigma Real Growth	776,952	1,300,619	786,155	1,245,505
	2,342,981	4,982,599	2,352,184	4,496,030

(d) Securities purchased under agreements to resell

The Fund entered into reverse repurchase agreements collaterised 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, 2021 was $5,825,000 (2020: $28,280,000).

(e) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest receivable	1	1
Withholding tax recoverable	24,049	24,049
	24,050	24,050

(f) Accounts payable

	Thousands of Dollars	
	2021	2020
Accrued audit fees	1,417	1,426
Stale-dated cheques	2,304	2,304
Other payables	336	336
	4,057	4,066

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:

September 30, 2021	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	4,057	4,057	4,057
Due to related parties	197,298	197,298	197,298
Interfund account	20,195	20,195	20,195
	221,550	221,550	221,550

September 30, 2020	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	4,066	4,066	4,066
Due to related parties	151,704	151,704	151,704
Interfund account	7,723	7,723	7,723
	163,493	163,493	163,493

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, 2021 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	1,420	1,420	-	-	-	-
Quoted equities	700,406	-	-	-	-	700,406
Sagicor Pooled Pension Funds	9,981,307	-	-	-	-	9,981,307
Sagicor Sigma Global Funds	4,982,599	-	-	-	-	4,982,599
Securities purchased under agreement to resell	5,825	5,825	-	-	-	-
Accounts receivable	24,050	-	-	-	-	24,050
Due from related parties	1,401	-	-	-	-	1,401
Inter-fund Accounts	4,277	-	-	-	-	4,277
Total assets	15,701,285	7,245	-	-	-	15,694,040
Liabilities						
Accounts payable	4,057	-	-	-	-	4,057
Due to related parties	197,298	-	-	-	-	197,298
Inter-fund accounts	20,195	-	-	-	-	20,195
Total liabilities	221,550	-	-	-	-	221,550
Interest rate sensitivity gap	15,479,735	7,245	-	-	-	15,472,490
Cumulative gap	15,479,735	7,245	7,245	7,245	7,245	15,479,735

September 30, 2020 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Assets						
Cash	1,158	1,158	-	-	-	-
Quoted equities	678,518	-	-	-	-	678,518
Sagicor Pooled Pension Funds	9,432,140	-	-	-	-	9,432,140
Sagicor Sigma Global Funds	4,496,030	-	-	-	-	4,496,030
Securities purchased under agreement to resell	28,280	28,280	-	-	-	-
Accounts receivable	24,050	-	-	-	-	24,050
Due from related parties	31	-	-	-	-	31
Inter-fund Accounts	47	-	-	-	-	47
Total assets	14,660,254	29,438	-	-	-	14,630,816

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, 2020 *In thousands of dollars*	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
Liabilities						
Accounts payable	4,066	-	-	-	-	4,066
Due to related parties	151,704	-	-	-	-	151,704
Inter-fund accounts	7,723	-	-	-	-	7,723
Total liabilities	163,493	-	-	-	-	163,493
Interest rate sensitivity gap	14,496,761	29,438	-	-	-	14,467,323
Cumulative gap	14,496,761	29,438	29,438	29,438	29,438	14,496,761

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

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	5,825	28,280

Sensitivity analysis

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	100	50	100
USD	100	100	100	100

There were no financial assets that were impacted by interest rate sensitivity as at September 30, 2021.

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

(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:

(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 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.

	2021		
	Level 1	Level 2	Total
In thousands of dollars			
Financial assets measured at fair value:			
Quoted equities	700,406	-	700,406
Sagicor Pooled Pension Funds	-	9,981,307	9,981,307
Sagicor Sigma Global Funds	-	4,982,599	4,982,599
	700,406	14,963,906	15,664,312

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

(h) Fair value of financial instruments (cont'd)

Accounting classifications and fair values (cont'd)

	2020		
	Level 1	Level 2	Total
In thousands of dollars			
Financial assets measured at fair value:			
Quoted equities	678,518	-	678,518
Sagicor Pooled Pension Funds	-	9,432,140	9,432,140
Sagicor Sigma Global Funds	-	4,496,030	4,496,030
	678,518	13,928,170	14,606,688

14. Notes to the Pooled CPI Fund [pages 29 – 31]

(a) Government of Jamaica securities

	Thousands of Dollars	
	2021	2020
Highway Bonds	2,567,341	1,670,601
CPI Bonds	8,149,673	6,426,018
	10,717,014	8,096,619

(b) Securities purchased under agreement to sell

The Fund entered into reverse repurchase agreements collaterised 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, 2021 was $330,065,000 (2020: $55,465,000).

(c) Sagicor Sigma Global Funds

	2021		2020	
	Number of units '000s	Valuation of units $'000s	Number of units '000s	Valuation of units $'000s
Sigma Real Growth	-	-	5,423	8,590
Sigma Money Market	10,165	17,268	10,165	15,716
Sigma Global Bond	19,353	392,331	1,244	22,600
	29,518	409,599	16,832	46,906

14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

(d) Accounts receivable

	Thousands of Dollars	
	2021	2020
Interest receivable	45,651	33,023
Withholding tax recoverable	1,092	1,092
	46,743	34,115

(e) 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, 2021	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	1,033	1,033	1,033
Due to related party	92,309	92,309	92,309
Inter-fund account	35,531	35,531	35,531
	128,873	128,873	128,873

September 30, 2020	Carrying Amount	Contractual cash flows	1-3 months
In thousands of dollars			
Accounts payable	840	840	840
Due to related party	51,728	51,728	51,728
Inter-fund account	111,680	111,680	111,680
	164,248	164,248	164,248

14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

(e) 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, 2021	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Assets						
Cash	4,468	4,468	-	-	-	-
Government of Jamaica securities	10,717,014	-	-	108,074	10,608,940	-
Sagicor Sigma Global Funds	409,599	-	-	-	-	409,599
Securities purchased under agreement to resell	330,065	330,065	-	-	-	-
Accounts receivable	46,743	-	-	-	-	46,743
Due from related parties	6,102	-	-	-	-	6,102
Inter-fund accounts	165,987	-	-	-	-	165,987
Total assets	11,679,978	334,533	-	108,074	10,608,940	628,431
In thousands of dollars						
Liabilities						
Accounts payable	1,033	-	-	-	-	1,033
Inter-fund accounts	35,531	-	-	-	-	35,531
Due to related party	92,309	-	-	-	-	92,309
Total liabilities	128,873	-	-	-	-	128,873
Interest rate sensitivity gap	11,551,105	334,533	-	108,074	10,608,940	499,558
Cumulative gap	11,551,105	334,533	334,533	442,607	11,051,547	11,551,105

September 30, 2020	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Assets						
Cash	4,872	4,872	-	-	-	-
Government of Jamaica securities	8,096,619	-	-	-	8,096,619	-
Sagicor Sigma Global Funds	46,906	-	-	-	-	46,906
Securities purchased under agreement to resell	55,465	55,465	-	-	-	-
Accounts receivable	34,115	-	-	-	-	34,115
Due from related parties	3,960	-	-	-	-	3,960
Inter-fund accounts	814,791	-	-	-	-	814,791
Total assets	9,056,728	60,337	-	-	8,096,619	899,772

14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

(e) Financial instrument (cont'd)

(iii) Market risk (cont'd):

Interest rate risk (cont'd)

September 30, 2020 (cont'd)	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Liabilities						
Accounts payable	840	-	-	-	-	840
Inter-fund accounts	111,680	-	-	-	-	111,680
Due to related party	51,728	-	-	-	-	51,728
Total liabilities	164,248	-	-	-	-	164,248
Interest rate sensitivity gap	8,892,480	60,337	-	-	8,096,619	735,524
Cumulative gap	8,892,480	60,337	60,337	60,337	8,156,956	8,892,480

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

	Thousands of Dollars	
	2021	2020
Fixed rate instruments		
Financial assets	2,897,406	1,726,066
Variable rate instruments		
Financial assets	8,149,672	6,426,018

Sensitivity analysis

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

Currency	Increase in basis point		Decrease in basis point	
	2021	2020	2021	2020
JMD	300	50	100	100
USD	100	100	100	100

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 2020.

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2021				
Financial assets	81,497	(547,875)	(81,497)	107,967

14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

(e) Financial instrument (cont'd)

(iii) Market risk (cont'd):

Interest rate risk (cont'd)

	Thousands of Dollars			
	Increase		Decrease	
	Effect of change in interest rate	Effect of change in fair value	Effect of change in interest rate	Effect of change in fair value
September 30, 2020				
Financial assets	64,260	(139,715)	(64,260)	155,436

(f) 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.

14. Notes to the Pooled CPI Fund [pages 29 – 31] (cont'd)

(f) 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.

	2021	2020
	Level 2	
In thousands of dollars		
Financial assets measured at fair value:		
Government of Jamaica Securities	10,717,014	8,096,619
Sagicor Sigma Global Funds	409,599	46,906
	11,126,613	8,143,525

15. Notes to the Pooled General Fund [pages 32 – 34]

(a) Accounts receivable

	In thousands of dollars	
	2021	2020
Withholding tax recoverable	55	55
Other receivables	1,018	-
	1,073	55

(b) Accounts payable

	In thousands of dollars	
	2021	2020
Statutory deductions payable	172	-
Electronic bank transfers not yet allocated and other payables	134,169	134,383
Stale-dated cheques	151,433	133,618
	285,774	268,001

(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.

15. Notes to the General Fund [pages 32 – 34] (cont'd)

(c) Financial instruments (cont'd)

(ii) Liquidity risk:

The following are the contractual maturities of financial liabilities:

September 30, 2021	Carrying amount	Contractual cash flows	1-3 months
In thousands of dollars			
Inter-fund account	512,475	512,475	512,475
Accounts payable	285,774	285,774	285,774
Due to related party	15,683	15,683	15,683
	813,932	813,932	813,932

September 30, 2020	Carrying amount	Contractual cash flows	1-3 months
In thousands of dollars			
Bank overdraft	26,349	26,349	26,349
Accounts payable	268,468	268,468	268,468
Due to related party	1,711	1,711	1,711
	296,528	296,528	296,528

(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, 2021	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Assets						
Cash	30,569	30,569	-	-	-	-
Accounts receivable	1,073	-	-	-	-	1,073
Inter-fund accounts	275,078	-	-	-	-	275,078
Due from related parties	515,775	-	-	-	-	515,775
Total assets	822,495	30,569	-	-	-	791,926
Liabilities						
Inter-fund account	512,475	-	-	-	-	512,475
Accounts payable	285,774	-	-	-	-	285,774
Due to related party	15,683	-	-	-	-	15,683
Total liabilities	813,932	-	-	-	-	813,932
Interest rate sensitivity gap	8,563	30,569	-	-	-	(22,006)
Cumulative gap	8,563	30,569	30,569	30,569	30,569	8,563

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, 2020	Carrying Amount	Within 3 months	3-12 months	1-5 years	>5 years	Non sensitive
In thousands of dollars						
Assets						
Accounts receivable	55	-	-	-	-	55
Inter-fund accounts	230,515	-	-	-	-	230,515
Due from related parties	73,183	-	-	-	-	73,183
Total assets	303,753	-	-	-	-	303,753
Liabilities						
Bank overdraft	26,349	26,349	-	-	-	-
Accounts payable	268,468	-	-	-	-	268,468
Due to related party	1,711	-	-	-	-	1,711
Total liabilities	296,528	26,349	-	-	-	270,179
Interest rate sensitivity gap	7,225	(26,349)	-	-	-	33,574
Cumulative gap	7,225	(26,349)	(26,349)	(26,349)	(26,349)	7,225

(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).

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. Impact of COVID-19

The World Health Organization declared the novel Coronavirus (COVID-19) outbreak a pandemic on March 11, 2021 and the Government of Jamaica declared the island a disaster area on March 13, 2021. The pandemic and the measures to control its human impact have resulted in disruptions to economic activity, business operations and asset prices. This could have significant negative financial effects on the company, depending on factors such as (i) the duration and spread of the outbreak, (ii) the restrictions and advisories from Government, (iii) the effects on the financial markets, and (iv) the effects on the economy overall, all of which are highly uncertain and cannot be estimated reliably.

The Funds have performed various assessments and stress testing of its business plans under multiple scenarios, as part of its business continuity and contingency planning. As at the date of authorisation of the financial statements, the Funds operations have not been significantly impacted.