

ROYTRIN MONEY MARKET FUND CLASS B - US DOLLAR

Financial Statements

30 June 2024

(Expressed in United States dollars)

ROYTRIN MONEY MARKET FUND CLASS B - US DOLLAR

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Roytrin Money Market Fund Class B – US Dollar

Statement of Trustee's Responsibilities

The Trustee is responsible for the following:

- Preparing and fairly presenting the accompanying financial statements of Roytrin Money Market Fund Class B – US Dollar (the Fund), which comprise the statement of financial position as at 30 June 2024, the statements of profit or loss and other comprehensive income, changes in net assets attributable to unitholders and cash flows for the year then ended, and a summary of material accounting policies and other explanatory information;
- Ensuring that the Fund keeps proper accounting records;
- Selecting appropriate accounting policies and applying them in a consistent manner;
- Implementing, monitoring and evaluating the system of internal control that assures security of the Fund's assets, detection/prevention of fraud and the achievement of operational efficiencies;
- Ensuring that the system of internal control operated effectively during the reporting period;
- Producing reliable financial reporting that complies with laws and regulations, to which the Fund is subject, but not limited to the Fund's governing documentation; and
- Using reasonable and prudent judgement in the determination of estimates.

In preparing these financial statements, the Trustee utilised the IFRS Accounting Standards, as issued by the International Accounting Standards Board and adopted by the Institute of Chartered Accountants of Trinidad and Tobago. Where IFRS Accounting Standards presented alternative accounting treatments, the Trustee chose those considered most appropriate in the circumstances.

Nothing has come to the attention of the Trustee to indicate that the Fund will not remain a going concern for the next twelve months from the reporting date; or up to the date the accompanying financial statements have been authorised for issue, if later.

The Trustee affirms that it has carried out its responsibilities as outlined above.



Trustee
30 October 2024



Trustee
30 October 2024

RBC TRUST
(TRINIDAD & TOBAGO) LIMITED

RBC TRUST
(TRINIDAD & TOBAGO) LIMITED



Independent auditor's report

To the unitholders of Roytrin Money Market Fund Class B – US Dollar

Our opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Roytrin Money Market Fund Class B – US Dollar (the Fund) as at 30 June 2024, and its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards.

What we have audited

The Fund's financial statements comprise:

- the statement of financial position as at 30 June 2024;
- the statement of profit or loss and other comprehensive income for the year then ended;
- the statement of changes in net assets attributable to unitholders for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code). We have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

Responsibilities of the Trustee and those charged with governance for the financial statements

The Trustee is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards, and for such internal control as the Trustee 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, the Trustee is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustee either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 auditor's report that includes our opinion. 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 scepticism 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustee.
- Conclude on the appropriateness of the Trustee'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 Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- 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.



Port of Spain
Trinidad, West Indies
30 October 2024

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Statement of Financial Position

(Expressed in United States dollars)

	Notes	As at 30 June	
		2024 \$	2023 \$
Assets			
Investment securities	4	238,756,669	219,552,702
Interest income receivable		852,243	1,146,100
Other receivables	5	938,148	3,095,133
Cash and cash equivalents	9	<u>18,959,803</u>	<u>12,338,113</u>
Total assets		<u>259,506,863</u>	<u>236,132,048</u>
Liabilities			
Management fees payable	9	11,151	19,831
Other payables		<u>52,795</u>	<u>315,430</u>
Total liabilities		<u>63,946</u>	<u>335,261</u>
Net assets		<u>259,442,917</u>	<u>235,796,787</u>
Net assets attributable to unitholders		<u>259,442,917</u>	<u>235,796,787</u>
Number of participating units	6	<u>26,687,772</u>	<u>23,579,679</u>
Net asset value per unit		<u>9.72</u>	<u>10.00</u>

The notes on pages 8 to 27 are an integral part of these financial statements.

On 30 October 2024, the Trustee of the Roytrin Money Market Fund Class B – US Dollar authorised these financial statements for issue.

 Trustee

 Trustee

RBC TRUST
(TRINIDAD & TOBAGO) LIMITED

RBC TRUST
(TRINIDAD & TOBAGO) LIMITED

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Statement of Profit or Loss and Other Comprehensive Income

(Expressed in United States dollars)

		Year ended 30 June	
	Notes	2024 \$	2023 \$
Income			
Interest income calculated using the effective interest method		<u>12,125,525</u>	<u>6,800,239</u>
Expenses			
Impairment loss	5	(10,092,575)	(2,867,201)
Management fees	9	(1,726,788)	(2,073,884)
Other administrative fees	10	<u>(33,422)</u>	<u>(11,496)</u>
Total expenses		<u>(11,852,785)</u>	<u>(4,952,581)</u>
Net profit attributable to unitholders		<u><u>272,740</u></u>	<u><u>1,847,658</u></u>

The notes on pages 8 to 27 are an integral part of these financial statements.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Statement of Changes in Net Assets Attributable to Unitholders

(Expressed in United States dollars)

	Year ended 30 June	
	2024 \$	2023 \$
Balance as at July 1	<u>235,796,787</u>	<u>209,098,291</u>
Net profit attributable to unitholders	272,740	1,847,658
Distributions paid to unitholders	(5,408,759)	(4,139,860)
Subscriptions	96,018,564	76,896,445
Redemptions	<u>(67,236,415)</u>	<u>(47,905,747)</u>
Balance as at June 30	<u><u>259,442,917</u></u>	<u><u>235,796,787</u></u>

The notes on pages 8 to 27 are an integral part of these financial statements.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Statement of Cash Flows

(Expressed in United States dollars)

	Year ended 30 June	
	2024 \$	2023 \$
Cash flows from operating activities		
Net profit for the year	272,740	1,847,658
Adjustment:		
Interest income	(2,944,447)	(2,770,004)
Amortised discount	(9,181,078)	(4,030,235)
Impairment loss	<u>10,092,575</u>	<u>2,867,201</u>
Net loss before working capital changes	(1,760,210)	(2,085,380)
Changes in:		
- management fees and other payables	(282,467)	279,893
- other receivables	(3,438,688)	671,222
Interest received	3,238,304	2,269,628
Purchase of investments	(260,818,460)	(230,734,045)
Proceeds from matured investments	<u>246,309,821</u>	<u>201,132,989</u>
Net cash used in operating activities	<u>(16,751,700)</u>	<u>(28,465,693)</u>
Cash flows from financing activities		
Subscriptions	90,609,805	72,756,585
Redemptions	<u>(67,236,415)</u>	<u>(47,905,747)</u>
Net cash generated from financing activities	<u>23,373,390</u>	<u>24,850,838</u>
Net increase/(decrease) in cash and cash equivalents	6,621,690	(3,614,855)
Cash and cash equivalents at beginning of year	<u>12,338,113</u>	<u>15,952,968</u>
Cash and cash equivalents at end of year	<u><u>18,959,803</u></u>	<u><u>12,338,113</u></u>

The notes on pages 8 to 27 are an integral part of these financial statements.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements

30 June 2024

(Expressed in United States dollars)

1 Description of the Fund

The following brief description of the Roytrin Money Market Fund Class B – US Dollar (the Fund) is provided for general information purposes only. Reference should be made to the Trust Deed and rules of the Fund for more complete information.

Administration

The Fund is administered in accordance with the rules referred to in the Trust Deed and the laws of the Republic of Trinidad and Tobago. The Trinidad and Tobago Security Exchange Commission are the regulators of the Fund.

General

The Fund is an open-ended fund registered in Trinidad and Tobago and was established by RBC Royal Bank (Trinidad and Tobago) Limited, under a Trust Deed dated April 10, 2012. The principal activity of the Fund is to provide investors with the opportunity to invest in short term securities which offer high liquidity and a competitive rate of return. The Trustee of the Fund is RBC Trust (Trinidad and Tobago) Limited, and the Investment Manager is RBC Investment Management (Caribbean) Limited.

Subscriptions

Subscriptions to the Fund are made by investors and are expressed in units using the net asset value per unit determined on each business day. Units may be subscribed at a minimum initial value of US\$10,000 and US\$1,000 thereafter.

Distributions

The net income received by the Fund is allocated and distributed at the discretion of the Investment Manager supported by the management accounts. Net income paid out to investors is to be calculated and distributed daily. All distributions will, in the absence of instructions from the investor to the contrary, be reinvested in additional units of the Fund at the net asset value of such units calculated on the date of distribution.

Redemptions

Units are redeemed without charge at a price per unit (bid price) based on the net asset value per unit at the date of receipt of the request for redemption. Units may be redeemed in cash up to a limit of US\$200,000 or one percent of the net asset value of the Fund, whichever is lower, during any ninety-day period for any one investor. Should a redemption request exceed this limit, units in excess may, at the discretion of the Trustee, be redeemed in specie in proportion to the underlying assets.

Taxation

Distributions paid to resident unit holders are not subject to tax. For distributions paid to non-resident unit holders, tax on interest income is withheld at the rates applicable to the country in which the unit holders reside.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

2 Material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

a. Basis of preparation

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

(i) New and amended standards adopted by the Fund

Amendment to IAS 1 'Presentation of financial statements' on classification of liabilities (effective from 1 January 2023 and applicable to the Fund from 1 January 2023). The narrow-scope amendment to IAS 1, 'Presentation of financial statements', clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what IAS 1 means when it refers to the 'settlement' of a liability.

The amendment had no significant impact on the financial statements of the Fund.

Amendment to IAS 1 'Presentation of financial statements' on disclosure of accounting policies (effective from 1 January 2023 and applicable to the Fund from 1 January 2023).

The IASB amended IAS 1 to require entities to disclose their material rather than their significant accounting policies. The amendments define what is 'material accounting policy information' and explain how to identify when accounting policy information is material. They further clarify that immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information. To support this amendment, the IASB also amended IFRS Practice Statement 2 Making Materiality Judgements to provide guidance on how to apply the concept of materiality to accounting policy disclosures.

The amendment did not have a significant impact on the current year disclosure of accounting policies of the Fund.

Amendment to IAS 8 'Accounting policies, changes in Accounting Estimates and Errors' on disclosure of accounting policies (effective from 1 January 2023 and applicable to the Fund from 1 January 2023).

The amendment clarifies how companies should distinguish changes in accounting policies from changes in accounting estimates. The distinction is important, because changes in accounting estimates are applied prospectively to future transactions and other future events, but changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period.

This amendment did not significantly impact the financial statements of the Fund.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

2 Material accounting policies (continued)

a. Basis of preparation (*continued*)

(ii) *New and amended standards and interpretations that are not yet effective:*

Amendments to IAS 21– Lack of exchangeability

In August 2023, the IASB amended IAS 21 to add requirements to help entities to determine whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not. Prior to these amendments, IAS 21 set out the exchange rate to use when exchangeability is temporarily lacking, but not what to do when lack of exchangeability is not temporary. These new requirements will apply for annual reporting periods beginning on or after 1 January 2025.

The Fund is assessing the impact that the amendment will have on its 2025 financial statements.

Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7

On 30 May 2024, the IASB issued targeted amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures to respond to recent questions arising in practice, and to include new requirements not only for financial institutions but also for corporate entities. The amendments to IFRS 9 and IFRS 7 will be effective for annual reporting periods beginning on or after 1 January 2026, with early application permitted subject to any endorsement process.

The Fund is assessing the impact that the amendment will have on its 2025 financial statements.

IFRS 18, Presentation and Disclosure in Financial Statements

This is the new standard on presentation and disclosure in financial statements, which replaces IAS 1, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:

- the structure of the statement of profit or loss with defined subtotals;
- requirement to determine the most useful structure summary for presenting expenses in the statement of profit or loss
- required disclosures in a single note within the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and
- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

The Fund is assessing the impact that the amendment will have on its 2025 financial statements.

b. *Basis of measurement*

These financial statements have been prepared on a historical cost basis.

c. *Use of judgements and estimates*

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Trustee to exercise their judgment in the process of applying the Fund's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

2 Material accounting policies (continued)

d. Foreign currency transactions

(i) Functional and presentation currency

The financial statements are presented in United States dollars which is the Fund's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the translation at year-end exchange rates of monetary assets and liabilities are recognised in increase or decrease in net assets attributable to unitholders. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in increase or decrease in net assets attributable to unitholders.

e. Investment securities

The Fund classifies its investment securities at amortised cost. Management determines the classification of its investment securities at initial recognition.

(i) Classification

On initial recognition, the Fund classifies financial assets at amortised cost.

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 (SPPI).

Business model assessment

In making an assessment of the objective of the business model in which a financial asset is held, the Fund considers all of the relevant information about how the business is managed including:

- the document investment strategy and the execution of this strategy in practice. This includes whether the investment strategy focuses on earnings 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 Fund's management;
- the risks that affect the performance of the business model (and the financial assets held within the business model) and how those risks are managed;

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

2 Material accounting policies (continued)

e. Investment securities (continued)

(i) Classification (continued)

- 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.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Fund's continuing recognition of the assets.

The Fund has determined that it has one business models.

- *Held-to-collect business model*: this includes cash and cash equivalents and interest income and other receivables. These financial assets are held to collect contractual cash flow.

(ii) Derecognition

The Fund derecognises a financial asset when the contractual rights to the cash flows from the 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 Fund neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

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 that is derecognised) and the consideration received (including any new asset obtained less any new liability assumed) is recognised in an increase or decrease in net assets attributable to unitholders. Any interest in such transferred financial assets that is created or retained by the Fund is recognised as a separate asset or liability.

When the Fund enters into transactions whereby it transfers assets recognised on its statement of financial position, but retains either all or substantially all of the risks and rewards, then the transferred assets are not derecognised. Transfers of assets with retention of all or substantially all of the risks and rewards include sale and repurchase transactions.

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

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in an increase or decrease in net assets attributable to unitholders.

f. Impairment of financial assets

The Fund utilises the expected credit loss (ECL) model to determine impairment of financial assets which are classified as financial instruments that are measured at amortised cost, for these financial instrument's lifetime ECLs are recognised. Further detailed in note 3.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

2 Material accounting policies (continued)

f. *Impairment of financial assets (continued)*

Objective evidence that a financial asset is impaired includes observable data that comes to the attention of the Fund about the following loss events:

- (i) significant financial difficulty of the issuer or debtor;
- (ii) a breach of contract, such as default or delinquency in payments;
- (iii) it is becoming probable that the issuer or debtor will enter bankruptcy or other financial reorganisation;
- (iv) the disappearance of an active market for that financial asset because of financial difficulties;
- (v) observable data indicating that there is a measurable decrease in the estimated future cash flows from a group of individual assets since the initial recognition of those assets, although the decrease cannot yet be identified with the individual financial assets in the group, including:
 - adverse changes in the payment status of issuers or debtors in the group; or
 - national or local economic conditions that correlate with defaults on assets in the group.

g. *Cash and cash equivalents*

Cash and cash equivalents are measured at amortised cost and comprise cash in hand and deposits with banks and short-term investments with original maturities of less than three months at the time of acquisition.

h. *Provisions*

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

i. *Net assets attributable to unitholders*

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

The Fund has only one class of redeemable units in issue and on liquidation of the Fund, they entitle the holders to the residual net assets, after repayment of all debts, liabilities, fees or commissions outstanding. All redeemable units rank *pari passu* in all respects and have identical terms and conditions. The redeemable units provide unitholders with the right to require redemption for cash at a value proportionate to the unitholder's share in the Fund's net assets at each redemption date, subject to certain restrictions as outlined in Note 1, and also in the event of the Fund's liquidation.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

2 Material accounting policies (continued)

i. *Net assets attributable to unitholders (continued)*

A puttable financial instrument that includes a contractual obligation for the Fund to repurchase or redeem that instrument for cash or another financial asset is classified as equity if it meets all of the following conditions:

- It entitles the holder to a pro rata share of the Fund's net assets in the event of the Fund's liquidation;
- It is in the class of instruments that is subordinate to all other classes of instruments;
- All financial instruments are in the class of instruments that is subordinate to all other classes of instruments have identical features;
- Apart from the contractual obligation for the Fund to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability; and
- The total expected cash flows attributable to the instrument over its life are based substantially on increase or decrease in net assets attributable to unitholders, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Fund over the life of the instrument.

The Fund's redeemable units meet these conditions and are classified as equity.

j. *Interest income*

Interest income comprise interest on financial asset measured at amortised cost calculated on an effective interest basis. The 'effective interest rate' is calculated on initial recognition of a financial instrument as the rate that exactly discounts estimated cash receipts through the expected life of the financial instrument to the gross carrying amount of the financial asset.

The effective interest is applied to the gross carrying amount of the asset when the use is not impaired. However, for financial assets that have become credit-impaired subsequent to initial recognition, interest income is calculated by applying the effective interest rate to the amortised cost of the financial asset.

k. *Expenses*

Expenses are accounted for increase or decrease in net assets attributable to unitholders on the accrual basis.

l. *Subscriptions and redemptions*

Subscriptions and redemptions are recorded when the subscription and redemption are incurred.

m. *Income tax*

Under the current system of taxation in the Republic of Trinidad and Tobago, the Fund is exempt from paying income taxes.

However, some dividend and interest income received by the Fund is subject to withholding tax imposed in certain countries of origin. Income that is subject to such tax is recognised gross of the taxes and the corresponding withholding tax is recognised as tax expense.

The Fund has determined that interest and penalties related to income taxes do not meet the definition of an income tax. They are therefore accounted for under IAS 37, *Provision, Contingent Liabilities and Contingent Assets*.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

3 Critical accounting estimates and judgments in applying accounting principles

Expected Credit Losses

The Fund recognises loss allowances for ECLs on financial assets measured at amortised cost. The Fund measures loss allowances at an amount equal to lifetime ECLs, except the following, which are measured at 12-month ECLs:

- financial assets that are determined to have low credit risk at reporting date; and
- other financial 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 Fund considers 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 Fund's historical experience and informed credit assessment and including forward-looking information.

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

The Fund considers 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 held); or
- the financial asset is more than 90 days past due.

The Fund considers 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 with the 12-months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

Measurements of ECLs

ECLs are 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 flow 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 Fund assesses 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; or
- it is probable that the borrower will enter bankruptcy or other financial reorganisation.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

3 Critical accounting estimates and judgments in applying accounting principles (continued)

Credit-impaired financial assets (continued)

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

Write-off

The gross carrying amounts 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.

4 Investment securities at amortised cost	2024 \$	2023 \$
Reversed repurchase agreements	8,500,000	12,800,000
Fixed deposits	1,000,000	6,000,000
Treasury bills	191,227,953	111,266,024
Discount notes	24,528,716	53,516,886
Term notes	--	3,500,000
Promissory notes	13,500,000	17,500,000
Commercial paper	<u>--</u>	<u>14,969,792</u>
Total investment securities	<u>238,756,669</u>	<u>219,552,702</u>
Unquoted investment securities	<u>238,756,669</u>	<u>219,552,702</u>
5 Other receivables	2024 \$	2023 \$
Accrued subscriptions (a)	63,148	235,067
Interest on matured investment	--	133,712
Credit impaired investment (b)	<u>875,000</u>	<u>2,726,354</u>
Total other receivables	<u>938,148</u>	<u>3,095,133</u>

(a) Accrued subscriptions relate to transactions recorded in the Branches on the last day of the year but for which cash was subsequently transferred to the Fund on the next day.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

5 Other receivables (continued)

(b) Included in other receivables is credit impaired investment securities in the sum of \$875,000.

This has been determined based on the following inputs, assumptions and techniques used for estimating impairment:

- *Probability weightings applied:*

The use of comparable instrument types, credit ratings, the probability of default was obtained from S&P, while the Loss Given default was obtained from Moody.

- *Drivers of forward-looking information:*

This is a formulation of three scenarios consisting of a central scenario, most likely comparable (with one upside and one downside) and less likely.

The drivers for the forward-looking information are GDP annual growth rate, inflation rate and unemployment rate with weightings of 10%, 20% and 70%. External information considered includes economic data and forecasts published by Government, monetary and supranational organisations such as the International Monetary Fund.

- *Sensitivity of expected credit losses to future economic conditions:*

The ECL is sensitive to judgements and assumptions made regarding formulation of forward-looking scenarios and how such scenarios are incorporated into the calculations and analysis of loss allowance.

Maximum expose credit risk

The following table contains an analysis of the credit exposure of financial instrument at stage 3 for which ECL allowance is recognised. The gross carrying amount of financial assets below represents the Fund's maximum exposure to credit risk on these assets.

	2024 \$	2023 \$
<i>Other receivables</i>		
Credit grade		
Default	10,967,575	5,593,555
Less loss allowance	<u>(10,092,575)</u>	<u>(2,867,201)</u>
	<u>875,000</u>	<u>2,726,354</u>

6 Number of participating units

	2024 No.	2023 No.
Units outstanding at beginning of the year	23,579,679	20,909,829
Subscriptions	9,602,515	7,689,644
Redemptions	<u>(6,494,422)</u>	<u>(5,019,794)</u>
Units outstanding at the end of the year	<u>26,687,772</u>	<u>23,579,679</u>

7 Management fees

Management fees are paid to the Trustee at a rate of up to 2% per annum of average total assets of the Fund, out of which the Investment Manager will be remunerated.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

8 Total annual return

Total annual return represents the increase in the net asset value per unit over prior year and the accumulated daily income distribution rates during the period. Income distribution, which is based on the net income, is calculated and accrued daily. All returns were reinvested (see Note 1).

	2024 %	2023 %
Average rate of return	<u>2.12</u>	<u>1.87</u>

9 Related party transactions

A party is related to the Fund if:

- (a) The party is a subsidiary or an associate of the Fund;
- (b) The party is, directly or indirectly, either under common control or subject to significant influence with the Fund, or has significant influence over or joint control of the Fund.
- (c) The party is a close family member of a person who is part of key management personnel or who controls the Fund;
- (d) The party is controlled or significantly influenced by a member of key management personnel or by a person who controls the Fund;
- (e) The party is a joint venture in which the Fund is a venture partner;
- (f) The party is a member of the Fund's or its Trustee's key management personnel;
- (g) The party is a post-employment benefit plan for Fund's employees.
- (h) The party, or any member of a group of which it is a part, provides key management personnel services to the Fund.

	2024 \$	2023 \$
The related party balances and transactions are as follows:		
<i>Investment Manager:</i>		
Management fees charged	<u>1,726,788</u>	<u>2,073,884</u>
Management fees payable	<u>11,151</u>	<u>19,831</u>
<i>Other Related Parties:</i>		
Cash and cash equivalents	<u>18,959,803</u>	<u>12,338,113</u>
Net assets attributable to unitholders	<u>1,446,963</u>	<u>1,447,225</u>
Distributions to unitholders	<u>30,475</u>	<u>33,413</u>

All transactions and balances with related parties are based on agreed terms within the prospectus and normal banking relationships.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

10 Other administrative expense

Other administrative expenses include audit fee amounting to \$27,528 (2023: \$7,300)

11 Financial risk management

Financial Instruments

Financial assets include investment securities, interest income receivable, other receivables and cash and cash equivalents.

Financial liabilities include management fees payable and other payables.

a. *Risk management*

The Fund's activities expose it to a variety of financial risks and those activities involve the analysis, evaluation, acceptance and management of some degree of risk or combination of risk. Taking risk is core to the financial business and operational risks are an inevitable consequence of being in business. The Trustee's aim is therefore to achieve an appropriate balance between risk and return and minimise potential adverse effects in the Fund's financial performance by focusing on the unpredictability of financial markets.

The Trustee's risk management policies are designed to identify and analyse these risks, to set appropriate risk limits and controls and to monitor the risks and adherence to limits by means of reliable and up to date information systems.

The most important types of risks to the Fund are liquidity risk, market risk, and credit risk. Market risks include currency risk, interest rate risk and other price risk.

While the Trustees are ultimately responsible for identifying and controlling risks, there are separate bodies responsible for managing and monitoring risks as follows:

Board of Directors

The Board of Directors of the Trustee has overall responsibility and oversight for corporate governance and specifically, approval of the investment policy and limits of authority. The Board of Directors has delegated authority to the Investment Policy Committee and the Investment Strategy Committee as appropriate.

Investment Policy Committee

The Investment Policy Committee is the body responsible for approving all Statements of Investment Policy (SIP) and reviewing compliance with same. The Investment Policy Committee meets on a quarterly basis to review and ratify any changes to the SIP.

Investment Strategy Committee

The Investment Strategy Committee is engaged in providing guidance to the Investment Manager relative to economic and capital markets. In this regard, input would include economic data, foreign currency perspectives, local, regional and international equity and fixed income information. From this body of information, the Committee shall distil its views with respect to an assessment of global fiscal and monetary conditions, projected economic growth, inflation, direction of interest rates, major currencies and stock prices.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

11 Financial risk management (continued)

Financial Instruments (continued)

a. *Risk management (continued)*

Excessive Risk Concentration

In order to avoid an excessive concentration of risk, the Fund's investment policy and risk management procedures include specific guidelines to ensure the maintenance of a diversified portfolio.

The Investment Manager is mandated within prescribed limits to manage excessive concentration risk when it arises.

Concentration risk

As at the reporting date, the Fund's debt securities were concentrated as follows:

	2024	2023
	%	%
Government	80	57
Corporate	<u>20</u>	<u>43</u>
	<u>100</u>	<u>100</u>

b. *Classification of financial assets and financial liabilities*

	Financial assets at amortised cost \$	2024 Financial liabilities at amortised cost \$	Total \$
Cash and cash equivalents	18,959,803	--	18,959,803
Investment securities	238,756,669	--	238,756,669
Interest income	852,243	--	852,243
Other receivable	<u>938,148</u>	--	<u>938,148</u>
	<u>259,506,863</u>	--	<u>259,506,863</u>
Management fees payable	--	11,151	11,151
Other payables	<u>--</u>	<u>52,795</u>	<u>52,795</u>
	<u>--</u>	<u>63,946</u>	<u>63,946</u>

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

11 Financial risk management (continued)

Financial Instruments (continued)

b. Classification of financial assets and financial liabilities (continued)

	Financial assets at amortised cost \$	2023 Financial liabilities at amortised cost \$	Total \$
Cash and cash equivalents	12,338,113	--	12,338,113
Investment securities	219,552,702	--	219,552,702
Interest income	1,146,100	--	1,146,100
Other receivable	3,095,133	--	3,095,133
	<u>236,132,048</u>	--	<u>236,132,048</u>
Management fees payable	--	19,831	19,831
Other payables	--	315,430	315,430
	--	<u>335,261</u>	<u>335,261</u>

c. Liquidity risk

The Fund is exposed to daily cash redemptions of units. At least 100% of the investment portfolio is usually held in short-term instruments that can be quickly converted to cash. The Fund also has the ability to borrow in the short term to ensure settlement, however no such borrowing occurred during the year. The Trust Deed also permits the Fund to settle in specie in proportion to the underlying assets, if the redemptions of a unitholder are in excess of 1% of the net asset value of the Fund or US\$200,000.

In accordance with the Fund's policy, the Investment Manager monitors the Fund's liquidity position on a daily basis with the Investment Policy Committee performing a quarterly review.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the undiscounted cash flows for the remaining period at the reporting date to the contractual maturity date.

	Carrying value \$	2024 Contractual Cash Flows			Over 5 years \$
		Total \$	up to 1 year \$	1 – 5 years \$	
Financial liabilities					
Management fees payable	11,151	11,151	--	11,151	--
Other payables	52,795	52,795	--	52,795	--
Total financial liabilities	<u>63,946</u>	<u>63,946</u>	--	<u>63,946</u>	--

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

11 Financial risk management (continued)

c. Liquidity risk (continued)

	Carrying value \$	2023 Contractual Cash Flows			Over 5 years \$
		Total \$	up to 1 year \$	1 – 5 years \$	
Financial liabilities					
Management fees payable	19,831	19,831	19,831	--	--
Other payables	315,430	315,430	315,430	--	--
Total financial liabilities	<u>335,261</u>	<u>335,261</u>	<u>335,261</u>	<u>--</u>	<u>--</u>

d. Market price risk

Market price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instruments or issuer, or factors affecting all similar financial instruments traded in the market. The Fund is not exposed to equity securities price risk.

The Investment Manager moderates this risk through a careful selection of securities and other financial instruments within specified limits. The Fund's overall market positions are reviewed on a quarterly basis by the Investment Policy Committee and the Board of Directors.

e. Interest rate risk

Cash flow interest rate risk is the risk that future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate because of changes in market interest rates.

The Fund takes on exposure to the effects of fluctuations in prevailing levels of market interest rates on both its fair value and cash flow risks. Interest margins may increase as a result of such changes but may reduce or create losses in the event that unexpected movements arise. The Investment Policy sets limits on the level of mismatch of interest rate repricing that may be undertaken, which is monitored on a quarterly basis by the Investment Policy Committee.

The table below summarises the Fund's exposure to interest rate risks. It includes the Fund's financial instruments at carrying amounts, categorised by the earlier of contractual repricing or maturity dates.

	Up to 1 year \$	2024	Total \$
		Non-interest bearing \$	
Financial assets			
Investment securities	238,756,669	--	238,756,669
Interest income receivable	--	852,243	852,243
Other receivables	--	938,148	938,148
Cash at bank	18,959,803	--	18,959,803
Total financial assets	<u>257,716,472</u>	<u>1,790,391</u>	<u>259,506,863</u>
Financial liabilities			
Management fees payable	--	11,151	11,151
Other payables	--	52,795	52,795
Total financial liabilities	<u>--</u>	<u>63,946</u>	<u>63,946</u>

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

11 Financial risk management (continued)

e. Interest rate risk (continued)

	Up to 1 year \$	2023 Non-interest bearing \$	Total \$
Financial assets			
Investment securities	219,552,702	--	219,552,702
Interest income receivable	--	1,146,100	1,146,100
Other receivables	--	3,095,133	3,095,133
Cash at bank	12,338,113	--	12,338,113
Total financial assets	<u>231,890,815</u>	<u>4,241,233</u>	<u>236,132,048</u>
Financial liabilities			
Management fees payable	--	19,831	19,831
Other payables	--	315,430	315,430
Total financial liabilities	<u>--</u>	<u>335,261</u>	<u>335,261</u>

Sensitivity of possible movements in interest rates

As at 30 June 2024, had the interest rates increased or decreased by 100 basis points with all other variables held constant, the increase or decrease in net assets attributable to unitholders would amount to \$ 773,958 (2023: \$922,708), arising substantially from the increase/decrease in market values of debt securities.

f. Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. All of the Fund's financial assets and liabilities primarily are denominated in US\$ hence the Fund is not exposed to any significant currency risk.

g. Credit risk

The Fund takes on exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit exposures arise principally from investment activities that bring debt securities and other bills into the Fund's asset portfolio.

Credit risk is mitigated to some extent by not limiting the Fund's total exposure to a single credit. The Fund also reduces this risk by prudent credit analysis of issuers to restrict questionable credits in the Fund. The Fund also manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties and for industry concentrations, and by monitoring exposures in relation to such limits.

The Trustee has established a credit quality review process to provide early identification of possible changes in the creditworthiness of counterparties, including regular collateral revisions. Counterparty limits are established by the use of a credit risk classification system, which assigns each counterparty a risk rating and are validated, where appropriate, by comparisons with externally available data. The rating scale, which is shown below, reflects the range of default probabilities defined for each rating class. Risk ratings are subject to regular revision. The credit quality review process allows the Trustee to assess the potential loss as a result of the risks to which it is exposed and take corrective action.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

11 Financial risk management (continued)

g. Credit risk (continued)

(i) Internal ratings scale and mapping of external ratings

Internal rating	Description of the grade	External rating: Standard & Poor's equivalent
1	Excellent	AAA, AA, A
2	Very good	BBB
3	Good	BB
4	Special mention	B, CCC
5	Unacceptable	CC, C

The rating of the major rating agency shown in the table above are mapped to the internal rating classes based on the long-term average default rates of each external grade. The Fund uses the external ratings where available to benchmark the internal credit risk assessment. Observed defaults per rating category vary year on year, especially over an economic cycle. Where a credit is not assigned a risk rating under the internal risk rating system and cannot be benchmarked against an international rating, these have been classified as unrated.

(ii) Maximum credit exposure

The Fund's exposure to credit risk arises in respect of the following financial instruments.

The table below represents a worst case scenario of credit risk exposure to the Fund as at 30 June 2024 and 2023.

	Maximum Exposure	
	2024	2023
	\$	\$
Investment securities	238,756,669	219,552,702
Interest income receivable	852,243	1,146,100
Other receivables	938,148	3,095,133
Cash and cash equivalents	18,959,803	12,338,113
	<u>259,506,863</u>	<u>236,132,048</u>

(iii) Investment securities and interest income receivable

Investment securities and interest income receivable are summarised as follows:

	2024		2023	
	Investment securities	Interest income receivable	Investment securities	Interest income receivable
	\$	\$	\$	\$
Neither past due nor impaired	<u>238,756,669</u>	<u>852,243</u>	<u>219,552,702</u>	<u>1,146,100</u>

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

11 Financial risk management (continued)

g. Credit risk (continued)

(iv) Credit quality

The credit quality of the investment securities that are neither past due nor impaired can be assessed by reference to the internal rating system adopted by the Fund. There were no impaired securities as at 30 June 2024.

	2024 \$	2023 \$
1. Excellent (AAA, AA, A)	195,989,543	118,260,671
2. Very good (BBB)	28,642,200	74,888,934
3. Good (BB)	6,000,000	11,056,236
4. Special mention (B, CCC)	8,977,169	16,492,961
5. Unacceptable (CC, C)	--	--
6. Unrated	--	--
Total	<u>239,608,912</u>	<u>220,698,802</u>

(v) Amounts arising from ECL

Impairment on cash and cash equivalents, interest income, receivables and other receivables have been measured on a 12-month expected loss basis and reflects the short maturities of the exposures. The Fund considers that these exposures have low credit risks based on the external credit rating of the counterparties.

The Fund monitors changes in credit risk on these exposures by tracking published external credit ratings of the counterparties.

12 Operational risk management

Operational risk is inherent within all business activities. It is the risk of direct or indirect loss arising from lapses in the Trustee's processes, internal controls, personnel, technology and other external factors.

Examples include natural disasters, errors and omissions by personnel, and intentional behaviours such as fraud.

The Trustee's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to its reputation with overall cost effectiveness and innovation. Operational risk is managed by developing standards and guidelines in the following areas:-

- Appropriate segregation of duties and access
- Reconciling and monitoring of transactions
- Documentation of controls and procedures
- Training and development of staff
- Reporting of operational losses and proposed remedial actions
- Development of contingency plans
- Assessments of the processes
- Business continuity planning

The operational risk framework is supported by a programme of periodic review undertaken by Internal Audit. The results of Internal Audit reviews are discussed with management and summaries are submitted to the Audit Committee on 10 February 2022.

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

13 Fair value of financial instruments

(a) Valuation framework

The Fund has an established control framework with respect to the measurement of fair values. This framework includes oversight by the Investment Management Committee. The main valuation methodology used is the Discounted Cash Flow (DCF) method. The DCF method requires the determination of the following three parameters:

1. projection period;
2. cash flows over the projection period plus terminal value;
3. the discount rate(s).

(b) Valuation models

The Fund's financial assets are measured at fair value at the end of each reporting period. The Fund measures fair value using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

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

(c) Fair value of financial assets and liabilities that are not measured at fair value

Management considers that the carrying amounts of the following financial assets and financial liabilities recognised in these financial statements approximate to their fair values due to short maturities on these instruments.

	2024		2023	
	Carrying Value	Fair Value	Carrying Value	Fair Value
	\$	\$	\$	\$
Financial assets				
Investment securities	238,756,669	238,756,669	219,552,702	219,552,702
Interest income receivable	852,243	852,243	1,146,100	1,146,100
Other receivables	938,148	938,148	3,095,133	3,095,133
Cash and cash equivalents	18,959,803	18,959,803	12,338,113	12,338,113
	259,506,863	259,506,863	236,132,048	236,132,048
Financial liabilities				
Management fees payable	11,151	11,151	19,831	19,831
Other payables	52,795	52,795	315,430	315,430
	63,946	63,946	335,261	335,261

ROYTRIN MONEY MARKET FUND CLASS B – US DOLLAR

Notes to the Financial Statements (continued)

30 June 2024

(Expressed in United States dollars)

13 Fair value of financial instruments (continued)

(c) *Fair value of financial assets and liabilities that are not measured at fair value (continued)*

The financial instruments not measured at fair value include investment securities, cash and cash equivalents, interest income receivable, management fees payable and other receivables/payables. These are short-term financial assets and financial liabilities whose carrying amounts approximate fair value because of their short-term nature and the high credit quality of counterparties.

14 Events after the reporting date

The Trustees have evaluated events occurring after 30 June 2024, in order to assess and determine the need for potential recognition or disclosure in these financial statements. Such events were evaluated through October 30, 2024, the date these financial statements were available to be issued. Based upon this evaluation, the Trustees have determined that there were subsequent events that required adjustments in the amount of \$7,315,319.

The balance of credit impaired investment securities included in Note 5 has increased subsequent to year end due to significant events that has affected the ability to report the value as at 30 June 2024.

- Due to prevailing market conditions the issuer has not been able to meet its obligations.
- The business continues to be a going concern but the issuer has not adhered to the terms of the facility.