BARITA UNIT TRUST CAPITAL GROWTH FUND

FINANCIAL STATEMENTS

30 SEPTEMBER 2023

BARITA UNIT TRUST CAPITAL GROWTH FUND

FINANCIAL STATEMENTS

30 SEPTEMBER 2023

I N D E X

	PAGE
Independent Auditors' Report to the Members	1 - 3
FINANCIAL STATEMENTS	
Statement of Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Net Assets Attributable to Unitholders	6
Statement of Cash Flows	7
Notes to the Financial Statements	8 - 34

Tel: (876) 926-1616/7, 926-4421
Fax: (876) 926-7580
www.bdo.com.jm

Chartered Accountants
26 Beechwood Avenue
P.O. Box 351
Kingston 5, Jamaica

INDEPENDENT AUDITORS' REPORT

To the Members of
Barita Unit Trust Capital Growth Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Barita Unit Trust Capital Growth Fund (the fund) set out on pages 4 to 34, which comprise the statement of financial position as at 30 September 2023, and the statements of comprehensive income, changes in net assets attributable to unitholders and cash flows for the year then ended, and notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the fund as at 30 September 2023, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

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 Fund 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 the Trustee and Fund Manager 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 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 management either intends to liquidate the fund or to cease operations, or has no realistic alternative but to do so.

The trustee and the fund manager are responsible for overseeing the fund's financial reporting process.

INDEPENDENT AUDITORS' REPORT (CONT'D)

To the Members of
Barita Unit Trust Capital Growth Fund

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. 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 judgement 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 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 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 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 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 presents a true and fair view.

INDEPENDENT AUDITORS' REPORT (CONT'D)

To the Members of
Barita Unit Trust Capital Growth Fund

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

We communicate with the trustee and fund manager 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.

BDO

Chartered Accountants

27 December 2023

BARITA UNIT TRUST CAPITAL GROWTH FUND

STATEMENT OF COMPREHENSIVE INCOME

YEAR ENDED 30 SEPTEMBER 2023

	Note	2023 $'000	2022 $'000
Investment income			
Interest income		8,017	20,639
Dividend income		101,678	85,462
Realised gain/(loss) on sale of investments		4,255	(40,558)
Foreign exchange gains		518	1,846
Fair value (loss)/gain on investments		(1,034,872)	390,256
Other		4,710	-
		(915,694)	457,645
Operating expenses			
Management fees		130,390	166,191
Administration expenses:			
Bank charges		139	137
Audit and accounting fee – current year		2,250	2,012
- prior year		135	718
Trustee's remuneration		2,650	2,720
Commission		5,866	6,366
Legal and professional fees		6,900	-
Loan interest		28,471	-
Miscellaneous		14	21
Irrecoverable GCT expense		21,158	26,357
		197,973	204,522
(Decrease)/Increase in Net Assets Attributable to Unitholders from Investment Operations		(1,113,667)	253,123
Yield for the year	6	(27.97%)	5.01%

BARITA UNIT TRUST CAPITAL GROWTH FUND

STATEMENT OF FINANCIAL POSITION

30 SEPTEMBER 2023

	Note	2023 $'000	2022 $'000
ASSETS			
Cash and cash equivalents	7	64,729	98,512
Investment securities	8	3,990,824	5,728,692
Receivables	9	15,290	291
Taxation recoverable		8,012	8,004
Due from related party	10(b)	-	10,946
		4,078,855	5,846,445
LIABILITIES			
Due to related parties	10(b)	31,418	16,598
Due to related party-loan	10(b)	304,537	-
Payables	11	2,627	7,899
		338,582	24,497
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		3,740,273	5,821,948
Net asset value per unit	12	$78.967	$99.630

Approved for issue by the Trustee and Manager on 19 December 2023 and signed on its behalf by:

Ramon Small-Ferguson Managing Director, BUTM

Dane Brodber Interim CEO, BIL

BARITA UNIT TRUST CAPITAL GROWTH FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

30 SEPTEMBER 2023

	2023 $'000	2022 $'000
Net Assets Attributable to Unitholders at Beginning of Year	5,821,948	5,381,720
Capital Transactions		
Proceeds from issue of new units	491,328	1,157,306
Units encashed	(1,459,336)	(970,201)
Net (Decrease)/Increase in Capital Transactions	(968,008)	187,105
(Decrease)/Increase in Net Assets Attributable to Unitholders from Investment Operations	(1,113,667)	253,123
Net Assets Attributable to Unitholders at End of Year	3,740,273	5,821,948

BARITA UNIT TRUST CAPITAL GROWTH FUND

STATEMENT OF CASH FLOWS

YEAR ENDED 30 SEPTEMBER 2023

	2023 $'000	2022 $'000
CASH FLOWS FROM OPERATING ACTIVITIES:		
(Decrease)/Increase in net assets attributable to unitholders from investments operations	(1,113,667)	253,123
Items not affecting cash resources:		
Interest income	(8,017)	(20,639)
Dividend income	(101,678)	(85,462)
Foreign exchange gain	(518)	(1,846)
Fair value gain on investments	1,034,872	(390,256)
	(189,008)	(245,080)
Changes in operating assets and liabilities:		
Investment securities, net	700,222	(24,038)
Receivables	(703)	16,793
Taxation recoverable	(8)	(1,111)
Related parties	30,303	(28,833)
Payables	(5,272)	6,212
Cash provided by/(used in) operating activities	535,534	(276,057)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest income	11,459	20,221
Dividend income	87,382	107,581
Cash provided by investing activities	98,841	127,802
CASH FLOWS FROM FINANCING ACTIVITIES:		
Loan proceed	400,000	-
Loan repayment	(100,000)	-
Proceeds from issue of new units	491,328	1,157,306
Units encashed	(1,459,336)	(970,201)
Cash (used in)/provided by financing activities	(668,008)	187,105
(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(33,633)	38,850
Cash and cash equivalents at beginning of year	98,071	59,221
CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 7)	64,438	98,071

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

1. **IDENTIFICATION, REGULATION AND LICENCE:**

Barita Unit Trust Capital Growth Fund (the fund) is a capital growth fund which was established on 14 September 1992 and registered under the laws of Jamaica on 11 March 1993. FirstCaribbean International Bank Limited was initially appointed trustee and Barita Unit Trusts Management Company Limited as the fund manager. The guidelines for the fund's operations are driven by its Trust Deed. On 15 July 2021, a supplemental deed to the Trust Deed, appointed JCSD Trustee Services Limited as the new trustee for the fund.

2. **REPORTING CURRENCY:**

Items included in the financial statements of the fund are measured using the currency of the primary economic environment in which the fund operates ('the functional currency'). These financial statements are presented in Jamaican dollars, which is considered the fund's functional and presentation currency.

3. **SIGNIFICANT 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 the years presented, unless otherwise stated. Amounts are rounded to the nearest thousand, unless otherwise stated.

(a) **Basis of preparation**

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and have been prepared under the historical cost convention as modified by the revaluation of certain financial assets.

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Although these estimates are based on management's best knowledge of current events and action, actual results could differ from those estimates. 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 4.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

3. **SIGNIFICANT ACCOUNTING POLICIES (CONT'D):**

(a) **Basis of preparation (cont'd)**

New, revised and amended standards and interpretations that became effective during the year

Certain new standards, interpretations and amendments to existing standards have been published that became effective during the current financial year. The fund has assessed the relevance of all such new standards, interpretations and amendments and has concluded that the following amendment are relevant to its operations:

Amendment to IAS 37, 'Provisions, Contingent Liabilities and Contingent Assets', (effective for accounting periods beginning on or after 1 January 2022). This amendment clarifies that the direct costs of fulfilling a contract include both the incremental costs of fulfilling the contract and an allocation of other costs directly related to fulfilling contracts. Before recognising a separate provision for an onerous contract, the entity recognises any impairment loss that has occurred on assets used in fulfilling the contract. The adoption of this amendment did not have a significant impact on the fund.

Annual Improvements 2018-2021, (effective for accounting periods beginning on or after 1 January 2022). The IASB issued its Accounting Improvements to IFRSs 2018-2022 cycle amending a number of standards, of which the following is relevant to the fund: IFRS 9, 'Financial Instruments' to clarify the fees that should be included in the 10% test for derecognition of financial liabilities. The adoption of this amendment did not have a significant impact on the fund.

New standards, amendments and interpretations not yet effective and not early adopted

The following amendments to standards which are not yet effective and have not been adopted early in these financial statements, will or may have an effect on the fund's future financial statements:

Amendments to IAS 1, 'Presentation of Financial Statements,' (effective for accounting periods beginning on or after 1 January 2023). These amendments clarify that liabilities are classified as either current or non-current depending on the rights that exists 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 breach of covenant). The amendments also clarify what IAS 1 means when it refers to the 'settlement' of a liability. The adoption of these amendments is not expected to have a significant impact on the fund.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

3. **SIGNIFICANT ACCOUNTING POLICIES (CONT'D):**

(a) **Basis of preparation (cont'd)**

New standards, amendments and interpretations not yet effective and not early adopted (cont'd)

Amendments to IAS 1, 'Presentation of Financial Statements', Practice Statement 2 and IAS 8, 'Accounting Policies, Changes in Accounting Estimates and Errors', (effective for accounting periods beginning on or after 1 January 2023). 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. The adoption of these amendments is not expected to have a significant impact on the fund.

(b) **Units issued and encashed**

Units are issued to unitholders based on the published price prevailing at the time of purchase. Units encashed by unitholders are based on the published price at the time of encashment.

(c) **Foreign currency translation**

Foreign currency transactions are accounted for at the exchange rates prevailing at the dates of the transactions.

Transactions in foreign currencies are converted at the exchange rates prevailing at the dates of the transactions. At the date of the statement of financial position, monetary assets and liabilities denominated in foreign currencies are translated using the closing exchange rate.

Exchange differences resulting from the settlement of transactions at rates different from those at the dates of the transactions, and unrealized foreign exchange difference on unsettled foreign currency monetary and non-monetary assets and liabilities are recognized in the statement of comprehensive income.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

3. **SIGNIFICANT ACCOUNTING POLICIES (CONT'D):**

(d) **Revenue recognition**

Revenue comprises the fair value of the consideration received or receivable from investment and trading activities in the ordinary course of the fund's activities. Revenue is recognised to the extent that it is probable the economic benefits will flow to the fund and the revenue can be reliably measured. The specific recognition criteria are described below:

Interest income

Interest income is recognised in profit or loss 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 fund estimates future cash flows considering all contractual terms of the financial instrument, but not ECL.

Dividend income

Dividend income is recognized when the fund's right to receive payment is established.

Gain or loss on sale of investments

Gain or loss on sale of investments is determined by comparing sale proceeds with the carrying amount of the investment. This amount is recognized in the statement of comprehensive income.

Fair value gains or losses on investments

Fair value gains or losses on investments are recognized in this statement of comprehensive income when there is a change in the fair value of investments from one period to the next.

(e) **Taxation**

The fund is domiciled in Jamaica and is exempt from paying corporation taxes under section 12 (t) of the Income Tax Act.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

3. **SIGNIFICANT ACCOUNTING POLICIES (CONT'D):**

(f) **Management fees**

Management fees are paid to the fund manager on a monthly basis. The fund manager is responsible for managing the business and affairs of the fund pursuant to the fund management agreement. The fund manager monitors and evaluates the performance of the fund, pays for investment management services of the trustee and advisors and provides all administrative services required by the fund.

(g) **Financial instruments**

A financial instrument is any contract that gives rise to both a financial asset in one entity and a financial liability or equity in another entity.

Financial assets

(i) **Recognition and derecognition**

Financial assets are initially recognised on the settlement date, which is the date that an asset is delivered to the fund. This includes regular purchases of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place.

Dividends on fair value through profit or loss equity instruments are recognized in the statement of comprehensive income as part of investment income when the fund's right to receive payments is established.

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 it neither transfers nor retains all or substantially all the risks and rewards of ownership and does not retain control over the transferred asset. Any interest in such de-recognised financial assets that is created or retained by the fund is recognised as a separate asset or liability.

When securities classified as fair value through profit or loss are sold or impaired, the accumulated fair value adjustments are recognized in the statement of comprehensive income.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

3. **SIGNIFICANT ACCOUNTING POLICIES (CONT'D):**

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

Financial assets (cont'd)

(ii) **Classification**

The fund classifies all of its financial instruments at initial recognition based on their contractual terms and the business model for managing the instruments. Financial instruments are initially measured at their fair value, except in the case of financial assets recorded at FVPL, transaction costs are added to, or subtracted from, this amount.

The fund classifies its financial assets as those measured at amortised cost and fair value through profit or loss (FVPL).

(iii) **Measurement category**

Amortised cost

These assets arise principally from financial assets where the objective is to hold these assets in order to collect contractual cash flows and the contractual cash flows are solely payments of principal and interest (SPPI). They are initially recognised at fair value plus transaction costs that are directly attributable to their acquisition or issue and are subsequently carried at amortised cost using the effective interest rate method, less provision for impairment.

At the reporting date the fund classified its receivables, due from related party balance, cash and cash equivalents and all other investment securities not classified as fair value through profit or loss as financial assets measured at amortised cost in the statement of financial position.

Cash and cash equivalents are carried in the statement of financial position at fair value and comprise cash at bank, in hand, deposits and short term highly liquid investments with original maturities of three months or less.

Fair value through profit or loss (FVPL)

Assets that do not meet the criteria for amortised cost or fair value through other comprehensive income are measured at fair value through profit or loss (FVPL). A gain or loss on a debt or equity investment that is subsequently measured at FVPL is recognised in the statement of comprehensive income in the period in which it arises.

At the reporting date the fund classified its investment securities as financial assets measured at FVPL.

3. **SIGNIFICANT ACCOUNTING POLICIES (CONT'D):**

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

Financial assets (cont'd)

(iv) **Impairment**

The carrying amounts of the fund's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount or the cash-generating unit to which it belongs has exceeded its recoverable amount. Impairment losses are recognised in the statement of comprehensive income.

Financial liabilities

The fund's financial liabilities are initially measured at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method. At the reporting date, the fund's payables and due to related party balances were classified as financial liabilities.

(h) **Investment securities**

Equity Instruments

The fair values of quoted instruments are based on the bid prices at valuation date. Upon initial recognition, the fund elects to value its equity instruments at fair value through profit or loss (FVPL).

Debt instruments

Investment securities are initially recognized at cost, which includes transaction costs and are classified as those to be measured subsequently at amortised cost or fair value through profit or loss. Management determines the appropriate classification of investments at the time of purchase based on the objectives of the fund's business model for managing financial instruments and the contractual cash flow characteristics of the instruments.

Debt instrument securities subsequently measured at fair value through profit or loss are those which were either acquired for generating a profit from short-term fluctuations in price or dealer's margin, or are securities included in a portfolio in which a pattern of short-term profit-taking exists. The assumption made by management is that these investment securities are managed within a business model of collecting contractual cash flows and to sell. All related realised and unrealised gains and losses are included in the statement of comprehensive income.

3. **SIGNIFICANT ACCOUNTING POLICIES (CONT'D):**

(i) **Related party balances and transactions**

Parties are considered to be related if they have common directors and/or common shareholders, or if one party has the ability to control the other party, or exercise significant influence over the other party in making financial and operating decisions. Related party transactions and balances are recognized and disclosed for the following:

(i) Enterprises and individuals having operational and functional decision making responsibility for the fund that gives them significant influence over the funds affairs and close members of the family of these individuals.

(ii) Key management personnel; those persons having authority and responsibility for planning, directing and controlling the activities of the fund, including fund managers and close members of the families of these individuals.

(j) **Borrowings**

Borrowings are recognized initially at the proceeds received, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost using the effective yield method. Any difference between proceeds, net of transaction costs, and the redemption value is recognized in profit or loss over the period of the borrowings.

4. **CRITICAL ACCOUNTING JUDGEMENTS AND ESTIMATES:**

The fund manager and trustee make estimates and assumptions that affect the reported amounts of assets and liabilities. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

(a) **Critical judgements in applying the fund's accounting policies**

In the process of applying the fund's accounting policies, the trustee has not made any judgements that it believes would cause a significant impact on the amounts recognized in the financial statements.

(b) **Key sources of estimation uncertainty**

The fund makes certain estimates and assumptions regarding the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimate and assumptions that has a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year is discussed below:

Fair value estimation

A number of assets and liabilities included in the fund's financial statements require measurement at, and/or disclosure at 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.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

4. **CRITICAL ACCOUNTING JUDGEMENTS AND ESTIMATES (CONT'D):**

(b) **Key sources of estimation uncertainty (cont'd)**

Fair value estimation (cont'd)

The fair value measurement of the fund's financial and non financial assets and liabilities utilises market observable inputs and data as far as possible. Inputs used in determining fair value measurements are categorized into different levels based on how observable the inputs used in the valuation technique utilized are; the 'fair value hierarchy':

Level 1 Quoted prices in active markets for identical assets or liabilities (unadjusted).

Level 2 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 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The classification of an item into the above levels is based on the lowest level of the inputs used that has a significant effect on the fair value measurement of the item.

Transfer of items between levels are recognized in the period they occur.

The fund measures investment securities at fair value or at amortized cost (note 8).

The fair value of financial instruments traded in active markets is based on quoted market prices at year end. The quoted market price used for financial assets held by the fund is based on the spread between bid and ask prices.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The fund uses a variety of methods and makes assumptions that are based on market conditions existing at each statement of financial position date. Quoted market prices or dealer quotes for similar instruments are used for quoted debt securities. Other techniques, such as estimated discounted cash flows, are used to determine fair value for the remaining financial instruments. The following methods and assumptions have been used:

(i) The fair values of investment securities classified as financial assets at fair value through profit or loss for which quoted prices are not available, are estimated on the basis of pricing models or other recognized valuation techniques.

(ii) The carrying value less any impairment provision of financial assets and liabilities with a maturity of less than one year are estimated to approximate their fair values due to the short term maturity of these instruments. These financial assets and liabilities include cash and cash equivalents, receivables, payables and related party balances.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT:**

The fund is exposed through its operations to the following financial risks:

- Credit risk
- Fair value or cash flow interest rate risk
- Foreign exchange risk
- Other market price, and
- Liquidity risk

In common with all other businesses, the fund is exposed to risks that arise from its use of financial instruments. This note describes the fund's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these financial statements.

There have been no substantive changes in the fund's exposure to financial instrument risks, its objectives, policies and processes for managing those risks or the methods used to measure them from previous periods unless otherwise stated in this note.

(a) **Principal financial instruments**

The principal financial instruments used by the fund, from which financial instrument risk arises, are as follows:

- Receivables
- Cash and cash equivalents
- Investment securities
- Payables
- Due to/from related parties

(b) **Financial instruments by category**

Financial assets

	Amortised cost		Fair value through profit or loss	
	2023 $'000	2022 $'000	2023 $'000	2022 $'000
Cash and cash equivalents	64,729	98,512	-	-
Receivables	15,290	291	-	-
Due from related party	-	10,946	-	-
Investment securities	-	259,207	3,990,824	5,469,485
Total financial assets	80,019	368,956	3,990,824	5,469,485

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT (CONT'D):**

(b) **Financial instruments by category (cont'd)**

Financial liabilities

	Amortised cost	
	2023 $'000	2022 $'000
Due to related parties	31,418	16,598
Due to related party - loan	304,537	-
Payables	2,627	7,899
Total financial liabilities	338,582	24,497

(c) **Financial instruments measured at fair value**

The following table presents the fund's assets that are measured at fair value. There are no liabilities that are measured at fair value at the year end, and the fund had no instrument classified in Level 3 during the year.

	2023		
	Level 1 $'000	**Level 2 $'000**	**Total $'000**
30 September 2023			
Investment securities –			
Quoted equity securities	3,985,236	-	3,985,236
Debt securities	-	5,588	5,588
	3,985,236	5,588	3,990,824

	2022		
	Level 1 $'000	**Level 2 $'000**	**Total $'000**
30 September 2022			
Investment securities –			
Quoted equity securities	5,408,243	-	5,408,243
Debt securities	-	6,531	6,531
Unit trusts	-	54,711	54,711
	5,408,243	61,242	5,469,485

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT (CONT'D):**

(d) **Financial risk factors**

The fund's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk, and price risk). The funds overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on fund's financial performance.

The fund manager, Barita Unit Trusts Management Company Limited, is ultimately responsible for the establishment and oversight of the fund's risk management framework. The fund manager provides principles for overall risk management, as well as policies covering specific areas, such as currency risk, interest rate risk, credit risk and investment of excess liquidity.

The overall objective of the fund manager is to set policies that seek to reduce risk of the fund as far as possible by applying procedures to identify, evaluate and manage the risks based on guidelines set by them. Further details regarding these policies are set out below:

(i) **Credit risk**

The fund takes on exposure to credit risk, which is the risk that its counterparties will cause a financial loss for the fund by failing to discharge their contractual obligations. Credit risk is the most significant risk for the fund's business; management therefore carefully manages its exposures to credit risk. Credit exposures arise principally from the fund's investment activities and cash and cash equivalents.

Credit review process

Management performs on going analyses of the ability of counterparties to meet repayment obligations.

(i) Investment securities

The fund limits its exposure to credit risk by investing mainly in liquid securities with reputable financial institutions that have high credit quality.

(ii) Cash and cash equivalents

Cash transactions are limited to high credit quality financial institutions. The fund has policies in place to limit the amount of exposure to any one financial institution.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT (CONT'D):**

(d) **Financial risk factors (cont'd)**

(i) **Credit risk (cont'd)**

Maximum exposure to credit risk

The maximum exposure to credit risk is equal to the carrying amount of investment securities, receivables and cash and cash equivalents in the statement of financial position.

(ii) **Liquidity risk**

Liquidity risk is the risk that the fund is unable to meet its payment obligations associated with its financial liabilities when they fall due, and the risk that it is also unable to meet demands for encashment of units. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions.

Liquidity risk management process

The fund is exposed to daily cash redemptions by unit holders. The fund's liquidity management process, as carried out within the fund and monitored by the fund manager, includes:

(i) Monitoring future cash flows and liquidity on a regular basis. This incorporates an assessment of expected cash flows and the availability of collateral which could be used to secure funding if required.

(ii) Maintaining a portfolio of highly marketable and liquid assets such as investment securities that can easily be liquated as protection against any unforeseen interruption to cash flow.

(iii) Optimizing cash returns on investments.

The maturity profile of the fund's financial liabilities at year end based on contractual undiscounted payments was as follows:

The fund's undiscounted liabilities at year end, equal their carrying amounts, as these liabilities bear no interest. All liabilities are due between three and twelve months after the reporting date. The fund is also exposed to liquidity risks from redemption of units held by unitholders. The potential liability arising from these redemptions is fully backed by the assets held by the fund, which can be liquidated by the fund to settle any such amounts owing.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT (CONT'D):**

(d) **Financial risk factors (cont'd)**

(iii) **Market risk**

Market risk arises from the fund's use of interest bearing, tradable and foreign currency financial instruments. It is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates (interest rate risk), foreign exchange rates (currency risk) or other market factors (other price risk).

Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates.

Currency risk arises from US dollar investment securities and cash and cash equivalents. The fund manages this risk by ensuring that the exposure in foreign assets is kept to an acceptable level by monitoring currency positions.

Concentration of currency risk

The fund is exposed to foreign currency risk from its holding of US dollar denominated investment securities with a carrying value of $89,396,000 (2022 - $195,046,000) and cash and cash equivalents of $1,780,000 (2022 - $11,491,000).

Foreign currency sensitivity

The following table indicates the sensitivity of net asset attributable to unitholders to changes in foreign exchange rates. The change in currency rate below represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis represents outstanding foreign currency denominated investment securities and cash and cash equivalents and adjusts their translation at the year-end for 4% (2022 – 4%) depreciation and a 1% (2022 – 1%) appreciation of the Jamaican dollar against the US dollar.

	% Change in Currency Rate 2023	Effect on net assets attributable to unitholders 30 September 2023 $'000	% Change in Currency Rate 2022	Effect on net assets attributable to unitholders 30 September 2022 $'000
Currency:				
USD	-4	3,647	-4	8,262
USD	+1	(912)	+1	(2,065)

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT (CONT'D):**

(d) **Financial risk factors (cont'd)**

(iii) **Market risk (cont'd)**

Interest rate risk

Interest rate risk is the risk that the value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Floating rate instruments expose the Fund to cash flow interest risk, whereas fixed interest rate instruments expose the Fund to fair value interest risk.

The fund's interest rate risk policy requires it to manage interest rate risk by maintaining an appropriate mix of fixed and variable rate instruments. The policy also requires it to manage the maturities of interest bearing financial assets. The fund has no interest bearing financial liabilities.

The following tables summaries the fund's exposure to interest rate risk. It includes the fund's financial instruments at carrying amounts, categorized by the earlier of contractual interest rate repricing or maturity dates.

	2023					
	Within 3 Months $'000	**3 to 12 Months $'000**	**1 to 5 Years $'000**	**Over 5 Years $'000**	**Non-Interest Bearing $'000**	**Total $'000**
Assets						
Cash and cash equivalents	58,839	-	-	-	5,890	64,729
Receivables	-	-	-	-	15,290	15,290
Investment securities	-	-	4,308	1,280	3,985,236	3,990,824
Total financial assets	58,839	-	4,308	1,280	4,006,416	4,070,843
Liabilities						
Due to related parties-other	-	-	-	-	31,418	31,418
Due to relates parties-loan	-	304,537	-	-	-	304,537
Payables	-	-	-	-	2,627	2,627
Total financial liabilities	-	304,537	-	-	34,045	338,582
Total interest repricing gap	58,839	(304,537)	4,308	1,280	3,972,371	3,732,261

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT(CONT'D):**

(d) **Financial risk factors (cont'd)**

(iii) **Market risk (cont'd)**

Interest rate risk (cont'd)

	2022					
	Within 3 Months $'000	3 to 12 Months $'000	1 to 5 Years $'000	Over 5 Years $'000	Non-Interest Bearing $'000	Total $'000
Assets						
Cash and cash equivalents	72,033	-	-	-	26,479	98,512
Receivables	-	-	-	-	291	291
Investment securities	265,858	-	7,820	-	5,455,014	5,728,692
Due from related party	-	-	-	-	10,946	10,946
Total financial assets	337,891	-	7,820	-	5,492,730	5,838,441
Liabilities						
Due to related parties	-	-	-	-	16,598	16,598
Payables	-	-	-	-	7,899	7,899
Total financial liabilities	-	-	-	-	24,497	24,497
Total interest repricing gap	337,891	-	7,820	-	5,468,233	5,813,944

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT(CONT'D):**

(d) **Financial risk factors (cont'd)**

(iii) **Market risk (cont'd)**

Interest rate risk (cont'd)

Average effective yields by the earlier of the contractual re-pricing or maturity dates:

	2023					
	Immediately Rate Sensitive	Within 3 Months	3 to 12 Months	1 to 5 Years	Over 5 Years	Weighted Average
	%	%	%	%	%	%
Cash and cash equivalents	-	8.03	-	-	-	8.03
Benchmark investment notes	-	8.17	-	-	-	8.17

	2022					
	Immediately Rate Sensitive	Within 3 Months	3 to 12 Months	1 to 5 Years	Over 5 Years	Weighted Average
	%	%	%	%	%	%
Cash and cash equivalents	-	6.79	-	-	-	6.79
Benchmark investment notes	-	8.06	-	-	-	8.06

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT (CONT'D):**

(d) **Financial risk factors (cont'd)**

(iii) **Market risk (cont'd)**

Interest rate risk (cont'd)

Interest rate sensitivity

The following table indicates the sensitivity to a reasonably possible change in interest rates, with all other variables held constant, on the fund's net assets attributable to unitholders.

The sensitivity of the net assets attributable to unitholders is based on the interest bearing financial assets held by the fund. Changes in floating rate instruments will impact interest income and therefore the cash flows of the fund, while changes in fixed rate instruments will impact the fair value gains or losses.

	Effect on net assets attributable to unitholders 2023 $'000	Effect on net assets attributable to unitholders 2022 $'000
Change in basis points:		
JMD		
+50 (2022: +200)	314	6,914
-25 (2022: -50)	(157)	(1,729)
USD		
+50 (2022: +200)	8	442
-25 (2022: -50)	(4)	(110)

Equity price risk sensitivity

The sensitivity analysis for equity risk illustrates how changes in the fair value of equity securities will fluctuate because of changes in market prices, whether those changes are caused by factors specific to the individual equity issuer, or factors affecting all similar equity securities traded in the market.

Management monitors movements of financial assets and equity price risk movements on a monthly basis by assessing the expected changes in the different portfolios due to movements in the various stock exchange indices on the Jamaica Stock Exchange with all other variables held constant and all equity instruments in that particular index moving proportionally.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

5. **FINANCIAL RISK MANAGEMENT(CONT'D):**

(d) **Financial risk factors (cont'd)**

(iii) **Market risk (cont'd)**

Equity price risk sensitivity (cont'd)

The equity securities described in this note are classified as financial assets at fair value through profit or loss. The percentage used in the analysis represents the fund manager's assessment of a reasonably possible change in the stock market indices. A 6% increase and 3% decrease (2022: 6% increase/decrease) in the stock markets indices would result in an increase of $239,114,000 and decrease of $119,557,000 (2022 - $324,495,000 increase/decrease) in fair value gains recorded in the statement of comprehensive income for the period.

(e) **Capital management**

The fund is not directly subject to any externally imposed capital requirement. Capital is managed by the fund manager who reports the required information on a quarterly basis to the Financial Services Commission. The information required is the value of the fund and the numbers of units issued.

6. **YIELD CALCULATION AS DEFINED BY THE TRUST DEED:**

The net income represents income from investment securities held by the Fund after deducting, management fees. The yield earned by the fund for the period is as follows:

	2023 $'000	2022 $'000
Investment income	(915,694)	457,645
Management fees	(130,390)	(166,191)
Net income	(1,046,084)	291,454
Net Assets Attributable to Unitholders	3,740,273	5,821,948
Yield	(27.97%)	5.01%

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

7. **CASH AND CASH EQUIVALENTS:**

For the purposes of the statement of cash flows, cash and cash equivalents comprise the following:

	2023 $'000	2022 $'000
Cash and bank balances	5,890	26,479
Repurchase agreements	58,839	72,033
	64,729	98,512
Less: interest receivable	(291)	(441)
	64,438	98,071

The weighted average effective interest rate on bank balances and repurchase agreements at year end was approximately 0.05% (2022 – 0.04%) and 8.03% (2022 – 5.95%), respectively.

8. **INVESTMENT SECURITIES:**

(i) **Financial assets at amortised cost**

	2023 $'000	2022 $'000
Summary of financial assets carried at amortised cost is as follows:		
Repurchase agreements (page 28)	-	256,049
Interest receivable	-	3,158
	-	259,207

(ii) **Financial assets at fair value through profit or loss**

Summary of financial assets carried at fair value through profit or loss is as follows:

		2023	2022
Quoted equities	(page 29 - 31)	3,978,121	5,400,303
Preference shares	(page 31)	6,999	7,820
Benchmark investment notes	(page 32)	5,565	6,492
Unit trust	(page 32)	-	54,711
		3,990,685	5,469,326
Interest receivable		139	159
		3,990,824	5,469,485
Total investment securities		3,990,824	5,728,692

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

8. **INVESTMENT SECURITIES (CONT'D):**

Details of financial assets carried at amortised cost are as follows:

(a) **Repurchase agreements**

	Carrying Value 2023 $'000	Carrying Value 2022 $'000
Repurchase agreements	-	256,049
Interest receivable	-	3,158
	-	259,207

The repurchase agreements have original maturities greater than three months and a weighted average interest rate of 2% per annum.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

8. **INVESTMENT SECURITIES (CONT'D):**

Details of financial assets carried at fair value through profit or loss are as follows:

(a) **Quoted equities**

	2023		2022	
	Units Held	Value $'000	Units Held	Value $'000
Access Financial Services Limited	863,250	22,427	892,250	24,091
Barita Investments Limited	5,380,582	376,641	6,420,126	738,572
Berger Paints Jamaica Limited	183,109	1,280	183,109	1,676
Blue Power Group Limited	480,334	1,292	586,000	1,823
Cargo Handlers Limited	1,760,464	22,886	1,760,315	20,261
Caribbean Cement Company Limited	3,498,055	195,891	3,651,828	224,588
Caribbean Flavours & Fragrance Limited	49,173,709	63,926	48,181,880	85,764
Carreras Group Limited	4,060,803	32,568	4,060,803	35,532
Derrimon Trading Company Limited	128,427,885	282,541	132,642,245	298,445
Eppley Limited	1,172,613	32,552	1,169,856	46,209
Eppley Caribbean Property Fund Limited	29,239	1,170	55,861	2,779
FosRich Company Limited	186,136,448	539,796	204,733,215	890,590
Future Energy Source Company Limited	3,175,376	12,670	2,313,228	13,255
General Accident Insurance Company Jamaica Limited	14,354,786	85,842	14,382,071	72,054
GraceKennedy Limited	1,997,540	145,820	2,007,540	180,277
Honey Bun (1982) Limited	-	-	5,000	2,500
Indies Pharma Jamaica Limited	3,901,810	12,369	5,967,082	17,603
Jamaica Stock Exchange Limited	8,150,823	73,357	8,148,656	144,231
Jamaica Broilers Group Limited	2,806,620	94,022	5,225,780	153,638
Balance carried forward to page 30	415,553,446	1,997,050	442,386,845	2,953,888

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

8. **INVESTMENT SECURITIES (CONT'D):**

Details of financial assets carried at fair value through profit or loss are as follows (cont'd):

(a) **Quoted equities (cont'd)**

	2023		2022	
	Units Held	Value \$'000	Units Held	Value \$'000
Balance brought forward from page 29	415,553,446	1,997,050	442,386,845	2,953,888
Jamaica Money Market Brokers Limited	8,743,197	259,673	10,200,550	402,922
Jamaica Producers Limited	2,835,745	55,581	2,835,745	57,849
Jamaica Teas Limited	33,672,997	69,366	38,477,401	113,508
Kingston Wharves Limited	424,567	12,737	482,213	19,048
Knutsford Express Services Limited	558,574	7,122	1,979,001	15,733
Lasco Distributors Limited	5,187,665	21,529	5,187,665	15,823
Lasco Financial Services Limited	3,074,206	5,902	3,424,331	9,588
Lasco Manufacturing Limited	178,984	927	178,984	788
Mailpac Group Limited	78,583,303	145,379	94,779,590	234,106
Margaritaville (Turks) Limited	-	-	99,450	1,663
Massy Holding's Limited	250,770	25,127	345,770	28,353
One-on-One Educational Services Ltd	-	-	673,072	1,084
One Great Studio Company Limited	25,031,000	27,033	-	-
NCB Financial Group Limited	1,639,968	114,765	1,950,359	175,533
Paramount Trading Jamaica Limited	23,214,998	39,930	23,179,119	41,954
PanJam Investments Limited	3,198,149	159,907	3,400,132	203,668
QWI Investments Limited	17,619,783	11,100	17,619,783	13,215
Proven Investments Limited	3,607,077	76,763	3,607,077	114,878
Sagicor Group Jamaica Limited	3,218,421	156,029	3,298,421	178,083
Sagicor Real Estate X Fund Limited	370,324	3,074	1,894,511	15,535
Sagicor Select Funds Limited	-	-	3,000,000	1,950
Salada Foods Jamaica Limited	10	-	10	-
Scotia Group Jamaica Limited	1,247,785	41,177	1,247,785	45,420
Seprod Limited	4,421,470	331,168	4,207,849	282,347
Sterling Investments Limited	4,017,877	9,844	4,017,877	11,250
Supreme Ventures Limited	4,139,613	109,700	4,139,613	111,770
Stationery and Office Supplies Limited	9,381,717	17,825	1,285,053	19,533
Sygnus Credit Investments Limited	5,845,185	65,817	6,847,648	91,759
Sygnus Credit Investments Limited	-	-	1,000	14
Balance carried forward to page 31	656,016,831	3,764,525	680,746,854	5,161,262

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

8. **INVESTMENT SECURITIES (CONT'D):**

Details of financial assets carried at fair value through profit or loss are as follows (cont'd):

(a) (i) **Quoted equities (cont'd)**

	2023 Units Held	2023 Value $'000	2022 Units Held	2022 Value $'000
Balance brought forward from page 30	656,016,831	3,764,525	680,746,854	5,161,262
The Limmers and Bards Limited	13,667,762	23,918	13,667,762	38,953
Victoria Mutual Wealth Management Limited	5,185,077	15,037	5,477,945	27,554
Wigton Windfarm Limited	-	-	1,000,000	550
Wisynco Group Limited	9,002,505	161,595	9,074,198	158,799
Royal Bank of Canada	964	13,046	964	13,185
	683,873,139	3,978,121	709,967,723	5,400,303

(a) (ii) **Preference shares**

	2023 Units Held	2023 Value $'000	2022 Units Held	2022 Value $'000
Productive Business Solutions 9.75% 2024	70,000	6,999	70,000	7,820
Interest accrued	-	116	-	120
	70,000	7,115	70,000	7,940
	683,943,139	3,985,236	710,037,723	5,408,243

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

8. **INVESTMENT SECURITIES (CONT'D):**

Details of financial assets carried at fair value through profit or loss are as follows (cont'd):

(b) **Benchmark investment notes**

	2023		2022	
	Nominal Value $'000	Carrying Value $'000	Nominal Value $'000	Carrying Value $'000
GOJ Variable Rate Benchmark Investment Notes 2023	-	-	900	901
GOJ Variable Rate Benchmark Investment Notes 2025	4,300	4,290	4,300	4,310
GOJ Variable Rate Benchmark Investment Notes 2035	1,278	1,275	1,278	1,281
	5,578	5,565	6,478	6,492
Interest accrued	-	23	-	39
	5,578	5,588	6,478	6,531

(c) **Unit Trust**

	2023		2022	
	Units Held	Carrying Value $'000	Units Held	Carrying Value $'000
Barita Unit Trust FX Growth Portfolio	-	-	432,466	54,711

9. **RECEIVABLES:**

	2023 $'000	2022 $'000
Dividend receivable	15,290	291

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

10. **RELATED PARTY TRANSACTIONS AND BALANCES:**

(a) **Transactions between the fund and its related parties**

	2023 $'000	2022 $'000
Management fees		
Barita Unit Trusts Management Company Limited	130,390	166,191
Interest income		
Barita Investments Limited	7,986	10,337

Interest income was earned from deposits and repurchase agreements placed with Barita Investments Limited.

(b) **Year end balances arising from transactions with related parties**

	2023 $'000	2022 $'000
Due from related party		
Barita Investments Limited	-	10,946
Due to related parties		
Barita Investments Limited	(20,792)	-
Barita Unit Trust Management Company Limited	(10,626)	(16,598)
	(31,418)	(16,598)
Cash and cash equivalents		
Deposit and interest receivable -		
Barita Investments Limited	-	78,132
Investment securities		
Quoted equities –		
Barita Investments Limited	376,641	738,571
Barita Unit Trust FX Growth Portfolio	-	54,711
Repurchase agreements –		
Barita Investments Limited	58,839	253,108

The amounts due to the fund manager, Barita Unit Trusts Management Company Limited, and Barita Investments Limited are unsecured and non-interest bearing.

BARITA UNIT TRUST CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

30 SEPTEMBER 2023

10. RELATED PARTY TRANSACTIONS AND BALANCES (CONT'D):

(b) **Year end balances arising from transactions with related parties (cont'd)**

	2023 $'000	2022 $'000
Due to related party-loan		
Barita Unit Trust Management Company Limited	304,537	-

This represents a Jamaican Dollars margin loan facility issued on the 27th February 2023 and repayable over 12 months, at an interest rate of 12%. The loan is secured by ordinary shares held by the Fund in publicly listed companies.

11. PAYABLES:

	2023 $'000	2022 $'000
Accruals	2,595	2,354
Other payables	32	5,545
	2,627	7,899

12. VALUATION OF UNITS:

Units are valued weekly at the prices prevailing at the close of business on the previous day.

Net Asset Value (NAV) Price

The Net Asset Value (NAV) Price is determined by dividing the value of the fund by the number of units in issue at the end of the period.

At year end, the fund consisted of 47,364,749 (2022 – 58,435,595) units.

	2023 $'000	2022 $'000
Net Assets Attributable to Unit Unitholders	3,740,273	5,821,948
Net Asset Value per unit	$78.967	$99.630