

# GUARDIAN ASSET MANAGEMENT

Series of Mutual Funds & Global Fund Solution

SEMI-ANNUAL REPORT - OCTOBER 31, 2012



**GUARDIAN**  
ASSET MANAGEMENT



THE GUARDIAN  
ASSET MANAGEMENT  
SERIES OF MUTUAL FUNDS

THE  
GLOBAL FUND  
SOLUTION

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The Trinidad and Tobago Securities and Exchange Commission has not in any way evaluated the merits of the securities offered hereunder and any representation to the contrary is an offense.

IMPORTANT INFORMATION CONCERNING THE INVESTMENT GOALS, RISKS, CHARGES AND EXPENSES IS CONTAINED IN THE PROSPECTUS, WHICH IS AVAILABLE AT ANY OF OUR GUARDIAN ASSET MANAGEMENT OFFICES, OR ON OUR WEBSITE AT [WWW.GUARDIANASSETMANAGEMENT.COM](http://WWW.GUARDIANASSETMANAGEMENT.COM). INVESTORS SHOULD CAREFULLY CONSIDER THIS INFORMATION BEFORE INVESTING. PERFORMANCE IS SUBJECT TO VARIATION AND IS LIKELY TO CHANGE OVER TIME. PAST PERFORMANCE SHOULD NOT BE TREATED AS AN INDICATOR OF FUTURE PERFORMANCE.

Dear Unit holder,

We are pleased to report on the performance of the Guardian Asset Management Series of Mutual Funds and the Global Fund Solution. The following is an overview of the performance, portfolio information and financial statements of each fund.

## CARIBBEAN SERIES OF MUTUAL FUNDS

### TTD Monthly Income Fund

Excess liquidity continues to be the defining factor of the local interest rate environment. The recent auction of the GOTT 2027 bond revealed that over TT\$7 billion had been waiting on the sidelines to be invested and resulted in a further decline of long-term interest rates. Investors and individuals alike are skeptical about the economic environment and still prefer to remain in cash than engage in major capital expenditure. The Central Bank of Trinidad and Tobago continues to do what it can to stimulate economic activity by reducing the Repo rate to 2.75% however the government needs to do more to encourage growth. The 2012/2013 National Budget included measures aimed at doing just that which included tax benefits for land developers. We wait to see the impact that these measures will have on the economy. At the time of writing, the TT Monthly Income Fund has a projected annualized rate of 1.75%. Over the six month review period the net assets of the Fund increased by 5.05% to TT\$ 645.95 million.

### USD Monthly Income Fund

USD fixed income investments also continue to offer very low income returns. The most recent stimulus measure enacted by the US Federal Reserve was an open ended bond purchasing programme dubbed Quantitative Easing 3 or QE3. This measure appears to be the final installment in a series of efforts aimed at reducing interest rates in an effort to reduce mortgage payments and thereby foster economic growth. The benchmark US 10 year rate is currently around 1.60%. Over the review period the projected annualized distribution rate of the USD Monthly Income Fund was reduced in line with general market rates, and is 1.50% as at the time of writing. During the last six months, the Fund's net assets decreased by 1.46% to US\$ 111.63 million.

### Pan Caribbean Balanced Fund

The Pan Caribbean Balanced Fund posted an attractive return of 6.93% over the six month period as domestically traded equities have done well in this low interest rate environment. In an effort to generate income, investors continued to turn to stocks which currently offer dividend yields that exceed some medium-term bond yields. Furthermore, some companies released attractive earnings results thereby fueling the positive investor sentiment. The Pan Caribbean Equity Fund continues to offer measured exposure to regional equity through its mix of fixed income and equities. As at October 2012, net assets of

the Fund stood at TT\$ 18.78 million, an increase of 9.60% over the six month review period.

## Emerging Markets Bond Fund

The Emerging Market Bond Fund performed quite well as emerging market bonds was a favoured asset class for global investors. In periods of risk aversion, declines in interest rates resulted in the appreciation of these higher yielding bonds while in periods of optimism these bonds again performed well. The Fund returned 4.00% over the six month period. Over the investment period the investment manager continued to increase participation in lower risk investments that are aimed at protecting investor value. Looking ahead, the US fiscal cliff is the most significant event facing the global markets.

## INTERNATIONAL SERIES OF MUTUAL FUNDS

### North American Equity Fund

The US equity market was one of the better performing global markets over the past six months as investors put an early flare up of political troubles in Europe on the back burner and focused on some improving economic statistics coming out of the US as well as the stimulation measures enacted by the US Federal Reserve. A loosening of the hard line stance by Germany on the stringent need for austerity and an agreement for open-ended bond purchasing by the ECB to support countries that apply for assistance did a lot to appease the markets in the 6 month period. The Fed's own open-ended bond purchasing programme was also welcomed. For the six month period ended October 2012, the S&P 500 Index rose 1.02%. Our risk minimization management style for the North American Equity Fund resulted in the Fund producing a better than market performance of 2.18%. At this time the market's attention has turned to the pending fiscal cliff post the 2012 presidential election. The associated spending cuts are anticipated to have a recessionary effect on the US economy. However we are optimistic that with the election settled, US lawmakers will be more willing to compromise to find a resolution prior to the December 31 2012 deadline.

### European Equity Fund

European equities were the best performing global equity class over the past six months due to the progress being made to address the sovereign debt crisis. The period began on shaky ground as austerity measures took their toll on political regimes. Discontent over austerity measures and rising unemployment produced extremely fragmented results in Greek elections and resulted in a second round of voting. In France, a new President was elected due to the unpopularity of austerity measures and anemic economic growth. In the Czech Republic, the coalition government fractured and in the Netherlands, the Prime Minister resigned for failure to command majority to also pass additional austerity measures. However the commitment by the ECB president that it will do all that it can to save the euro was a source of comfort for investors. The ECB followed up this signal with announcing the

agreement for an open ended bond purchasing programme for troubled nations' debt. Germany has definitely loosened its stance of strict austerity for Greece and the tone has turned from one of whether or not Greece will remain in the euro to one of what support will Germany agree to, to support the embattled country. This translated into a 2.33% gain for the MSCI Europe Index. Again our management philosophy bore fruit as the European Equity Fund produced an attractive return of 4.72%. In addition to the US fiscal cliff issue, valuations will be affected by the continuation of the European sovereign debt crisis with Greece and Spain in particular falling into the crosshairs from time to time.

### Asia-Pacific Rim Equity Fund

Unlike European stocks, their Asian counterparts were unable to recover from a sell off early in the six month period. Key interest rates in China were cut for the first time since 2008 and this was interpreted as a strong sign that the slowing growth in that country may be more severe than previously expected. The intensification of the European debt crisis, and weak data out of the US also contributed significantly to investor risk aversion. The MSCI Asia Pacific Index which roughly comprises of 35% Japanese, 15% Chinese and 15% Australian equities, declined 2.67% over the period. Although there are headwinds which include the US fiscal cliff and the continuation of the European sovereign debt crisis, we see attractive opportunities in this region which may greatly reward long-term investors. The Fund posted a negative return of 1.33% for the six months ended October 2012.

### BRIC Equity Fund

The emerging markets that comprise the BRIC nations were also negatively affected by investor risk aversion arising from a political shake up in Europe and early shaky data in the US. Early in the period India faced downgrade pressure as S&P indicated that it may be the first of the BRIC countries to lose its investment grade rating. The agency indicated that in its view, setbacks or reversals in India's path toward a more liberal economy could hurt its long-term growth prospects and, thus, its credit quality. This was a warning that was applicable to many emerging markets. The MSCI BRIC Index which roughly comprises 35% China and 33% Brazil, declined by 5.25% over the six month period. This market environment resulted in the BRIC Equity Fund declining 3.69% over the same period. Again, similar to the Asia-Pacific rim Equity Fund, we see attractive opportunities in the midst of the present volatility which may greatly reward long-term investors.

### New Economy Equity Fund

The risk minimization approach to the management of this Fund over the past 6 months yielded attractive results. The Fund's focus on consumer staples and high dividend yielding stocks enabled it to produce a smooth and positive return over the period. The conservatively managed New Economy Equity Fund therefore increased 3.43% over the period. It remains an attractive Fund for introducing investors into the world of

international equity investing with elements of risk minimization.

### Global Bond Fund

The Global Bond Fund appreciated 4.33% over the review period as US treasury rates declined from around 1.90% to 1.70% and has since further fallen to around 1.60%. Investors have generally front run the Fed's policy of purchasing treasuries and mortgage backed securities. Looking ahead, the Fund remains an attractive option for investors with a bearish view on the resolution of the fiscal cliff as well as those who are seeking to benefit from the income return and potential capital appreciation of fixed income instruments. With regards to the latter, the historically safe haven instruments that are included in this Fund should do well in a tail event scenario. This Fund is quite a useful addition to diversify any investment portfolio.

## THE GLOBAL FUND SOLUTION

### Conservative Fund

This Fund is tailored to the risk-averse investor, as such the target asset mix of the Fund will be focused mainly on investments in fixed income securities. Given the market environment, throughout the period, a defensive asset allocation strategy was adopted. During the review period, the Fund posted a modest return of 0.59%.

### Moderate Fund

This Fund is tailored to the average investor who prefers a balanced approach to risk; as such the target asset mix of the Fund will be a balanced approach to both fixed income and equity securities. Given the market environment, throughout the period, a defensive asset allocation strategy was adopted. During the review period, the Fund posted a return of 0.74%.

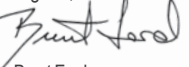
### Aggressive Fund

This Fund is tailored to the risk taker who prefers an above average approach to risk; as such the target asset mix of the Fund will be focused mainly on investments in equity securities. Given the market environment, throughout the period, a relatively defensive asset allocation strategy was adopted. During the review period, the Fund posted a return of 1.23%.

Guardian Asset Management Limited is committed to offering innovative and profitable investment solutions with unparalleled service. With our market **knowledge** and your **trust**, we will deliver the **results** you expect.

We thank you for your participation in the Guardian Asset Management Series of Mutual Funds and Global Fund Solution and we look forward to serving you in the future.

Regards,



Brent Ford  
Managing Director  
Guardian Asset Management Limited

## SUMMARY OF FUNDS

### PERFORMANCE

Fund	Class	NAV per unit 30-Apr-12	NAV per unit 31-Oct-12	Distribution 30-Apr-12	Holding Period Return	Fund Size (Net Assets)
<b>Caribbean Series of Mutual Funds</b>						
TTD Monthly Income Fund	A	TT\$10.00	TT\$10.00	---	1.93% <sup>2</sup>	TT\$645.9 M
USD Monthly Income Fund	A	US\$10.00	US\$10.00	---	1.63% <sup>2</sup>	US\$111.6 M
Pan Caribbean Balanced Fund	A/B	TT\$9.72	TT\$10.40	---	6.93%	TT\$18.8 M
Pan Caribbean Balanced Fund	C	TT\$9.99	TT\$10.74	---	7.51%	
Emerging Market Bond Fund	A/B	US\$9.44	US\$10.36	---	4.00%	US\$1.0 M
Emerging Market Bond Fund	C	US\$9.82	US\$10.35	---	5.46%	
<b>International Series of Mutual Funds</b>						
North American Equity Fund	A/B	US\$9.29	US\$9.50	---	2.18%	US\$2.4 M
North American Equity Fund	C	US\$9.71	US\$9.97	---	2.64%	
European Equity Fund	A/B	US\$7.89	US\$8.26	---	4.72%	US\$2.1 M
European Equity Fund	C	US\$8.30	US\$8.73	---	5.25%	
Asia-Pacific Rim Equity Fund	A/B	US\$8.81	US\$8.69	---	-1.33%	US\$2.4 M
Asia-Pacific Rim Equity Fund	C	US\$9.22	US\$9.18	---	-0.47%	
BRIC Equity Fund	A/B	US\$9.80	US\$9.44	---	-3.69%	US\$5.4 M
BRIC Equity Fund	C	US\$10.31	US\$9.98	---	-3.21%	
New Economy Fund	A/B	US\$7.76	US\$8.03	---	3.43%	US\$0.9 M
New Economy Fund	C	US\$8.07	US\$8.47	---	4.87%	
Global Bond Fund	A/B	US\$9.98	US\$10.41	---	4.33%	US\$1.4 M
Global Bond Fund	C	US\$10.43	US\$11.04	---	5.90%	
<b>Global Fund Solution</b>						
Conservative Fund	A/B	US\$10.24	US\$10.30	US\$0.06	1.17%	US\$1.0 M
Moderate Fund	A/B	US\$9.98	US\$10.05	---	0.74%	US\$1.1 M
Aggressive Fund	A/B	US\$9.54	US\$9.66	---	1.23%	US\$3.1 M

<sup>2</sup> 12-Month Historical Return as at October 31, 2012

## CARIBBEAN SERIES OF MUTUAL FUNDS

### TTD MONTHLY INCOME FUND

#### INVESTMENT OBJECTIVE

The investment objectives of the Fund are to earn high income and provide capital preservation by investing in a range of investment and non-investment grade fixed income securities, which will be primarily denominated in TTD; however other foreign currencies such as USD, Euros and Sterling may be included. Unit holder approval is required before any changes can be made to this investment objective.

Over the six month period, the value of the TTD Monthly Income Fund increased by 5.05% to TT\$ 645.95 million.

#### PERFORMANCE SUMMARY

The information contained herein relates to the period October 31, 2011 to October 31, 2012.

Return (Nominal)	As at October 31, 2012
12-Month Historical	1.93%

#### PORTFOLIO SUMMARY

Asset Mix	Portfolio %
T&T Government Bonds	31.51%
Short-term Investments\ Money Market	28.43%
Corporate Bonds\Structured Products	19.11%
Cash	17.33%
Regional & International Bonds USD	3.62%
	<b>100.00%</b>
Country Mix	Portfolio %
Trinidad	96.38%
Aruba	1.64%
Costa Rica	0.77%
Dominican Republic	0.64%
Jamaica	0.36%
Barbados	0.21%
	<b>100.00%</b>
Currency Mix	Portfolio %
TTD	89.22%
USD	10.78%
	<b>100.00%</b>

### USD MONTHLY INCOME FUND

#### INVESTMENT OBJECTIVE

The investment objectives of the Fund are to earn high income and provide capital preservation by investing in a range of investment and non-investment grade fixed income securities, which will be primarily denominated in USD; however other foreign currencies such as TTD, Euros and Sterling may be included. Unit holder approval is required before any changes can be made to this investment objective.

Over the six month period, the fund value of the USD Monthly Income Fund decreased by 1.46% to US\$ 111.63 million.

#### PERFORMANCE SUMMARY

The information contained herein relates to the period October 31, 2011 to October 31, 2012.

Return (Nominal)	As at October 31, 2012
12-Month Historical	1.63%

#### PORTFOLIO SUMMARY

Asset Mix	Portfolio %
Bonds	78.34%
Alternative Investments	17.25%
Cash\ Short Term	4.41%
	<b>100.00%</b>

Country Mix	Portfolio %
Trinidad	50.66%
Barbados	9.58%
Jamaica	8.64%
United States	8.89%
Aruba	5.83%
Dominican Republic	4.31%
El Salvador	1.30%
Other	10.79%
	<b>100.00%</b>

Currency Mix	Portfolio %
USD	99.86%
TTD	0.14%
	<b>100.00%</b>

### PAN CARIBBEAN BALANCED FUND

#### INVESTMENT OBJECTIVE

The investment objective of the Fund is to achieve a balance between long term capital growth and income by investing at least 80% of the fund's assets in shares of companies located in Pan Caribbean countries, in a range of investment grade and/or non-investment grade fixed income securities of Pan Caribbean countries. For purposes of the fund's investments, Pan Caribbean countries include but are not limited to the following countries in the Caribbean, South America and Central America: Argentina, Aruba, Barbados, Belize, Brazil, Chile, Colombia, Costa Rica, countries in the Eastern Caribbean, Curacao, Dominican Republic, Jamaica, Mexico, Panama, Peru, Trinidad and Tobago and Venezuela. Unit holder approval is required before any changes can be made to this investment objective.

Over the review period ended October 2012, the fund value of the Pan Caribbean Balanced Fund increased by 9.60% to TT\$ 18.78 million.

## PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012

Class	NAV Apr, 30 2012	NAV Oct, 31 2012	Holding Period Return
A/B	9.72	10.40	6.93%
C	9.99	10.74	7.51%

Fund Inception: November 30, 2005

## PORTFOLIO SUMMARY

Asset Mix	Portfolio %
Equities	47.59%
Cash	39.65%
Fixed Income	12.76%
	<b>100.00%</b>

Country Mix	Portfolio %
Trinidad	69.28%
United States	19.87%
Barbados	6.70%
Dutch Caribbean	3.41%
Belize	0.74%
	<b>100.00%</b>

Currency Mix	Portfolio %
TTD	76.72%
USD	23.28%
	<b>100.00%</b>

Top 5 Holdings	% of Portfolio Net Assets
Scotiabank Trinidad and Tobago	9.20%
National Enterprises Limited	7.20%
First Caribbean International Bank	6.70%
Republic Bank Limited	6.50%
Guardian Holdings Limited	5.70%

## THE EMERGING MARKETS BOND FUND

### INVESTMENT OBJECTIVE

The investment objective of the Fund is to maximize your total return, consisting of a combination of interest income and capital appreciation. The Fund shall invest at least 80% of its assets in a range of investment grade and non-investment grade fixed income securities of issuers in emerging markets including cash, bonds, debentures, notes or similar instruments representing indebtedness, that have a remaining term to maturity of more than one year.

For the purpose of the Fund's investments, Emerging Market countries include but are not limited to countries in the Caribbean, South America, Central America, Asia- Pacific Rim and Emerging Europe. Unit holder approval is required before any changes can be made to this investment objective.

As at October 31, 2012, the fund value of the Emerging Market Bond Fund stood at US\$ 0.97 million, a decrease of 8.20% over the six month period.

## PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr, 30 2012	NAV Oct, 31 2012	Holding Period Return
A/B	9.44	9.82	4.00%
C	9.82	10.35	5.46%

Fund Inception: December 3, 2007

## PORTFOLIO SUMMARY

Country Mix	Portfolio %
Cash/Cash Equivalents	15.01%
Mexico	7.05%
US	6.79%
Venezuela	5.30%
Russia	4.16%
Brazil	3.67%
Turkey	2.36%
France	0.09%
Australia	0.08%
Other Emerging Markets	55.49%
	<b>100.00%</b>

Top 10 Holdings	Portfolio %
GAM USD Monthly Income Fund	8.94%
Cash	6.07%
Petroleos de Venezuela 8.50 11/02/17	1.21%
Venezuela 9.25 09/15/27	1.12%
Russia 5.625 04/04/42	1.03%
Nigeria 0 02/21/13	0.93%
Perusahaan Listrik Negara 7.75 01/20/20	0.91%
Russia 5 04/29/20	0.86%
Russia 7.50 03/31/30	0.85%
Vnesheconombank 6.902 07/09/20	0.84%

## INTERNATIONAL SERIES OF MUTUAL FUNDS

### NORTH AMERICAN EQUITY FUND

#### INVESTMENT OBJECTIVE

The investment objective of the Fund is to maximize long-term capital growth by investing at least 80% of the Fund's assets in shares of US, Canadian and Mexican companies. For purposes of the Fund's investments, North American countries include but are not limited to the following countries: Canada, the United States of America and Mexico. Unit holder approval is required before any changes can be made to this investment objective.

## EUROPEAN EQUITY FUND

Over the six month period ended October 2012, the fund value of the North American Equity Fund decreased by 3.56% to US\$2.44 million.

### PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr. 30 2012	NAV Oct. 31 2012	Holding Period Return
A/B	9.29	9.50	2.18%
C	9.71	9.97	2.64%

Fund Inception: December 1, 2005

### PORTFOLIO SUMMARY

Country Mix	Portfolio %
US	81.94%
Cash	16.78%
Other	1.28%
	<b>100.00%</b>

Asset Mix	Portfolio %
Equities	83.22%
Cash	16.78%
	<b>100.00%</b>

Stock Style Mix	Portfolio %
Large Core	27.46%
Large Growth	22.47%
Large Value	21.64%
Small/Mid-Cap Value	5.83%
Small/Mid-Cap Core	3.33%
Small/Mid-Cap Growth	2.50%
Other	16.78%
	<b>100.00%</b>

Sector Mix	Portfolio %
Consumer Defensive	23.73%
Technology	11.45%
Financial Services	9.30%
Healthcare	7.83%
Industrials	7.57%
Energy	7.25%
Consumer Cyclical	6.54%
Utilities	3.13%
Communication Services	3.10%
Basic Materials	2.06%
Real Estate	1.24%
Other	16.78%
	<b>100.00%</b>

Top 10 Holdings	% of Portfolio
Procter & Gamble Co	3.18%
Apple Inc	2.74%
Philip Morris International, Inc.	2.45%
Coca-Cola Co	2.43%
Exxon Mobil Corporation	2.11%
Wal-Mart Stores Inc	2.04%
PepsiCo Inc	1.26%
General Electric Co	1.14%
Chevron Corp	1.14%
Microsoft Corporation	1.13%

### INVESTMENT OBJECTIVE

The investment objective of the Fund is to maximize long-term capital growth by investing at least 80% of the Fund's assets in shares of companies located in European countries. For purposes of the Fund's investments, European countries include but are not limited to the following countries: Austria, Belgium, Croatia, Denmark, Finland, France, Germany, Hungary, Ireland, Italy, Netherlands, Norway, Poland, Portugal, Russia, Spain, Sweden, Switzerland, Turkey and the United Kingdom. Unit holder approval is required before any changes can be made to this investment objective.

Over the six month period ended October 2012, the fund value of the European Equity Fund decreased by 0.75% to US\$2.11 million.

### PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr. 30 2012	NAV Oct. 31 2012	Holding Period Return
A/B	7.89	8.26	4.72%
C	8.30	8.73	5.25%

Fund Inception: December 1, 2005

### PORTFOLIO SUMMARY

Stock Style Mix	Portfolio %
Large Value	26.07%
Large Core	23.62%
Large Growth	21.99%
Small/Mid-Cap Value	3.26%
Small/Mid-Cap Core	3.26%
Small/Mid-Cap Growth	2.44%
Other	19.35%
	<b>100.00%</b>

Asset Mix	Portfolio %
Equities	81.46%
Cash	18.54%
	<b>100.00%</b>

Sector Mix	Portfolio %
Financial Services	14.05%
Consumer Defensive	13.35%
Healthcare	11.62%
Energy	9.42%
Industrials	8.59%
Basic Materials	7.14%
Consumer Cyclical	6.22%
Communication Services	4.94%
Utilities	3.14%
Technology	2.13%
Real Estate	0.84%
Other	18.56%
	<b>100.00%</b>



Country Mix	Portfolio %	Stock Style Mix	Portfolio %
United Kingdom	27.55%	Large Core	26.08%
Switzerland	18.58%	Large Value	23.56%
Cash	18.54%	Large Growth	22.72%
France	8.49%	Small/Mid-Cap Value	5.05%
Germany	7.71%	Small/Mid-Cap Core	3.37%
Netherlands	5.69%	Small/Mid-Cap Growth	1.68%
Sweden	2.98%	Other	17.54%
US	0.00%		<b>100.00%</b>
Other	10.46%		

Top 10 Holdings	% of Portfolio
Nestle SA	4.04%
Royal Dutch Shell PLC Class A	3.02%
Novartis AG	2.62%
Roche Holding AG	2.55%
HSBC Holdings PLC	2.29%
Vodafone Group PLC	1.93%
BP PLC	1.78%
GlaxoSmithKline PLC	1.60%
British American Tobacco PLC	1.38%
BG Group PLC	0.98%

Sector Mix	Portfolio %
Financial Services	23.09%
Technology	11.86%
Industrials	11.28%
Consumer Cyclical	10.17%
Basic Materials	6.51%
Consumer Defensive	5.13%
Real Estate	4.80%
Communication Services	3.95%
Energy	3.82%
Healthcare	2.15%
Utilities	1.37%
Other	15.87%
	<b>100.00%</b>

## ASIA-PACIFIC RIM EQUITY FUND

### INVESTMENT OBJECTIVE

The investment objective of the fund is to maximize long-term capital growth by investing at least 80% of the Fund's assets in shares of companies located in Asia and the Pacific Rim. For purposes of the Fund's investments, Asian and Pacific Rim countries include but are not limited to the following countries: Australia, Hong Kong, India, Indonesia, Japan, Korea, Malaysia, the People's Republic of China, Pakistan, Philippines, Singapore, Sri Lanka, Taiwan and Thailand. Unit holder approval is required before any changes can be made to this investment objective.

Over the six month period ended October 2012, the fund value of the Asia-Pacific Rim Equity Fund decreased by 4.90% to US\$2.42 million.

### PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr, 30 2012	NAV Oct, 31 2012	Holding Period Return
A/B	8.81	8.69	-1.33%
C	9.22	9.18	-0.47%

Fund Inception: December 1, 2005

### PORTFOLIO SUMMARY

Asset Mix	Portfolio %
Equities	84.14%
Cash	15.86%
	<b>100.00%</b>

Country Mix	Portfolio %
Japan	31.37%
Cash	15.86%
Australia	9.12%
China	7.94%
Taiwan	7.83%
South Korea	4.41%
India	3.34%
Hong Kong	1.79%
Malaysia	1.39%
Other	16.95%
	<b>100.00%</b>

Top 10 Holdings	% of Portfolio
Toyota Motor Corp	1.80%
Commonwealth Bank of Australia	1.30%
Samsung Electronics Co Ltd	1.24%
BHP Billiton Ltd	1.13%
Sumitomo Mitsui Financial Group Inc	1.12%
Australia and New Zealand Banking Group Limited	1.09%
Mizuho Financial Group Inc	0.81%
Hon Hai Precision Ind. Co., Ltd.	0.79%
Mitsui Fudosan Co., Ltd.	0.78%
Mitsubishi Estate	0.78%

## BRIC EQUITY FUND

### INVESTMENT OBJECTIVE

The investment objective of the Fund is to maximize long-term capital growth by investing at least 80% of the Fund's assets in shares of companies located in Brazil, Russia, India and Greater China (including Hong Kong and Taiwan) (BRIC) as well as companies that derive a significant proportion of their

revenues or profits from BRIC economies or have a significant portion of their assets there. Investments in emerging markets are subject to a higher degree of risk. Unit holder approval is required before any changes can be made to this investment objective.

Over the six month period ended October 2012, the fund value of the BRIC Equity Fund decreased by 5.40% to US\$5.37 million.

## PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr, 30 2012	NAV Oct, 31 2012	Holding Period Return
A/B	9.80	9.44	-3.69%
C	10.31	9.98	-3.21%

Fund Inception: August 4, 2006

## PORTFOLIO SUMMARY

Asset Mix	Portfolio %
Equities	84.92%
Cash	15.08%
	<b>100.00%</b>

Country Mix	Portfolio %
Brazil	28.51%
China	24.95%
Cash	15.08%
India	14.13%
Russia	9.05%
Hong Kong	8.19%
Other	0.09%
	<b>100.00%</b>

Sector Mix	Portfolio %
Financial Services	21.31%
Energy	16.60%
Basic Materials	11.26%
Consumer Defensive	7.48%
Communication Services	6.68%
Technology	5.48%
Industrials	5.27%
Consumer Cyclical	4.28%
Utilities	3.11%
Real Estate	2.09%
Healthcare	1.37%
Other	15.08%
	<b>100.00%</b>

Stock Style Mix	Portfolio %
Large Core	26.33%
Large Value	24.63%
Large Growth	24.63%
Small/Mid-Cap Value	4.25%
Small/Mid-Cap Growth	3.40%
Small/Mid-Cap Core	1.70%
Other	15.08%
	<b>100.00%</b>

Top 10 Holdings	% of Portfolio
Vale SA	2.79%
China Mobile Ltd.	2.63%
China Construction Bank Corp H Shares	2.19%
Petroleo Brasileiro SA Petrobras	1.95%
Gazprom OAO	1.95%
Industrial And Commercial Bank Of China Ltd.	1.74%
CNOOC, Ltd.	1.51%
Tencent Holdings Ltd.	1.40%
Itau Unibanco Holding S.A.	1.38%

## NEW ECONOMY EQUITY FUND

### INVESTMENT OBJECTIVE

The investment objective of the Fund is to provide long-term growth of capital by investing at least 80% of the Fund's assets in shares of companies involved in the new economy. Companies in the new global economy include but not limited to, those involved in the fields of telecommunications, computer systems and software, the Internet, broadcasting and publishing, energy, health care, bio-technology, advertising, leisure, tourism, financial services, distribution and transportation, environment, recycling, new energy and instrumentation. Unit holder approval is required before any changes can be made to this investment objective.

As at October 31, 2012 the value of the New Economy Fund stood at US\$ 0.90 million.

### PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr, 30 2012	NAV Oct, 31 2012	Holding Period Return
A/B	7.76	8.03	3.43%
C	8.07	8.47	4.87%

Fund Inception: December 3, 2007

## PORTFOLIO SUMMARY

Sector Mix	Portfolio %
Consumer Defensive	38.92%
Financial Services	7.86%
Technology	7.62%
Industrials	7.06%
Energy	5.62%
Healthcare	5.12%
Consumer Cyclical	4.82%
Utilities	3.86%
Communication Services	2.00%
Real Estate	1.53%
Basic Materials	1.43%
Other	14.15%
	<b>100.00%</b>

<b>Country Mix</b>	<b>Portfolio %</b>
North America	82.72%
Cash	14.15%
UK/ Western Europe	0.33%
Other	2.80%
	<b>100.00%</b>

<b>Stock Style Mix</b>	<b>Portfolio %</b>
Large Core	27.47%
Large Value	20.60%
Large Growth	17.17%
Small/Mid-Cap Value	11.16%
Small/Mid-Cap Core	6.87%
Small/Mid-Cap Growth	2.58%
Other	14.15%
	<b>100.00%</b>

<b>Top 10 Holdings</b>	<b>Portfolio %</b>
Procter & Gamble Co	5.04%
Philip Morris International, Inc.	3.89%
Coca-Cola Co	3.75%
Wal-Mart Stores Inc	2.99%
Exxon Mobil Corporation	1.74%
CVS Caremark Corp	1.68%
PepsiCo Inc	1.52%
Altria Group Inc.	1.47%
Apple Inc	1.20%
Costco Wholesale Corporation	1.18%

## PORTFOLIO SUMMARY

<b>Country Mix</b>	<b>Portfolio %</b>
US	22.07%
Cash/Cash Equivalents	9.89%
South Korea	6.80%
Poland	4.16%
U.K.	3.87%
Malaysia	3.79%
Japan	3.63%
Hungary	2.71%
France	1.58%
Spain	0.19%
Norway	0.14%
Other	40.65%
	<b>100.00%</b>

<b>Top 10 Holdings</b>	<b>% of Portfolio</b>
GAM USD Monthly Income Fund	9.16%
Gold Tonnes	5.93%
South Korea 4.25 12/10/12	1.51%
South Korea 4 06/10/12	1.20%
Japan 1.7 06/20/33 #11	1.03%
South Korea 3 12/10/13	1.03%
Freddie Mac 3.5 9/12	0.96%
Sweden 5.50 10/08/12	0.91%
Japan 1.1 06/20/21 #316	0.89%
South Korea 3.75 06/10/13	0.89%

## GLOBAL BOND FUND

### INVESTMENT OBJECTIVE

The investment objective of the Fund is to maximize total return, consisting of a combination of interest income and capital appreciation, by investing at least 80% of the Fund's assets in fixed income securities worldwide including cash, bonds, debentures, notes or similar instruments representing indebtedness, that have a remaining term to maturity of more than one year. Unit holder approval is required before any changes can be made to this investment objective.

As at October 31 2012, the fund value of the Global Bond Fund stood at US\$1.41 million.

### PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr. 30 2012	NAV Oct. 31 2012	Holding Period Return
A/B	9.98	10.41	4.33%
C	10.43	11.04	5.90%

Fund Inception: December 3, 2007

## GLOBAL FUND SOLUTION

### CONSERVATIVE FUND

### INVESTMENT OBJECTIVE

The investment objective of the Fund is to preserve investment capital and generate income. The fund would invest in units of Guardian Asset Management Mutual Funds, with an emphasis on a basket of mutual funds which seek to preserve capital and generate income. The fund may also invest directly in money market, fixed income, equity securities and other mutual funds. Unit holder approval is required before any changes can be made to this investment objective.

Over the six month period ended October 2012, the fund value of the Conservative Fund decreased by 2.13% to US\$1.00 million.

### PERFORMANCE SUMMARY

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr. 30 2012	NAV Oct. 31 2012	Holding Period Return
A/B	10.24	10.30	1.17%

Fund Inception: February 16, 2007

**PORTFOLIO SUMMARY**

Asset Mix	Portfolio %
Fixed Income	80.37%
Equity	19.63%
	<b>100.00%</b>

Country Mix	Portfolio %
Trinidad	35.49%
United States	18.66%
Aruba	13.09%
Barbados	6.71%
Jamaica	6.05%
Dominican Republic	3.02%
United Kingdom	1.24%
Japan	1.16%
Canada	0.71%
Australia	0.55%
Cash	-0.19%
Other	13.51%
	<b>100.00%</b>

Top 5 Holdings	% of Portfolio Net Assets
Fatum N.V 5.2% due 2016	12.90%
GOTT Bond due 2027	10.79%
Rep. of T&T US\$ Bond due 2020	6.90%
Government of Barbados 7% due 2022	4.08%
National Gas 6.05% due 2036	3.36%

**PORTFOLIO SUMMARY**

Asset Mix	Portfolio %
Fixed Income	56.11%
Equity	43.89%
	<b>100.00%</b>

Country Mix	Portfolio %
United States	30.69%
Trinidad	24.79%
Aruba	8.94%
Barbados	4.69%
Jamaica	4.23%
United Kingdom	2.71%
Japan	2.54%
Dominican Republic	2.11%
Canada	1.55%
Switzerland	1.26%
Australia	1.20%
Other	15.29%
	<b>100.00%</b>

Top 5 Holdings	% of Portfolio Net Assets
Fatum N.V 5.2% due 2016	8.81%
GOTT Bond due 2027	7.54%
Rep. Of T&T US\$ Bond due 2020	4.82%
Government of Barbados 7% due 2022	2.85%
National Gas 6.05% due 2036	2.35%

**MODERATE FUND****INVESTMENT OBJECTIVE**

The investment objective of the Fund is to generate a reasonable rate of return while also providing the opportunity for capital growth. The Fund would invest in units of Guardian Asset Management Mutual Funds, with an emphasis on mutual funds which seek to generate a reasonable rate of return while also providing the opportunity for capital growth. The fund may also invest directly in money market, fixed income, equity securities and other mutual funds. Unit holder approval is required before any changes can be made to this investment objective.

**PERFORMANCE SUMMARY**

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr, 30 2012	NAV Oct, 31 2012	Holding Period Return
A/B	9.98	10.05	0.74%

Fund Inception: February 16, 2007

**AGGRESSIVE FUND****INVESTMENT OBJECTIVE**

The investment objective of the Fund is to maximize long-term capital growth. The Fund would invest in units of the Guardian Asset Management Mutual Funds, with an emphasis on mutual funds which focus on equities for greater potential capital growth. The Fund may also invest directly in money market, fixed income, equity securities and other mutual funds. Unit holder approval is required before any changes can be made to this investment objective.

Over the six month period ended October 2012, the fund value of the Aggressive Fund decreased 11.31% to US\$3.06 million.

**PERFORMANCE SUMMARY**

The information contained herein relates to the period April 30, 2012 to October 31, 2012.

Class	NAV Apr, 30 2012	NAV Oct, 31 2012	Holding Period Return
A/B	9.54	9.66	1.23%

Fund Inception: February 16, 2007

## PORTFOLIO SUMMARY

<b>Asset Mix</b>	<b>Portfolio %</b>
Equity	77.16%
Fixed Income	22.84%
	<b>100.00%</b>

<b>Country Mix</b>	<b>Portfolio %</b>
United States	47.79%
Trinidad	9.50%
Aruba	4.68%
United Kingdom	4.68%
Japan	4.59%
Canada	2.58%
Switzerland	2.08%
Australia	2.05%
Barbados	1.80%
Jamaica	1.62%
Dominican Republic	0.81%
Cash	-0.98%
Other	18.80%
	<b>100.00%</b>

<b>Top 5 Holdings</b>	<b>% of Portfolio</b>
Fatum N.V 5.2% due 2016	4.63%
GOTT Bond due 2027	2.89%
Apple Inc	1.91%
Rep. Of T&T US\$ Bond due 2020	1.85%
MST Contingent Inc Sec 2020	1.49%

# Mutual Funds Summary Financial Statements - 31 October 2012

## The Caribbean Series of Mutual Funds - The TTD Monthly Income Fund Statement Of Financial Position (Expressed in Trinidad & Tobago Dollars)

	Unaudited 31 October 2012 \$	Audited 30 April 2012 \$
<b>Assets</b>		
Financial assets available-for-sale	574,255,054	566,590,401
Loans and other receivables	6,538,082	6,559,382
Cash and cash equivalents	66,537,789	43,083,450
<b>Total Assets</b>	<u>647,330,925</u>	<u>616,233,233</u>
<b>Liabilities</b>		
Derivative financial liabilities	(74,100)	(21,601)
Management fees payable	(901,674)	(821,956)
Payables and accruals	(407,955)	(500,920)
<b>Total Liabilities</b>	<u>(1,383,729)</u>	<u>(1,344,477)</u>
<b>Net Assets Attributable To Unitholders</b>	<u>645,947,196</u>	<u>614,888,756</u>
<b>Represented By:</b>		
Unitholders' capital	584,927,819	568,143,240
Retained earnings	15,066,571	12,182,955
Investment revaluation reserve	45,952,806	34,562,561
	<u>645,947,196</u>	<u>614,888,756</u>

## Statement Of Comprehensive Income (Expressed in Trinidad & Tobago Dollars)

	Unaudited 31 October 2012 \$	Audited 30 April 2012 \$
<b>Income Statement:</b>		
<b>Income</b>		
Interest income	13,249,195	25,945,339
Impairment of financial assets available-for-sale	–	(851,602)
Net realised gains on disposal of financial assets available-for-sale	1,368,479	1,047,287
Net (losses)/gains on derivative financial instruments	(49,413)	1,049,590
<b>Total Income</b>	<u>14,568,261</u>	<u>27,190,614</u>
<b>Expenses</b>		
Management fees	(5,789,598)	(10,132,207)
Other administrative expenses	(438,258)	(617,408)
<b>Total Expenses</b>	<u>(6,227,856)</u>	<u>(10,749,615)</u>
<b>Profit For The Period</b>	<u>8,340,405</u>	<u>16,440,999</u>
<b>Other Comprehensive Income:</b>		
Financial assets available-for-sale:		
Fair value gains during the period	12,758,724	20,466,452
Fair value gains transferred to income statement	(1,368,479)	(1,047,287)
Impairment losses transferred to income statement	–	851,602
<b>Other Comprehensive Income For The Period</b>	<u>11,390,245</u>	<u>20,270,767</u>
<b>Total Comprehensive Income For The Period</b>	<u>19,730,650</u>	<u>36,711,766</u>

Statement Of Changes In Net Assets Attributable To Unitholders (Expressed in Trinidad & Tobago Dollars)

	Unitholders' Capital \$	Retained Earnings \$	Investment Revaluation Reserve \$	Total \$
At 31 October 2012 - Unaudited				
Balance at beginning of Period	568,143,240	12,182,955	34,562,561	614,888,756
Subscriptions	87,055,223	--	--	87,055,223
Redemptions	(70,270,644)	--	--	(70,270,644)
Profit for the period	--	8,340,405	--	8,340,405
Distributions to unitholders	--	(5,456,789)	--	(5,456,789)
Other comprehensive income for the period	--	--	11,390,245	11,390,245
Balance at end of Period	<u>584,927,819</u>	<u>15,066,571</u>	<u>45,952,806</u>	<u>645,947,196</u>
At 30 April 2012 - Audited				
Balance at beginning of Period	575,858,161	7,340,265	14,291,794	597,490,220
Subscriptions	212,942,344	--	--	212,942,344
Redemptions	(220,657,265)	--	--	(220,657,265)
Profit for the period	--	16,440,999	--	16,440,999
Distributions to unitholders	--	(11,598,309)	--	(11,598,309)
Other comprehensive income for the period	--	--	20,270,767	20,270,767
Balance at end of Period	<u>568,143,240</u>	<u>12,182,955</u>	<u>34,562,561</u>	<u>614,888,756</u>

**The Caribbean Series of Mutual Funds - The USD Monthly Income Fund**

Statement Of Financial Position (Expressed in United States Dollars)

	Unaudited 31 October 2012 \$	Audited 30 April 2012 \$
<b>Assets</b>		
Financial assets available-for-sale	102,242,376	101,410,665
Loans and other receivables	1,945,950	2,054,758
Cash and cash equivalents	<u>7,880,379</u>	<u>10,027,971</u>
<b>Total Assets</b>	<u>112,068,705</u>	<u>113,493,394</u>
<b>Liabilities</b>		
Derivative financial liabilities	(169,118)	(101,333)
Management fees payable	(190,183)	--
Payables and accruals	<u>(74,730)</u>	<u>(98,450)</u>
<b>Total Liabilities</b>	<u>(434,031)</u>	<u>(199,783)</u>
<b>Net Assets Attributable To Unitholders</b>	<u>111,634,674</u>	<u>113,293,611</u>
<b>Represented By</b>		
Unitholders' capital	100,071,938	103,681,856
Retained earnings	4,092,554	3,430,213
Investment revaluation reserve	<u>7,470,182</u>	<u>6,181,542</u>
	<u>111,634,674</u>	<u>113,293,611</u>

Statement of Comprehensive Income (Expressed in United States Dollars)

	Unaudited 31 October 2012 \$	Audited 30 April 2012 \$
<b>Income Statement:</b>		
<b>Income</b>		
Interest income	3,018,482	6,001,731
Impairment of financial assets available-for-sale	--	(1,498,582)
Net realised gains on disposal of financial assets available-for-sale	133,735	30,770
Net (losses)/gains on derivative financial instruments	(4,479)	124,885
<b>Total Income</b>	<u>3,147,738</u>	<u>4,658,804</u>
<b>Expenses</b>		
Management fees	(1,606,449)	(2,319,426)
Other administrative expenses	(87,110)	(151,650)
<b>Total Expenses</b>	<u>(1,693,559)</u>	<u>(2,471,076)</u>
<b>Profit For The Period</b>	<u>1,454,179</u>	<u>2,187,728</u>
<b>Other Comprehensive Income:</b>		
Financial assets available-for-sale:		
Fair value gains during the Period	1,422,375	578,085
Fair value gains transferred to income statement	(133,735)	(30,770)
Impairment losses transferred to income statement	--	1,498,582
<b>Other Comprehensive Income For The Period</b>	<u>1,288,640</u>	<u>2,045,897</u>
<b>Total Comprehensive Income For The Period</b>	<u>2,742,819</u>	<u>4,233,625</u>

Statement Of Changes In Net Assets Attributable To Unitholders (Expressed in United States Dollars)

	Unitholders' Capital \$	Retained Earnings \$	Investment Revaluation Reserve \$	Total \$
<b>At 31 October 2012 - Unaudited</b>				
Balance at beginning of Period	103,681,856	3,430,213	6,181,542	113,293,611
Subscriptions	9,939,675	--	--	9,939,675
Redemptions	(13,549,593)	--	--	(13,549,593)
Profit for the period	--	1,454,179	--	1,454,179
Distributions to unitholders	--	(791,838)	--	(791,838)
Other comprehensive income for the period	--	--	1,288,640	1,288,640
	<u>100,071,938</u>	<u>4,092,554</u>	<u>7,470,182</u>	<u>111,634,674</u>
Balance at end of Period				
<b>At 30 April 2012 - Audited</b>				
Balance at beginning of Period	103,445,346	3,173,901	4,135,645	110,754,892
Subscriptions	43,264,209	--	--	43,264,209
Redemptions	(43,027,699)	--	--	(43,027,699)
Profit for the period	--	2,187,728	--	2,187,728
Distributions to unitholders	--	(1,931,416)	--	(1,931,416)
Other comprehensive income for the period	--	--	2,045,897	2,045,897
	<u>103,681,856</u>	<u>3,430,213</u>	<u>6,181,542</u>	<u>113,293,611</u>
Balance at end of Period				



## The Caribbean Series of Mutual Funds - The Pan Caribbean Balanced Fund

Statement Of Financial Position (Expressed in Trinidad & Tobago Dollars)

	Unaudited 31 October 2012 \$	Audited 30 April 2012 \$
<b>Assets</b>		
Financial assets available-for-sale	18,947,607	17,934,862
Other receivables	122	718
<b>Total Assets</b>	<u>18,947,729</u>	<u>17,935,580</u>
<b>Liabilities</b>		
Derivative financial liabilities	(41,822)	(41,966)
Management fees payable	(29,737)	(26,107)
Payables and accruals	(10,729)	(13,542)
Bank overdraft	(88,511)	(721,927)
<b>Liabilities (excluding net assets attributable to unitholders)</b>	<u>(170,799)</u>	<u>(803,542)</u>
<b>Net Assets Attributable To Unitholders</b>	<u>18,776,930</u>	<u>17,132,038</u>
<b>Represented By:</b>		
Net assets attributable to unitholders (excluding investment revaluation reserve)	15,994,945	15,638,652
Investment revaluation reserve	2,781,985	1,493,386
	<u>18,776,930</u>	<u>17,132,038</u>

## Statement Of Comprehensive Income (Expressed in Trinidad & Tobago Dollars)

	Unaudited 31 October 2012 \$	Audited 30 April 2012 \$
<b>Income Statement:</b>		
<b>Income</b>		
Interest income	113,699	174,891
Dividend income	149,626	281,884
Impairment of available-for-sale equity securities	(158,500)	(57,857)
Net realised (losses)/gains on disposal of financial assets available-for-sale	(361,487)	318,413
Net gains on derivative financial instruments	123,363	406,616
<b>Total Income</b>	<u>(131,299)</u>	<u>1,123,947</u>
<b>Expenses</b>		
Management fees	(159,287)	(291,725)
Other administrative expenses	(14,370)	(19,503)
<b>Total Expenses</b>	<u>(173,657)</u>	<u>(311,228)</u>
<b>(Loss)/Profit Before Taxation</b>	(304,956)	812,719
<b>Taxation</b>		
Withholding taxes	(313)	(1,202)
<b>(Loss)/Profit For The Period</b>	<u>(305,269)</u>	<u>811,517</u>
<b>Other Comprehensive Income:</b>		
Financial assets available-for-sale:		
Fair value gains during the Period	768,612	201,429
Fair value losses/(gains) transferred to income statement	361,487	(318,413)
Impairment losses transferred to income statement	158,500	57,857
<b>Other Comprehensive Income/(Loss) For The Period</b>	<u>1,288,599</u>	<u>(59,127)</u>
<b>Total Comprehensive Income For The Period</b>	<u>983,330</u>	<u>752,390</u>

	<b>Total \$</b>
<b>At 31 October 2012 - Unaudited</b>	
Balance at beginning of Period	17,132,038
Subscriptions	787,678
Redemptions	(126,116)
Profit for the period	(305,269)
Other comprehensive income for the period	<u>1,288,599</u>
Balance at end of Period	<u>18,776,930</u>

**At 30 April 2012 - Audited**

Balance at beginning of Period	16,361,812
Subscriptions	734,320
Redemptions	(716,484)
Profit for the period	811,517
Other comprehensive income for the period	<u>(59,127)</u>
Balance at end of Period	<u>17,132,038</u>

**The Caribbean Series of Mutual Funds - Emerging Markets Bond Fund**

Statement Of Financial Position (Expressed in United States Dollars)

	<b>Unaudited 31 October 2012 \$</b>	<b>Audited 30 April 2012 \$</b>
<b>Assets</b>		
Financial assets available-for-sale	911,564	1,101,558
Other receivables	15	44
Cash and cash equivalents	<u>59,173</u>	<u>--</u>
<b>Total Assets</b>	<u>970,752</u>	<u>1,101,602</u>
<b>Liabilities</b>		
Derivative financial liabilities	(286)	(1,711)
Management fees payable	(1,919)	(2,053)
Payables and accruals	(610)	(841)
Bank overdraft	<u>--</u>	<u>(42,647)</u>
<b>Liabilities (excluding net assets attributable to unitholders)</b>	<u>(2,815)</u>	<u>(47,252)</u>
<b>Net Assets Attributable To Unitholders</b>	<u>967,937</u>	<u>1,054,350</u>
<b>Represented By:</b>		
Net assets attributable to unitholders (excluding investment revaluation reserve)	833,216	990,191
Investment revaluation reserve	<u>134,721</u>	<u>64,159</u>
	<u>967,937</u>	<u>1,054,350</u>

## Statement of Comprehensive Income (Expressed in United States Dollars)

	<b>Unaudited 31 October 2012 \$</b>	<b>Audited 30 April 2012 \$</b>
<b>Income Statement:</b>		
<b>Income</b>		
Interest income	724	1,843
Dividend income	6,444	18,903
Impairment of financial assets available-for-sale	--	(40,291)
Net realised losses on disposal of financial assets available-for-sale	(33,614)	(7,429)
Net gains on derivative financial instruments	<u>6,538</u>	<u>22,573</u>
<b>Total Income</b>	<u>(19,908)</u>	<u>(4,401)</u>
<b>Expenses</b>		
Management fees	(10,544)	(23,819)
Other administrative expenses	<u>(801)</u>	<u>(1,765)</u>
<b>Total Expenses</b>	<u>(11,345)</u>	<u>(25,584)</u>
<b>Loss Before Taxation</b>	(31,253)	(29,985)
<b>Taxation</b>		
Withholding taxes	<u>(172)</u>	<u>(3,127)</u>
<b>Loss For The Period</b>	<u>(31,425)</u>	<u>(33,112)</u>
<b>Other Comprehensive Income:</b>		
Financial assets available-for-sale:		
Fair value gains/(losses) during the Period	36,948	(24,910)
Fair value losses transferred to income statement	33,614	7,429
Impairment losses transferred to income statement	<u>--</u>	<u>40,291</u>
<b>Other Comprehensive Income For The Period</b>	<u>70,562</u>	<u>22,810</u>
<b>Total Comprehensive Income/(Loss) For The Period</b>	<u>39,137</u>	<u>(10,302)</u>

## Statement Of Changes In Net Assets Attributable To Unitholders (Expressed in United States Dollars)

	<b>Total \$</b>
<b>At 31 October 2012 - Unaudited</b>	
Balance at beginning of Period	1,054,350
Subscriptions	1,132
Redemptions	(126,682)
Loss for the Period	(31,425)
Other comprehensive income for the period	<u>70,562</u>
Balance at end of Period	<u>967,937</u>
<b>At 30 April 2012 - Audited</b>	
Balance at beginning of Period	1,059,598
Subscriptions	64,551
Redemptions	(59,497)
Loss for the Period	(33,112)
Other comprehensive income for the period	<u>22,810</u>
Balance at end of Period	<u>1,054,350</u>

## The International Series of Mutual Funds

Statement Of Financial Position (Expressed in United States Dollars)

### Unaudited - 31 October 2012

	The North American Equity Fund \$	The European Equity Fund \$	The Asia Pacific-Rim Equity Fund \$	BRIC Equity Fund \$	New Economy Equity Fund \$	Global Bond Fund \$
<b>Assets</b>						
Financial assets available-for-sale	2,424,173	2,094,219	2,450,976	5,521,540	885,941	1,398,804
Other receivables	36	16	74	84	7	29
Cash and cash equivalents	31,368	29,499	--	--	18,037	10,584
<b>Total Assets</b>	<u>2,455,577</u>	<u>2,123,734</u>	<u>2,451,050</u>	<u>5,521,624</u>	<u>903,985</u>	<u>1,409,417</u>
<b>Liabilities</b>						
Derivative financial liabilities	(7,950)	(4,725)	(2,059)	(7,470)	(1,596)	(288)
Management fees payable	(4,428)	(3,937)	(4,505)	(10,599)	(1,784)	(2,646)
Payables and accruals	(1,504)	(1,391)	(1,569)	(3,604)	(551)	(889)
Bank overdraft	--	--	(18,142)	(133,581)	--	--
<b>Liabilities excluding net assets attributable to unitholders</b>	<u>(13,882)</u>	<u>(10,053)</u>	<u>(26,275)</u>	<u>(155,254)</u>	<u>(3,931)</u>	<u>(3,823)</u>
<b>Net Assets Attributable To Unitholders</b>	<u>2,441,695</u>	<u>2,113,681</u>	<u>2,424,775</u>	<u>5,366,370</u>	<u>900,054</u>	<u>1,405,594</u>
<b>Represented By:</b>						
Net assets attributable to unitholders (excluding investment revaluation reserve)	2,086,203	1,747,062	2,233,765	5,928,499	733,038	1,155,600
Investment revaluation reserve/(deficit)	355,492	366,619	191,010	(562,129)	167,016	249,994
	<u>2,441,695</u>	<u>2,113,681</u>	<u>2,424,775</u>	<u>5,366,370</u>	<u>900,054</u>	<u>1,405,594</u>

### Audited - 30 April 2012

	The North American Equity Fund \$	The European Equity Fund \$	The Asia Pacific-Rim Equity Fund \$	BRIC Equity Fund \$	New Economy Equity Fund \$	Global Bond Fund \$
<b>Assets</b>						
Financial assets available-for-sale	2,520,479	2,122,900	2,541,832	5,669,520	919,336	1,368,940
Other receivables	115	81	151	249	35	75
Cash and cash equivalents	20,979	15,657	18,840	28,306	--	11,456
<b>Total Assets</b>	<u>2,541,573</u>	<u>2,138,638</u>	<u>2,560,823</u>	<u>5,698,075</u>	<u>919,371</u>	<u>1,380,471</u>
<b>Liabilities</b>						
Derivative financial liabilities	(3,681)	(3,512)	(4,521)	(9,453)	(1,165)	(1,951)
Management fees payable	(4,293)	(3,688)	(4,526)	(10,838)	(1,671)	(2,455)
Payables and accruals	(1,876)	(1,892)	(2,119)	(5,307)	(702)	(1,231)
Bank overdraft	--	--	--	--	(26,953)	--
<b>Liabilities excluding net assets attributable to unitholders</b>	<u>(9,850)</u>	<u>(9,092)</u>	<u>(11,166)</u>	<u>(25,598)</u>	<u>(30,491)</u>	<u>(5,637)</u>
<b>Net Assets Attributable To Unitholders</b>	<u>2,531,723</u>	<u>2,129,546</u>	<u>2,549,657</u>	<u>5,672,477</u>	<u>888,880</u>	<u>1,374,834</u>
<b>Represented By:</b>						
Net assets attributable to unitholders (excluding investment revaluation reserve)	2,170,846	1,826,093	2,352,928	6,154,019	762,872	1,217,237
Investment revaluation reserve/(deficit)	360,877	303,453	196,729	(481,542)	126,008	157,597
	<u>2,531,723</u>	<u>2,129,546</u>	<u>2,549,657</u>	<u>5,672,477</u>	<u>888,880</u>	<u>1,374,834</u>

## The International Series of Mutual Funds

Statements Of Comprehensive Income (Expressed in United States Dollars)

### Unaudited - Period Ended 31 October 2012

	The North American Equity Fund \$	The European Equity Fund \$	The Asia Pacific Rim Equity Fund \$	BRIC Equity Fund \$	New Economy Equity Fund \$	Global Bond Fund \$
<b>Income Statement:</b>						
<b>Income</b>						
Interest income	3,108	2,197	2,572	5,345	837	1,348
Dividend income	22,383	37,461	13,957	71,655	6,783	874
Net realised gains/(losses) on disposal of financial assets available-for-sale	44,526	(19,048)	(44,087)	(149,029)	(15,024)	(37,801)
Net gains on derivative Financial instruments	8,805	7,939	2,156	16,424	4,919	8,012
<b>Total Income</b>	<b>78,822</b>	<b>28,549</b>	<b>(25,402)</b>	<b>(55,605)</b>	<b>(2,485)</b>	<b>(27,567)</b>
<b>Expenses</b>						
Management fees	(24,470)	(20,787)	(24,456)	(57,527)	(9,847)	(14,407)
Other administrative expenses	(2,154)	(1,974)	(3,276)	(4,509)	(862)	(1,320)
<b>Total Expenses</b>	<b>(26,624)</b>	<b>(22,761)</b>	<b>(27,732)</b>	<b>(62,036)</b>	<b>(10,709)</b>	<b>(15,727)</b>
<b>Profit/(Loss) Before Taxation</b>	<b>52,198</b>	<b>5,788</b>	<b>(53,134)</b>	<b>(117,641)</b>	<b>(13,194)</b>	<b>(43,294)</b>
<b>Taxation</b>						
Withholding tax	(6,715)	(11,238)	(4,187)	(21,497)	(2,035)	(256)
<b>Profit/(Loss) For The Period</b>	<b>45,483</b>	<b>(5,450)</b>	<b>(57,321)</b>	<b>(139,138)</b>	<b>(15,229)</b>	<b>(43,550)</b>
<b>Other Comprehensive Income:</b>						
Financial assets available-for-sale:						
Fair value gains/(losses) during the period	39,141	44,118	(49,806)	(229,616)	25,984	54,596
Fair value (gains)/losses transferred to income statement	(44,526)	19,048	44,087	149,029	15,024	37,801
<b>Other Comprehensive (Loss)/Income For The Period</b>	<b>(5,385)</b>	<b>63,166</b>	<b>(5,719)</b>	<b>(80,587)</b>	<b>41,008</b>	<b>92,397</b>
<b>Total Comprehensive Income/(Loss) For The Period</b>	<b>40,098</b>	<b>57,716</b>	<b>(63,040)</b>	<b>(219,725)</b>	<b>25,779</b>	<b>48,847</b>

**Audited - Period ended 30 April 2012**

	<b>The North American Equity Fund \$</b>	<b>The European Equity Fund \$</b>	<b>The Asia Pacific Rim Equity Fund \$</b>	<b>BRIC Equity Fund \$</b>	<b>New Economy Equity Fund \$</b>	<b>Global Bond Fund \$</b>
<b>Income Statement:</b>						
<b>Income</b>						
Interest income	4,195	6,727	10,472	11,785	2,509	2,657
Dividend income	41,778	83,477	108,038	118,395	10,941	5,508
Impairment of financial assets available-for-sale	(25,254)	(20,862)	(25,803)	(57,645)	(14,203)	(70,364)
Net realised (losses)/gains on disposal of financial assets available-for-sale	(3,110)	(123,132)	(153,920)	(221,857)	(45,799)	58,033
Net gains on derivative financial instruments	50,738	49,560	57,177	125,850	21,295	28,224
<b>Total Income</b>	<u>68,347</u>	<u>(4,230)</u>	<u>(4,036)</u>	<u>(23,472)</u>	<u>(25,257)</u>	<u>24,058</u>
<b>Expenses</b>						
Management fees	(44,524)	(45,628)	(52,292)	(129,540)	(18,741)	(31,067)
Other administrative expenses	(3,109)	(4,020)	(6,533)	(9,472)	(2,007)	(2,604)
<b>Total Expenses</b>	<u>(47,633)</u>	<u>(49,648)</u>	<u>(58,825)</u>	<u>(139,012)</u>	<u>(20,748)</u>	<u>(33,671)</u>
<b>Profit/(Loss) Before Taxation</b>	20,714	(53,878)	(62,861)	(162,484)	(46,005)	(9,613)
<b>Taxation</b>						
Withholding tax	(12,533)	(25,043)	(5,860)	(31,641)	(3,282)	(1,613)
<b>Profit/(Loss) For The Period</b>	<u>8,181</u>	<u>(78,921)</u>	<u>(68,721)</u>	<u>(194,125)</u>	<u>(49,287)</u>	<u>(11,226)</u>
<b>Other Comprehensive Income:</b>						
Financial assets available-for-sale:						
Fair value losses						
during the Period	(54,765)	(615,926)	(512,755)	(1,410,995)	(55,857)	(117,313)
Fair value losses/(gains) transferred to income statement	3,110	123,132	153,920	221,857	45,799	(58,033)
Impairment losses transferred to income statement	25,254	20,862	25,803	57,645	14,203	70,364
<b>Other Comprehensive (Loss)/Income For The Period</b>	<u>(26,401)</u>	<u>(471,932)</u>	<u>(333,032)</u>	<u>(1,131,493)</u>	<u>4,145</u>	<u>(104,982)</u>
<b>Total Comprehensive Loss For The Period</b>	<u>(18,220)</u>	<u>(550,853)</u>	<u>(401,753)</u>	<u>(1,325,618)</u>	<u>(45,142)</u>	<u>(116,208)</u>

## The International Series of Mutual Funds

Statements Of Changes In Net Assets Attributable To Unitholders (Expressed in United States Dollars)

	The North American Equity Fund \$	The European Equity Fund \$	The Asia Pacific-Rim Equity Fund \$	BRIC Equity Fund \$	New Economy Equity Fund \$	Global Bond Fund \$
<b>At 31 October 2012 - Unaudited</b>						
Balance at beginning of Period	2,531,723	2,129,546	2,549,657	5,672,477	888,880	1,374,834
Subscriptions	46,910	20,821	43,083	123,475	24,592	22,774
Redemptions	(177,036)	(94,402)	(104,925)	(209,857)	(39,197)	(40,861)
Profit/(loss) for the period	45,483	(5,450)	(57,321)	(139,138)	(15,229)	(43,550)
Other comprehensive (loss)/income for the period	(5,385)	63,166	(5,719)	(80,587)	41,008	92,397
Balance at end of Period	2,441,695	2,113,681	2,424,775	5,366,370	900,054	1,405,594
<b>At 30 April 2012 - Audited</b>						
Balance at beginning of Period	2,394,110	2,756,328	3,058,098	7,428,954	917,327	1,717,209
Subscriptions	379,518	457,872	149,905	913,649	45,659	3,425
Redemptions	(223,685)	(533,801)	(256,593)	(1,344,508)	(28,964)	(229,592)
Profit/(loss) for the period	8,181	(78,921)	(68,721)	(194,125)	(49,287)	(11,226)
Other comprehensive (loss)/income for the period	(26,401)	(471,932)	(333,032)	(1,131,493)	4,145	(104,982)
Balance at end of Period	2,531,723	2,129,546	2,549,657	5,672,477	888,880	1,374,834

## The Global Fund Solution

Statements Of Financial Position (Expressed in United States Dollars)

	<b>Unaudited – 31 October 2012</b>		
	Conservative Fund \$	Moderate Fund \$	Aggressive Fund \$
<b>Assets</b>			
Financial assets available-for-sale	1,003,705	1,156,016	3,099,972
Other receivables	12	13	52
<b>Total Assets</b>	1,003,717	1,156,029	3,100,024
<b>Liabilities</b>			
Derivative financial liabilities	(1,416)	(1,590)	(4,232)
Management fees payable	(1,801)	(2,062)	(5,598)
Payables and accruals	(621)	(686)	(2,000)
Bank overdraft	(464)	(2,951)	(25,868)
<b>Liabilities excluding net assets attributable to unitholders</b>	(4,302)	(7,289)	(37,698)
<b>Net Assets Attributable To Unitholders</b>	999,415	1,148,740	3,062,326
<b>Represented By:</b>			
Net assets attributable to unitholders (excluding investment revaluation reserve)	996,568	1,074,737	2,777,183
Investment revaluation reserve	2,847	74,003	285,143
	999,415	1,148,740	3,062,326

**Audited – 30 April 2012**

	<b>Conservative Fund \$</b>	<b>Moderate Fund \$</b>	<b>Aggressive Fund \$</b>
<b>Assets</b>			
Financial assets available-for-sale	1,015,277	1,124,371	3,438,326
Other receivables	44	50	151
Cash and cash equivalents	9,551	10,789	25,512
<b>Total Assets</b>	<u>1,024,872</u>	<u>1,135,210</u>	<u>3,463,989</u>
<b>Liabilities</b>			
Derivative financial liabilities	(1,134)	(1,315)	(2,624)
Management fees payable	(1,768)	(1,953)	(5,997)
Payables and accruals	(805)	(897)	(2,697)
<b>Liabilities excluding net assets attributable to unitholders</b>	<u>(3,707)</u>	<u>(4,165)</u>	<u>(11,318)</u>
<b>Net Assets Attributable To Unitholders</b>	<u>1,021,165</u>	<u>1,131,045</u>	<u>3,452,671</u>
<b>Represented By:</b>			
Net assets attributable to unitholders (excluding investment revaluation reserve)	1,021,018	1,064,787	3,165,752
Investment revaluation reserve	147	66,258	286,919
	<u>1,021,165</u>	<u>1,131,045</u>	<u>3,452,671</u>

**The Global Fund Solution**

Statements Of Comprehensive Income (Expressed in United States Dollars)

**Unaudited – Period Ended 31 October 2012**

	<b>Conservative Fund \$</b>	<b>Moderate Fund \$</b>	<b>Aggressive Fund \$</b>
<b>Income Statement:</b>			
<b>Income</b>			
Interest income	8,079	6,235	7,997
Dividend income	3,242	7,471	35,168
Net realised gains/(losses) on disposal of financial assets available-for-sale	1,346	(595)	14,587
Net gains on derivative financial instruments	3,318	3,793	5,660
<b>Total Income</b>	<u>15,985</u>	<u>16,904</u>	<u>63,412</u>
<b>Expenses</b>			
Management fees	(10,139)	(11,259)	(31,963)
Other administrative expenses	(878)	(1,040)	(3,285)
<b>Total Expenses</b>	<u>(11,017)</u>	<u>(12,299)</u>	<u>(35,248)</u>
<b>Profit Before Taxation</b>	4,968	4,605	28,164
<b>Taxation</b>			
Withholding tax	(973)	(2,241)	(10,550)
<b>Profit For The Period</b>	<u>3,995</u>	<u>2,364</u>	<u>17,614</u>
<b>Other Comprehensive Income:</b>			
Financial assets available-for-sale:			
Fair value gains during the period	4,046	7,150	12,811
Fair value (gains)/losses transferred to income statement	(1,346)	595	(14,587)
<b>Other Comprehensive Income/(Loss) For The Period</b>	<u>2,700</u>	<u>7,745</u>	<u>(1,776)</u>
<b>Total Comprehensive Income For The Period</b>	<u>6,695</u>	<u>10,109</u>	<u>15,838</u>



**Audited - Period ended 30 April 2012**

	<b>Conservative Fund \$</b>	<b>Moderate Fund \$</b>	<b>Aggressive Fund \$</b>
<b>Income Statement:</b>			
<b>Income</b>			
Interest income	16,949	12,912	18,974
Dividend income	5,229	12,262	59,418
Impairment of available-for-sale equity securities	(3,843)	(8,784)	(17,019)
Net realised losses on disposal of financial assets available-for-sale	(3,336)	(1,787)	(14,412)
Net gains on derivative financial instruments	16,284	16,352	38,856
<b>Total Income</b>	<u>31,283</u>	<u>30,955</u>	<u>85,817</u>
<b>Expenses</b>			
Management fees	(20,143)	(22,439)	(68,392)
Other administrative expenses	(1,414)	(2,082)	(5,696)
<b>Total Expenses</b>	<u>(21,557)</u>	<u>(24,521)</u>	<u>(74,088)</u>
<b>Profit Before Distributions and Taxation</b>	9,726	6,434	11,729
<b>Finance Costs</b>			
Distributions to unitholders	(5,902)	--	--
<b>Profit Before Taxation</b>	3,824	6,434	11,729
<b>Taxation</b>			
Withholding tax	(1,569)	(3,678)	(17,825)
<b>Profit/(Loss) For The Period</b>	<u>2,255</u>	<u>2,756</u>	<u>(6,096)</u>
<b>Other Comprehensive Income:</b>			
Financial assets available-for-sale:			
Fair value losses during the Period	(25,821)	(49,876)	(190,823)
Fair value losses transferred to income statement	3,336	1,787	14,412
Impairment losses transferred to income statement	3,843	8,784	17,019
<b>Other Comprehensive Loss For The Period</b>	<u>(18,642)</u>	<u>(39,305)</u>	<u>(159,392)</u>
<b>Total Comprehensive Loss For The Period</b>	<u>(16,387)</u>	<u>(36,549)</u>	<u>(165,488)</u>

Statements Of Changes In Net Assets Attributable To Unitholders (Expressed in United States Dollars)

	<b>Conservative Fund \$</b>	<b>Moderate Fund \$</b>	<b>Aggressive Fund \$</b>
<b>At 31 October 2012 - Unaudited</b>			
Balance at beginning of Period	1,021,165	1,131,045	3,452,671
Subscriptions	10,466	10,466	7,226
Redemptions	(38,911)	(2,880)	(413,409)
Profit for the period	3,995	2,364	17,614
Other comprehensive income/(loss) for the period	2,700	7,745	(1,776)
Balance at end of Period	<u>999,415</u>	<u>1,148,740</u>	<u>3,062,326</u>
<b>At 30 April 2012 - Audited</b>			
Balance at beginning of Period	1,020,874	1,189,510	3,765,916
Subscriptions	21,454	10,697	74,858
Redemptions	(4,776)	(32,613)	(222,615)
Profit/(loss) for the period	2,255	2,756	(6,096)
Other comprehensive loss for the period	(18,642)	(39,305)	(159,392)
Balance at end of Period	<u>1,021,165</u>	<u>1,131,045</u>	<u>3,452,671</u>