



FUND PERFORMANCE

The Republic Income Fund (RIF) recorded an increase of 1.82% in Net Asset Value (NAV) per share for the quarter ended June 30, 2022 as a result of favorable revaluation of fixed income securities in the portfolio. The Republic Capital Growth Fund (RCGF) and the Republic Property Fund (RFP) recorded decreases of 2.97% and 0.41% respectively. These decreases in NAV were driven by the movement in market values of equities in the portfolio.

The following table highlights the cumulative annual returns from 2018-2022.

FUND	2018	2019	2020	2021	*2022
Capital Growth Fund	-10.00%	-13.22%	-5.62%	14.73%	0.18%
Income Fund	-20.84%	-2.55%	6.11%	-2.15%	1.28%
Property Fund	-27.21%	-16.91%	-3.28%	-1.71%	-1.36%

*Returns for January - June 2022

ECONOMIC REVIEW

Barbados’ economy grew by an estimated 11.8 percent in the first quarter of 2022 compared to the same period in 2021 that saw significant restrictions on economic activity (National Pause). The recovery was driven by a revival in the tourism sector. The 114,457 stay-over arrivals in the quarter was a significant increase over the 7,196 visitors in the same period in 2021 but represented just 55 percent of the arrivals in 2019. The slower-than-expected recovery in arrivals was not restricted to the first quarter. In June, Chairperson of the Barbados Hotel and Tourism Association (BHTA) Renee Coppin, stated that despite strong winter arrivals from December 2021 to April 2022, this figure was down 47.1 percent compared to 2019 levels, with average hotel occupancies for the period down by 10.1 percent. Growth in the first quarter of 2022 was also supported by activity in the manufacturing and agriculture sectors which grew by 5.4 percent and 3 percent respectively. Also, non-traded sector activity increased by 3.5 percent, with increased construction activity and gains in wholesale and retail and other services sectors.

The unemployment rate, which stood at 10.9 percent at the end of 2021, likely declined during the first three months of 2022. Prices however, continued to rise. The 12-month moving average of inflation to March increased to 4.2 percent, with average prices that month some 9.3 percent higher than a year ago, largely due to rising import costs for food, non-alcoholic beverages and energy. Barbados’ gross international reserves declined by just under \$40 million during the period to \$3,019.3 million, equivalent to 36.4 weeks of import cover.

In May, following the seventh and final review of the implementation of Barbados’ Economic Recovery and Transformation (BERT) plan, under the Extended Fund Facility (EFF), IMF officials, noting that the administration achieved all quantitative targets to the end of March 2022, stated that the country continues to make progress in implementing its reform programme, and assessed that the gradual economic recovery that began in 2021 gained momentum this year.



FUND OUTLOOK

The BHTA Chairperson has cautioned that this summer period will be challenging, with inbound passenger flights for all markets for the period June to October 2022, down by 29 percent compared to 2019. While this reinforces the notion that the full recovery in the tourism sector is still some way off, it seems that with each passing period, the numbers get closer to those of 2019. The growing tourism sector along with growing demand, post-COVID-19 restrictions, can spur increased activity in a range of sectors over the short term. However, high inflation is likely to not only persist, but possibly intensify going forward. This could stymie Barbados' economic recovery in a number of ways. High imported inflation can dampen domestic demand, as more citizens are forced to curb expenditure in order to make ends meet. Further, the recovery of the key tourism sector can be set back if potential visitors are turned off from travelling by the rising cost of air travel, as well as rising prices and deteriorating economic conditions in their home country.

Quarterly Updates:

1. The updated prospectus and newsletters can be reviewed using the following link: www.republicbarbados.com/publications

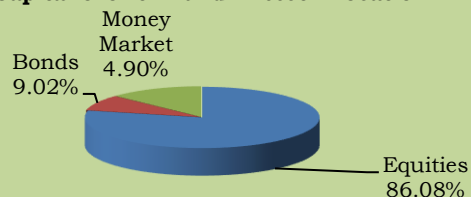


QUARTERLY NEWSLETTER – JUNE 30, 2022

Republic Capital Growth Fund

Jun-21	Sept-21	Dec-21	Mar-22	Jun-22
1.3214	1.2824	1.3654	1.4098	1.3679

Capital Growth Fund - Asset Allocation



Top Five Holdings

Rank	Company/Issuer	Security Type
1	Royal Bank of Canada	Equity
2	Massy Holdings Inc.	Equity
3	Goddard Enterprises Ltd.	Equity
4	Government of Barbados Series D Bond	Fixed Income
5	Ansa McCal	Equity

Fund Size

\$ 7,349,421

Net Asset Value

\$1.3679

Minimum Initial Investment

\$500

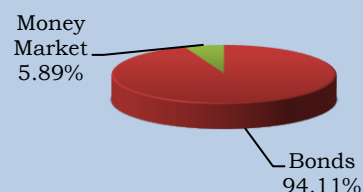
Subsequent Investment

\$100

Republic Income Fund

Jun-21	Sep-21	Dec-21	Mar-22	Jun-22
1.2693	1.2185	1.2388	1.2322	1.2546

Income Fund - Asset Allocation



Top Five Holdings

Rank	Company/Issuer	Security Type
1	Government of Barbados Series D Bond	Fixed Income
2	NSR Bond	Fixed Income
3	Barbados Port Inc.	Fixed Income
4	UWI - Clarendon Bond	Fixed Income

Fund Size

\$12,177,241

Net Asset Value

\$1.2546

Minimum Initial Investment

\$2,000

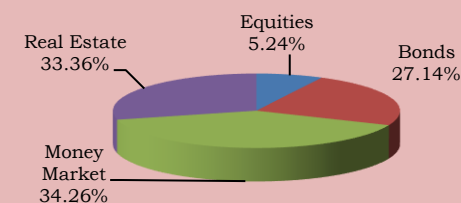
Subsequent Investment

\$500

Republic Property Fund

Jun-21	Sep-21	Dec-21	Mar-22	Jun-22
0.6758	0.6638	0.6631	0.6568	0.6541

Property Fund - Asset Allocation



Top Five Holdings

Rank	Company/Issuer	Security Type
1	Apes Hill Development	Real Estate
2	Government of Barbados Series D Bond	Fixed Income
3	Barbados Port Inc.	Fixed Income
4	One Caribbean Media	Equity

Fund Size

\$1,486,939

Net Asset Value

\$0.6541