

**FUND PERFORMANCE**

It was a challenging quarter for the Republic Family of funds as all three funds recorded decreases in Net Asset Value (NAV) per share. The negative impacts of inflation, supply chain issues and other economic factors on regional and international equities have negatively impacted the funds. The Republic Capital Growth Fund (RCGF), the Republic Property Fund (RPF) and the Republic Income Fund (RIF) recorded decreases of 1.97%, 0.65% and 0.18% respectively, for the quarter ending September 30, 2022. The declines in the RCGF and the RPF were driven by the movement in market values of equities in their respective portfolios, whilst the decline in the RIF was as a result of unfavorable revaluation of fixed income securities in the portfolio. Year-to-date the RIF returned 1.09% whereas the RCGF and the RPF declined by 1.80% and 2.00% respectively. 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%	-1.80%
Income Fund	-20.84%	-2.55%	6.11%	-2.15%	1.09%
Property Fund	-27.21%	-16.91%	-3.28%	-1.71%	-2.00%

*Returns for January - September 2022

ECONOMIC REVIEW

Growth in the second quarter (April – June) was followed by growth in the third, with economic activity between July and September 2022, some 9.8% higher than the same period in 2021. The expansion, which continues to be driven by tourism activity and its ensuing impact on the non-traded sectors and manufacturing, contributed to Barbados' economy growing by 10.1% in the first nine months of 2022 compared to the similar 2021 period. The total number of stay-over visitors up to June, stood at 207,835, with this figure increasing to 302,863 at the end of September. Both totals represented just over 58% of the arrivals for the respective six and nine-month periods in 2019, suggesting that while the recovery continues, it still has some way to go. Arrivals continue to be dominated by the traditional source markets, led by the United Kingdom (UK) which accounted for 40% of Barbados' visitors over the first nine months of 2022, followed by the United States (31.2%), the Caribbean (11.7%) and Canada (10.1%).

Agriculture output increased over the first three quarters, with non-sugar agriculture output growing by 3.6%, buoyed by food crop and chicken production, which benefited from increased demand from the tourism sector. The manufacturing sector also grew by 3.6%, largely due to increased production of food and beverages, the demand for which, increased due to the resumption of night life and greater tourism activity. Due mainly to the tourism, wholesale and retail, and construction sectors, unemployment continued to decline, with the four-quarter moving average at June 2022 at 9.3% compared to 15.9% a year earlier.



In the third quarter, government, in conjunction with the private sector, implemented a number of temporary, anti-inflation measures with the aim of curbing price increases on fuel, electricity and a range of goods. The 12-month moving average measure of inflation was 9.3% in June 2022. Indications are, average prices were 7.8% higher in August 2022 than in August 2021, an improvement from the 11.5% increase in prices in June this year compared to a year ago.

Gross international reserves, which stood at \$3,008 million at the end of June, fell to \$2,806 million (30 weeks import cover) at the end of September. At that point, total public debt was \$13.8 billion, equivalent to 126.6% of GDP.

On September 28, the International Monetary Fund (IMF) agreed to US\$293 million in new financing for Barbados, including US\$183 million via the new Resilience and Sustainability Trust fund created to help vulnerable middle-income and island countries. Barbados also entered into a new, 36-month Extended Fund Facility (EFF) loan agreement of about US\$110 million with the Fund, with both agreements subject to approval by the IMF Executive Board toward the end of 2022.

FUND OUTLOOK

The Barbados economy has been steadily improving, with the Central Bank of Barbados expecting growth of approximately 10% in 2022. However, significant headwinds lie ahead. Global economic activity is projected to slow over the short term, due primarily to the tightening of financial conditions in leading economies (which is increasing the possibility of recession in some cases) as well as the energy crunch facing much of Europe during the coming winter months and the slowdown of production in China. This year, the IMF has been downgrading its forecasts with each successive report, with global growth now forecast to be 3.2% this year and 2.7% in 2023. Even more specific to this country, is the potential threat posed by the challenges and uncertainty currently being faced by the UK. Based on the possibility of a weaker performance from its main tourism source market, Barbados' economy is forecast to grow by 3.5 to 5% in 2023.

Quarterly Updates:

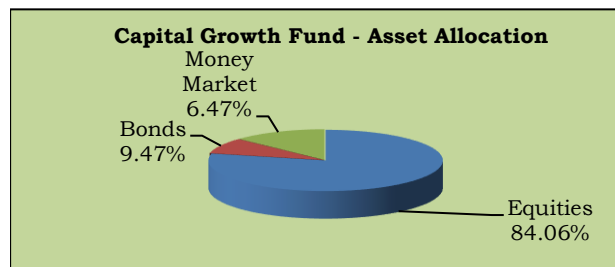
1. The updated prospectus and newsletters can be reviewed using the following link: www.republicbarbados.com/publications



QUARTERLY NEWSLETTER – SEPTEMBER 30, 2022

Republic Capital Growth Fund

Sep-21	Dec-21	Mar-22	Jun-22	Sep-22
1.2824	1.3654	1.4098	1.3679	1.3409



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

\$ 6,803,242

Net Asset Value

\$1.3409

Minimum Initial Investment

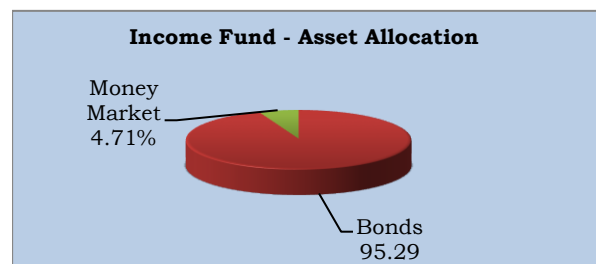
\$500

Subsequent Investment

\$100

Republic Income Fund

Sep-21	Dec-21	Mar-22	Jun-22	Sep-22
1.2185	1.2388	1.2322	1.2546	1.2524



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

\$11,867,821

Net Asset Value

\$1.2524

Minimum Initial Investment

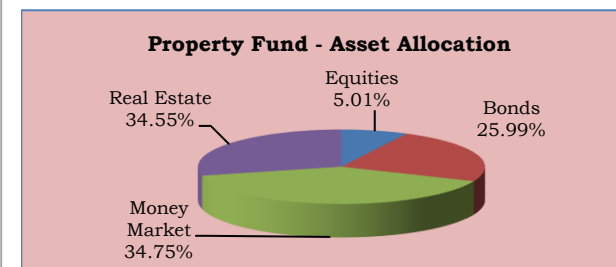
\$2,000

Subsequent Investment

\$500

Republic Property Fund

Sep-21	Dec-21	Mar-22	Jun-22	Sep-22
0.6638	0.6631	0.6568	0.6541	0.6498



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

\$1,477,301

Net Asset Value

\$0.6498