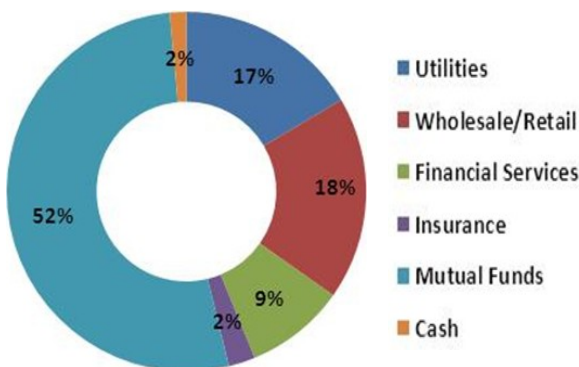


June Net Asset Value:	\$0.8458
Assets:	\$0.72M
Inception:	Dec 08

**Performance:**

	Fund	Benchmark*
1 Month	0.42%	0.542%
3 Month	3.53%	1.625%
1 Yr	1.66%	6.5%
5 Yr	-3.58%	37.0%

**Allocation:**



**Top Holdings:**

ROYAL FIDELITY USD INT'L OPPORTUNITIES
EMERA DEPOSIT RECEIPTS
ROYAL FIDELITY TIGRS A3
GODDARD ENTERPRISES LIMITED
CABLE AND WIRELESS BARBADOS LTD

*The Strategic Growth Fund is a sub fund of the Royal Fidelity Investment Fund the umbrella company. The asset allocation shown is subject to change without notice and at the discretion of the investment manager, subject to the restrictions outlined in the fund's offering documents. Past performance doesn't guarantee future success.*

**Parting is such sweet sorrow,  
as Brits bid *adieu* to the EU**

The UK roiled international equity markets in June, after British voters decided they no longer wanted to remain in the European Union (Brexit="British Exit").

However, the fund posted a return of 3.53% in Q2, despite the turmoil. The fund's investment philosophy dictates a broad, largely passive, exposure to global equities for diversification and protection against shocks in one particular area. Case in point: our investment in MSCI Emerging Markets plummeted -18.07% in 2015, only to turn around and post a +6.74% return through June this year.

While a passive approach can sometimes work against you—particularly during times of decline across *all* the major markets (like Q3, 2015!)—it also fully respects one investing truism: Nobody can predict where the market will move, much less when.

In addition, using Exchange Traded Funds (ETFs), as the fund predominantly does, provides a highly cost-effective way to obtain this exposure.

Local equities seemed to have a good start to 2016, as the local and composite indices posted returns of 8.4% and 5.8%, respectively. A number of securities saw double-digit returns for the first half, namely, Cave Shepherd (16.28%), Goddard Enterprises (18%), ICBL (21.5%) and Sagicor (11.73%), West Indian Biscuit (9.23%) and FirstCaribbean (7.9%) also posted solid returns.

We anticipate additional volatility in the international markets, as Britain negotiates its way toward EU-independence (although 46% of our international holdings are US equities, and rebounding Emerging Markets should help ease the pain at least a little!) ♦



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