

Investment Manager

Leno Asset Management Ltd.

Analysis Period

April 1, 2025 – June 30, 2025

2nd Quarter Review

The economic and equity market update for the quarter under review is as follows:

- The Bahamian economy expanded by an estimated 4.8% year-over-year in Q2 2025, representing a notable improvement over the prior quarter's performance.
- Significant construction progress and pre-opening activities on private island projects like Celebration Key, Royal Beach Club, and Great Stirrup Cay during Q2 2025 boosted cruise arrivals. Additionally, there was an increase in vacation rentals.
- Foreign direct investment in luxury resorts and cruise infrastructure drove strong growth in the construction sector.
- Private-sector credit continued to expand, specifically in consumer lending such as personal loans and credit cards, supported by improving asset quality. Non performing loan ratios showed signs of easing, as banks reduced provisions for bad debts.
- Inflation remained low and stable during Q2, supporting household purchasing power and economic resilience.
- The BISX All-Share Index rose by 0.42% for the quarter.
- The top five contributors to the Index and Q2 returns were Bahamas Waste (+11.60%), Cable Bahamas (+7.80%), Colina Holdings (+5.90%), Doctor's Hospital (+4.86%), and Family Guardian (+3.28%). The main detractors were Commonwealth Brewery (-5.23%), Commonwealth Bank (-3.40%), Fidelity Bank (-0.47%), and Focol (-0.16%).

The Fund is currently underweight equities, and the rebalancing strategy continues. Most of the Fund's equity holdings increased over the quarter. The Net Asset Value per Share (NAV) increased from \$ 2.2816 to \$2.3216.

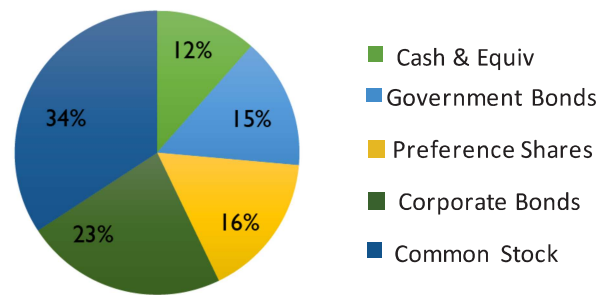
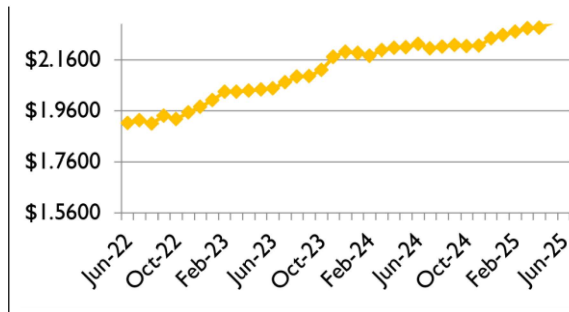
The Fund's top five preference and common shareholdings in the portfolio include 1) Commonwealth Bank (10.47%); 2) Cable Bahamas (9.90%); 3) FINCO (5.69%); 4) Family Guardian (5.52%); 5) FOCOL (4.47%).

INVESTMENT STRATEGY

The Fund invests in a combination of Bahamian equities and fixed income securities. It focuses on the more liquid stocks in the Bahamian market that the Investment Manager believes have above-average long-term growth prospects or are undervalued relative to their long-term potential.

INVESTMENT OBJECTIVE

Leno Financial Aggressive Fund (the "Fund") seeks to provide a combination of capital appreciation and income over the long term. The Fund is suitable for individual and institutional investors with long-term time horizons and capital growth objectives whose risk profile includes a tolerance for equities market volatility.

Fund Composition

Net Asset Value Performance


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Benchmark

BISX All Share Index

Performance	Qtr-2	YTD	1 YR	3 YR	Since Inception
Fund	+1.76%	+3.47%	+4.56%	+6.71%	+5.27%
Benchmark	+0.42%	+1.02%	+3.24%	+5.55%	+3.19%
+/- Benchmark	+1.34%	+2.45%	+1.32%	+1.16%	+2.08%