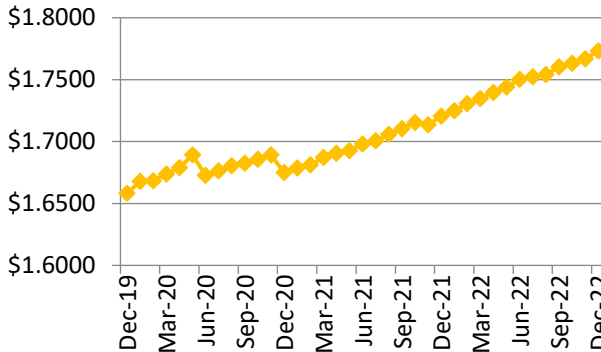
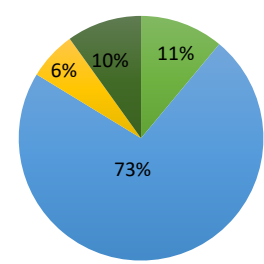




LENO FINANCIAL SAC CONSERVATIVE FUND
Quarterly Report for the period ended December 31, 2022

Investment Objective	Investment Strategy				
Leno Financial Conservative Fund (the “Fund”) is a fixed-income fund that aims to provide the highest possible level of return while maintaining liquidity and preserving capital, mainly through investments in Government Bonds, high-quality corporate securities, and term deposits. The Fund seeks to maintain a Net Asset Value that provides stable, low risk returns to its shareholders.	The Fund invests predominantly in Bahamas Government bonds and a diversified portfolio of bank deposits, corporate bonds, and preference shares. Its emphasis is on principal protection and maintaining high credit quality. The portfolio carries a low level of risk to the investor and provides capital preservation while generating a reasonable yield.				
4th Quarter Review					
Notwithstanding increased inflation due to higher international oil prices, increased import costs, and supply chain shortages, the Bahamian economy continued to recover from the fallout of hurricane Dorian and the COVID-19 pandemic. This trend is expected into Q1 2023 as the tourism and construction industries impact the economy positively.					
The Leno Financial Conservative Fund ended the year strong and produced a net asset value per share of \$1.7733. This represented a 3.07% increase over 2022, outperforming its benchmark by 2.52%. This performance is attributed to a year-over-year increase in short-term rates and the portfolio’s increased weight in this segment of the yield curve.					
The top five preference share and corporate bond holdings include: 1) Nassau Airport Development Participating Notes (2.5%); 2) Cable Bahamas Series 13 preference shares (2.1%); 3) Nassau Cruise Port Senior Bonds (1.7%); 4) University of The Bahamas Series B notes (1.4%); 5) Leno Corporate Services Ltd bonds (1.3%).					
Net Asset Value Performance	Fund Composition				
	 Cash & Equiv Government Bonds Preference Shares Corporate Bonds				
Investment Manager	Analysis Period				
Leno Corporate Services Limited	Oct 1, 2022 – Dec 31, 2022				
Benchmark					
WEIGHTED AVERAGE DEPOSIT INTEREST RATE					
(Source: Quarterly Digest, The Central Bank of The Bahamas - www.centralbankbahamas.com)					
Performance	Qtr-4	YTD	1 YR	3 YR	Since Inception
Fund	+0.74%	+3.07%	+3.07%	+2.26%	+3.98%
Benchmark	+0.41%	+0.55%	+0.55%	+0.51%	+1.66%
+/- Benchmark	+0.33%	+2.52%	+2.52%	+1.75%	+2.32%

This document was prepared by Leno Corporate Services, which is licensed by the Securities Commission of The Bahamas as a Fund Administrator. This quarterly review is for informational purposes only. Past performance and rates of return are not indicative of future results.