

Investment Manager

Leno Asset Management Ltd.

Analysis Period

April 1, 2026 – June 30, 2026

2nd Quarter Review

- Locally, economic activity continued to strengthen year-over-year in April 2026, with tourism and financial services as the primary driver of growth.
- Financial sector conditions improved modestly, supported by reductions in both short- and long-term arrears, which contributed to better credit quality.
- Liquidity conditions remained adequate across the banking system, supporting credit extension and overall economic activity.
- The fund's holdings remained stable, with all interest and dividend payments met. Government bond yields moved unevenly across the yield curve, resulting in varied price performance for the fund's bond portfolio.
- Early in the quarter, renewed Middle East tensions disrupted energy markets and lifted oil prices, raising global inflation and growth concerns. These pressures eased later in the period as a ceasefire took hold and oil retreated to around \$92 per barrel, and global equity markets rallied strongly through quarter-end.
- Overall, the combination of steady local growth and a still-supportive (though more uncertain) global environment provided a constructive setting for fund performance.
- The BISX All Share Index advanced by 3.12 percent in the second quarter of 2026.

Net Asset Value (NAV) per share increased from \$2.1788 to \$2.1954 over the quarter.

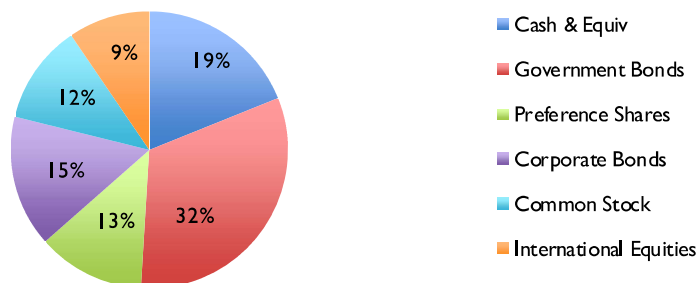
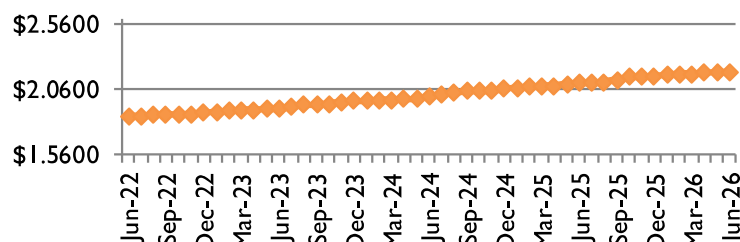
The Fund's top five preference and common shareholdings in the portfolio include 1) Cable Bahamas (6.02%); 2) FOCOL (4.15%); 3) Be Aliv Series II (2.27%); 4) Commonwealth Bank (1.94%); 5) Famguard (1.67%).

INVESTMENT STRATEGY

Leno Financial Balanced Fund (the "Fund") aims to provide moderate risk-adjusted returns over a mid to long investment time horizon. Balanced funds are generally "middle of the road" investments that seek to provide a combination of growth and conservation of capital by investing in a mix of stocks, bonds, and cash equivalent securities.

INVESTMENT OBJECTIVE

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.

Fund Composition

Net Asset Value Performance

Benchmark
Composite Benchmark
(weighted avg. deposit int.50%, BISX ALL Share Index 40%, MSCI ACWI Net 10%)

Performance	Qtr-2	YTD	1 YR	3 YR (annualized)	Since Inception (annualized)
Fund	+0.76%	+1.36%	+3.90%	+4.75%	+4.55%
Benchmark	+0.52%	+0.47%	+1.75%	+4.30%	+2.49%
+/- Benchmark	+0.24%	+0.89%	+2.15%	+0.45%	+2.06%