



LENO FINANCIAL SAC CONSERVATIVE FUND
Quarterly Report for the period ended June 30, 2023

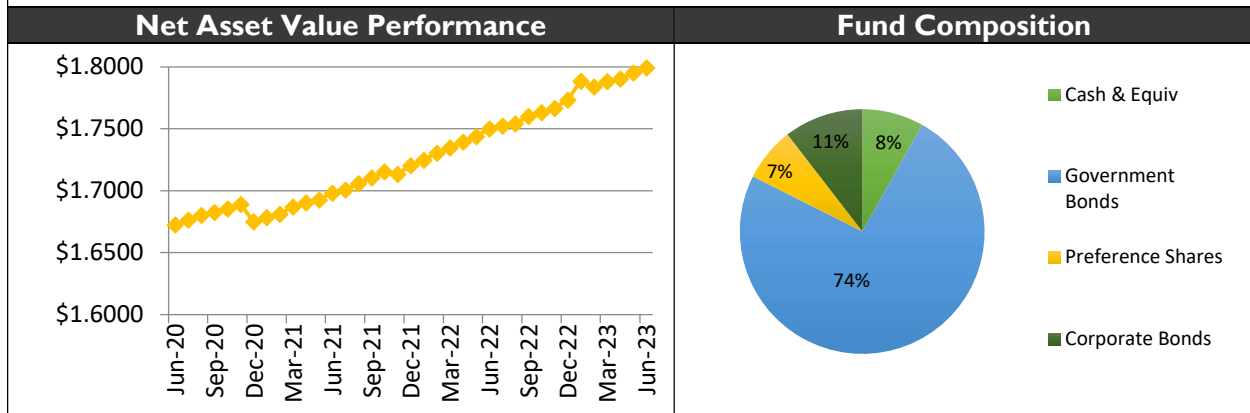
Investment Objective	Investment Strategy
Leno Financial Conservative Fund (the "Fund") is a fixed-income fund that aims to provide the highest possible level of return while maintaining liquidity and preserving capital, mainly through investments in Government Bonds, high-quality corporate securities, and term deposits. The Fund seeks to maintain a Net Asset Value that provides its shareholders with stable, low-risk returns.	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.

2nd Quarter Review

During the 2nd Quarter, the Central Bank of the Bahamas shifted from regularly scheduled benchmark offers with maturity ranging from 5 – 30 Yr. to shorter maturity offers of Bahamas Registered Securities (BRS). The market was very receptive to this change, as evidenced by net oversubscriptions. Treasury Bill discount rates remained relatively stable from the previous Quarter despite robust demand for this sector. BRS valuations declined during this period, with longer maturities having a greater contraction.

The Leno Financial Conservative Fund reported a net asset value per share of \$1.7994, representing a +0.62% return during Q2 2023. According to the Central Bank's Quarterly Statistical Digest released in May 2023, the average Savings Deposit Rate within the local banking system stood at 0.26%. The Fund provides a practical alternative to traditional savings vehicles, returning 1.47% YTD comparatively.

The top five preference share and corporate bond holdings in the portfolio 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%).



Investment Manager	Analysis Period
Leno Asset Management Limited	Apr 1, 2023 – June 30, 2023

Benchmark

WEIGHTED AVERAGE DEPOSIT INTEREST RATE

(Source: Quarterly Digest, The Central Bank of The Bahamas - www.centralbankbahamas.com)

Performance	Qtr-2	YTD	1 YR	3 YR	Since Inception
Fund	+0.62%	+1.47%	+2.82%	+2.47%	+3.99%
Benchmark	+0.20%	+0.30%	+0.50%	+0.50%	+1.63%
+/- Benchmark	+0.42%	+1.17%	+2.32%	+1.97%	+2.36%

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