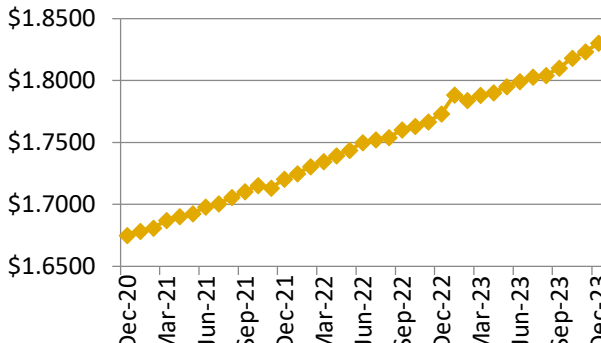
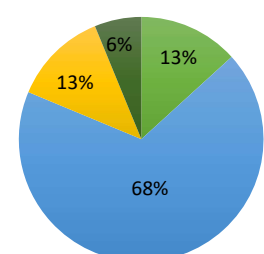




LENO FINANCIAL SAC CONSERVATIVE FUND
Quarterly Report for the period ended December 31, 2023

Investment Objective	Investment Strategy				
Leno Financial Conservative Fund (the “Fund”) is a fixed-income fund that aims to provide a modest 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 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.				
4th Quarter Review					
Valuations in the bond market were mixed in the last quarter of 2023. Treasury bill yields were flat, with \$834.1349 million taken up by the market. Commercial banks remained the leading investors, buying 82 percent of the treasury bills. 3 to 10-year bond prices fell while 20 and 30-year bond valuations increased.					
The Central Bank of The Bahamas held a one-year offer in October at a coupon rate of 3.20 percent and another one-year offer in December for a coupon rate of 3.25. It also announced the introduction of competitive bidding as an option for Government Registered Securities (BRS) to align with internationally recognized best practices.					
The Fund remained at an excellent risk-adjusted value, with a net asset value per share of \$1.8303 at the end of Q4. It outperformed its benchmark by +2.67% YTD.					
The top five preference share and corporate bond holdings in the portfolio include 1) PPP Investments (5.54%); 2) University of The Bahamas (2.94%); 3) Cable Bahamas (2.75%); 4) Nassau Cruise Port (2.06%); 5) Public Hospital Authority (1.97%). During the quarter, consolidation of the Leno Conservative Fund (LCF) saw an increase in preference shares, corporate bonds, and government bond holdings.					
Net Asset Value Performance	Fund Composition				
	 <div><div>Cash & Equiv</div><div>Government Bonds</div><div>Preference Shares</div><div>Corporate Bonds</div></div>				
Investment Manager	Analysis Period				
Leno Asset Management Limited	October 1, 2023 – Dec 31, 2023				
Benchmark					
WEIGHTED AVERAGE DEPOSIT INTEREST RATE					
(Source: Quarterly Digest, The Central Bank of The Bahamas - www.centralbankbahamas.com)					
Performance	Qtr-3	YTD	1 YR	3 YR	Since Inception
Fund	+1.11%	+3.21%	+3.21%	+3.00%	+3.93%
Benchmark	+0.13%	+0.54%	+0.54%	+0.52%	+1.59%
+/- Benchmark	+0.98%	+2.67%	+2.67%	+2.48%	+2.34%

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.