

Secure Balanced Fund

Quarterly Report, Q4 2024
Issue 39



Portfolio Optimization for Long-Term Growth

Net Asset Value:	\$11.06
Assets:	\$161.04M
Inception:	Nov-12

PERFORMANCE

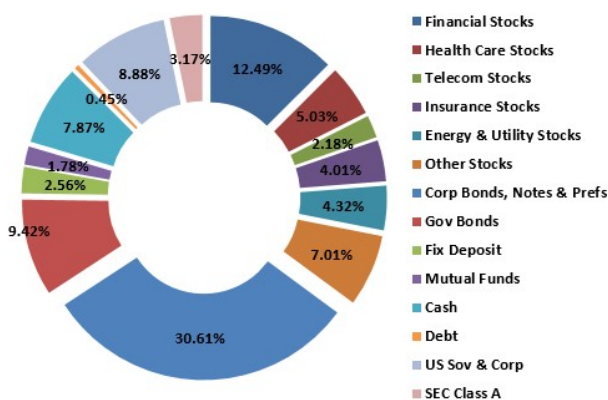
	Fund	Benchmark*
1 Month	0.83%	0.67%
3 Month	1.12%	0.88%
1Yr	4.39%	4.75%
3Yr	5.70%	6.86%
5yr	5.85%	5.18%

*Blended Index: 60% current Bahamas Prime Rate and 40% BISX All Share Index

INVESTMENT EXPOSURE

CORP. BONDS, NOTES & PREFS.	30.61%
FINANCIAL STOCKS	12.49%
GOVERNMENT BONDS	9.42%
HEALTH CARE STOCKS	5.03%
CASH + Cash Equivalents	4.32%

ALLOCATION



The Secure Balanced Fund is a sub fund of the Bahamas Opportunities umbrella investment fund, which began in November 2012. Performance shown is for Series 1, or retail, shares, which may differ from other Series offered in the fund. The asset allocation shown is subject to change without notice and at the discretion of the investment manager, subject to the restrictions outlined in the fund's offering documents. Past performance doesn't guarantee future success.

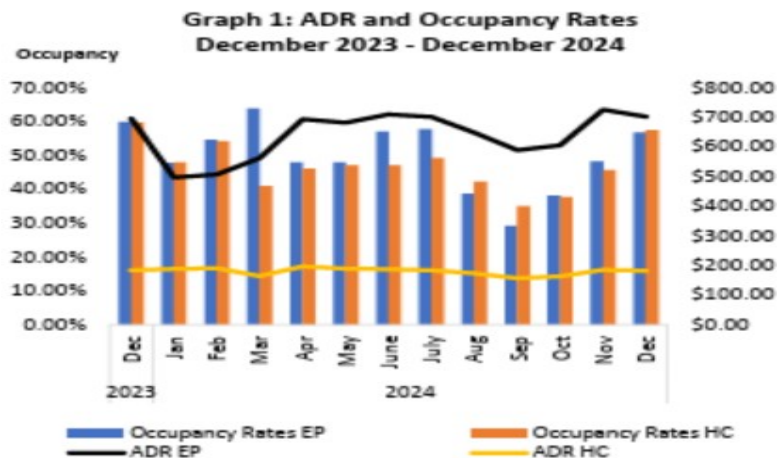
In Q4 2024 the Fund's NAV increased by 1.12% which outperformed benchmark's at 0.88%. Over the last year the Fund returned 4.39% vs 4.75% for the benchmark, but over the last 5 years, the Fund has averaged 5.85% per annum versus 5.18% for the benchmark.

Currently 39.25% of the Fund's portfolio is invested in the Targeted Equity Fund, 60.75% in the Prime Income Fund, and 0.31% in cash. The target allocation is 40% equities and 60% fixed income, so the fund is effectively in line with the target.

The stars in Q4 were FCL, FAM, and BPF which increased by 14.70%, 11.65%, and 9.38% respectively. The underperformers in Q4 were CAB, CBB, and EMA which declined by -10.00%, -9.10% and -5.86% respectively.

To enhance the Targeted Equity Fund's diversification and potentially improve long-term returns, we're strategically adjusting our portfolio. This involves gradually increasing our exposure to international equities and alternative investments, currently representing 5.1% of the portfolio, with a target allocation of 10% by the end of 2025. Concurrently, we will strategically reduce positions in certain sectors to optimize the overall portfolio balance. This measured approach will not only enhance liquidity but also add diversification.

The table below illustrates the continued strength of the tourism sector through the end of 2024. While occupancy rates have stabilized slightly below post-COVID peaks, the sector's outlook remains optimistic.



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