

Key Information

Net Asset Value	1.39
Fund Assets	4,193,611
Inception	Nov-12

Performance Statistics

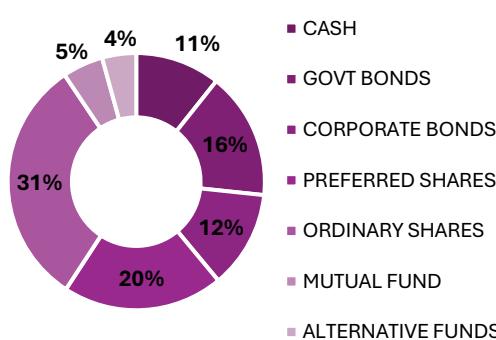
	RF Fund	Benchmark
1 Month	0.7%	0.8%
3 Months	1.4%	0.9%
Year to Date	4.1%	2.5%
1 Year	5.3%	3.3%
3 Years	4.6%	4.9%
5 Years	5.9%	6.5%

Returns greater than 1 year are annualized.

Top 5 Holdings

Position	Weight
CABLE BHS LTD SER 16 PRF SH 6%	6.0%
NAD LTD 7.5% PARTICIPATNG DBT NOTES	4.9%
CABLE BAHAMAS LTD S15 PREF 5.5%	4.8%
DOCTORS HOSPITAL HEALTH	4.4%
FIDELITY BANK (BAHAMAS) LTD	4.3%

Fund Allocation



Building A Strong Foundation

In the third quarter, the Fund gained 1.4%, bringing year-to-date performance to 4.1%. Strong performance from equities like Focol and Bahamas Property Fund offset weakness in larger positions including Doctors Hospital and Fidelity Bank. The Fund continues to outperform the BISX All Share Index, which rose 0.9% for the quarter and 2.5% year to date.

Top performers in Bahamian equities for the quarter were Bank of the Bahamas (+20.3%), Consolidated Water BDRs (+17.7%), and Focol (+12.5%), while laggards included Commonwealth Bank (-7.9%), Doctors Hospital (-6.4%), and Bahamas Waste (-4.7%).

Several companies announced dividends during the quarter, including AML, Cable Bahamas, Commonwealth Bank, J S Johnson, and CIBC. Cable Bahamas also relaunched its share buyback program through June 2026, leveraging strong cash flow generation to return value to shareholders.

Approximately one-quarter of the fixed income portfolio is invested in USD securities, offering attractive yields and high liquidity. In the US, the yield curve initially steepened on rate cut expectations and Fed independence concerns. When the Federal Reserve delivered a 25 basis point rate cut in September to 4.0%-4.25%, the move was fully anticipated. Signs of softening labour markets combined with sticky inflation may limit the Fed's ability to lower rates as aggressively as expected.

Our strategy balances opportunistic equity positioning with prudent fixed income management. On the equity side, we continue emphasizing diversification through high-quality, defensive businesses offering attractive valuations and sustainable dividends. For fixed income, elevated cash balances are being actively managed through short-term government paper, minimizing drag while preserving flexibility for anticipated private offerings. This balanced approach positions the portfolio to navigate moderating growth expectations while maintaining capacity to capitalize on emerging opportunities across both asset classes.