



Pension
Equity Fund

Q4 2019
Issue 29

Dec Net Asset Value:	\$2.3892
Assets:	\$1.49M
Inception:	Dec-99

Performance:

	Fund	Benchmark*
1 Month	0.88%	1.90%
3 Month	1.98%	2.78%
1 Yr	21.46%	5.79%
3 Yr Ave Ann	8.47%	6.84%

* BISX All Share Index

Top Five Holdings:

FIDELITY BANK (BAHAMAS)	21.2%
CABLE BAHAMAS	10.6%
DOCTORS HOSPITAL	10.4%
FINCO	9.9%
COMMONWEALTH BANK	6.7%

Top Five Industries:

FINANCIAL SERVICES	42.8%
TECHNOLOGY	10.6%
HEALTH CARE	10.4%
INSURANCE	7.7%
OIL & GAS	6.0%

The Equity Fund is a pension-only pool of assets that invests in the pension-specific shares of other equity and fixed income funds. Performance shown does not include any fees associated with the administration of a pension plan and may differ from other shares offered in the fund as a result of different fee structures. The asset allocation shown is subject to change without notice and at the discretion of the investment manager, subject to any restrictions outlined in the fund's offering documents. Past performance doesn't guarantee future success.

Outlook for 2020

In 2019 the Fund returned 18.35% versus BISX's return of 5.79%. Doctors Hospital moved into the top five holdings, while Colina fell out.

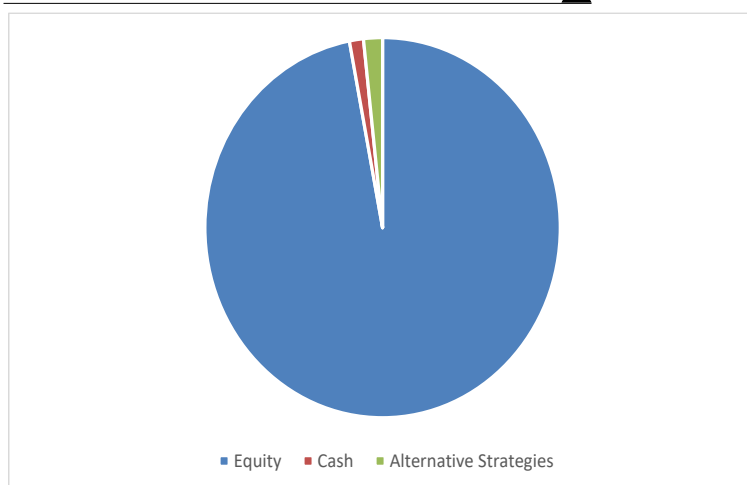
The table below details estimates for global real GDP growth over the next five years. The story is one of modest GDP growth expectations. According the Central Bank of The Bahamas, indications are that growth will be more subdued in 2020 versus 2019 due to the temporary reduction in tourism capacity.

Real GDP Forecasts	2019E	2020E	2021E	2022-2024E
Global	3.00%	3.20%	3.50%	3.30%
G10	1.70%	1.30%	1.50%	1.10%
US	2.30%	1.80%	1.90%	1.10%
Emerging Markets	3.90%	4.40%	4.70%	4.60%
China	6.10%	6.00%	5.90%	5.20%

Source: Margan Stanley, On The Markets, December 2019

In 2020 we feel the Fund is positioned to generate returns between 8-10% based on current P/E multiples, dividend yields and the potential for earnings growth. Stock selection has always been the key to good performance in the local stock market and 2020 will be no different.

Allocation:



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