



FUND INFORMATION

Investment Objective: CFAL Balanced Fund, Ltd. ("the Fund") seeks to achieve diversified above-average risk adjusted returns consistent with the Fund's risk tolerance.

Investment Strategy: The Fund will pursue its objective by investing primarily in a blend of equities which possess strong long-term value and growth and high-quality fixed income securities. These investments may include common stock, preference shares corporate and government bonds and cash equivalents.

Net Assets: \$22.160M

Net Asset Value/ Share: \$4.897

Currency: BSD

Fund Inception Date: Oct-31-1994

Management Fee: 1.00%

Subscription/ Redemption Fee: 0.00%

Expense Ratio (2021): 1.13%

Early Withdrawal Fee: No early withdrawals permitted

Investment Manager: CFAL

Bloomberg Ticker: COLMSIP BM

Benchmark: Blended Index (BISX/ Local Prime Rate/ Weighted Avg. Deposits)

*Benchmark changed December 31, 2019

TOP 5 COMMON STOCK HOLDINGS

Holdings	(%)	YTD 2023 Return (%)
FCL	5.16	+2.53
JSJ	3.95	+1.08
CHL	3.83	0.00
CBL	3.35	+1.12
CIB	2.42	-32.96

EQUITY SECTOR ALLOCATION

Sector	(%)
Financials	62.90
Energy	21.02
Consumer Staples	9.32
Utilities	3.46
Industrials	1.95
Consumer Discretionary	1.29
Health Care	0.06

PERFORMANCE SUMMARY (%)

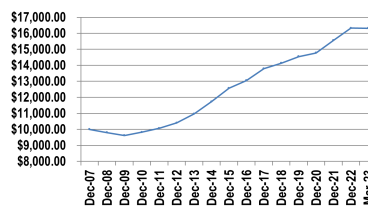
As at March 31, 2023

	Cumulative		Annualized					
	QTR1	YTD	1 Year	3 Year	5 Year	7 Year	10 Year	Incept.
Fund	-0.03	-0.03	+4.47	+3.69	+3.44	+3.60	+4.34	+5.75
Benchmark	-4.24	-4.24	+5.89	+4.16	+4.07	+3.86	+4.93	n/a
+/- Benchmark	+4.21	+4.21	-1.42	-0.47	-0.63	-0.26	-0.59	n/a

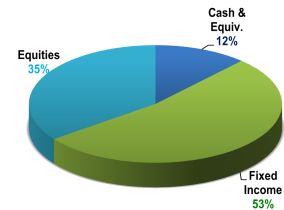
CALENDAR YEAR PERFORMANCE (%)

	YTD							
	2023	2022	2021	2020	2019	2018	2017	2016
Fund	-0.03	+4.87	+5.32	+1.58	+2.93	+2.49	+5.68	+3.82
Benchmark	-4.24	+11.18	+5.28	-1.28	+4.88	+3.20	+6.59	+7.04
+/- Benchmark	+4.21	-6.31	+0.04	+2.86	-1.95	-0.71	-0.91	-3.22

GROWTH OF \$10,000



ASSET ALLOCATION



PERFORMANCE REVIEW:

The CFAL Balanced Fund, Ltd. had a slight loss of -0.03 percent in the first quarter to end with a Net Asset Value of \$4.897 per share. Year over year the fund was up +4.47 percent. The Fund outperformed its blended benchmark index by 4.21 percentage points for the quarter. The local stock index, BISX, performed poorly during Q1-2023, losing -9.36 percent. Year over year, the index returned +7.50 percent.

Asset class performance was mixed for the quarter. The fixed income portfolio saw the highest gains, returning +0.92 percent while cash and equivalent holdings reported a slight gain of +0.07 percent. The equity holdings lost -1.87 percent. During the quarter, the best common stock performers inclusive of dividends were Bank of the Bahamas (+18.77%), FINCO (+17.97%) and Commonwealth Brewery (+10.57%). CIBC FirstCaribbean (-32.96%), AML Holdings (-11.37%) and Bahamas Waste (-1.03%) were the largest decliners. Overall, the common stock holdings lost -2.72 percent for the quarter, outperforming BISX by 6.64 percentage points.

Bahamian economic activity remained strong, boosted by ongoing gains in the tourism sector which led to higher employment and better economic conditions. For 2022, tourist arrivals were reported as 7.00M, just below the pre-pandemic record breaking arrivals of 7.25M in 2019. The positive trend continued in 2023, with total arrivals of 846.6K in January, an increase of 166 percent over the same period in 2022. Preliminary data from the Ministry of Finance showed that for the first half of FY2022/23, the government collected \$1.258B in revenues, a gain of 11 percent over the prior year. Revenues were led by a 13.5 percent increase in tax receipts, including Value Added Tax, which was reported as \$598.8M. Total expenditures also rose to \$1.534B during the same period, an increase of 8.4 percent over the previous year, owing to increases in recurrent spending including personal emoluments and interest payments. The fiscal deficit narrowed slightly by 1.9 percent to \$276.0M. The National Debt (inclusive of contingent liabilities) ended 2022 at 11.426B or 90.0 percent of GDP. Meanwhile, inflation trended downward but remained at relatively high levels. The Consumer Price Index rose 4.8 percent at the end of January from the previous year. The rate stood at 5.5% in December. The Bahamian economy was estimated to have grown by 14.4 percent in real terms in 2022, however, the IMF expects growth to slow to 4.3 percent this year. At this time, the CFAL Balanced Fund will remain overweight in cash and fixed income investments due to the limited availability of attractive equity investments in the local market. In this environment, monitoring existing positions and divesting of under-performers remains key to protecting fund performance.

Disclaimer: This performance report is for informational purposes only. Only the Offering Memorandum, of which the present document is not a part, should be relied upon for the purpose of considering an investment in the CFAL Balanced Fund, Ltd. Past performance is not necessarily indicative of future results. For more information, email info@cfal.com.