



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: \$33.651M

Net Asset Value/ Share: \$5.345

Currency: BSD

Fund Inception Date: Oct-31-1994

Management Fee: 1.00%

Subscription/ Redemption Fee: 0.00%

Expense Ratio (2023): 1.04%

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 2024 Return (%)
FCL	4.60	+9.93
CHL	3.36	+12.12
CBL	3.25	-2.95
JSJ	3.12	+9.32
CIB	2.16	+8.93

EQUITY SECTOR ALLOCATION

Sector	(%)
Financials	67.25
Energy	21.39
Consumer Staples	6.58
Utilities	2.14
Industrials	1.69
Consumer Discretionary	0.91
Health Care	0.04

PERFORMANCE SUMMARY (%)

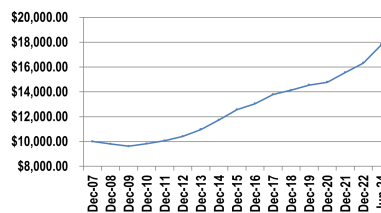
As at June 30, 2024

	Cumulative		Annualized					Incept.
	QTR2	YTD	1 Year	3 Year	5 Year	7 Year	10 Year	
Fund	+0.71	+2.77	+6.82	+6.17	+4.48	+4.41	+4.62	+5.81
Benchmark	+0.59	+2.58	+9.38	+9.06	+5.21	+5.40	+5.36	n/a
+/- Benchmark	+0.12	+0.19	-2.56	-2.89	-0.73	-0.99	-0.74	n/a

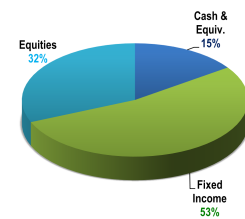
CALENDAR YEAR PERFORMANCE (%)

	YTD							
	2024	2023	2022	2021	2020	2019	2018	2017
Fund	+2.77	+6.18	+4.87	+5.32	+1.58	+2.93	+2.49	+5.68
Benchmark	+2.58	+5.97	+11.18	+5.28	-1.28	+4.88	+3.20	+6.59
+/- Benchmark	+0.19	+0.21	-6.31	+0.04	+2.86	-1.95	-0.71	-0.91

GROWTH OF \$10,000



ASSET ALLOCATION



PERFORMANCE REVIEW:

The CFAL Balanced Fund, Ltd. gained +0.71 percent in Q2 2024 to end the quarter with a Net Asset Value per share of \$5.345. The Fund outperformed its blended benchmark index by 0.12 percentage points during the quarter and 0.19 percentage points year to date. The local stock index, BISX, rose +0.22 percent in the second quarter, extending its 2024 gains to +3.22 percent.

All asset classes saw positive returns during the quarter. Fixed income holdings were the best performing asset class with returns of +1.04 percent while the equities gained +0.86 percent. Cash and equivalent holdings rose 0.25 percent. During the quarter, the best common stock performers inclusive of dividends were FINCO (+14.77%), APD (+8.38%) and AML Foods (+8.02%). Commonwealth Brewery (-4.47%), FOCOL (-4.41%), and Emera Inc (-4.23%) were the largest decliners. Overall, the common stock portfolio rose +0.87 percent for the quarter, outperforming BISX by 0.65 percentage points.

The Bahamian economy maintained its growth trajectory in the second quarter, albeit at a more moderate pace. The tourism sector continued to post strong growth, with visitor arrivals totaling 4.8M as of May 2024, a 13.47% increase from the previous year. Preliminary data for the first nine months of FY2023/24 indicates that the overall deficit declined by \$35.5M (14.2%) to \$214.2M compared to the same period of FY2022/23. Over the period, total revenues increased by \$112.4M or 5.4% to \$2.19B, representing 66.0% of the budgeted revenues. Tax revenues experienced growth of 7.5% or \$136.97M, while non-tax revenues declined 8.9% to \$235.4M. Meanwhile, total recurrent expenditure increased by \$76.9M (or 3.3%) to \$2.41B or 70.3% of the budgeted spend. As of March 2024, the Direct Charge saw an increase of \$257.2M to \$11.51B and the National Debt, inclusive of contingent liabilities, stood at \$11.85B. Direct Charge to GDP was estimated at 79.9% while National Debt to GDP was estimated at 82.3%. Inflation remains a concern, according to the most recent statistics, the CPI rose 1.7% in April 2024, from the same period last year. Liquidity continued to build up in the banking sector, as deposits expanded and credit declined. In the domestic capital markets, equities were mostly positive as consumer spending continued to normalize and government securities dominated the fixed income market. While the Bahamas is expected to continue its moderate growth trend this year, inflation and elevated debt levels remain detractors to growth. During this time, the CFAL Balanced Fund will remain overweight in cash and fixed income investments with a focus on acquiring short-duration bond issues. 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.