



FG FINANCIAL GROWTH FUND

Quarterly Report For The Period Ended March 31, 2014

INVESTMENT OBJECTIVE

The FG Financial Growth Fund (the "Fund") is our most aggressive Fund whose objective is to provide a combination of capital appreciation and income over the long-term. The Fund is targeted towards individual and institutional investors with long-term horizons and capital growth objectives whose risk profile includes a tolerance for the volatility of the equities market.

INVESTMENT STRATEGY

The Fund invests in a diversified selection of Bahamian equities (listed and non-listed), mortgages, and fixed income securities. The Growth Fund invests in equities that are expected to be liquid relative to other local equities and which are expected to generate long-term total returns in excess of the BISX All Share Index (the "Benchmark").

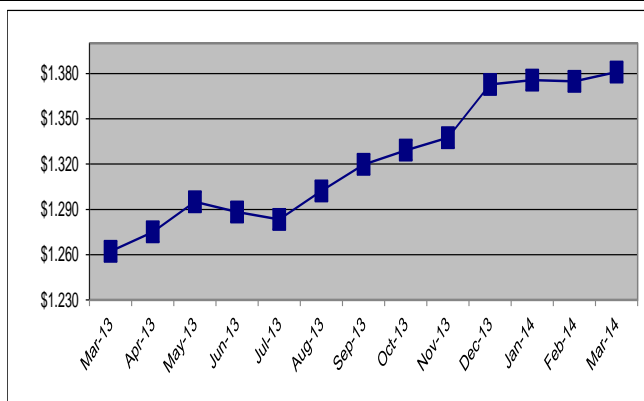
FOURTH QUARTER REVIEW

The Fund's net asset value (NAV) per share increased by 0.60% during the 1Q14 to \$1.3810. The Fund underperformed the BISX All Share Index (the "Benchmark") returns of 3.12% by 2.53 basis points. Over the 12 months ended March 31, 2014 the Fund's return of 9.41% was 0.47% ahead of the Benchmark. Over the previous three years, the Fund yielded 7.72% per annum, 680 basis points above the Benchmark's returns of -0.70%. Since inception, the Fund has outperformed the Benchmark by 9.83%.

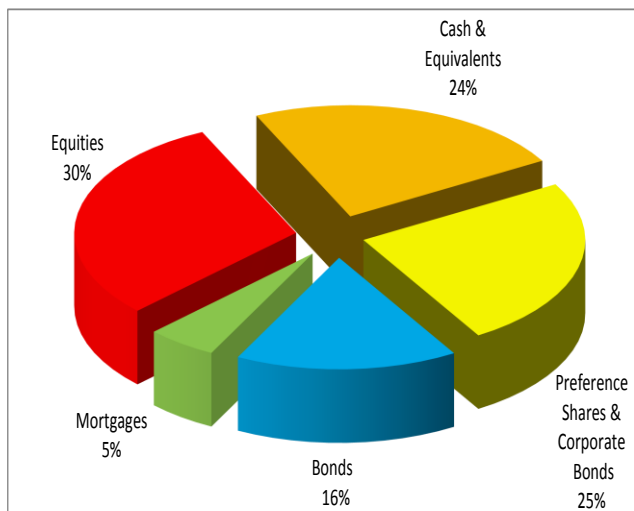
The Fund's equity portfolio has had mixed results YTD. The gains in APD, CBB and FIN have been offset by declines in CAB and CBL. In the case of CAB, the market is still digesting the long-term impact of their recent investments in Florida, while in the case of CBL we are of the view that the market is not trading based on the CBL's fundamentals, which are strong, and that during the remainder of the year its share price will recover.

During the quarter, the pattern of strong net subscriptions continued and Cash & Cash Equivalents increased to 24% of the total portfolio. During the remainder of 2014, our strategy will be to continue to prudently invest any surplus cash in government bonds, preferred share offerings, equities and mortgages and reduce the drag the excess cash is having on the Fund's return..

NET ASSET VALUE PERFORMANCE



FUND COMPOSITION



EQUITY POSITION HIGHLIGHTS

STOCK HOLDINGS	DIVIDEND YIELD	QTR.1 RETURN	YTD RETURN
APD	2.06%	+9.92%	+9.92%
CAB	4.48%	-3.18%	-3.18%
CBB	5.59%	+7.82%	+7.82%
CBL	5.74%	-8.39%	-8.39%
FIN	2.24%	+7.14%	+7.14%

PERFORMANCE	QTR-1	YTD	1 YR	3 YRS	INCEPTION (PER ANNUM)
Fund	+0.60%	+0.60%	+9.41%	+7.72%	+6.02%
Benchmark	+3.12%	+3.12%	+8.94%	+0.92%	-3.81%
+/- Benchmark	-2.53%	-2.53%	+0.47%	+6.80%	+9.83%

This document is prepared by FG Financial Limited, which is licensed by the Securities Commission of The Bahamas as a Fund Administrator. FG Financial Limited is the parent company of FG Financial Fund Limited SAC and a subsidiary of FamGuard Corporation Limited. This quarterly review is for informational purposes only. Please note that past performance and rates of return are not indicative of future records.