



FG FINANCIAL GROWTH FUND

Quarterly Report March 31, 2010

INVESTMENT OBJECTIVE

FG Financial Growth Fund is an aggressive Fund whose objective is to provide a combination of capital appreciation and income over the long-term. This Fund is ideal for individual and institutional investors with long-term investment horizons and capital growth objectives who can accept the volatility of the equities market.

INVESTMENT STRATEGY

FG Financial Growth Fund invests in a diversified selection of Bahamian equities (listed and non-listed), mortgages, and fixed income securities. The Growth Fund focuses primarily on liquid stocks in the Bahamian market with above average long term growth potential or stocks which are considered undervalued in the market relative to their long-term potential.

FIRST QUARTER 2010 REVIEW

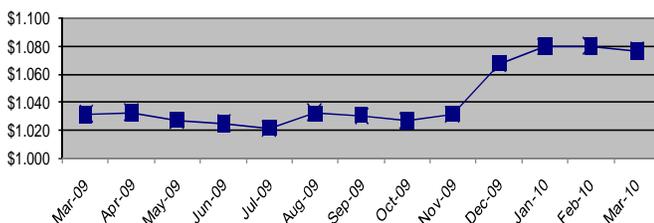
The Growth Fund ended the first quarter with a net asset value (NAV) per share of \$1.0764, a return of 0.79%, underperforming its benchmark, the BISX All Share Index, which reported returns of 2.00% over the same period. However, the Fund outperformed 12-month benchmark returns by 695 basis points. From inception, the Fund yielded approximately 3.82%.

While there has been continued market improvement as a result of increased investor confidence resulting in overall share price appreciation on the local stock exchange. However, there has been some price retraction in several local equities during the quarter. As a result, our equities portfolio experienced a decrease of approximately \$16 thousand due to net unrealized losses during the quarter, yielding net returns of -1.24%.

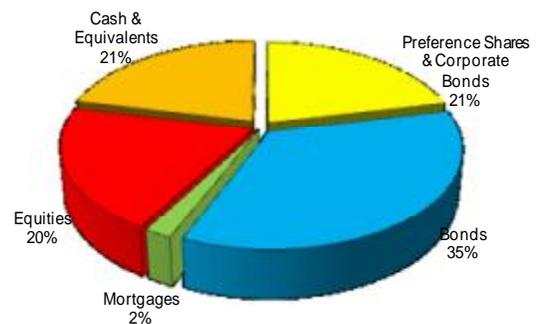
We channeled our available funds to increase our mortgage holdings by \$35 thousand to provide a further boost in our yields. We also reduced our term deposits holdings by approximately \$224 thousand in an effort to position the Fund to invest in equities that are undervalued in the market relative to their long-term potential. This will allow us to reap the benefits of share price gains in the upturn of the equities market.

Net assets available to shareholders remained relatively static as cash from subscriptions have been utilized to fund redemption requests.

FUND PERFORMANCE



FUND COMPOSITION



Performance Analysis	QTR 1	Y-T-D	12-MTH	Inception
Fund	+0.79%	+0.79%	+4.37%	+3.82%
Benchmark	+2.00%	+2.00%	-2.57%	-9.34%
+/- Benchmark	-1.21%	-1.21%	+6.95%	+13.16%

Investment Manager:	Family Guardian Insurance Co. Ltd.
Analysis Period:	January 1, 2010 to March 31, 2010
Benchmark:	BISX All Share Index

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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 results.