



FG FINANCIAL GROWTH FUND

Quarterly Report September 30, 2009

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 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.

INVESTMENT RISK AND RETURN

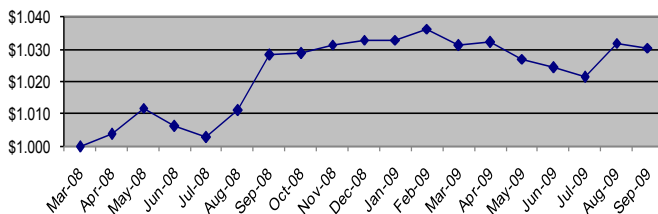
Equities are riskier investments, but historical evidence reveals that equity markets provide higher rates of return over the long-term. Our expected long-term rate of return on this portfolio is 8% - 12% per annum.

THIRD QUARTER 2009 REVIEW

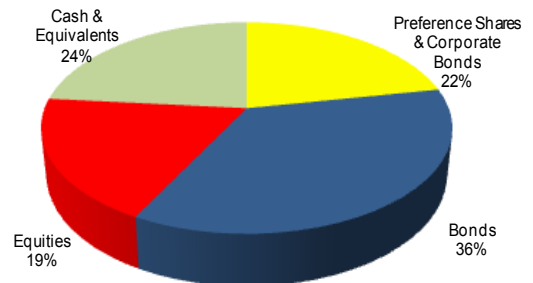
The Growth Fund ended the third quarter with a net asset value (NAV) per share of \$1.0305, a return of 0.61% for the quarter, outperforming its benchmark, the BISX All Share Index, which reported returns of -4.90% over the same period. Year-to-date, the Fund continued to outperform its benchmark, yielding -0.24% compared to the benchmark returns of -12.30%. Over the past 12 months the Fund provided returns of 0.22% exceeding benchmark returns of -18.23%. From inception, the Fund yielded approximately 2.03%.

Continued market contractions resulted in our equity portfolio experiencing an overall net return of -16.79%. Year-to-date unrealized losses on equities of \$131 thousand was softened by dividend income of approximately \$19 thousand. As a result of protracted share value declines, we opted to channel available funds to safer investments such as government bonds and term deposits, thereby minimizing our risk exposure. As a result, during the quarter we invested \$90 thousand in government bonds and approximately \$163 thousand in term deposits at aggressive rates. Net assets available to shareholders remained relatively static as cash from subscriptions have been utilized to fund redemption requests.

Net Asset Value Performance



Fund Composition



Performance	QTR 3	Y-T-D	12-MTH	Inception
Fund	+0.61%	-0.24%	+0.22%	+2.03%
Benchmark	-4.90%	-12.30%	-18.23%	-15.67%
+/- Benchmark	+5.51%	+12.06%	+18.45%	+17.71%

Investment Manager:	Family Guardian Insurance Co. Ltd.
Analysis Period:	March 31, 2008 to September 30, 2009
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.