# LOM Equity Growth Fund Manager's Report Q3 2022

October 5, 2022

**Fund Information**

Fund Manager
LOM Asset Management Ltd.

Portfolio Managers
Bryan Dooley, CFA

Domiciled
Bermuda

Exchange
Bermuda Stock Exchange

Inception Date
03/13/2000

Dealing Terms
Friday (5:30 AST)

Settlement Terms
Trade +3

ID ISIN
BMG556251186

Bloomberg Ticker
LOMEQGA BH

Fund Size
$47,996,049

Management Fee
2.00%

Administration Costs
0.26%

Sales Fee
May be applicable

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After an exceptional 2021, the first three quarters of 2022 have been challenging for equity fund investors. Concerns over the Federal Reserve aggressively raising interest rates and thereby causing a recession have weighed on risk markets across the board. During the third quarter, the LOM Equity Growth Fund declined in price as markets tumbled around the world.

Since the beginning of this year, the U.S. economy and stock market have been hit by the perfect storm. Russia's invasion of Ukraine began a bloody and disruptive war in Europe, China's COVID lockdowns added to supply chain disruption woes and hawkish central bank policies all conspired to knock down asset values.

Overall, it was a volatile third quarter for global markets. The MSCI World index rose as much as 11.94% before closing the month down -6.07%. Central banks signaled resolve in raising rates to combat high inflation, creating fear in the markets that the actions will tip us into a global recession. Recently, indices have fallen back to technical support levels.

In the US, Consumer Discretionary (4.36%), Energy (2.16%) and Financials (-3.10%) were the strongest performing sectors. Communications (-12.71%), Real Estate (-11.03%) and Materials (-7.13%) were the weakest sectors this quarter.

In this environment, we continue to focus on higher quality companies with a degree of defensiveness. Recent new positions include some in the energy, electric utility and consumer staples sectors while we continue to increase our weighting in value versus growth allocations.

### Equity Growth Fund Performance through 09/30/2022

| | | Annualized Returns | | |
|---|---|---|---|---|
| | YTD | 1 Year | 3 Year | 5 Year |
| LOM Equity Growth Fund | -26.83% | -21.09% | 3.37% | 3.70% |
| MSCI World Stock Index | -25.12% | -19.81% | 3.94% | 3.91% |