

ANNUAL REPORT 15

MERBAN FUND LIMITED | FINANCIAL STATEMENTS



**Merban
Fund**

MERBAN FUND LIMITED
Financial Statements
Annual Report 2015



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Notice of 2nd ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that, the 2nd Annual General Meeting of Merban Fund Limited will be held on Monday, 27th June, 2016 at 11.00 a.m. at Alisa Hotel, North Ridge, Accra to transact the following businesses:

AGENDA

Ordinary business

1. To receive and consider for adoption the report of the Fund Manager.
2. To receive and consider for adoption, the reports of the Directors and Auditors, and the financial statements for the year ended 31st December, 2015.
3. To authorize the Directors to appoint and fix the fees of the Auditors for the 2016 financial year.

Special Business

4. To authorize the Directors to change the name of the Fund from Merban Fund Limited to UMB Balanced Fund Limited.

Dated this 27th day of May, 2016

BY ORDER OF THE BOARD



BRENDA SEMEVO AFARI (MRS.)

COMPANY SECRETARY

NOTES:

1. A member entitled to attend and vote at the Annual General Meeting may appoint a Proxy to attend and vote on his/her behalf. Such a Proxy need not be a Member of the Company.
2. A copy of the instrument appointing a Proxy may be deposited at #57 Dr. Isert Street, North Ridge or at the meeting venue at any time before the meeting.

Resolutions to be passed at the **UMB 2016 ANNUAL GENERAL MEETING**

The Board of Directors will be proposing the following resolutions, which will be put to the 2016 Annual General Meeting:

RESOLUTION 1 – ADOPTION OF FUND MANAGERS’ REPORT

The General Meeting by an ordinary resolution, hereby adopts the report of the Fund Manager as presented to the meeting.

RESOLUTION 2 – APPROVAL OF ACCOUNTS

The General Meeting by an ordinary resolution, hereby approves the financial statements of the Company for the financial year ended on December 31st, 2015. The general meeting discharges the Directors and Auditors from all liabilities in relation to any act or action performed by them with respect to the affairs of the Company for the financial year ended December 31st, 2015.

RESOLUTION 3 – APPROVAL OF AUDITORS FEES

The General Meeting by an ordinary resolution, hereby authorizes the Board of Directors to fix the remuneration of the Auditors for the Company’s 2016 audit.

RESOLUTION 4 – APPROVAL OF CHANGE OF NAME

The General Meeting by a special resolution authorizes the Board of Directors to change the name of the Fund from Merban Fund Limited to UMB Balanced Fund Limited.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Felix Kwaku Appiakorang Date (Chairman) (Appointed 7/12/15)
Mr. Amenyo Kodzo Setordzie (Appointed 7/12/15)
Mr. Ernest Pascal Gemadzie (Appointed 7/12/15)
Mrs. Nelly Naki Gome Abotchie (Appointed 7/12/15)
Mr. Patrick Amanor Buckor (Appointed 7/12/15)

SECRETARY

Brenda Semevo Afari (Mrs.) (Appointed 22/04/15)

AUDITOR

KPMG
Chartered Accountants
13 Yiyiwa Drive, Abelenkpe
P. O. Box 242
Accra

REGISTERED OFFICE

Merban House
44 Kwame Nkrumah Avenue
P. O. Box GP 401
Accra

BANKER

Universal Merchant Bank Limited

CUSTODIAN

Stanbic Bank Limited

FUND MANAGER

UMB Investment Holdings Limited
No. 57 Dr. Isert Street, North Ridge
P. O. Box GP 401, Accra.

CHAIRMAN'S STATEMENT TO SHAREHOLDERS

Introduction

On behalf of the Board of Directors and on my own behalf, I welcome all of you to the second Annual General Meeting of Merban Fund Limited. On behalf of the Board of Directors and Managers of the Fund, I would like to express my profound gratitude for your continued support and patronage of the Fund. Merban Fund closed the year with a return of 13.20%, even though the Ghana Stock Exchange Composite Index (GSE-CI) posted returns of -11.77% and there was general decline in money market rates during the period.

Performance of Ghana's Economy in 2015

The economy during the year under review experienced a slowdown in economic growth, mainly due to energy constraints, pressures on the cedi and a high cost of production inputs.

Inflation rose to 17.7% at the year end from 16.4% at the beginning of the year. In a bid to reduce inflation, the Bank of Ghana increased the policy rate by a 100 basis point in 2015. On the foreign exchange market, the Ghana Cedi also depreciated by about 18.6% against the US Dollar in the year. The Government of Ghana 91 day Treasury Bill interest rates dropped from 25.83% at the beginning of the year to 22.9% at the end of the year.

Board Changes

There were a few changes to the Board in 2015. Mr. K. Afriyie Poku, Mr Emmanuel Afari and Mr. Felix Anyinsah resigned from the Board. New members appointed to the Board were: (1) Mr. Felix Kwaku Appiakorang Date; (2) Mr. Ernest Pascal Gemadzie; (3) Mrs. Nelly Naki Gome Abotchie; (4) Mr. Amenyo Setordzie; and (5) Mr. Patrick Buckor. Mr. Date is the chairperson for the Board.

Outlook

The operating environment of your Fund is expected to be much better in 2016. The GDP growth prospects are much better in 2016 and Government deficit is expected to be slightly lower. Levels of inflation and interest rates are expected to be similar to that of 2015. Merban Fund is therefore positioned to take advantage of market conditions in 2016.

Conclusion

I take the opportunity to encourage shareholders to continue investing in the Fund at our offices or any of the UMB Branches.

The Board and Management of Merban Fund are committed to growing your Fund and assisting the Fund Manager to surmount any challenges that may crop up, so as to grow the fund and enhance value for shareholders.

I would implore my fellow Directors and Shareholders to partner me in acknowledging the tireless efforts of the Fund Manager.

God Richly Bless us all!



Mr. Félix Kwaku Appiakorang Date

Board Chairman

REPORT OF THE DIRECTORS

TO THE MEMBERS OF MERBAN FUND LIMITED

The Directors present their report and the financial statements of the Company for the year ended 31 December 2015.

DIRECTORS' RESPONSIBILITY STATEMENT

The Company's Directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in the manner required by the Companies Act, 1963 (Act 179), the Securities and Exchange Commission Regulations, 2003 (LI 1728), the Securities Industry Law Amended, 1993 (PNDCCL 333) as amended by the Securities Industry (Amendment) Act, 200 (Act 590), and the Unit Trust and Mutual Fund Regulations, 2001 (L.I. 1695) and for such internal control as the Directors may deem necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The Directors have made an assessment of the ability of the Company to continue as a going concern and have no reason to believe that the Company will not be a going concern in the year ahead.

NATURE OF BUSINESS

The principal activity of the Fund is mobilizing funds for investment in money market instruments, listed equities, and other regulated financial instruments with the possibility of high earnings.

FINANCIAL RESULTS

The results for the year are as set out in the attached financial statements. The Directors consider the state of the Company's affairs to be satisfactory.

APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements of the Company were approved by the Board of Directors on 29th April 2016 and signed on their behalf by:



.....
Director



.....
Director

INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF MERBAN FUND LIMITED

REPORT ON THE FINANCIAL STATEMENTS

We have audited the financial statements of Merban Fund Limited, which comprise the statement of financial position as at 31st December 2015, the statements of comprehensive income, changes in net assets attributable to holders of redeemable shares and cash flows for the year then ended, and notes to the financial statements, which include a summary of significant accounting policies and other explanatory notes as set out on pages 6 to 25.

DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Fund's Directors are responsible for the preparation of financial statements that show a true and fair view in accordance with International Financial Reporting Standards and in the manner required by the Companies Act, 1963 (Act 179), the Securities and Exchange Commission Regulations, 2003 (LI 1728), the Securities Industry Law, 1993 (PNDCL 333) as amended by the Securities Industry (Amendment) Act, 2000 (Act 590) and the Unit Trust and Mutual Fund Regulations, 2001 (L.I. 1695) and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures

that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion, the financial statements give a true and fair view of the financial position of Merban Fund Limited at 31 December 2015 and its financial performance and cash flows for the year ended in accordance with International Financial Reporting Standards and in a manner required by the Companies Act, 1963 (Act 179), the Securities and Exchange Commission Regulations, 2003 (LI 1728), the Securities Industry Law, 1993 (PNDCL 333) as amended by the Securities Industry (Amendment) Act, 2000 (Act 590) and the Unit Trust and Mutual Fund Regulations, 2001 (L.I. 1695).

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Compliance with the requirements of Section 133 of the Companies Act, 1963 (Act 179)

We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.

In our opinion, proper books of account have been kept and the statements of financial position and comprehensive income are in agreement with the books of account.



SIGNED BY: ANTHONY KWASI SARPONG (ICAG/P/1369)

FOR AND ON BEHALF OF:
KPMG: (ICAG/F/2015/038)
CHARTERED ACCOUNTANTS
13 IYIWA DRIVE, ABELNKPE
P. O. BOX GP 242
ACCRA

29th April, 2016

FUND MANAGER'S REPORT

FOR THE YEAR ENDED DECEMBER 31, 2015

FUND MANAGER'S

It is with immense pleasure that I present the Fund Manager's Report on this occasion of the Fund's second Annual General Meeting. Even though the Fund has a long way to go in its quest to be among the best performing Mutual Funds in Ghana, in 2015, it recorded a modest growth of 17.30% in its assets under management and posted a return of 13.20%, thus outperforming the Ghana Stock Exchange.

Economic and Market Review

Ghana's economic growth slowed for the fourth consecutive year as it recorded a GDP growth of 3.4% in 2015, compared to a growth of 4% in 2014. International prices of oil and gold, which together account for 50% of Ghana's exports, fell by 47% and 8%, respectively in 2015. The Cedi lost 18% of its value against the US dollar, and inflation, which had been on an upward trend, inched up at 17.7% by December 2015. Additionally, the energy rationing, coupled with high utility tariffs and efforts on the part of government to ensure fiscal discipline, weighed negatively on the economy. Despite unfavourable global economic conditions, Ghana's external balance improved in 2015. The country's current account deficit narrowed to 7.8% of GDP in 2015 from 9.6% recorded in 2014.

Money market rates declined marginally leading to a declining overall performance of the fixed income market. Interest rates on the 91-day Treasury bill fell from 25.8% in January 2015 to 22.9% at the year-end. The 182-day Treasury bill also closed the year at 24.5% from 26.4% at the beginning of the year. The performance of the Ghana Stock Exchange (GSE) was bearish leading to many investors losing significant portions of their capital investments. Both indices of the GSE, the Composite Index and the Financial Stock Index, recorded negative returns of -11.77% and -13.98%, respectively.

Fund Performance

The value of the Fund as at December 31, 2015 stood at GHS 1,120,169 compared to GHS 954,968 as at January 1, 2015, representing 17.30% growth in the Fund's asset under management. The number of issued shares in the Fund also increased from 7,919,666 as at December 2014 to 8,257,387 by year end, December 2015.

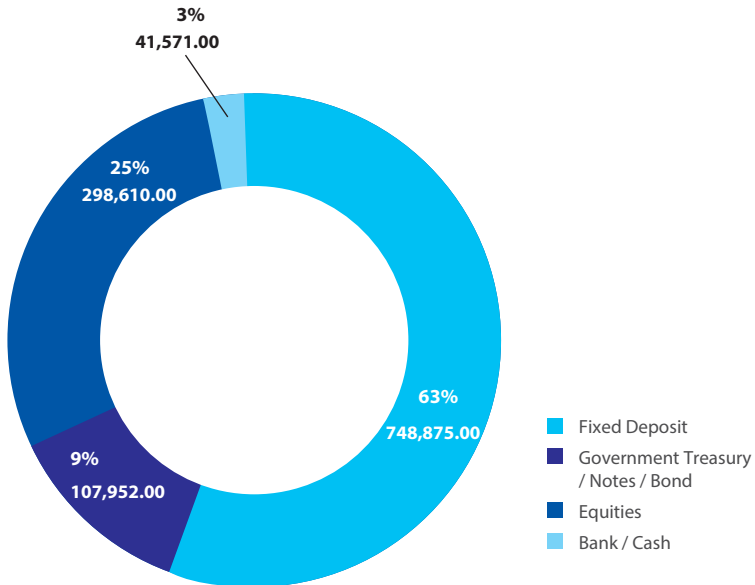
The Fund posted a return of 13.20%, which significantly exceeded the performance of the GSE Composite and Financial Stocks indices of -11.77% and -13.98% respectively. The return on the portfolio would have been higher but for the abysmal performance of the exchange in 2015. In light of the consistently poor performance of the GSE, the

Fund Manager has taken appropriate steps to restructure the portfolio in 2016 so as to ensure that the portfolio continues to outperform the benchmark indicators in the coming years.

Portfolio Allocation

The Fund Manager continued the rebalancing of the portfolio to reflect happenings in the market in order to forestall an increase in losses and maximize returns on the portfolio.

The asset allocation of the Fund as at December 31, 2015 is represented below.



The Fund has 25% of its portfolio in equities listed on the Ghana Stock Exchange. The remaining 75% is invested in Fixed Income Securities in general. Fixed Deposits, Government/Bank of Ghana Securities and cash contribute 63%, 9% and 3%, respectively of the portfolio.

Outlook for 2016

The government is expected to continue to work closely with the International Monetary Fund (IMF) to ensure fiscal discipline and to curb the country's rising debt levels. The World Bank and IMF both indicated that they remain upbeat about Ghana's economic prospects in 2016. The IMF in its Economic Outlook Report estimates the Country's 2016 growth at a little above 4%.

It is anticipated that the economy will pull through a number of challenges in the year 2016. Energy supply is expected to improve following the measures being implemented by the government, including the installation of power barges and improved gas supply from the jubilee fields, both for generation of electricity for domestic and industrial usage. The central bank's primary objective of dampening inflation expectation is expected to lead to reduced levels of inflation during 2016.

Fund Strategy for 2016

In as much as we believe positive results of the policy interventions could significantly improve economic fortunes and also affect investor behaviour, we shall continue to reduce our holdings in the stock market and tilt the portfolio towards quality and high yielding fixed income instruments in the market, in order to maximize returns for the fund and compensate for losses incurred in equity trades.

However, the manager will continue to look out for undervalued equities that have strong fundamentals and invest in them with the overall objective of achieving the best returns on the Fund's equity portfolio in the medium to long term.



Fund Manager

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER, 2015

	Note	2015 GH¢	2014 GH¢
Assets			
Cash at bank	7	41,571	43,191
Government securities	8	107,952	109,300
Fixed deposits	9	748,875	546,750
Investment in listed equities	10	298,610	304,601
Total Assets		1,197,008	1,003,842
Liabilities			
Accounts and other payables	11	76,839	48,874
Total liabilities		76,839	48,874
Total net assets		1,120,169	954,968
Equity			
Share Capital	12	864,959	821,375
Retained Earnings		255,210	133,593
Total Equity		1,120,169	954,968



Director



Director

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER, 2015

	Note	2015 GH¢	2014 GH¢
Interest income	4	204,664	129,824
Net gain from financial instruments at fair value through profit or loss	6	(54,270)	22,490
Dividend income		14,310	12,449
Total Revenue		<u>164,704</u>	<u>164,763</u>
Fund management fees		(27,166)	(18,757)
Auditors remuneration		(9,000)	(5,532)
Custodian fees		(4,130)	(2,851)
Other expenses	5	(1,646)	(988)
Total operating expenses		<u>(41,942)</u>	<u>(28,128)</u>
Increase (decrease) in net assets attributable to holders of redeemable shares before tax		122,762	136,635
Withholding tax expense		(1,145)	(996)
Increase in net assets resulting from operations		<u>121,617</u>	<u>135,639</u>

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES FOR THE YEAR ENDED 31 DECEMBER 2015

	2015 GH¢	2014 GH¢
Balance at 1 January	954,968	578,180
Increase in net assets attributable to holders of redeemable shares	121,617	135,639
Contributions and redemptions by holders of redeemable shares:		
• Issue of redeemable shares during the year	88,206	278,190
• Redemption of redeemable shares during the year	(44,622)	(37,041)
Total contributions and redemptions by holders of redeemable shares	43,584	241,149
Balance at 31 December	1,120,169	954,968

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2015

	2015 GH¢	2014 GH¢
Cash flows from operating activities		
Interest received	137,961	129,824
Dividend received	14,310	11,453
Loss on the disposal of Equity Investment	-	7,074
Operating expenses	(1,145)	(28,128)
Fair value (loss)/gain on listed equity securities	-	15,416
	<u>151,126</u>	<u>135,639</u>
Changes in operating activities		
Long term investments	-	(140,216)
Government securities	9,300	76,718
Fixed deposits	(143,374)	(311,034)
Accounts payable	(13,977)	39,078
	<u>(148,051)</u>	<u>(335,454)</u>
Net cash used in operating activities	3,075	(199,815)
Cash flows from investing activities		
Purchase of long term investment	(59,922)	-
Proceed from disposal of investment	11,643	-
Net Cash used in investing activities	<u>(48,279)</u>	<u>-</u>
Cash flows from financing activities		
Proceeds from issue of redeemable shares	88,206	278,190
Payments on redemption of redeemable shares	(44,622)	(37,041)
Net cash from financing activities	<u>43,584</u>	<u>241,149</u>
Net (decrease)/increase in cash and cash equivalents	(1,620)	41,334
Cash and cash equivalents at 1 January	43,191	1,857
Cash and cash equivalents at 31 December	<u><u>41,571</u></u>	<u><u>43,191</u></u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

1. GENERAL INFORMATION

Merban Fund Limited is a limited liability Company incorporated and domiciled in Ghana. The principal activity of the Fund is to create a pool of funds and invest the said funds in a range of securities.

The Fund is an open-ended mutual fund which is aimed at mobilising funds for investment in money market instruments, listed equities, and other regulated financial instruments, with the possibility of high earnings.

The investment activities of the Fund are managed and administered by UMB Investment Holdings Limited (the Fund Manager) and has Stanbic Bank limited as the custodian of the Fund.

2. BASIS OF PREPARATION

2.1 Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS). Additional information required under the Companies Act, 1963 (Act 179), the Securities and Exchange Commission Regulations, 2003 (LI 1728), the Securities Industry Law, 1993 (PNDCL 333) as amended by the Securities Industry (Amendment) Act 2000 (Act 590) and the Unit Trust and Mutual Fund Regulations, 2001 (L.I. 1695), have been included, where appropriate.

2.2 Basis of measurement

The financial statements have been prepared under the historical cost convention except for available-for-sale financial assets which are measured at fair value.

2.3 Functional and presentation currency

The financial statements are presented in Ghana Cedis, which is the Fund's functional and presentation currency.

2.4 Use of estimates and judgments

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities,

income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period or in the period of revision and future periods, if the revision affects both current and future periods.

Areas involving a higher degree of judgement or complexity, or where assumptions and estimates are considered significant to the financial statements, are disclosed in Note 3.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The Company's financial statements and its financial results are influenced by accounting policies, assumptions, estimates and management judgment, which necessarily have to be made in the course of preparation of the financial statements.

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities. All estimates and assumptions required in conformity with IFRS are best estimates undertaken in accordance with the applicable standard. Estimates and judgments are evaluated on a continuous basis, and are based on past experience and other factors, including expectations with regard to future events.

Fair value of financial instruments

The fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or broker price quotations.

The fair value of financial instruments where no active market exists or where quoted prices are not otherwise available are determined using valuation techniques. In these cases, the fair values are estimated from observable data in respect of similar financial instruments or using models. Models are calibrated to ensure that outputs reflect actual data and comparative market prices.

NOTES TO THE FINANCIAL STATEMENTS

4. Interest Income

	2015 GH¢	2014 GH¢
Interest on placements	181,291	97,149
Interest on government securities	23,373	32,675
	<u>204,664</u>	<u>129,824</u>

5. Other Expenses

Vat on Audit fees	1,575	968
Bank charges	71	20
	<u>1,646</u>	<u>988</u>

6. Net Gain From Financial Instruments at Fair Value Through Profit or Loss Fair Value (loss)/Gain on equity investment

Fair Value of Investment	298,610	304,601
Cost of Investment Fair Value (Loss)/gain	(324,594)	(294,497)
	(25,984)	10,104
Recognised fair value gain/(loss) from prior year Closing balance	(10,104)	5,312
	<u>36,088</u>	<u>15,416</u>

(Loss)/ Profit on disposal of equity investment

Ecobank Ghana Ltd	-	8,773
Unilever Ghana Ltd	-	(1,699)
SIC Insurance Company Limited	(10,822)	-
UT Bank Limited	(7,360)	-
(Loss)/Profit on disposal of Equity investment as at 31 December	<u>(18,182)</u>	<u>7,074</u>
Net gain from financial assets designated as fair value through profit or loss	<u>(54,270)</u>	<u>22,490</u>

7. Bank Balances

	2015 GH¢	2014 GH¢
Deposits with banks	30,357	40,562
Placements with Universal Merchant Bank Limited	11,214	2,629
	<u>41,571</u>	<u>43,191</u>

8. Government Securities

	2015 GH¢	2014 GH¢
182 days Treasury bill	-	100,002
2 Year Note	100,000	-
Interest receivable	7,952	9,298
	<u>107,952</u>	<u>109,300</u>

9. Fixed Deposit

	2015 GH¢	2014 GH¢
182-day fixed deposit	474,666	300,000
91-days fixed deposit	100,000	-
1 Year fixed deposit	115,458	200,000
Interest receivable	58,751	46,750
	<u>748,875</u>	<u>546,750</u>

10. Long Term Investments

Description	2015			2014		
	Number of Shares	Market Value GH¢	% Net Assets	Number of Shares	Market Value GH¢	% Net Assets
Banking						
CAL Bank Limited	37,100	37,100	3.32	37,100	37,471	3.92
Ecobank Ghana Limited	6,400	44,864	4.01	3,700	28,120	2.94
GCB Bank Limited	12,400	46,996	4.20	12,400	65,720	6.88
Standard Chartered Bank Limited	4,000	65,200	5.83	2,800	56,980	5.97
Societe Generale Ghana Limited	55,750	44,600	3.99	55,750	55,750	5.84
Insurance						
Enterprise Group Limited	20,900	50,160	4.49	20,900	36,575	3.83
SIC Insurance Company Limited	-	-	-	33,500	12,395	1.30
Oil Marketing Companies						
Total Petroleum Ghana Limited	1,900	9,690	1.00	1,900	11,590	1.21
Total		<u>298,610</u>			<u>304,601</u>	

11. Account Payables

	2015 GH¢	2014 GH¢
Accrued fund management fees	27,166	21,140
Accrued audit fees	9,000	11,532
Balance due to broker	-	13,906
Accrued custodian fees	4,130	279
Other payables	36,543	2,017
	<u>76,839</u>	<u>48,874</u>

12. Capital Account

	2015		2014	
	Number of Shares	GH¢	Number of Shares	GH¢
Shares in issue at 1 January	7,919,666	821,375	5,801,557	580,226
Shares issued during the year	691,447	88,206	2,466,282	278,190
Shares redeemed	8,611,113	909,581	8,267,839	858,416
	(353,726)	(44,622)	(348,173)	(37,041)
Shares in issue at 31 December	8,257,387	864,959	7,919,666	821,375

13. Related Party

The Fund appointed UMB Investment Holdings Limited, an Investment Management Company incorporated in Ghana, to implement the investment strategy as specified in the prospectus. Under the investment management agreement, the Investment Manager receives a management fee at an annual rate of 2.5% of the net asset value attributable to holders of redeemable shares as defined in the prospectus. The investment management fees incurred during the year amounted to GH¢27,166 (2014: GH¢18,757)

14. Retained Earnings

	2015 GH¢	2014 GH¢
At 1 January	133,593	(2,046)
Profit for the year	121,617	135,639
At 31 December	255,210	133,593

PROXY FORM

MERBAN FUND LIMITED

2nd Annual General Meeting of Merban Fund Limited to be held on, Monday 27th June, 2016 at 11:00a.m. at Alisa Hotel, North-Ridge, Accra.

I/We
of
being a shareholder(s) of the above-named Company hereby appoint
.....
of
or failing him/her duly appoint
of
as my/our Proxy to vote for me/us on my/our behalf at the Annual/Extraordinary General Meeting of the Company to be held on the 27th day of June, 2016 and at any adjournment thereof.

I/We direct that my/our vote(s) be cast on the specific resolution as indicated by an **X** in the appropriate space.

No.	Resolutions	For	Against
1	The General Meeting by an ordinary resolution, adopts the report of the Fund Manager as presented to the meeting.		
2	The General Meeting by an ordinary resolution, hereby approves the financial statements of the Company for the financial year ended on December 31st, 2015. The general meeting discharges the directors and auditors from all liabilities in relation to any act or action performed by them with respect to the affairs of the Company for the financial year ended December 31st, 2015.		
3	The General Meeting by an ordinary resolution, hereby authorizes the Board of Directors to fix the remuneration of the Auditors for the Company's 2016 audit.		
4	The General Meeting by a special resolution, hereby authorizes the Board of Directors to determine and change the name of the Fund.		

Signed this day of 2016

.....
Signature of Shareholder(s)

CONTACT:

No. 57 Dr. Isert Street, North Ridge
P. O. Box GP 401, Accra.