The longer your money rests with us, the more it grows.

So go ahead, rest your mind and body this holiday... because even when you take a break, we make sure your money continues to work for you.
DATABANK BALANCED FUND LIMITED

ANNUAL REPORT
For The Year Ended December 31, 2008
## CONTENTS

- NOTICE OF ANNUAL GENERAL MEETING 2
- CHAIRMAN’S STATEMENT TO BFUND SHAREHOLDERS 3
- PERFORMANCE SUMMARY 8
- PORTFOLIO AT A GLANCE 9
- FUND MANAGERS’ REPORT 10
- Fund Performance 12
- REPORT OF DIRECTORS 13
- REPORT OF THE AUDITORS 14
- STATEMENT OF NET ASSETS 15
- STATEMENT OF ASSETS AND LIABILITIES 16
The information contained in the Investment Summary is historical and not necessarily indicative of future results.

This report shall not constitute an invitation to buy shares of the Fund. Subscriptions are to be made only on the basis of the current scheme particulars, accompanied by a copy of the latest available annual report, and if published thereafter, the most recent half year report.
NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 9th Annual General Meeting of the shareholders of BFUND Investment Fund Limited will be held at The National Theatre, Accra on July 22, 2009 at 9:30 a.m. for the following purposes:

3. To re-elect Directors retiring by rotation.
4. To authorize the Directors to appoint and fix the remuneration of Auditors.
5. To approve Directors’ Fees.
6. To transact any other business appropriate to be dealt with at any Annual General Meeting.

Dated this ..........., 2009

BY ORDER OF THE BOARD

Signed
Geta Striggner-Quartey (Mrs)
Secretary
Dear Valued Shareholders,

It is a great pleasure to welcome everyone to the 1st Annual General Meeting of the Databank Balanced Fund popularly known as Bfund. On behalf of my colleague Board members, the Fund manager, and staff of Databank, I extend a special welcome to all the new shareholders who have joined the Fund this year.

My report will first give an overview of the Ghanaian Economy and trends in the stock markets in the global economy. It will be followed by highlights on your Fund’s performance in its first year of existence, 2008. I will then conclude by touching on some service innovations and our expectations for your Fund’s performance in 2009.

Overview of the Ghanaian Economy

By and large, the performance the Ghanaian economy in 2008 was mixed: The economy exhibited signs of fiscal stress, increased inflation and interest rates, as well as, widening budgeted trade deficits. Domestic inflation reached a 4-year high of 18.4% in June 2008 due to external pressures from global and crude oil prices as well as disruptions to domestic food supply. Though inflation dipped marginally to close the year at 18.1%, it remained the highest end of year inflation since 2004.

Interest rates surged up in 2008 in line with both inflationary pressure and increased public sector borrowing. The yield on the 91-day Treasury bill also increased from a year open rate of 10.6% in 2008 to 24.7% by the end of the year. The Bank of Ghana prime rate was also increased by the MPC from 13.5% in December, 2007 to 17% at the end of 2008. The Ghana cedi responded to current account shocks in 2008 as well as higher average inflation differential with the countries it imports from. Consequently, the Ghana cedi depreciated by 20.9% in 2008 compared to 4.1% for the same period in 2007.

The economy, however, registered its highest GDP growth of 7.3%, at least, in the past two decades. However, reduction in remittances, increased Government expenditure and the global economic contraction, has narrowed Government’s fiscal maneuverability and ability to create jobs and promote a growth strategy.

Global Market in Recession

Since the second half of 2008, financial markets all over the world have experienced sharp declines for reasons which are, perhaps, no longer a secret. The financial crisis was mainly precipitated by poor mortgage lending practices by banks to non-credit worthy individuals to the tune of over $12 trillion (the sub-prime mortgage lending crisis). There have been several casualties since then, such as the infamous collapse of investment banking giants like Lehman Brothers and Merrill Lynch. In addition, the market values of many leading banks have shrunk significantly. For example, the market capitalization of Royal Bank of Scotland (RBS) declined by over...
-2,500% from $120 billion to $4.6 billion while that of the Citigroup also fell by -1,242% from $255 billion to $19 billion between the second quarter of 2007 and January, 2009.

Consequently, financial markets across the world have been under enormous stress. The world has, perhaps, not seen such a crisis since the Great Depression of the 1930’s, during which Wall Street fell by over 90%. By the end of 2008, most capital markets in developed markets had recorded negative returns (South Africa, -46.21%; China, -48.71%; Italy, -54.13%; USA, -38.58%; Japan, -13.64%, see Figure 1 below). In practical terms, global markets lost over $30 trillion in 2008!

![Fig. 1: Key Global Markets Performance - 2008](Source: Databank Research)

Western Governments, such as China and Japan, have responded swiftly to shore up confidence and have provided the much needed capital for failing banks and corporate entities in their countries. The recent G20 Summit, in a rare show of consensus recapitalized the IMF, eschewed protectionist and beggar-thy-neighbour policies, and moved towards accepting a more multi-polar Brettonwoods regime.

**Correction in African Markets...**

The situation was no different in Africa. In 2008, African stock exchanges were generally bearish, posting an end of year return of -15%. As a result, only four African markets (Malawi 24.07 % Ghana 11.28%, Tunisia 2.95% and Tanzania 1.92%) made positive gains during the year under review. However, there has been a massive reversal of these gains as hedge funds and emerging market funds fled our markets. So far this year (January to May, 2009), almost all African equity markets, with the exception of Egypt, South Africa and Tunisia have registered negative returns. The average market performance for stock markets in Africa stood at -8.7% in dollar terms as at 7th May, 2009 (Ghana: -31.4% in dollar terms).
The forced and momentum selling of shares, which has accentuated the illiquidity in our markets, coupled with the high valuation of most African stock markets in 2008, have all conspired to bring about considerable downward pressure in African markets thus the 15% decline year to date.

**Fund Performance - Price Up by 18%**

For the first half of the year 2008, the Fund generated a return of 9.7%. This was achieved as a result of an effective blend of Equity and Fixed Income instruments. Ghanaian stocks contributed significantly to the Bfund’s performance. The Agro-processing industry was the strongest performer with BOPP posting significant returns (71.95%) to the Fund. Stocks from the Banking and Food/Household sectors also contributed positively to the fund’s performance.

The second half of the year saw a more impressive performance of the Fund. The value of the Fund which was GH¢2.6 million at half year had grown to GH¢ 3.5 million by the end of the year. This was as a result of an increase in the number of shareholders from 2,572 to 4,219 coupled with an increase in the share price from GH¢0.1097 to GH¢ 0.1181. The Fund closed the year with a return of 18.06%. Despite the fact that most stocks on African bourses had assumed a downward trend, the Fixed Income component of Bfund’s portfolio effectively made up for the fall in value of the stocks.

<table>
<thead>
<tr>
<th>Table 1: Fund Performance Statistics</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Dec-07 (IPO)</strong></td>
</tr>
<tr>
<td>Share Price GH¢</td>
</tr>
<tr>
<td>Number of Shares</td>
</tr>
<tr>
<td>Shareholders</td>
</tr>
<tr>
<td>Fund Value GH¢</td>
</tr>
</tbody>
</table>

**Innovations in E-commerce**

In order to serve you better and to bring mutual fund investing to your door steps, significant innovations, especially, in e-commerce and distribution were made in 2008. These include:

- **SMS Banking** – This will enable investors to check account balances and top up their investment accounts using their mobile phones by simply texting to a short code (please see details at the last pages or contact our Client Services for details).

- **Website facility** to enable clients check account balances 24/7 on-line.

- **Interactive Voice Response (IVR)** systems to enable investors dial into our business premium phone line (0900-23-003) for a 24/7 automated customer assistance.
- **Etransact Partnership** to enable you ‘top up’ your investment accounts using reloadable cards from the convenience of your home, office or work place.

- Expansion in our distribution relationships to include two new banks, in addition to our existing collaboration with Barclays and Zenith Banks - These are Intercontinental Bank and United Bank for Africa. By these arrangements, our clients can now ‘top up’ their account balances at the branch offices of these banks without having to trek to Databank offices – Together, these banks have over 120 branches, each of which serves as a channel for your convenience.

- Our strategic distribution alliance with Barclays, Zenith, Intercontinental, and United Bank for Africa also means you can use your E-ZWICH cards to ‘top up’ your Epack account at the bank branches of these banks.

- We expect that by year end you can use your credit/debit card to invest in all Databank funds. This will be particularly convenient for our brothers and sisters in the Diaspora and foreign investors.

**Outlook for 2009**

Fellow shareholders, ladies and gentlemen, let me now focus on our expectation of the markets in which your Fund invests in. Most financial analysts are largely in agreement that 2009 will be a very challenging year following the effects of the financial ‘Tsunami’ in 2008. On the capital markets front, we expect further corrections in most African stock markets given the current backlog of selling pressure. In particular, markets in Malawi and Ghana are expected to experience further price correction. We heavily anticipate Uganda and Morocco to post some recovery in the second half of 2009.

On the short-term end of the market, increasing Government borrowing is expected to compete with the stock market for investor funds. These could lead to interest rate hikes and the crowding out of loanable funds to industry. Investments in treasury bills and other Fixed Income instruments are therefore expected to have higher relative yields in the short-term.

As your Fund’s portfolio is a combination of equity and money market instruments, we project to make some gains from investments in short-term instruments to counter-balance the anticipated fall in share prices. The Manager will also take advantage of the falling share prices to invest in both growth and under-valued stocks so as to generate appreciable returns for shareholders in the future.

Fellow shareholders, we would like to assure you that, notwithstanding the current global market crunch and declining prices in most African markets, we believe that your investments in Databank Balanced Fund are well-placed. It is also our strong commitment that we position the Fund to continue to meet your medium-term financial needs.
We continue to hold on firmly unto our anchor believing that:

“Unless the lord builds the house, its builders labour in vain and unless the Lord watches over the city, the watchman stands guard in vain...for He grants rest to His beloved.”

(Psalms 127:1-2)

Fellow shareholders, I will like to conclude by extending my heartfelt appreciation to my fellow Directors for their strategic direction, which has helped to see your Fund successfully through its first year of existence. We also thank the Fund Manager and the investment officers and the hardworking staff of Databank for helping to make all this possible.

We thank you for your investments, trust and confidence in the Board, management and staff of Databank. We also commit to the righteous management of your Fund.

God Bless us all!

Ken Ofori-Atta
Chairman
PERFORMANCE SUMMARY AS OF DECEMBER 31, 2008

Historical Performance

Table 1

<table>
<thead>
<tr>
<th>Month</th>
<th>Return</th>
</tr>
</thead>
<tbody>
<tr>
<td>Jun-08</td>
<td>9.70%</td>
</tr>
<tr>
<td>Dec-08</td>
<td>18.06%</td>
</tr>
</tbody>
</table>

Return on investment reflects the return of the Fund taking into account cash inflows, cash outflows, reinvestment of dividends and changes in the share prices. This percentage is not an indication of the performance of a member’s investment in the Fund due to the difference in timing between when a member makes contributions and the reference period of the Fund.

Share Price Information

Table 2

<table>
<thead>
<tr>
<th></th>
<th>Dec-07 (IPO)</th>
<th>Jun-08</th>
<th>Dec-08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Share Price GH¢</td>
<td>0.1000</td>
<td>0.1097</td>
<td>0.1181</td>
</tr>
<tr>
<td>Number of Shares</td>
<td>14,819,744</td>
<td>23,981,181</td>
<td>29,373,011</td>
</tr>
<tr>
<td>Value GH¢</td>
<td>1,481,974</td>
<td>2,630,724</td>
<td>3,469,227</td>
</tr>
</tbody>
</table>

Figure 1

Performance of a GH¢100 Investment (Dec 2007 to Dec 2008)
PORTFOLIO AT A GLANCE

Top Stock Five Holdings

Table 3

<table>
<thead>
<tr>
<th>Name of Company</th>
<th>Country</th>
<th>Percentage of Total Portfolio</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. UT Financial Services Ltd</td>
<td>Ghana</td>
<td>9.50</td>
</tr>
<tr>
<td>2. Bank of Baroda</td>
<td>Uganda</td>
<td>7.44</td>
</tr>
<tr>
<td>3. Ghana Commercial Bank Ltd</td>
<td>Ghana</td>
<td>5.75</td>
</tr>
<tr>
<td>4. Itissalat Al-Maghrib</td>
<td>Morocco</td>
<td>5.00</td>
</tr>
<tr>
<td>5. Unilever Ghana Limited</td>
<td>Ghana</td>
<td>4.52</td>
</tr>
</tbody>
</table>

Figure 2

Figure 3
FUND MANAGERS’ REPORT

Introduction

The Databank Balanced Fund (Bfund) commenced its operations in January 2008, with a relatively smaller fund size as compared to the existing Databank-managed mutual funds. Nonetheless, investor sign ups and interest during the period under review give an indication that the Fund has the potential of blissfully blossoming in the near future.

In the first year of operation, the Fund achieved a steady growth, with an increase in fund size from GH¢1.4m raised during the initial public offer in December 2007 to GH¢3.4m at the end of December 2008.

Investment Objective and Policy

The Fund seeks to provide medium-term growth in capital and income by investing in a diversified portfolio of equities on regulated markets and interest bearing fixed income securities. It is the policy of the Fund to invest in a fairly balanced range of 40% fixed income instruments and 60% stocks.

Portfolio Structuring

We spent the first few months of the year structuring Bfund’s portfolio. We were guided by our value investing philosophy as well as the Bfund mandate. Our investment universe cuts across Ghana and other African markets. At the end of the year, the fixed income portfolio consisted of Treasury Bills (T/Bills), Certificate of Deposits (CD), Commercial Papers (CP), Bonds and, cash and interest receivables as illustrated in Figure 4. The Fund also took advantage of foreign diversification across countries, investing in four other African Markets aside Ghana as illustrated in Figure 5. By the end of the year, the assets of the Fund was spread between fixed income and equities in the proportion of 54.40% and 45.60% respectively.
Figure 4

Diversification of Fixed Income instruments (54.40% of Total Portfolio)

![Fixed Income Diversification Chart]

- CD: 48.57%
- CP: 12.06%
- T/Bills: 11.62%
- Cash & Receivables: 3.92%
- Bonds: 23.84%

Figure 5

Country Diversification of Stock Holdings (45.60% of Total Portfolio)

![Country Diversification Chart]

- Ghana: 52%
- Malawi: 3%
- Morocco: 11%
- Tanzania: 9%
- Uganda: 25%

Legend:
- Blue: 52% - Ghana
- Red: 3% - Malawi
- Green: 11% - Morocco
- Yellow: 9% - Tanzania
- Purple: 25% - Uganda
**Fund Performance**

Bfund recorded a positive return of 18.06% for the period under review. The return was due to price appreciation on equities, dividend income earned on stocks and interest income from the fixed income instruments. The fixed income portfolio generated a return of 20.34% which was favorable compared to the 91 days Treasury bill return of 19.23% while a gain of 22.31% earned on the stock portfolio was unfavorably compared to the Databank Stock Index (DSI) return of 40.70%. Among the reasons why the equity portfolio underperformed the DSI were the initial cost incurred in the purchase of stocks and declines in some stocks of the equity portfolio. The stocks that registered negative returns during the period under review include: Ghana Commercial Bank Limited (GCB) (15.07), Swissport Tanzania Limited (Swissport) (13.38%) and Tanzania Brewery Limited (TBL) (9.49%).

The stocks that generated the highest return for the Fund emanated from Ghana and Uganda. Notable among the gainers were Uganda Clay Limited (UCL) (66.12%), Bank of Baroda Uganda (BOBU) (9.75%), Unilever Ghana Limited (UNIL) (51.00%), Benso Oil Palm Plantation (BOPP) (45.28%) and UT Financial Services Limited (UT) (10.00%).

**Outlook and Strategy**

The Ghanaian money market looks attractive and we expect yields on short-term securities to increase as a result of high public sector borrowing. The Fund will skew its investments towards fixed income instruments with higher yields to cushion the portfolio against declines in the capital market.

On the capital market, we anticipate the stock market correction which began in the second half of 2008 across most African Markets such as Uganda, Nigeria, Botswana, Namibia and South Africa to continue in 2009. The correction commenced as a result of profit taking by investors and spill-over effects from the global financial crisis. Overpriced stock markets such as Malawi and Ghana which yielded positive returns in 2008 are expected to undergo correction in 2009.

Our considered opinion is that the performance of your Fund in 2009 will be muted given the expected regression of most African stock markets. We will therefore book profits from selected stocks which have earned substantial capital gains and sell declining stocks to mitigate the losses on the entire portfolio. The fundamentals of the stocks your Fund holds are sound and we encourage you not to panic during this stage of market correction. These are short-term fluctuations in share prices and the Fund will gain in the medium-term.

We value you for your confidence reposed in us to manage your assets and trust God to see the Fund through the challenges in 2009.

Daniel Ogbarmey Tetteh
Chief Investment Officer
The Directors have pleasure in submitting the financial statements of the Databank Balanced Fund Limited for the year ended December 31, 2008.

**Statement of directors’ responsibilities**

The Directors are responsible for the preparation of financial statements for the financial year, which give a true and fair view of the state of affairs of the Company and of the statement of operations for the period. In preparing those financial statements, the directors have selected suitable accounting policies which are to be applied consistently, made judgments and estimates that are reasonable and prudent and followed Ghana Accounting Standards.

The Directors are responsible for ensuring that the Company keeps proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company. The Directors are also responsible for safeguarding the assets of the Company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Nature of business**

The nature of business of the Company is to invest monies of its members for their mutual benefit and to hold and arrange for the management of securities and other property acquired with such monies.

The Company is licensed by the Securities and Exchange Commission to operate as an authorized mutual fund.

**Financial Results**

The results for the year are as set out in the financial statements.

**Distribution policy**

The Fund passes substantially its net income along to its investors as distributions. The dividend policy is to be adopted by the directors of the Fund from time to time such that any dividend distributions will not jeopardize the Fund’s ability to operate effectively.

**Dividend**

The Directors do not recommend payment of a dividend for the year.

BY ORDER OF THE BOARD

KEN OFORI-ATTA

Director

PROF. STEPHEN ADEI

Director
REPORT OF THE AUDITORS TO THE INVESTORS OF DATABANK BALANCED FUND LIMITED

We have audited the financial statements set out on pages 4 to 16. We have obtained all the information and explanations we required for the purposes of our audit.

Respective Responsibilities of Directors and Auditors

As stated on page 2 the directors are responsible for the preparation of the financial statements. Our responsibility is to express an independent opinion on those financial statements.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform our audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining, on test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

Opinion

In our opinion, proper books of account have been kept and the financial statements which are in agreement therewith give a true and fair view of the state of affairs of the Databank Balanced Fund Limited as at December 31, 2008 and of the results of its operations and changes in the net assets for the year ended and comply with the Ghana Accounting Standards, Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695) and the Ghana Companies Code, 1963, (Act 179).

Chartered Accountants.
Dated: April, 2009
### STATEMENT OF NET ASSETS AS AT DECEMBER 31, 2008

<table>
<thead>
<tr>
<th>Description</th>
<th>Shares Number</th>
<th>Price 31-Dec-08 GH(¢)</th>
<th>Market Value GH(¢)</th>
<th>% Net Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Shares</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Banking</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ghana Commercial Bank(Gh)</td>
<td>181,327</td>
<td>1.10</td>
<td>199,460</td>
<td>5.75</td>
</tr>
<tr>
<td>CAL Bank</td>
<td>138,912</td>
<td>0.60</td>
<td>83,347</td>
<td>2.40</td>
</tr>
<tr>
<td>UT Financial Services Ltd</td>
<td>999,000</td>
<td>0.33</td>
<td>329,670</td>
<td>9.50</td>
</tr>
<tr>
<td>Bank of Baroda</td>
<td>710,000</td>
<td>0.36</td>
<td>258,021</td>
<td>7.44</td>
</tr>
<tr>
<td><strong>Food &amp; Household Products</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unilever Ghana</td>
<td>39,230</td>
<td>4.00</td>
<td>156,920</td>
<td>4.52</td>
</tr>
<tr>
<td><strong>Mining</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Uganda Clay</td>
<td>1,812,400</td>
<td>0.08</td>
<td>140,736</td>
<td>4.06</td>
</tr>
<tr>
<td><strong>Agroprocessing</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Benso Oil Palm Plantation</td>
<td>51,280</td>
<td>1.00</td>
<td>51,280</td>
<td>1.48</td>
</tr>
<tr>
<td><strong>Transportation</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Swissports Tanzania Ltd</td>
<td>200,000</td>
<td>0.57</td>
<td>113,730</td>
<td>3.28</td>
</tr>
<tr>
<td><strong>Breweries</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tanzania Breweries Ltd</td>
<td>15,000</td>
<td>1.72</td>
<td>25,873</td>
<td>0.75</td>
</tr>
<tr>
<td><strong>Telecommunications</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ITissalat al Magrib</td>
<td>7,470</td>
<td>23.21</td>
<td>173,374</td>
<td>5.00</td>
</tr>
<tr>
<td><strong>Commerce</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Press Corporation Ltd</td>
<td>28,000</td>
<td>1.75</td>
<td>49,088</td>
<td>1.42</td>
</tr>
<tr>
<td><strong>Total Shares</strong></td>
<td>4,182,619</td>
<td>1,581,499</td>
<td>45.60</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Medium Term Funds</th>
<th>Note</th>
<th>GH(¢)</th>
<th>% Net Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Bonds</strong></td>
<td>12</td>
<td>450,000</td>
<td>12.97</td>
</tr>
<tr>
<td><strong>Cash and Short Term Funds</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash-Bank &amp; Call</td>
<td></td>
<td>19,804</td>
<td>0.57</td>
</tr>
<tr>
<td><strong>Commercial Papers and Certificates of Deposit</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Commercial Paper(CP)</td>
<td></td>
<td>227,555</td>
<td>6.56</td>
</tr>
<tr>
<td>Certificates of Deposit(CD)</td>
<td></td>
<td>916,043</td>
<td>26.42</td>
</tr>
<tr>
<td></td>
<td></td>
<td>1,143,598</td>
<td></td>
</tr>
<tr>
<td><strong>Treasury Bills</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1-Year Treasury Bills</td>
<td></td>
<td>40,000</td>
<td>1.16</td>
</tr>
<tr>
<td>91-Day Treasury Bills</td>
<td></td>
<td>178,871</td>
<td>5.16</td>
</tr>
<tr>
<td></td>
<td></td>
<td>218,871</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td>1,382,272</td>
<td>39.86</td>
</tr>
<tr>
<td><strong>Total Investments</strong></td>
<td></td>
<td>3,413,772</td>
<td>98.44</td>
</tr>
<tr>
<td>Other Assets in Excess of Liabilities</td>
<td></td>
<td>54,105</td>
<td>1.56</td>
</tr>
<tr>
<td><strong>Total Nets Assets</strong></td>
<td></td>
<td>3,467,877</td>
<td>100.00</td>
</tr>
</tbody>
</table>
## STATEMENT OF ASSETS AND LIABILITIES
### AS AT DECEMBER 31, 2008

<table>
<thead>
<tr>
<th>ASSETS</th>
<th>GH¢</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Investments</td>
<td>3,413,772</td>
</tr>
<tr>
<td>Receivables:</td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>76,206</td>
</tr>
<tr>
<td>Account Receivables-Money systems</td>
<td>29,682</td>
</tr>
<tr>
<td>Other Receivables-DBL</td>
<td>5,310</td>
</tr>
<tr>
<td><strong>Total Receivables</strong></td>
<td><strong>111,198</strong></td>
</tr>
<tr>
<td>Liabilities</td>
<td></td>
</tr>
<tr>
<td>Directors Fees</td>
<td>1,350</td>
</tr>
<tr>
<td>Commission - (1% Front Load)</td>
<td>11,770</td>
</tr>
<tr>
<td>Management Fees</td>
<td>39,825</td>
</tr>
<tr>
<td>Audit fee</td>
<td>4,025</td>
</tr>
<tr>
<td>Withholding Tax</td>
<td>123</td>
</tr>
<tr>
<td><strong>Total Liabilities</strong></td>
<td><strong>57,093</strong></td>
</tr>
<tr>
<td><strong>Net Current Assets</strong></td>
<td><strong>54,105</strong></td>
</tr>
<tr>
<td><strong>Net Assets</strong></td>
<td><strong>3,467,877</strong></td>
</tr>
</tbody>
</table>

The financial statements on pages 4 to 16 were approved by the board of directors on _________ April 2009 and signed on its behalf by:

KEN OFORI-ATTA  
Director

PROF. STEPHEN ADEI  
Director
## INCOME AND DISTRIBUTION ACCOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008

<table>
<thead>
<tr>
<th>Medium Term Funds</th>
<th>Note</th>
<th>2008 GH₵</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment Income</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gross Dividend Income</td>
<td></td>
<td>19,390</td>
</tr>
<tr>
<td>Less: Withholding Tax</td>
<td></td>
<td>(1,526)</td>
</tr>
<tr>
<td>Net Dividend Income</td>
<td>8</td>
<td>17,864</td>
</tr>
<tr>
<td>Interest Income</td>
<td>9</td>
<td>295,341</td>
</tr>
<tr>
<td><strong>Total Income</strong></td>
<td></td>
<td>313,205</td>
</tr>
<tr>
<td>Commission (1% Front Load)</td>
<td></td>
<td>(24,664)</td>
</tr>
<tr>
<td>Management Fees</td>
<td></td>
<td>(39,825)</td>
</tr>
<tr>
<td>Other Expenses</td>
<td>3</td>
<td>(55,750)</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td></td>
<td>(120,239)</td>
</tr>
</tbody>
</table>

**Net Investment Income**: 192,966

**Net Realized Gain on Investment**: 2,190

**Change in Unrealized Gain/(Loss)**: 144,978

**Net Increase in Net Assets Resulting from Operations**: 340,134

### ACCUMULATED NET INVESTMENT INCOME FOR THE YEAR ENDED DECEMBER 31, 2008

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning Period</td>
<td>-</td>
</tr>
<tr>
<td>End of period</td>
<td>192,966</td>
</tr>
</tbody>
</table>
STATEMENT OF MOVEMENT IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31, 2008

<table>
<thead>
<tr>
<th>ACCUMULATED NET REALIZED GAINS</th>
<th>Note</th>
<th>2008 GH($c)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning Period</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Change in Realized Gain</td>
<td></td>
<td>2,190</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Increase in Net Assets</th>
<th>2008 GH($c)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operations:</td>
<td></td>
</tr>
<tr>
<td>Net Investment Income</td>
<td>192,966</td>
</tr>
<tr>
<td>Net Realized Gain</td>
<td>2,190</td>
</tr>
<tr>
<td>Change in Unrealized Gain</td>
<td>144,978</td>
</tr>
<tr>
<td>Net Increase (Decrease) in Net Assets Resulting from Operations</td>
<td>340,134</td>
</tr>
<tr>
<td>Capital Transactions:</td>
<td></td>
</tr>
<tr>
<td>Proceeds from share issue</td>
<td>4,135,022</td>
</tr>
<tr>
<td>Shares redeemed</td>
<td>(1,007,279)</td>
</tr>
<tr>
<td>Net Proceeds from Capital Transaction</td>
<td>3,127,743</td>
</tr>
<tr>
<td>Total Increase in Net Assets</td>
<td>3,467,877</td>
</tr>
</tbody>
</table>

Net Assets: Beginning of Period -
End of Period 3,467,877

STATEMENT OF MOVEMENT IN ISSUED SHARES FOR THE YEAR ENDED DECEMBER 31, 2008

<table>
<thead>
<tr>
<th>Note</th>
<th>2008 Number of Shares</th>
</tr>
</thead>
<tbody>
<tr>
<td>Shares in Issue at Beginning of Period</td>
<td>-</td>
</tr>
<tr>
<td>Shares in Issue at December 31, 2008</td>
<td>4 29,373,011</td>
</tr>
<tr>
<td>----------------------</td>
<td>-----------------------</td>
</tr>
<tr>
<td><strong>Banking</strong></td>
<td></td>
</tr>
<tr>
<td>Ghana Commercial Bk.</td>
<td>181,327</td>
</tr>
<tr>
<td>Cal Bank</td>
<td>138,912</td>
</tr>
<tr>
<td>UT Financial Services Ltd</td>
<td>999,000</td>
</tr>
<tr>
<td>Bank of Baroda</td>
<td>710,000</td>
</tr>
<tr>
<td><strong>Food &amp; Household Products</strong></td>
<td></td>
</tr>
<tr>
<td>Unilever Ghana</td>
<td>39,230</td>
</tr>
<tr>
<td><strong>Mining</strong></td>
<td></td>
</tr>
<tr>
<td>Uganda Clay</td>
<td>1,812,400</td>
</tr>
<tr>
<td><strong>Agroprocessing</strong></td>
<td></td>
</tr>
<tr>
<td>Benso Oil Palm Plantation</td>
<td>51,280</td>
</tr>
<tr>
<td><strong>Transportation</strong></td>
<td></td>
</tr>
<tr>
<td>Swissport Tanzania Ltd</td>
<td>200,000</td>
</tr>
<tr>
<td><strong>Breweries</strong></td>
<td></td>
</tr>
<tr>
<td>Tanzania Breweries Ltd</td>
<td>15,000</td>
</tr>
<tr>
<td><strong>Telecommunication</strong></td>
<td></td>
</tr>
<tr>
<td>Itissalat al Maghrib</td>
<td>7,470</td>
</tr>
<tr>
<td><strong>Commerce</strong></td>
<td></td>
</tr>
<tr>
<td>Press Corporation Ltd</td>
<td>28,000</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>4,182,619</td>
</tr>
</tbody>
</table>
The following schedule presents financial highlights for one share of the Fund outstanding throughout the periods indicated.

<table>
<thead>
<tr>
<th>FINANCIAL HIGHLIGHTS</th>
<th>GH¢</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dec 31 08</td>
<td></td>
</tr>
<tr>
<td>Net assets value, January 1 (i.e. share price)</td>
<td>0.1000</td>
</tr>
<tr>
<td>Net Investment Income</td>
<td>0.0066</td>
</tr>
<tr>
<td>Net Realised and Unrealised gain</td>
<td>0.0115</td>
</tr>
<tr>
<td>Net Assets Value, Dec 31 (i.e. share price) GH¢</td>
<td>0.1181</td>
</tr>
<tr>
<td>Total Return</td>
<td>18.06%</td>
</tr>
<tr>
<td>Ratio of Expenses to average assets</td>
<td>3.47%</td>
</tr>
<tr>
<td>Ratio of net investment income to average net assets</td>
<td>5.56%</td>
</tr>
</tbody>
</table>
NOTES TO FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

Accounting Policies

1. The Principal accounting policies adopted in the preparation of the fund’s financial statements are:

   i) Valuation of investments
   Securities listed on a stock exchange or traded on any other organized market are valued at the last available market price on the relevant valuation day. Securities that are actively traded on the over the counter market are valued at the mean between the most recently quoted bid and offer prices provided by the principal brokers. Securities and assets for which, market quotations are not readily available are valued at fair value as determined in good faith by or under the direction of the Board of Directors. Other debt obligations including securities having maturity of ninety-one days or less are valued at amortised cost.

   ii) Treatment of dividend income
   The income of the Fund includes all net dividend income. Dividends are accrued if the qualifying date falls within the year under review.

   iii) Investment income
   Interest income is recorded on an accrual basis.

   iv) Investment transactions and investment income
   Investment transactions on the Ghana Stock Exchange and other African Stock Markets are accounted for on the trade date. Transactions in stocks listed on the other African Stock Markets are translated at the transaction date to cedis. Realized gains and losses on sale of investment securities are determined on the identified cost basis.

   v) Foreign Currency
   Assets and Liabilities denominated in foreign currency are translated into cedis at rates of exchange ruling at the date of the Statement of Assets and Liabilities.

   vi) Bonus share
   Bonus share are recognized when the right to holding is established.

   vii) Comparative Figures
   No comparative figures have been provided since this is the first year of operations of the Fund.
2. Unrealized gains/losses on investments

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Market value of Investments</td>
<td>GH¢1,581,499</td>
</tr>
<tr>
<td>Cost of Investments</td>
<td>(GH¢1,454,679)</td>
</tr>
<tr>
<td>Unrealised gains on Investment</td>
<td>GH¢126,820</td>
</tr>
<tr>
<td>Add Unrealised Forex Gain</td>
<td>GH¢18,158</td>
</tr>
<tr>
<td>Unrealized Gain (Loss) as at December 31, 2008</td>
<td>GH¢144,978</td>
</tr>
</tbody>
</table>

3. Other Expenses Include:

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Stationery/Printing</td>
<td>GH¢33,426</td>
</tr>
<tr>
<td>Postage</td>
<td>GH¢2,973</td>
</tr>
<tr>
<td>Other Expenses</td>
<td>GH¢74</td>
</tr>
<tr>
<td>Legal Fees</td>
<td>GH¢500</td>
</tr>
<tr>
<td>Audit Fees</td>
<td>GH¢4,025</td>
</tr>
<tr>
<td>Custody Fees</td>
<td>GH¢938</td>
</tr>
<tr>
<td>Bank Charges</td>
<td>GH¢10,665</td>
</tr>
<tr>
<td>Marketing &amp; Promotion</td>
<td>GH¢1,799</td>
</tr>
<tr>
<td>Directors Fees</td>
<td>GH¢1,350</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>GH¢55,750</strong></td>
</tr>
</tbody>
</table>

4. Capital Transactions

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>2008 NUMBER OF SHARES</th>
</tr>
</thead>
<tbody>
<tr>
<td>New Issues</td>
<td>38,183,971</td>
</tr>
<tr>
<td>Redemptions</td>
<td>(8,810,960)</td>
</tr>
<tr>
<td>Balance</td>
<td>29,373,011</td>
</tr>
</tbody>
</table>

5. Taxation

Under current legislation, mutual funds are not subject to taxes on income or capital gains nor to any taxes on income distributions.
6. **Purchases and Sales of Long Term Securities**

<table>
<thead>
<tr>
<th>STOCK MARKET</th>
<th>2008 Purchases</th>
<th>2008 Sales</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ghana</td>
<td>820,677</td>
<td></td>
</tr>
<tr>
<td>Uganda</td>
<td>438,789</td>
<td>40,032</td>
</tr>
<tr>
<td>Tanzania</td>
<td>139,603</td>
<td></td>
</tr>
<tr>
<td>Malawi</td>
<td>49,088</td>
<td></td>
</tr>
<tr>
<td>Morocco</td>
<td>173,374</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>1,621,531</strong></td>
<td><strong>40,032</strong></td>
</tr>
</tbody>
</table>

7. **Transactions through stockbrokers**

The fund’s transactions were through the following Stock Brokers:

<table>
<thead>
<tr>
<th>STOCK BROKER</th>
<th>COUNTRY OPERATION</th>
<th>% OF TRANSACTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Databank Brokerage Limited</td>
<td>Ghana</td>
<td>51%</td>
</tr>
<tr>
<td>Others -</td>
<td>Uganda</td>
<td>49%</td>
</tr>
</tbody>
</table>

8. **Net Dividend Income**

The schedule below itemized the make-up of the net dividend income for 2008:

<table>
<thead>
<tr>
<th>STOCK MARKET</th>
<th>2008 GH¢</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ghana</td>
<td>9,809</td>
</tr>
<tr>
<td>Tanzania</td>
<td>7,851</td>
</tr>
<tr>
<td>Malawi</td>
<td>204</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>17,864</strong></td>
</tr>
</tbody>
</table>

9. **Interest Income**

**Interest Income Is As Follows:**

<table>
<thead>
<tr>
<th>Interest Income</th>
<th>2008 GH¢</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest on Bonds</td>
<td>62,575</td>
</tr>
<tr>
<td>Interest on Call Deposit</td>
<td>8,298</td>
</tr>
<tr>
<td>Interest on Commercial Paper</td>
<td>59,599</td>
</tr>
<tr>
<td>Interest on Certificates of Deposit</td>
<td>134,758</td>
</tr>
<tr>
<td>Interest on Treasury Bills</td>
<td>30,111</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>295,341</strong></td>
</tr>
</tbody>
</table>
10. Description of Company

The Databank Balanced Fund Limited is a licensed mutual fund. The fund was incorporated under Ghanaian Law on 25th October, 2005. It has authorized shares of 500,000,000 common shares of no par value. Each share has one vote.

11. Net Realized gains on Investment

Total gains on disposal of long-term securities during the year under review are as follows

<table>
<thead>
<tr>
<th>REALIZED GAINS</th>
<th>2008 GH¢</th>
</tr>
</thead>
<tbody>
<tr>
<td>Uganda</td>
<td>2,190</td>
</tr>
</tbody>
</table>

12. Bonds

First Allied Savings & Loans Limited  250,000
HFC Bank CLP Notes  100,000
Government of Ghana Golden Jubilee Savings Bond  100,000
Total  450,000

13. Directors Shareholding

The Directors below held the following number of shares in the company as at December 31, 2008.

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>SHARES</th>
<th>% OF FUNDS</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ken &amp; Angela Ofori</td>
<td>13,397</td>
<td>0.0456</td>
</tr>
<tr>
<td>Keli Gadzekpo</td>
<td>1,108</td>
<td>0.0037</td>
</tr>
<tr>
<td>Kwesi Amonoo-Neizer *</td>
<td>2,280</td>
<td>0.0078</td>
</tr>
<tr>
<td>Stephen Adei</td>
<td>10,000</td>
<td>0.0004</td>
</tr>
</tbody>
</table>

* He resigned on 18th February, 2009
May 14, 2009

The Manager
Databank Money Market Fund
No. 61 Barnes Road, Adabraka
P.M.B Ministries Post Office
Accra

Our ref. Bfund Report 1208

Dear Sir,

REPORT OF THE CUSTODIAN TO THE INVESTORS OF DATABANK MONEY MARKET FUND LIMITED

We refer to the Unit Trust and Mutual Funds Regulations, 2001 L.I. 1695 and attach a statement of holdings of securities in custody with Barclays Bank of Ghana Limited for the above fund as at December 31, 2008.

Respective Investment Restriction imposed on the fund and the responsibility of custodians

Pages 9 and 14 of the fund’s regulation specify the funds investment restrictions. Our responsibility is to express an independent opinion on the statement of holding based on our audit.

Opinion

In our opinion, the statement of holding is in agreement therewith and give a true and fair view of the state of affairs of the fund as at December 31, 2008 and the manager Databank Asset Management Limited has managed the fund for the year ended December 31, 2008 and the manager Databank Asset Management Limited has managed the fund for the year ended 31st December, 2008 in accordance with;

(a) the limitations imposed on the investment and borrowing powers of the manager; and
(b) provision pursuant to the above mentioned regulations.

Yours Faithfully,

Samuel Eghan
Acting Head, Securities Service
Barclays Bank of Ghana

Barclays Securities Services.
Barclays House
High Street
P.O.Box GP 2949
Accra, Ghana

Tel: +233 (0)21 669258
+233 (0) 21 664901-4
Fax: +233 (0) 21 667681
### CORPORATE DEBT UNLISTED

<table>
<thead>
<tr>
<th>Security Code</th>
<th>Name</th>
<th>Maturity value</th>
<th>Cost Valuation (GHC)</th>
</tr>
</thead>
<tbody>
<tr>
<td>HFCCLP3YR_08</td>
<td>H BANK GHANA LTD. 3 YR CLP NOTE PAPER DUE</td>
<td>163,308.22</td>
<td>122,142.00 4.29%</td>
</tr>
<tr>
<td>IBGFDR_91-8A</td>
<td>I BANK GH. LTD.91 DAY FDR.DUE 22/01/2009</td>
<td>106,961.75</td>
<td>105,278.69 3.70%</td>
</tr>
<tr>
<td>ZBGFD_91-08B</td>
<td>Z B (GHANA)LTD.91 FIXED DEPOSIT DUE 13/01/2009</td>
<td>62,761.64</td>
<td>62,163.00 2.16%</td>
</tr>
<tr>
<td>VALCP_91-8</td>
<td>V &amp; A LTD.91 DAY COMM.PAPER DUE 11/02/09</td>
<td>243,199.05</td>
<td>235,979.00 8.30%</td>
</tr>
<tr>
<td>F5AL_2YRN-08</td>
<td>F A S &amp; L LTD - DUE 04/03/2010</td>
<td>328,750.00</td>
<td>282,668.00 9.94%</td>
</tr>
<tr>
<td>ZBGFD_60-08</td>
<td>Z B FIXED DEPOSIT DUE 27/02/2009</td>
<td>64,188.49</td>
<td>61,519.00 2.19%</td>
</tr>
<tr>
<td>UTF5SF_91-8C</td>
<td>U. F. S. LIMITED FIXED DEP.DUE 17/03/2009</td>
<td>53,739.73</td>
<td>50,616.00 1.78%</td>
</tr>
<tr>
<td>UTF5SF_91-8E</td>
<td>U. F. S. LIMITED 91 FIXED DEP.DUE 25/03/2009</td>
<td>53,739.73</td>
<td>50,287.67 1.77%</td>
</tr>
<tr>
<td>UTF5SF_91-8F</td>
<td>U. F. S. LIMITED 91 FIXED DEP.DUE 27/03/2009</td>
<td>114,734.32</td>
<td>107,188.69 3.77%</td>
</tr>
<tr>
<td>UTF5SF_91-8A</td>
<td>U. F. S. LIMITED 91 FIXED DEP.DUE 30/01/2009</td>
<td>85,385.21</td>
<td>83,610.00 2.94%</td>
</tr>
<tr>
<td>IBGFDR_182-8</td>
<td>I BANK GH. LTD.182 DAY FDR.DUE 11/05/2009</td>
<td>113,961.64</td>
<td>103,912.00 3.65%</td>
</tr>
<tr>
<td>UTF5SF_91-8D</td>
<td>U. F. S. LTD.CERT. OF DEP.91 DAY DUE 1/04/2009</td>
<td>53,739.73</td>
<td>50,000.00 1.76%</td>
</tr>
<tr>
<td>IBGFDR_91-8B</td>
<td>I BANK GH. LTD.91 DAY FDR.DUE 26/03/2009</td>
<td>57,181.04</td>
<td>53,695.15 1.89%</td>
</tr>
<tr>
<td>IBGFDR_91-8C</td>
<td>I BANK GH. LTD.91 DAY FDR.DUE 4/02/2009</td>
<td>113,211.40</td>
<td>110,377.36 3.88%</td>
</tr>
<tr>
<td>IBGFDR_91-8E</td>
<td>I BANK GH. LTD.91 DAY FDR.DUE 19/02/2009</td>
<td>107,030.68</td>
<td>103,167.67 3.63%</td>
</tr>
</tbody>
</table>

**Classification Total** 1,582,604.24

### EQUITIES

<table>
<thead>
<tr>
<th>Security Code</th>
<th>Name</th>
<th>Settled Position</th>
<th>Market Price</th>
<th>Valuation (GHC)</th>
</tr>
</thead>
<tbody>
<tr>
<td>BOPP</td>
<td>BENSO OIL PALM PLANTATION LIMITED</td>
<td>51,280</td>
<td>1.00000000</td>
<td>51,280.00 1.80%</td>
</tr>
<tr>
<td>CAL</td>
<td>CAL BANK LIMITED</td>
<td>138,912</td>
<td>0.60000000</td>
<td>83,347.20 2.93%</td>
</tr>
<tr>
<td>GCB</td>
<td>GHANA COMMERCIAL BANK</td>
<td>181,327</td>
<td>1.10000000</td>
<td>199,459.70 7.01%</td>
</tr>
<tr>
<td>UNIL</td>
<td>UNILEVER GHANA LIMITED</td>
<td>39,230</td>
<td>4.00000000</td>
<td>156,920.00 5.52%</td>
</tr>
<tr>
<td>UT</td>
<td>UT FINANCIAL SERVICES LTD</td>
<td>999,000</td>
<td>0.33000000</td>
<td>329,670.00 11.59%</td>
</tr>
</tbody>
</table>

**Classification Total** 820,676.90
<table>
<thead>
<tr>
<th>Security Code</th>
<th>Name</th>
<th>Maturity value</th>
<th>Cost</th>
<th>Valuation (GHC)</th>
</tr>
</thead>
<tbody>
<tr>
<td>DBL1091_91-8</td>
<td>DBL1091_91-08 91 DAY GOV'T TREASURY BILL MAT 02/02/2009</td>
<td>55,960.0000</td>
<td>52,700.9200</td>
<td>54,778.1358</td>
</tr>
<tr>
<td>DBL1095_91-8</td>
<td>DBL1095_91-08 91 DAY GOV'T TREASURY BILL MAT 02/03/2009</td>
<td>56,406.3700</td>
<td>53,120.8500</td>
<td>54,204.0000</td>
</tr>
<tr>
<td>DBL1095_91-8</td>
<td>DBL1095_91-08 91 DAY GOV'T TREASURY BILL MAT 16/02/2009</td>
<td>56,311.7200</td>
<td>53,050.4000</td>
<td>54,627.0000</td>
</tr>
<tr>
<td>DBL1049_1 YR</td>
<td>DBL1049_1 YR-07 GOV'T TREASURY NOTE 12.30PCT MAT 12/01/2009</td>
<td>44,920.0000</td>
<td>40,000.0000</td>
<td>44,758.2466</td>
</tr>
<tr>
<td>DBL1099_91-8</td>
<td>DBL1099_91-08 91 DAY GOV'T TREASURY BILL MAT 30/03/2009</td>
<td>21,237.0000</td>
<td>20,000.0000</td>
<td>20,027.1868</td>
</tr>
<tr>
<td>DBL1099_5 YR</td>
<td>DBL1099_5 YR-08 GOV'T TREASURY BILL MAT 06/02/2013</td>
<td>206,103.0000</td>
<td>100,000.0000</td>
<td>203,951.8707</td>
</tr>
<tr>
<td></td>
<td><strong>Classification Total</strong></td>
<td><strong>432,346.44</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>Onshore Classification Total</strong></td>
<td><strong>2,835,627.58</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>offshore Classification Total</strong></td>
<td><strong>8,228.03</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>Grand Classification Total</strong></td>
<td><strong>2,843,855.61</strong></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Cash Bal at Bank

<table>
<thead>
<tr>
<th>Description</th>
<th>Offshore</th>
<th>Onshore (CFC$)</th>
<th>Onshore (CFCE)</th>
<th>Onshore (CFC: ERO)</th>
<th>Onshore (GHC)</th>
<th>Grand Cash Bal at Bank Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>USD/GHS</td>
<td>1.2133</td>
<td>650.00</td>
<td>0.00</td>
<td>0.00</td>
<td>54,003.16</td>
<td>63,019.84</td>
</tr>
<tr>
<td>GBP/GHS</td>
<td>2.0385</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
<td></td>
<td></td>
</tr>
<tr>
<td>EUR/GHS</td>
<td>1.6140</td>
<td>0.00</td>
<td>0.00</td>
<td>0.00</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>Offshore</strong></td>
<td><strong>8,228.030</strong></td>
<td><strong>788.65</strong></td>
<td><strong>0.00</strong></td>
<td><strong>54,003.16</strong></td>
<td><strong>63,019.84</strong></td>
</tr>
</tbody>
</table>

### Summary

<table>
<thead>
<tr>
<th>Description</th>
<th>Market Value</th>
<th>PCT of Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Listed Equities</td>
<td>820,676.90</td>
<td>28.33</td>
</tr>
<tr>
<td>Debt Investment</td>
<td>2,014,950.68</td>
<td>69.55</td>
</tr>
<tr>
<td>Call Investment</td>
<td>-1,602.39</td>
<td>-0.06</td>
</tr>
<tr>
<td>Cash at bank</td>
<td>63,019.84</td>
<td>2.18</td>
</tr>
<tr>
<td>Master Account Total</td>
<td>2,897,045.03</td>
<td>100.00</td>
</tr>
</tbody>
</table>
CORPORATE INFORMATION

BANKERS
- Barclays Bank of Ghana Limited
  P.O. Box 2949
  High Street, Accra
- Zenith Bank Ghana Limited
  Premier Towers
  Liberia Road, Accra

AUDITORS
- John Kay & Co
  7th Floor, Trust Towers
  Farrar Avenue, Adabraka
  P.O. Box 16088
  Airport, Accra

CUSTODIAN
- Barclays Bank of Ghana Limited
  P.O. Box 2949
  High Street, Accra

INVESTMENT MANAGER
- Databank Asset Management Services Limited
  61 Barnes Road, Adabraka
  Private Mail Bag
  Ministries Post Office
  Accra

CORPORATE INFORMATION

BOARD OF DIRECTORS
- Ken Ofori-Atta (Chairman)
- Keli Gadzekpo
- Kwesi Amonoo-Neizer
- Stephen Adei
- Adelaide Ahwireng

REGISTERED OFFICE
- 61 Barnes Road, Adabraka
  Private Mail Bag
  Ministries Post Office
  Accra, Towers

CORPORATE INFORMATION
The business and affairs of the Fund are managed under the direction of the Fund’s Board of Directors and the Fund’s officers. The tables below list the directors and officers of the Fund and their principal occupations, other directorships held by directors and their affiliation, if any, with Databank Asset Management Services Limited.

**Board of Directors:**
The Interested Directors of the Fund are:

<table>
<thead>
<tr>
<th>Name</th>
<th>Age</th>
<th>Time with Fund</th>
<th>Other affiliation</th>
<th>Occupation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Keli Gadzekpo</td>
<td>46</td>
<td>1 year</td>
<td>Vice Chairman, Databank Fin. Ser. Ltd., Databank Asset Mgmt. Ser. Ltd., Director, Enterprise Insurance Co. Ltd, Multi Media Broadcasting</td>
<td>Investment Banker</td>
</tr>
</tbody>
</table>
The Independent Directors of the Fund are:

<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Age</th>
<th>Time with Fund</th>
<th>Other affiliation</th>
<th>Occupation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Kwesi Amonoo-Neizer</td>
<td>Director and Chief Investment Officer</td>
<td>45</td>
<td>1 year</td>
<td>Executive Director Databank Asset Management Services Ltd</td>
<td>Investment Manager</td>
</tr>
<tr>
<td>Professor Stephen Adei</td>
<td>Director</td>
<td>60</td>
<td>1 year</td>
<td>Director Kofi Annan Center for Excellence (Director &amp; President)</td>
<td>Economist &amp; Leadership Expert</td>
</tr>
<tr>
<td>Adelaide Ahwireng</td>
<td>Director</td>
<td>50</td>
<td>1 year</td>
<td>Managing Director Fio Enterprise Ltd.</td>
<td>Business Executive</td>
</tr>
</tbody>
</table>
## Officers:

The Officers of the Fund are:

<table>
<thead>
<tr>
<th>Name</th>
<th>Oladimeji Adedara</th>
<th>Evelyn Ofosu Darko</th>
</tr>
</thead>
<tbody>
<tr>
<td>Position</td>
<td>Financial Controller</td>
<td>Vice President</td>
</tr>
<tr>
<td>Length of Time Served with Fund</td>
<td>1 year</td>
<td>1 year</td>
</tr>
<tr>
<td>Occupations During the Past 5 Years</td>
<td>Responsible for administering the finances of the fund. A qualified Chartered Accountant responsible for Databank Accounts. His previous experience includes working with Excel Trust &amp; Finance Limited and MMG Securities Ltd, both in Nigeria.</td>
<td>Evelyn Ofosu-Darko is in charge of both domestic and international marketing of DAMSEL’s products, product development and fund management. She has been with Databank since 2000 and holds a first degree in Administration (Marketing option) from University of Ghana, Legon and an MSc. in International Marketing Management, University of Surrey, UK. Her previous experience was with Unilever Ghana Limited and Darko Farms.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Name</th>
<th>Felicia Joan Asabea Asare</th>
<th>Adjoa Owusu-Takyi</th>
</tr>
</thead>
<tbody>
<tr>
<td>Position</td>
<td>Investment Officer</td>
<td>Investment Officer</td>
</tr>
<tr>
<td>Length of Time Served with Fund</td>
<td>1 year</td>
<td>1 year</td>
</tr>
<tr>
<td>Occupations During the Past 5 Years</td>
<td>Joan is responsible for the preparation of period end investment reports and financial statements. She also conducts fundamental research for portfolio management and provides investment advice to clients. Joan joined Databank, after completing her First Degree in Business Administration (Banking &amp;Finance) from the School of Administration, University of Ghana.</td>
<td>Adjoa Owusu-Takyi is currently a Senior Investment Analyst at Databank Asset Management Services Limited, where she manages clients’ portfolio and assists in investment analysis of various funds the firm manages. She also handles the investment needs of High Net Worth Clients as well as Provident, Pension and Endowment Funds for corporate organizations. Her previous experience was with Boulders Advisors Ltd. She holds a Bachelor’s degree in Banking &amp; Finance from the University of Ghana Business School.</td>
</tr>
<tr>
<td>Name</td>
<td>Maamle Totimeh</td>
<td>Edna Aryene</td>
</tr>
<tr>
<td>---------------------</td>
<td>-----------------------</td>
<td>-------------------</td>
</tr>
<tr>
<td>Position</td>
<td>Asst. Vice President</td>
<td>Analyst</td>
</tr>
<tr>
<td>Length of</td>
<td>1 year</td>
<td>1 year</td>
</tr>
<tr>
<td>Time Served with</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fund</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Occupations</td>
<td>Maamle assists in the management of Mfund. She also prepares investment reports and financial statement to shareholders. She is a product of the University of Ghana with a First Degree in Economics and Geography. Prior to joining Databank Asset Management she worked as a Fixed Income Analyst with Databank Brokerage Limited</td>
<td>Edna is responsible for trading activities, portfolio management as well as Fund administration. She also conducts fundamental research for portfolio managers. She is a product of the University of Ghana Business School and graduated with a Bachelor degree in Banking &amp; Finance.</td>
</tr>
<tr>
<td>During the Past 5</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Years</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Name</th>
<th>Anthony Degbato</th>
<th>Benedicta Tandoh</th>
</tr>
</thead>
<tbody>
<tr>
<td>Position</td>
<td>Senior Analyst</td>
<td>Fund Administrator</td>
</tr>
<tr>
<td>Length of</td>
<td>1 year</td>
<td>1 year</td>
</tr>
<tr>
<td>Time Served with</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fund</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Occupations</td>
<td>Anthony is the Accounts officer for the Fund. Prior to joining Databank Balanced Fund, he worked on Databank Brokerage Ltd, Databank Group and Databank Asset Management Services Ltd Account. His previous experience before joining Databank includes working with Barclays Bank Ghana Ltd, Standard Chartered Bank and Portal Ltd.</td>
<td>Benedicta is responsible for the Administration of the Fund. She also provides investment advice to clients. Benedicta joined Databank after completing her First Degree in Bachelor of Management Studies (BMS) from the University of Cape Coast. Prior to joining Databank, she worked with Standard Chartered Bank Cape Coast.</td>
</tr>
<tr>
<td>During the Past 5</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Years</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
PROXY FORM

Databank Balanced Fund Limited

I/We ______________________________________________________ of
being a member/members of Databank Balanced Fund Limited hereby appoint
_______________________________________________________
or failing him the duly appointed chairman of the meeting, as my/our proxy to vote
for me/us on my/our behalf at the Annual General Meeting of the Company to be
held at The National Theatre Accra on July 22, 2008 at 9:30am prompt and any
adjournment thereof.

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

<table>
<thead>
<tr>
<th>RESOLUTIONS</th>
<th>FOR</th>
<th>AGAINST</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Report of Directors and Auditors</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2. Receive and adopt the accounts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>3. Re-election of the following Directors who</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
| are retiring:
   Ken Ofori-Atta                                  |     |         |
   Keli Gadzekpo                                    |     |         |
   Prof. Stephen Adei                               |     |         |
   Adelaide Ahwireng                                |     |         |
| 4. Authorise the Directors to fix remuneration of |     |         |
|  Auditors                                        |     |         |
| 5. To approve Directors’ fees                    |     |         |

Signed this __________________ day of __________________ 2009

Signature __________________.
eTranzact is a platform that can be linked to your mobile phone and used to pay money into your mutual fund accounts.

Go to Message Folder in your Phone

Select ‘Create New Message’ and press OK


Example “bill Epac 50 7142 1234
Where 50 = Amount you are paying in GH₵
7142 = Epac account Number
1234 = Your PIN

Send your message to
1401 – (MTN, KASAPA, Zain and ONETOUCH) or 145 for TIGO

Wait for “Message Sent” prompt and wait for your response message indicating the success of your payment or otherwise.
Write down your reference number (this is your receipt of the transaction)
This service is also available with java-enabled phones

Distribution Channel

Intercontinental Bank
ZENITH
BARCLAYS
UBA
Check Your Balance Using

Databank

Triple Play

1. Online
   @
   https://balance.databankgroup.com

2. By Phone (IVR)
   Dial 0900-23-003
   Available with GT pre-paid services
   (please follow the voice prompt)
   Premium Charges Apply

3. By SMS
   text "reg account number your name"
   e.g. "reg 1234 Kofi Mensah" to the short code 1438 (MTN and Kasapa only)
   Premium Charges Apply

Please contact a Client Services Relationship Manager for more details.

Accra: (233-21) 610610, Kumasi: (233-51) 23487,
Tem: (233-22) 210050, Takoradi: (233-31) 23628
E-mail: info@databankgroup.com
Make your investment decision today!
Contact your Investment advisors

Databank
Leadership

HEAD OFFICE:
No. 61 Barnes Road, Adabraka, Accra
P.M.B. Ministries Post Office, Accra, Ghana
Tel: (233-21) 610610, 70100, 70
Fax: (233-21) 681442, 681443
Email: info@databankgroup.com

GAMBIA OFFICE:
2nd Floor, Trust Bank Building,
Westfield Junction.
P.O. Box 3189, Serrekunda, The Gambia
Tel: +220 4378014
Fax: +220 4378016
Email: gambia@databankgroup.com

KUMASI OFFICE:
SSNIT Office Complex
Block B 2nd Floor
Harper Road, Kumasi
Tel: (233-51) 23487
Fax: (233-51) 29740

TEMA OFFICE:
Meridian Plaza
Room 206 & 207, 2nd Floor
Community 1, Tema
Tel: (233-22) 207860, 210050
Fax: (233-22) 203438

TAKORADI OFFICE:
SSNIT House
2nd Floor
Room 316
Tel: (233-31) 23628

Email: BFUND@databankgroup.com
Website: http://www.databankgroup.com

design & print
TYPE COMPANY LIMITED Tel:(233-21) 232252/254011