

## AUDITOR'S REPORT

We have audited the accompanying Financial Statements of Anidaso Mutual Fund Limited as at December 31, 2010.

### **Respective responsibilities of directors and auditors**

The directors are responsible for preparing these financial statements. Our responsibility is to express an independent opinion on these financial statements based on our audit.

### **Basis of opinion**

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a 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. We believe that our audit provides a reasonable basis for our opinion.

### **Opinion**

In our opinion, proper books of account have been kept by the company and the accompanying statement of assets and liabilities, including the summary of portfolio of investments, and the related income and distribution account and of changes in net assets which are in agreement therewith present fairly in all material respects, the financial position of Anidaso Mutual Fund Limited as at December 31, 2010 and the results of its operations and changes in net assets for the year then ended, in conformity with the Ghana National Accounting Standards and comply with the Companies Code, 1963, (Act 179), the Securities Industry Law, 1993, (PNDCL333), and the Unit Trusts and Mutual Fund Regulations, 2001, (L.I. 1695).

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Voscon  
Chartered Accountants  
April 26, 2011

**STATEMENT OF ASSETS AND LIABILITIES**

As at December 31, 2010

	<b>NOTE</b>	<b>2010</b>	<b>2009</b>
<b>ASSETS</b>			
<b>INVESTMENT</b>	3	711,254	460,486
Bank balances	4	18,082	61,371
<b>RECEIVABLES</b>			
Interest receivable	5	13,478	5,340
Other receivable & prepayments	6	<u>500</u>	<u>-</u>
<b>TOTAL ASSETS</b>		<u>743,314</u>	<u>527,197</u>
<b>LIABILITIES</b>			
Due to Fund Manager	7	7,220	17,854
Other Liabilities	8	1,721	4,167
<b>TOTAL LIABILITIES</b>		8,941	22,021
<b>NET ASSETS AS AT DECEMBER 31,</b>		<b>734,373</b>	<b>505,176</b>

*Notes 1-17 form an integral part of these Financial Statements and should be read in conjunction therewith.*

**INCOME AND DISTRIBUTION ACCOUNT**

For the year ended December 31, 2010

	<b>NOTE</b>	<b>2010</b>	<b>2009</b>
<b>INVESTMENT INCOME</b>			
Dividend Income	9	25,449	33,857
Interest Income	10	<u>47,660</u>	<u>34,410</u>
<b>TOTAL INVESTMENT INCOME</b>		<u>73,109</u>	<u>68,267</u>
<b>EXPENSES</b>			
Management Fees		15,462	3,236
Other Expenses	6	<u>21,423</u>	<u>10,249</u>
<b>TOTAL EXPENSES</b>		<u>36,885</u>	<u>13,485</u>
<b>NET INVESTMENT INCOME</b>			
Net realized gain	12	36,224	54,782
Unrealised gain/(loss) on investment	3b	-	15,375
		151,539	(17,642)
<b>INCREASE IN NET ASSETS FROM OPERATIONS</b>		<u>187,763</u>	<u>52,515</u>
<b>ACCUMULATED NET INVESTMENT INCOME</b>			
At beginning of year		51,225	(3,557)
Net Investment Income for the year		36,224	54,782
At end of year		87,449	51,225
<b>ACCUMULATED NET REALISED GAIN</b>			
At beginning of year		17,034	1,659
Net investment income for the year		-	15,375
At end of year		<u>17,034</u>	<u>17,034</u>
<b>NET ASSET VALUE PER SHARE (NAVPS)</b>	13	0.2065	0.1475

Notes 1-17 form an integral part of these Financial Statements and should be read in conjunction therewith.

**STATEMENT OF MOVEMENTS IN NET ASSETS**

For the Year ended December 31, 2010

	NOTE	2010	2009
<b>OPERATIONS</b>			
Net Investment Income		36,224	54,782
Net Realized Gain		-	15,375
Change in unrealized gain		169,181	(208,587)
<b>DECREASE IN NET ASSETS FROM OPERATIONS</b>		<b>205,405</b>	<b>(138,430)</b>
<b>CAPITAL TRANSACTIONS</b>			
Proceeds from issue of shares	13	107,488	185,319
Redemption of shares		(83,699)	(188,065)
<b>NET PROCEEDS FROM CAPITAL TRANSACTION</b>		<b>23,789</b>	<b>(2,746)</b>
<b>TOTAL DECREASE IN NET ASSETS</b>		<b>222,194</b>	<b>(141,176)</b>
<b>NET ASSETS</b>			
At beginning of year		505,176	646,352
At end of year		<u>734,373</u>	<u>505,176</u>

**STATEMENT OF CHANGES IN ISSUED SHARES**

For the Year ended December 31, 2010

	<b>NOTE</b>	<b>2010</b>	<b>2009</b>
Nominal value of shares in issue at beginning of year		454,557	457,303
Net shares issued during the year		23,789	(2,746)
Nominal value of shares in issue at end of year		478,346	454,557

## STATEMENT OF NET ASSETS

For the Year ended December 31, 2010

### SHARES

	No. of shares	Market Value	%Net Assets
<b>Banking &amp; Finance</b>			
SCB	354	15,987	2.18%
SG-SSB	89,404	57,219	7.80%
CAL	55,968	17,350	2.36%
EBG	9,875	29,625	4.04%
GCB	30,000	81,000	11.04%
UT	66,600	19,980	2.72%
<b>Insurance</b>			
EIC	168,870	84,435	11.51%
SIC	112,500	48,375	6.59%
<b>Food and Beverages</b>			
GGBL	13,125	20,475	2.79%
<b>Manufacturing</b>			
UNIL	8,260	47,000	6.40%
FML	1,368	16,758	2.28%
ALU	11,186	1,342	0.18%
CFAO	46,038	921	0.13%

	No. of shares	Market Value	%Net Assets
<b>Petroleum</b>			
GOIL	171,629	49,772	6.78%
<b>Preference shares</b>			
SCB	3,846	<u>2,000</u>	<u>0.27%</u>
<b>TOTAL SHARES</b>		<u>492,239</u>	<u>67.07%</u>
<b>Short Term Fund</b>			
Time placement		183,716	25.02%
Commercial Paper		23,099	3.15%
Fixed deposit		<u>12,200</u>	<u>1.66%</u>
<b>TOTAL SHORT TERM FUNDS</b>		<u>219,015</u>	<u>29.78%</u>
<b>TOTAL INVESTMENTS</b>		711,254	96.85%
<b>OTHER ASSETS IN EXCESS OF LIABILITIES</b>		<u>23,119</u>	<u>3.15%</u>
<b>TOTAL NET ASSETS</b>		<u>734,373</u>	<u>100.00%</u>



## **NOTES TO THE FINANCIAL STATEMENTS**

For the Year ended December 31, 2010

### **NOTE 1. NATURE OF BUSINESS**

Anidaso Mutual Fund Limited is an open-ended, regulated investment company administered and sponsored by New Generation Investment Services Limited, the investment advisor to the Fund. The Fund was incorporated as a Private Limited Company on March 19, 2004. The Company was re-incorporated as a Public Limited Liability on October 22, 2004 to carry out the following:

- Invest monies of its members for their mutual benefit.
- To hold and arrange for the management of securities and other property acquired with monies.

The company was issued with the certificate to commence business on October 25, 2004.

### **NOTE 2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION**

The following is a summary of the significant accounting policies adopted in the presentation of the financial statements, which have been prepared in accordance with the Ghana National Accounting Standards under the historical cost convention as modified by the revaluation of listed investments.

- a. Investment Valuation  
The securities held by the Fund at the end of the year are valued at the last published market price.
- b. Dividend Income  
Dividends are accounted for on cash basis.
- c. Investment Income  
Interest and other income are accounted for on cash basis.
- d. Foreign currency translation



Transactions in foreign currency are converted at market rates ruling at the date of such transactions. Assets and liabilities, which are denominated in other currencies, are translated into the reporting currency at the year end rate of exchange.

**NOTE 3(a).**

**INVESTMENTS**

This is made up as follows:

	<b>2010</b>	<b>2009</b>
	GH¢	GH¢
Cost of Investment	559,715	478,128
Unrealised profit on investment	<u>151,539</u>	<u>(17,642)</u>
Market Value of investment	<u>711,254</u>	<u>460,486</u>

**NOTE 3(b).**

**UNREALISED PROFIT ON INVESTMENT**

	<b>2010</b>	<b>2009</b>
	GH¢	GH¢
Market Value of Investment (note 3a)	711,254	460,486
Cost of Investment	<u>559,715</u>	<u>(478,127)</u>
	<u>151,539</u>	<u>(17,642)</u>

**NOTE 4.**

**BANK BALANCES**

	<b>2010</b>	<b>2009</b>
	GH¢	GH¢
Barclays Bank Ghana Limited	<u>18,082</u>	<u>61,371</u>

**NOTE 5.**

**INTEREST RECEIVABLE**

This represents interest receivable from call placement with a local financial institution and 1-Year Note investment with the Government of Ghana.

**NOTE 6. OTHER RECEIVABLE & REPAYMENTS**

	<b>2010</b>	<b>2009</b>
	<b>GH¢</b>	<b>GH¢</b>
License prepaid	<u>500</u>	=

**NOTE 7. DUE TO FUND MANAGER**

	<b>2010</b>	<b>2009</b>
	<b>GH¢</b>	<b>GH¢</b>
Management Fee	4,503	7,202
Advertising & Publicity	250	1,540
Printing & Stationery	170	1,152
License	500	1,540
Sales expenses	1,115	786
Redemption fee payable	254	2,534
Others	<u>428</u>	<u>3,100</u>
	<u>7,220</u>	<u>17,854</u>

**NOTE 8. OTHER LIABILITIES**

	<b>2010</b>	<b>2009</b>
	<b>GH¢</b>	<b>GH¢</b>
Custodian Fees	93	2,378
Auditors Remuneration	1,000	1,000
Others	<u>628</u>	<u>789</u>

		1,721	4,167
<b>NOTE 9.</b>	<b>DIVIDEND INCOME</b>		
		<b>2010</b>	<b>2009</b>
		GH¢	GH¢
	Enterprise Insurance Limited	1,208	791
	Guinness Ghana Limited	-	483
	Standard Chartered Bank	1,361	775
	CAL Bank Limited (Bonus issue)	761	746
	SG-SSB Bank Limited (Bonus issue)	3,290	24,586
	Unilever Ghana Limited	1,617	853
	Ecobank	2,044	1,497
	Fan Milk Ghana Limited	10,822	103
	GOIL	1,642	1,342
	SIC	1,991	2,008
	UT	<u>713</u>	<u>673</u>
		<u>25,449</u>	<u>33,857</u>
<b>NOTE 10.</b>	<b>INTEREST INCOME</b>		
		<b>2010</b>	<b>2009</b>
		GH¢	GH¢
	Treasury Bills	750	606
	Call Account	32,242	24,766
	Commercial paper	-	7,875
	Fixed deposit	2004	1,163
	Other Income	12,664	=
		<u>47,660</u>	<u>34,410</u>

**NOTE 11.****OTHER EXPENSES**

	<b>2010</b>	<b>2009</b>
	GH¢	GH¢
Custodian Fees	981	769
Auditors Remuneration	1,000	1,000
Bank Charges	-	164
Advertisement and Publicity	1,730	-
Printing & Stationery	331	295
License	540	540
Sales expenses	4,149	786
Redemption charges	955	2,534
Travel, transport & accommodation	512	190
Utilities	-	237
Communication	1,374	1,096
Administrative expenses	1,975	76
Cleaning and sanitation	-	34
Newspapers and journals	176	31
Vehicle running	-	90
Provisions on commercial paper	7,700	-
Commission – GCS	-	<u>2,407</u>
	<u>21,423</u>	<u>10,249</u>

**NOTE 12.****NET REALISED GAIN ON INVESTMENT**

Total gain on disposal of long-term securities during the year under review is made up as follows:

	<b>2010</b>	<b>2009</b>
	GH¢	GH¢
Net proceeds of GCB & SIC shares disposed off	-	50,000
Cost of shares disposed off	-	(34,625)
	-	<u>15,375</u>

**NOTE 13. NET ASSET VALUE PER SHARE (NAVPS)**

This represents the net asset value of the fund divided by the number of shares outstanding:  
ie: GH¢0.2065 (GH¢734,373/3,556,868)

**NOTE 14. PROCEEDS FROM SHARE ISSUE**

	<b>2010</b>	<b>2009</b>
	GH¢	GH¢
Total cash from shares	<u>107,488</u>	<u>185,319</u>

**NOTE 15. CAPITAL TRANSACTION**

	<b>2010</b>	<b>2009</b>
	GH¢	GH¢
New Issues	107,488	185,319
Redemptions	<u>(83,699)</u>	<u>(188,065)</u>
	<u>23,789</u>	<u>(2,746)</u>

**NOTE 16. CONTINGENT LIABILITIES**

There were no contingent liabilities as at December 31, 2010

**NOTE 17. TAXATION**

Mutual Funds are exempted from the payment of tax on income including capital gains as per the Units and Mutual Funds Regulations, 2001, L.I 1695.