

**THE CHRISTIAN  
COMMUNITY MUTUAL  
FUND LIMITED**

**2011 ANNUAL REPORT**



value created by values

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.

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# Notice of Annual General Meeting

**NOTICE IS HEREBY GIVEN that the first Annual General Meeting (AGM) of Christian Community Mutual Fund (CCMF) will be held on Friday 13th December, 2013.**

TIME : 10.00 am

VENUE : Rev. Peter Kwei Dagadu Memorial Church, Osu, Ako-Adjei, Accra

**AGENDA:**

1. Waiver of 21 – day notice for AGM
2. To receive, consider and adopt the Financial Statements of the company for the 16 months period ending 31st December 2011
3. To confirm appointment of Auditors
4. To ratify remuneration of Auditors
5. Auditors' Report for the 16 months period ending 31st December 2011
6. Trustees Report for the 16 months period ending 31st December 2011
7. Any other matter

Thank you.

**VERITAS LAW  
(SECRETARY)**

# Chairman's Statement to CCMF Shareholders

**Dear Cherished Shareholders,**

**It is with great pleasure that I warmly welcome you all to the 1st Annual General Meeting of the Christian Community Mutual Fund. On behalf of the Board of Trustees and Fund Manager, I would wish to express my heartfelt thanks to you all for your unwavering interest and support for our growing fund, one of the few ethical balanced mutual funds in Ghana.**

**We are indeed pleased to report to you our dear shareholders, CCMF's impressive performance since it was launched in September 2010.**

## **Global Economic review**

The year 2011 as you would all recollect was a very challenging for the global economy due to a host of issues, with the sovereign debt crisis in the Eurozone being key. The United States of America (USA), and some European economies experienced debt crisis, which culminated into the downgrading of the credit ratings of some of these major economies. Portugal received a three year, €78 billion bailout from the European Union (EU) and the International Monetary Fund (IMF), following Greece and Ireland who also sought for emergency loans from the EU and IMF. Following this, most major financial markets ended 2011 on a negative note.

## **Economic Review of Africa**

Growth for most African economies in 2011 was fairly positive as compared to other Western economies, with average growth hovering over 4%. This was mainly due to increased output, robust domestic demand and high global commodity prices. However in mid-year 2011, the flattening global economic recovery affected African export and output growth, specifically in countries that were more globally integrated and whose economies depended on trade with other Western economies. Stable food prices in Ghana and a few other countries also contributed to the inflation stability. The economic misfortunes of major Western economies, which several African economies were dependent on due to trade relationships, negatively affected the performance of several African economies

## **Economic Review of Ghana**

Ghana's GDP grew from 7.1% in 2010, to 14.4% in 2011, signifying a change of a little over 200%. This growth was mainly fueled by improved earnings from the energy sector, following the discovery of oil in commercial quantities along selected sections of the coast. Inflation for 2011 was relatively steady, with the year-end inflation being 8.6%; this was attributed to food, fuel, and utility prices over the period. The Bank of Ghana's policy rate was 12.5%; which had been the same since mid-year 2011. The Ghana Stock Exchange ended the year on a negative note, with a loss of -3.1%, following a positive performance as at mid-year.

## **CCMF's Performance**

The fund closed the year at a share price of GHS0.2086 and with a return of 1.3%; which was due to the challenges in the Ghanaian equity market, and the consequent weak performance of the Ghana Stock Exchange. The GSE Composite Index (GSE-CI) and the GSE Financial Stocks Index (GSE-FSI) both reported returns of -3.1% and -13.69%, respectively at the end of 2011; however, the fund was able to record positive returns for the period as a result of the effective balance of equity and fixed income securities. The fund closed the year with assets under management valued at GHS354,287 and total shareholders size of 1,662.

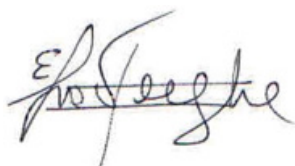
# Chairman's Statement to CCMF Shareholders (continued)

## **Outlook**

The equities market is projected to be vibrant; therefore we intend to increase our exposure to same. The positive projection of the performance of the equities market is mainly due to the planned allocation of pension funds to private fund managers who would be investing the funds in listed equities and fixed income securities. This would translate into an increased demand for equities, and therefore increase prices of equities across board.

Strong African economies which were resilient in the 2011 global economic crisis, will hopefully contribute to the global economic growth for the year 2012. Thus, Ghana and other African economies will be appealing to global investors who would be seeking higher returns on their investments. Also, as the Ghanaian economy grows and income levels rise, individuals and organizations such as companies and churches would require alternative investment vehicles to channel their funds, so they can earn higher returns on their investment. We therefore intend to position CCMF in order to take advantage of these opportunities that would arise in the short to medium term.

**Best wishes to you all and our sincere thanks for believing in CCMF.**



Fred Deegbe (Rev.)  
**CHAIRMAN**

# Summary of Performance

## Comparative Performance

| PERIOD      | CCMF | GSE   | BOG 1 YEAR NOTE <sup>1</sup> |
|-------------|------|-------|------------------------------|
| <b>2010</b> | 2.9% | 32.3% | 12.7%                        |
| <b>2011</b> | 1.1% | -3.1% | 11.3%                        |

Table 1 Comparative Performance

## Share Price Growth

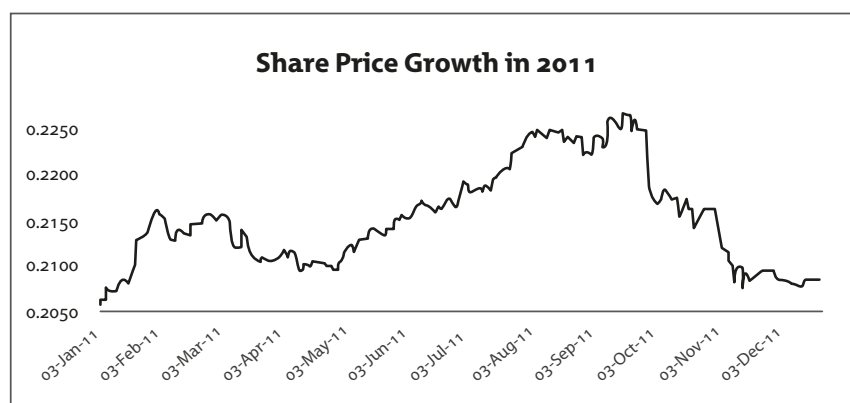


Figure 1 Share Price Growth in 2011

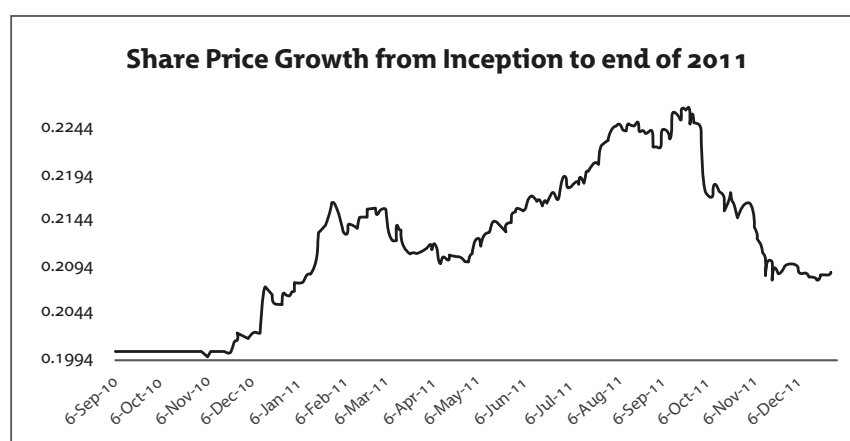


Figure 2 Share price growth from inception to end of 2011

<sup>1</sup> Bank of Ghana 1 Year Note

<sup>2</sup> This represents the Fund's performance from its inception in September 2010, to December 2010

# Portfolio Review

## Top 5 Equity Holdings as at December 2011

| Equity                        | % of Equity Portfolio |
|-------------------------------|-----------------------|
| Total Petroleum Ghana Limited | 24.4%                 |
| Tullow Ghana Limited          | 19.3%                 |
| Societe General Ghana Limited | 15.1%                 |
| SIC Insurance Company Limited | 14.2%                 |
| Enterprise Group Limited      | 14.2%                 |

Table 2 Top 5 Equity Holdings as at December 2011

## Equity Classification

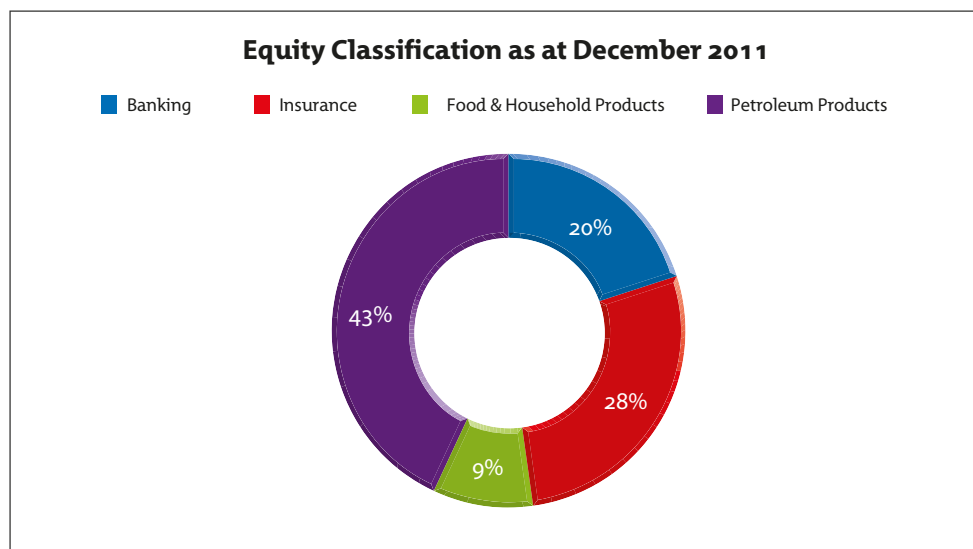


Figure 3 Equity Classification as at December 2011



## Fund Manager's Report

**In the beginning of 2011, allocation to listed equities was reduced from 54.58% to 41.73% in order to reduce the risk profile of the portfolio. Approximately 8.3% of the portfolio was also placed into a US Dollar deposit as a hedge against potential Ghana cedi depreciation. On the fixed income front, we continued to seek high yielding fixed deposits from excellent institutions with strong balance sheets.**

Our relatively conservative investment stance during 2011 was predicated on the view that the global economic environment had a negative outlook, and that over time this negative sentiment will have a downward effect on emerging market assets in general, and listed Ghanaian equities in particular. Although we did not see this reflected in our markets during the first six months of 2011, we continued to believe in this view and maintained a relatively conservative investment posture.

The fund ended the year 2011 with a share price of GHSo.2086, generating a return of 1.3%. This performance, although not impressive, was as a result of the abysmal performance of the of the Ghana Stock Exchange. Both the GSE Composite Index (GSE-CI) and the GSE Financial Stocks Index (GSE-FSI) reported negative returns of -3.1% and -13.69%, respectively at the end of 2011. CCMF was however able to record positive returns for the period due to the effective balance of equity and fixed income securities, which is geared to provide both income and capital appreciation, while avoiding excessive risk through diversification.

This further provides shareholders with exposure to a diverse group of products which helps to mitigate risk and provide downside protection. The fund closed the year with assets under management valued at GH\$354,287 and total shareholders size of 1,662.

We intend to increase our exposure to the equities market despite the market's poor performance in 2011. This strategy is based on the projected positive performance of the equities market, as a result of the planned allocation of pension funds to private fund managers who would be investing the funds in listed equities and fixed income securities. This action would lead to an increased demand for equities, and therefore increase prices of equities across board, thereby reflecting in the fund's positive performance.



**Charles Adu Boahen**  
**FUND MANAGER**

# Report of the Board of Trustees

**The Trustees have the pleasure in submitting the financial statements of the Christian Community Mutual Fund Limited for the 16 months period ended December 31, 2011.**

## **Statement of Trustees' Responsibilities**

The Trustees are responsible for the preparation of the financial statements for each financial period, which give a true and fair view of the state of affairs of the Fund and of the statement of operations for the period. In preparing these financial statements, the Trustees have put suitable accounting policies in place and generally applied them consistently, made judgments and estimates that are reasonable and prudent and followed Ghana Accounting Standards.

The Trustees are responsible for ensuring that the Fund keeps proper accounting records that disclose with reasonable accuracy at any time, the financial position of the Fund. The Trustees are also responsible for safeguarding the assets of the Fund 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 the monies of its members for their mutual benefit and to hold and arrange for the management of money market securities acquired with such monies. The Company is licensed by the Securities and Exchange Commission to operate as an authorized mutual fund.

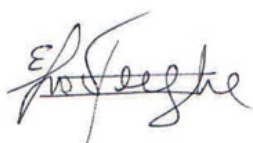
## **Financial Results**

The results for the 16 months-period ended December 31, 2011 are as set out in the financial statements.

## **Distribution Policy**

It is the policy of the Fund to re-invest all its investment income. Annual dividends shall neither be declared nor distributed. As such, individual investors should benefit from a growth in the Net Asset Value of each unit/share of the Fund they hold.

## **BY ORDER OF THE BOARD OF TRUSTEES**



Fred Deegbe (Rev.)

## **TRUSTEE**

Dated: 5th September, 2013



Nii Adumansa Baddoo

## **TRUSTEE**

Dated: 5th September, 2013

# Report of the Auditors to the Investors of Christian Community Mutual Fund Limited

**We have audited the financial statements set out on pages 11 to 20. We have obtained all the information and explanations we required for the purposes of our audit.**

## **Respective Responsibilities of Trustees and Auditors**

As stated on page 10 the Trustees 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 Trustees, 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 Christian Community Mutual Fund Limited as at

December 31, 2011 and of the results of its operations and changes in the net assets for the year ended and comply with the Ghana Accounting Standards, Securities Industry Law, 1993 (P.N.D.C.L. 333 as amended), Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695) and the Ghana Companies Code, 1963, (Act 179).

## **Report on Other Legal and Regulatory Requirements**

The Companies Code 1963 (Act 179) requires that in carrying out our audit we consider and report on the following matters. We confirm that:

- i. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit;*
- ii. In our opinion proper books of accounts have been kept by the Fund, so far as appears from our examination of the books;*
- iii. The Fund's statement of assets and liabilities and the income and distribution account are in agreement with the books of accounts.*



John Kay and Co.

**Chartered Accountants**

Dated: 5th September, 2013

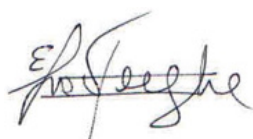
# Statement of Net Assets as at December 31, 2011

| Description                                      | Shares | Price at<br>31/12/2011<br>(GH¢) | Market Value<br>(GH¢) | % Net Asset   |
|--|--------|---------------------------------|-----------------------|---------------|
| <b>Shares</b>                                    |        |                                 |                       |               |
| <b>Banking</b>                                   |        |                                 |                       |               |
| Societe Generale Ghana Limited                   | 51,800 | 0.47                            | 24,346                | 7.15          |
| Ecobank Ghana Limited                            | 2,500  | 3.19                            | 7,975                 | 2.34          |
| <b>Insurance</b>                                 |        |                                 |                       |               |
| SIC Insurance Company Limited                    | 57,000 | 0.40                            | 22,800                | 6.69          |
| Enterprise Group Limited                         | 60,000 | 0.38                            | 22,800                | 6.69          |
| <b>Food and Household Products</b>               |        |                                 |                       |               |
| Fan Milk Limited                                 | 6,000  | 2.37                            | 14,220                | 4.17          |
| <b>Petroleum Products</b>                        |        |                                 |                       |               |
| Total Petroleum Ghana Limited                    | 1,900  | 19.83                           | 37,677                | 11.06         |
| Tullow Ghana Limited                             | 1,000  | 31.00                           | 31,000                | 9.10          |
| <b>Total shares (Cost GH¢155,094)</b>            |        |                                 | <b>160,818</b>        | <b>47.21</b>  |
| <b>Short Term Funds</b>                          |        |                                 |                       |               |
| Cash-Bank and Call                               |        |                                 | 23,926                | 7.02          |
| <b>Certificate of Deposit (CD)</b>               |        |                                 |                       |               |
| ECLOF 364 Day Fixed Deposit - 18%                |        |                                 | 30,000                | 8.81          |
| Intercontinental Bank 91 Day Fixed Deposit - 10% |        |                                 | 33,288                | 9.77          |
| UT Bank 182 Day Fixed Deposit - 12%              |        |                                 | 32,068                | 9.41          |
| UT Bank 182 Day USD Fixed Deposit - 4%           |        |                                 | 33,412                | 9.81          |
| CDH 3M Fixed Deposit - 14%                       |        |                                 | 31,050                | 9.12          |
| <b>Total Short Term Funds</b>                    |        |                                 | <b>159,818</b>        | <b>46.92</b>  |
| <b>Total Short Term Funds</b>                    |        |                                 | <b>183,744</b>        | <b>53.95</b>  |
| <b>Total Investments</b>                         |        |                                 | <b>344,562</b>        | <b>101.16</b> |
| Net current Assets (Liabilities)                 |        |                                 | (3,954)               | (1.16)        |
| <b>Total Net Assets</b>                          |        |                                 | <b>340,608</b>        | <b>100.00</b> |

# Statement of Assets and Liabilities at December 31, 2011

|  | 16 Months<br>Dec 2011 GHS |
|--|---------------------------|
| <b>Assets</b>                            |                           |
| Total Investment                         | 344,562                   |
| <b>Current Assets</b>                    |                           |
| Dividend receivable Quoted equities      | 787                       |
| Interest receivable Fixed deposit        | 1,381                     |
| Interest receivable Short term debenture | 170                       |
|  | <b>2,338</b>              |
| <b>Current Liabilities</b>               |                           |
| Audit fee payable                        | 2,000                     |
| Due to Fund Manager                      | 60                        |
| Management fees payable                  | 3,319                     |
| Custody fees payable                     | 383                       |
| Upfront fees payable                     | 100                       |
| Redemption payable                       | 430                       |
|  | <b>6,292</b>              |
| <b>Net Current Assets/(Liabilities)</b>  | <b>(3,954)</b>            |
| <b>Total Net Assets</b>                  | <b>340,608</b>            |

The financial statements were approved by the Board of Trustees on  
5th September, 2013 and signed on its behalf by:



Fred Deegbe (Rev.)

**TRUSTEE**



Nii Adumansa Baddoo

**TRUSTEE**

## Income and Distribution Accounts for the 16 months-period ended December 31, 2011

|  | Note | 16 months<br>Dec 2011<br>GH¢ |
|--|------|------------------------------|
| <b>Investment Income</b>   |      |                              |
| Gross Dividend Income  | 4    | 5,795                        |
| Interest Income  | 5    | 21,400                       |
|  |      | <hr/>                        |
| <b>Total Income</b>  |      | <b>27,195</b>                |
| <b>Total Expenses</b>  |      |                              |
| Management Fees  |      | 11,044                       |
| Other Expenses   | 6    | 12,339                       |
|  |      | <hr/>                        |
| <b>Total Expenses</b>  |      | <b>23,383</b>                |
| Net Investment Income  |      | 3,812                        |
| Net realized gain/(loss) on Investment                               | 7    | (2,536)                      |
| Changes in Unrealized gain/(loss)                                    | 8    | 8,238                        |
|  |      | <hr/>                        |
| <b>Net Increase/Decrease in Net Assets Resulting from Operations</b> |      | <b>9,514</b>                 |

## Accumulated Net Investment Income for the 16 months-period ended December 31, 2011

|   |                      |
|---|----------------------|
| Net Investment Income for the period        | 3,812                |
| End of period                               | <hr/> <b>3,812</b>   |
| <b>Accumulated Net Realized gain/(loss)</b> |                      |
| Net realized gain/(loss) for the period     | (2,536)              |
| End of period                               | <hr/> <b>(2,536)</b> |

## Statement of Movement in Net Assets for the period ended December 31, 2011

|   | Note | 16 months<br>Dec 2011<br>GH¢ |
|---|------|------------------------------|
| <b>Change in Net Assets Operations:</b> |      |                              |
| Net Investment Income                   |      | 3,812                        |
| Gross Dividend Income                   | 8    | (2,536)                      |
| Gross Dividend Income                   | 9    | 8,238                        |
| Change in Net assets from operations    |      | <u>9,514</u>                 |
| <b>Capital Transactions:</b>            |      |                              |
| Proceeds from share issued              |      | 365,463                      |
| Shares redeemed                         |      | (34,369)                     |
| Net Proceeds from Capital Transactions  |      | <u>331,094</u>               |
| Total Increase/(Decrease in Net Assets) |      | <u>340,608</u>               |
| <b>Net Assets: End of Period</b>        |      | <u><b>340,608</b></u>        |

## Statement of Changes in Equity for the period ended December 31, 2011

|                            | Capital<br>Transactions<br>GH¢ | Investments<br>GH¢ | Total<br>GH¢   |
|----------------------------|--------------------------------|--------------------|----------------|
| Net income from operations |                                | 9,514              | 9,514          |
| Shares Issued              | 365,463                        |                    | 365,463        |
| Shares Redeemed            | (34,369)                       | —                  | (34,369)       |
| Balance As at 31/12/2011   | <u>331,094</u>                 | <u>9,514</u>       | <u>340,608</u> |

## Statement of Movement in issued shares for the period ended December 31, 2011

|                                      |      |                               |
|--------------------------------------|------|-------------------------------|
|                                      |      | <b>16 months<br/>Dec 2011</b> |
|                                      | Note | Number of<br>Shares           |
| Shares in Issue at December 31, 2011 | 10   | <u><b>1,647,873</b></u>       |

## Portfolio Summary as at December 31, 2011

| Description<br>Shares              | Number of<br>Shares as at<br>31/12/2011 | Share Value as<br>at 31/12/2011<br>GH¢ | Share Purchases<br>as at 31/12/2011<br>GH¢ | Share Sales as at<br>31/12/2011<br>GH¢ |
|------------------------------------|---|--|--|--|
| <b>Banking</b>                     |   |  |  |  |
| Societe Generale Ghana Limited     | 51,800                                  | 24,346                                 | 30,044                                     | —                                      |
| Ecobank Ghana Limited              | 2,500                                   | 7,975                                  | 10,618                                     | 3,483                                  |
| Cal Bank Limited                   | —                                       | —                                      | 24,840                                     | 18,364                                 |
| <b>Insurance</b>                   |   |  |  |  |
| SIC Insurance Company Limited      | 57,000                                  | 22,800                                 | 32,040                                     | 6,249                                  |
| Enterprise Group Limited           | 60,000                                  | 22,800                                 | 29,874                                     | —                                      |
| <b>Food and Household Products</b> |   |  |  |  |
| Fan Milk Limited                   | 6,000                                   | 14,220                                 | 22,594                                     | 12,312                                 |
| <b>Petroleum Products</b>          |   |  |  |  |
| Total Petroleum Ghana Limited      | 1,900                                   | 37,677                                 | 18,255                                     | —                                      |
| Tullow Ghana Limited               | 1,000                                   | 31,000                                 | 31,000                                     | —                                      |
| <b>Total</b>                       | <u><b>180,200</b></u>                   | <u><b>160,818</b></u>                  | <u><b>199,265</b></u>                      | <u><b>40,408</b></u>                   |



# Notes to the Financial Statements

## 1. Accounting Policies

The following principal accounting policies have been consistently applied during the year in accounting for items that are considered material in the preparation of the Fund's financial statements.

The financial statements are presented in Ghana Cedi.

### **i. Interest Recognition**

*Interest income is recognized on the accrual basis of accounting. Interest income comprises interest on treasury bills, commercial papers and certificates of deposit. The recognition of interest ceases when the payment of interest or principal is in doubt. Thereafter, interest is included in income only when it is received.*

### **ii. Expenses**

*Expenses are recorded when incurred, without regards to receipt or payment of cash*

### **iii. Investments**

*Valuation of the fund is determined by the amortized cost method. This involves the valuing of a debt obligation in reference to its cost rather than market value. In this regard, short-term securities having maturity of ninety-one days or less are valued at amortized cost.*

### **iv. Foreign Currency**

*Transactions in foreign currencies during the period are converted into Cedis at rates ruling at the dates of the transactions. Assets and liabilities denominated in foreign currencies are translated into Cedis at exchange rates ruling at the financial year-end. The gains and losses resulting from exchanges are dealt with in arriving at the period's operating profit.*

### **v. Certificates of Deposit**

*Certificates of Deposit are stated in the Statement of Assets and Liabilities at the principal amount and interest less provision for doubtful debts. Provisions against Certificates of Deposit are made having regard to specific risks. There is no provision for doubtful debts.*

### **vi. Comparative Figures**

*No comparative figures have been provided in these financial statements since this is the first period of preparation of the financial statements.*

## 2. Cash and Balances with Bank

Cash and cash equivalents, comprise deposits held on call with banks and cash at bank. Cash at bank and call as at December 31, 2011 was GH¢23,926. This forms 7.02% of total net assets for the period

## Notes to the Financial Statements (continued)

### 3. Certificates of Deposit

Certificated of Deposit as at December 31, 2011 are as follows:

|  | <b>16 months<br/>Dec 2011<br/>GH¢</b> |
|--|---------------------------------------|
| <b>Details</b>                                   |                                       |
| ECLOF 364 Day Fixed Deposit – 18%                | 30,000                                |
| Intercontinental Bank 91 day Fixed Deposit – 10% | 33,288                                |
| UT Bank 182 Day Fixed Deposit – 12%              | 32,068                                |
| UT Bank 182 Day USD Fixed Deposit – 4%           | 33,412                                |
| CDH 3M Fixed Deposit – 14%                       | 31,050                                |
|  | <hr/>                                 |
|  | <b>159,818</b>                        |

Certificates of Deposit for the period under review constitute 46.92% of total net assets.

#### *Analysis by Business Segments*

|                                   | <b>16 months<br/>Dec 2011<br/>GH¢</b> |
|-----------------------------------|---------------------------------------|
| <b>Details</b>                    |                                       |
| Non – Bank Financial Institutions | 61,050                                |
| Banks                             | 98,768                                |
|                                   | <hr/>                                 |
|                                   | <b>129,818</b>                        |

### 4. Gross Dividend Income

The schedule below itemizes the make-up of the gross dividend income for the year ended December 31, 2011

|                                   | <b>16 months<br/>Dec 2011<br/>GHS</b> |
|-----------------------------------|---------------------------------------|
| <b>Details</b>                    |                                       |
| Dividend Income (Quoted equities) | 5,795                                 |
|                                   | <hr/>                                 |
|                                   | <b>5,795</b>                          |

## Notes to the Financial Statements (continued)

### 5. Interest Income

|  | 16 months<br>Dec 2011<br>GH¢ |
|--|------------------------------|
| <b>Description</b>                       |                              |
| Interest Income (Ghana government bonds) | 3,032                        |
| Interest Income (Fixed Deposit)          | 11,236                       |
| Interest Income (Short term debenture)   | 4,202                        |
| Interest Income (bank account – Call)    | 2,930                        |
|  | <u>21,400</u>                |

### 6. Operating Expenses

Included in operating expenses are the following:

|                            | 16 months<br>Dec 2011<br>GH¢ |
|----------------------------|------------------------------|
| <b>Operating expenses:</b> |                              |
| Custody Fees               | 1,408                        |
| Audit Fees                 | 2,000                        |
| Bank Charges               | 1,982                        |
| Commission                 | 2,507                        |
| Market levy                | 1,463                        |
| Stationery                 | 1,879                        |
| Registration fees          | 500                          |
| Legal Fees                 | 600                          |
|                            | <u>12,339</u>                |

### 7. Net Realized gains on Investment

|  | 16 months<br>Dec 2011<br>GH¢ |
|--|------------------------------|
| <b>Realized Gains/(Losses)</b>                   |                              |
| Realized Gains/(Loss) – (Quoted equities)        | (2,660)                      |
| Realized Gains/(Loss) – (Ghana government bonds) | 124                          |
|  | <u>(2,536)</u>               |

## Notes to the Financial Statements (continued)

### 8. Unrealized Gains/(Loss)

|   | <b>16 months<br/>Dec 2011<br/>GHS</b> |
|---|---------------------------------------|
| <b>Description</b>                          |                                       |
| Market Value of investments                 | 160,818                               |
| Cost of investment                          | 155,094                               |
| <b>Unrealized Gain/(Loss) on investment</b> | <b>5,724</b>                          |
| Add: Unrealized US Dollar revaluation gain  | 2,514                                 |
| <b>Unrealized Gain/(Loss) as at Dec 31</b>  | <b>8,238</b>                          |

### 9. Capital Transactions

|                          | <b>16 months<br/>Dec 2011<br/>GHS</b> |
|--------------------------|---------------------------------------|
| <b>Description</b>       |                                       |
|                          | <b>Number of<br/>Shares</b>           |
| New Issues               | 1,807,602                             |
| Cost of investment       | (159,729)                             |
| <b>Net Shares Issued</b> | <b>1,647,873</b>                      |

### 10. The fund's transactions were through the following Stock Broker:

| <b>Stock Broker</b>                       | <b>Country of<br/>Operation</b> | <b>% of<br/>Transactions</b> |
|---|---------------------------------|------------------------------|
| African Alliance Securities Ghana Limited | Ghana                           | 30%                          |
| IC Securities                             | Ghana                           | 70%                          |

## Notes to the Financial Statements (continued)

### 11. Taxation

Mutual funds, under the current legislation, are not subject to taxes on interest income nor to any taxes on income distributions.

### 12. Trustees' Shareholding

The trustees named below held the following number of shares in the Fund as at December 31, 2011

| Name                        | Shares | % of Shares |
|-----------------------------|--------|-------------|
| Joseph Nii Budu Tetteh      | 14,700 | 0.8921      |
| Fredrick P. Deegbe (Rev)    | 24,500 | 1.4868      |
| Nii Adumansa Baddoo         | 980    | 0.0595      |
| Yaa Peprah Agyeman Amekudzi | 9,800  | 0.5947      |
| Sam Okudzeto                | 14,700 | 0.8921      |
| Naa Odey Asante             | 14,700 | 0.8921      |

### 13. Description of the Fund

Christian Community Mutual Fund Limited (CCML) was incorporated as a public limited liability company under Ghanaian Law on July 14, 2009 with operations commencing on 1st September 2010, when the IPO was made. The Fund is as an authorized open-ended mutual fund investing primarily in equity securities listed, fixed income and money market securities.

All securities purchased by the Fund present minimal credit risk in the opinion of the Manager (Black Star Advisors Limited) acting under the supervision of the Board of Trustees. In the interest of prudence and efficient management of the Fund, the Manager will maintain prudent levels of liquidity.

# Trustees and Fund Manager Information

## Board of Trustees



**JOSEPH N. B. TETTEH**  
(Chairman - Resigned)

- Honorary Treasurer of the Christian Council of Ghana
- Director of Human Resources & Statistics of the Osu District of the Presbyterian Church of Ghana
- Chairman of the Board of Management of Osu Preparatory Kindergarten, Primary & Junior High School
- Member of Board of Trustees of GETFund representing the Ghana Employers Association
- Council Member & Treasurer of Ghana Association of Bankers



**REV. DR. FRED DEEGBE**  
(Chairman)

- Senior Pastor, Calvary Baptist Church
- Member – Narcotics Control Board
- General Secretary, Christian Council of Ghana (2003 – 2013)



**NII ADUMANSA BADDOO**  
(Vice Chairman)

- Chief Executive of NABS Business Consulting, a Governance, Risk and Strategy consulting firm
- Associate of Aerospace Services International, USA



**REV. EMMANUEL ASIEDU APPIAH**

- Director of Finance and Business Services, Lincoln Community School
- Board Member, First Allied Savings and Loans
- Board Member, Africa Aurora Business Network (AABN)
- Associate Pastor, Redeemed Baptist Church, Madina

## Trustees and Fund Manager Information (continued)



**SAM OKUDZETO**

- Barrister-at-Law
- Chairman, Challenge Enterprises
- Chairman, College of Health Sciences Endowment Fund



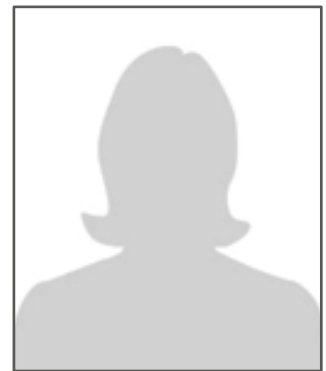
**LEONORA AGYARKO**

- Legal Practitioner and the Managing Partner of SELEGYM Consult
- Member of the Board of Directors of CAL Bank
- Member of the Board of Directors of Clark Sustainable Resources Development
- Member of the Board of Directors of AFS Intercultural Exchanges
- Member of the International Federation of Women Lawyers (FIDA)



**YAA PEPRAH AGYEMAN AMEKUDZI**

- Country Lead for Mondelez International Cocoa Life Ghana Program
- Former Deputy Regional Director at Right To Play for West and Francophone Africa Region
- Former Country Director at Hope for Africa Children Initiative (HACI) Ghana Program
- Former Executive Director of the Centre for the Development of the People



**NAA ODEY ASANTE**

- Executive Director, Christian Community Microfinance Limited (CCML)
- Over 14 years working experience with microfinance institutions

## Trustees and Fund Manager Information (continued)

### Fund Manager

#### CHARLES ADU BOAHEN



Charles has extensive experience in Investment Banking, Asset Management and Private Equity. Prior to founding BSA, he was a Director and Regional Head of Corporate & Investment Banking for Standard Bank of South Africa.

Prior to that he was with JP Morgan as Vice President and Head of Investment Banking for Sub-Saharan Africa excluding South Africa, he was also the JP Morgan Senior Country Representative for Nigeria.

He has also worked with the \$400mm AIG African Infrastructure Fund as an Investment Officer and prior to Business School he was with the Investment Banking Division of Salomon Smith Barney on Wall Street as an Analyst. Charles has an MBA from Harvard Business School and a BSc in Chemical Engineering from the University of Southern California.



# Proxy Form

ANNUAL GENERAL MEETING to be held at 10:00am on Friday 13th December, 2013 at the Rev. Peter Kwei Dagadu Memorial Methodist Church, Osu

I/We.....

Being a member/members of Christian Community Mutual Fund hereby appoint..... or failing him/her 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 to be held at the Rev. Peter Kwei Dagadu Memorial Methodist Church, Osu, on 13th December, 2013 at 10:00am prompt.

## Resolution from the Board

Please indicate with an "X" in the appropriate box how you wish your vote to be cast on the resolution set out above. Unless otherwise instructed, the proxy will vote or abstain from voting at his/her discretion.

|  | For | Against |
|--|-----|---------|
| 1. Report of Trustees and Auditors   | [ ] | [ ]     |
| 2. To receive and adopt the Financial Accounts for the year ended 31st December, 2011. | [ ] | [ ]     |

Signed.....day of.....2013

Shareholder's signature .....

CCMF is an open-ended balanced fund. The fund's goal is to empower investors financially by selecting and investing in high-growth opportunities that are consistent with our values.