

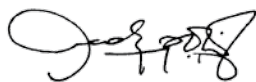
Report Of The Directors

The Directors have the pleasure in submitting the financial statements of the Databank Epack Investment Fund Limited for the year ended December 31, 2011.

Statement of Directors' Responsibilities

The Directors are responsible for the preparation of financial statements for each financial year, which give a true and fair view of the state of affairs of Epack Investment Fund Limited and of the statement of operations for that period. In preparing those financial statements, the directors have selected suitable accounting policies and then applied them consistently, made judgements and estimates that are reasonable and prudent and followed Ghana Accounting Standards.

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



KELI GADZEKPO
Director

Nature of Business

The nature of the business of the Fund is to invest the 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 Fund 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 does not distribute income. All income earned are reinvested.

Shareholders should be aware that the prime objective of the Fund is to achieve capital growth and such income is reinvested to take advantage of the effects of compounding.

BY ORDER OF THE BOARD



ESTELLE AKOFIO-SOWAH
Director



John Kay & Co

7th Floor, Trust Towers
Farrar Avenue, Adabraka
P.O.Box 16088
Airport, Accra

Tel: +233 30-2235406
+233 30-2238370
Fax: +233 30-2238371
E-mail: jkayal@4u.com.gh
jkayal@yahoo.com

REPORT OF THE AUDITORS TO THE INVESTORS OF EPACK INVESTMENT FUND LIMITED

We have audited the financial statements set out on pages 18 to 30. 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 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 Epack Investment 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, Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695) and the Ghana Companies Code, 1963, (Act 179).



Chartered Accountants.

Dated: April, 2012

STATEMENT OF NET ASSETS

AS AT DECEMBER 31, 2011

Description	Shares	Price 31-Dec-11 GH¢	Market Value GH¢	% Net Assets
Banking				
Ghana Commercial Bank (Ghana)	1,400,000	1.8500	2,590,000	4.93
Standard Chartered Bank (Ghana)	75,868	45.4800	3,450,477	6.56
SG-SSB Bank Limited (Ghana)	6,144,162	0.4600	2,826,315	5.38
Trust Bank (Gambia) Ltd (Ghana)	1,541,424	0.4000	616,570	1.17
UT Bank (Ghana)	2,716,600	0.3200	869,312	1.65
First Bank (Nigeria)	16,182,733	0.0903	1,460,641	2.78
Zenith Bank Plc(Nigeria)	1,475,000	0.1235	182,197	0.35
National Bank of Malawi	4,345,849	0.4835	2,101,300	4.00
Mauritius Commercial Bank(Mauritius)	142,700	9.0376	1,289,663	2.45
National Societe General (Egypt)	354,312	5.3092	1,881,113	3.58
CRDB (Tanzania)	24,790,240	0.1744	4,323,933	8.22
Equity Bank (Kenya)	3,546,000	0.3054	1,082,926	2.06
Bank of Baroda (Uganda)	6,375,000	0.1264	805,651	1.53
Beverage & Tobacco				
Accra Brewery Limited (Ghana)	83	0.1000	8	0.00
Tanzania Breweries	585,000	2.0425	1,194,858	2.27
Dealership & Trading				
Mechanical Lloyd (Ghana)	4,722,515	0.1100	519,477	0.99
Rogers and Company Ltd (Mauritius)	68,000	17.5881	1,195,991	2.27
Financial Services				
Enterprise Insurance (Ghana)	7,742,655	0.3800	2,942,209	5.60
Botswana Insurance Holding (Botswana)	593,536	2.0547	1,219,560	2.32
Old Mutual (Malawi)	21,715	3.9234	85,197	0.16
Food & Household Products				
Fan Milk (Ghana)	1,284,926	2.3700	3,045,275	5.79
PZ Industries (Nigeria)	375,000	0.4057	152,122	0.29
Verimark (South Africa)	3,699,124	0.2532	936,761	1.78
Manufacturing				
Aluworks (Ghana)	442,098	0.1300	57,473	0.11

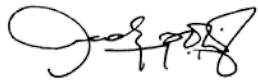
Agroprocessing				
Illovo Sugar (Malawi)	2,380,400	1.1973	2,850,017	5.42
Medine (O)(Mauritius)	550,000	4.8706	2,678,803	5.10
Williamson Tea (Kenya)	172,700	5.2513	906,896	1.73
Transportation				
Kenya Airways (Kenya)	1,724,700	0.3864	666,419	1.27
Telecommunication				
Egypt Telecom	260,000	3.4204	889,298	1.69
Sonatel (Ivory Coast)	3,600	376.6081	1,355,789	2.58
Conglomerate				
Press Corp Limited (Malawi)	1,466,546	1.6578	2,431,209	4.62
Total Shares				
(Cost GH¢34,163,996)			46,607,459	88.66
Short Term Funds				
Cash-Bank & Call in Ghana			(48,499)	-0.09
Forex Cash Book Balance			<u>255,877</u>	<u>0.49</u>
Total			207,379	0.39
Fixed Income Instruments				
Certificates of Deposit			1,961,250	3.73
Investment in Mutual Funds			400,000	0.76
Malawi Repurchase Agreements			<u>2,987,037</u>	<u>5.68</u>
Total			5,348,287	10.17
Total Cash and Short Term Funds				
			<u>5,555,665</u>	<u>10.57</u>
Total Investments				
			52,163,124	99.22
Net Current Assets				
			408,567	0.78
Total Net Assets				
			<u>52,571,691</u>	<u>100.00</u>

STATEMENT OF ASSETS & LIABILITIES

AS AT DECEMBER 31, 2011

ASSETS	2011 GH¢	2010 GH¢
Total Investments	<u>52,163,124</u>	<u>65,580,136</u>
Current Assets		
Dividend	292,588	-
Interest	139,757	55,323
Investments Receivable	160,000	160,000
Other Receivables	-	354,245
Total	<u>592,345</u>	<u>569,568</u>
Current Liabilities		
Sales Commission	14,666	9,058
Audit Fees	13,000	12,500
Management and Custody Fees	153,644	190,290
Withholding Tax	80	-
Due to Databank	388	1,333
Directors Fee	2,000	1,600
Other Liabilities	-	657
Total	<u>183,778</u>	<u>215,438</u>
Net Current Assets (Liabilities)	<u>408,567</u>	<u>354,130</u>
Net Assets (Fund Balance)	<u>52,571,691</u>	<u>65,934,266</u>

The financial statements on pages 18 to 30 were approved by the board of directors on 27th April 2012 and signed on its behalf by:



KELI GADZEKPO
DIRECTOR



ESTELLE AKOFIO-SOWAH
DIRECTOR

INCOME & DISTRIBUTION ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2011

	Note	2011 GH¢	2010 GH¢
Investment Income			
Gross Dividend Income		2,114,601	2,020,130
Less: Withholding Tax		<u>(44,435)</u>	<u>(29,357)</u>
Net Dividend Income	2	2,070,166	1,990,773
Interest Income	3	641,567	634,692
Total Income		<u>2,711,733</u>	<u>2,625,465</u>
Total Expenses			
Investment Management Fees		(1,355,904)	(1,312,024)
Other Expenses	4	<u>(501,250)</u>	<u>(512,432)</u>
Total Expenses		<u>(1,857,154)</u>	<u>(1,824,456)</u>
Net Investment Income		854,579	801,009
Net Realized Gain on Investment	5	3,195,692	4,192,342
Change in Unrealized Gain/(Loss)	6	<u>(12,018,124)</u>	<u>8,558,832</u>
Net Increase(Decrease) in Net Assets Resulting from Operations		<u>(7,967,853)</u>	<u>13,552,183</u>

ACCUMULATED NET INVESTMENT INCOME

	Note	2011 GH¢	2010 GH¢
Beginning of Period		4,662,175	3,861,166
Net Investment Income/(Loss)		<u>854,579</u>	<u>801,009</u>
End of Period		<u>5,516,754</u>	<u>4,662,175</u>

ACCUMULATED NET REALISED GAINS

	Note	2011 GH¢	2010 GH¢
Beginning of Period		14,697,732	10,505,390
Change in Realized Gain		3,195,692	4,192,342
End of Period		<u>17,893,424</u>	<u>14,697,732</u>

STATEMENT OF MOVEMENT IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2011

Increase in Net Assets Operations:	Note	2011 GH¢	2010 GH¢
Net Investment Income		854,579	801,009
Net Realized Gain		3,195,692	4,192,342
Change in Unrealized Gain		(12,018,124)	8,558,832
Net Increase (Decrease) in Net Assets Resulting from Operations		<u>(7,967,853)</u>	<u>13,552,183</u>
Capital Transactions:			
Proceeds from Share Issue		12,778,983	12,001,329
Shares Redeemed		(18,173,705)	(12,254,564)
Net Proceeds from Capital Transaction		(5,394,722)	(253,235)
Total Increase (Decrease) in Net Assets		(13,362,575)	13,298,948
Beginning of Period		65,934,266	52,635,318
End of Period		<u>52,571,691</u>	<u>65,934,266</u>

STATEMENT OF MOVEMENT IN ISSUED SHARES

FOR THE YEAR ENDED DECEMBER 31, 2011

	Note	2011 No. of Shares	2010 No. of Shares
Shares in Issue at Beginning of Period		65,977,237	70,531,687
Net Shares Issued (Withdrawn) During the Period	7	(6,052,537)	(4,554,450)
Shares in Issue at End of Period		<u>59,924,700</u>	<u>65,977,237</u>

PORTFOLIO SUMMARY

AS AT DECEMBER 31, 2011

DESCRIPTION	POSITION AS AT 12/31/10	VALUE AS AT 12/31/10 GH¢	POSITION AS AT 12/31/11 GH¢	VALUE AS AT 12/31/11 GH¢	PURCHASE DURING THE YEAR 2011 GH¢	SALES DURING THE YEAR 2011 GH¢
Banking						
Bank of Baroda (Uganda)	2,550,000	805,035	6,375,000	805,651	-	-
Commercial International Bank (Egypt)	180,000	2,106,828	0	0	-	976,972
CRDB (Tanzania)	24,790,240	2,850,878	24,790,240	4,323,933	-	-
Equity Bank (Kenya)	3,546,000	1,707,044	3,546,000	1,082,926	-	-
First Bank (Nigeria)	16,182,733	2,171,723	16,182,733	1,460,641	-	-
Ghana Commercial Bank (Ghana)	2,000,000	5,400,000	1,400,000	2,590,000	-	448,480
National Bank of Malawi	4,345,849	3,979,635	4,345,849	2,101,300	-	-
National Societe General (Egypt)	266,200	917,521	354,312	1,881,113	-	-
SSB Bank Limited (Ghana)	6,259,162	4,005,864	6,144,162	2,826,315	-	45,956
Standard Chartered Bank (Ghana)	91,868	4,148,759	75,868	3,450,477	-	168,961
Trust Bank (Gambia) Ltd	458,090	609,260	1,541,424	616,570	5,618	-
UT Bank	6,666,600	1,999,980	2,716,000	869,312	-	1,185,000
Zenith Bank Plc (Nigeria)	1,475,000	216,383	1,475,000	182,197	-	-
The Mauritius Commercial Bank Ltd	-	-	142,700	1,289,663	1,371,158	-
Beverage & Tobacco						
Accra Brewery Limited	83	8	83	8	-	-
Tanzania Breweries	585,000	1,041,066	585,000	1,194,858	-	-

Dealership & Trading							-	-
Mechanical Lloyd (Ghana)	4,722,515	472,252	4,722,515	519,477	-	-	-	-
Rogers and Company Ltd Egypt)	68,000	953,183	68,000	1,195,991	-	-	-	-
Financial Services							-	-
Enterprise Insurance (Ghana)	7842,655	3,921,328	7742,655	2,942,209	-	-	17,940	-
Botswana Insurance Holding (Botswana)	593,536	1,439,978	593,536	1,219,560	-	-	-	-
Old Mutual(Malawi)	-	-	21,715	85,197	80,129	-	-	-
Consumer Goods							-	-
Fan Milk (Ghana)	2,227,926	5,458,419	1,284,926	3,045,275	-	-	230,573	-
PZ Industries (Nigeria)	375,000	115,463	375,000	152,122	-	-	-	-
Verimark (S.A)	3,699,124	1,152,647	3,699,124	936,761	-	-	-	-
Manufacturing							-	-
Aluworks (Ghana)	442,098	53,052	442,098	57,473	-	-	-	-
Agroprocessing							-	-
Illovo Sugar (Malawi)	2,380,400	2,515,369	2,380,400	2,850,017	-	-	-	-
Medine (Malawi)	550,000	2,841,740	550,000	2,678,803	-	-	-	-
Sodia (Mauritius)	1,100,000	144,760	-	-	-	-	90,409	-
Williamson Tea (Kenya)	172,700	574,953	172,700	906,896	-	-	-	-
Transportation							-	-
Kenya Airways	2,850,100	2,359,313	1,724,700	666,419	-	-	970,472	-
Telecommunication							-	-
Egypt Telekom	260,000	1,171,851	260,000	889,298	-	-	-	-
Sonatel (Ivory Coast)	1,800	813,997	3,600	1,355,789	995,297	-	-	-
Conglomerate							-	-
Press Corp Limited (Malawi)	1,466,546	2,465,410	1,466,546	2,431,209	-	-	-	-
		<u>59,950,592</u>		<u>46,607,460</u>	<u>2,452,202</u>		<u>4,134,763</u>	

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting Policies

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. Short term debt securities having maturity of 90 days or less are valued at amortized cost.

ii) Treatment of Dividend Income

he income of the Fund includes all 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 Shares

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