

EDC GHANA FIXED INCOME UNIT TRUST

REPORT OF DIRECTORS OF THE FUND MANAGER TO THE MEMBERS
OF EDC GHANA FIXED INCOME UNIT TRUST**John Kay & Co.**7th Floor, Trust Towers
Farrar Avenue, Adabraka
P. O. Box 16088
Airport, AccraTel: +233-21-235406
+233-21-238370
Fax: +233-21-238371
E-mail: jkayal@4u.com.gh
jkayal@yahoo.com**Report on the Financial Statements**

We have audited the accompanying financial statements of EDC Ghana Fixed Income Unit Trust which comprise of a statement of net assets, statement of assets and liabilities and a statement of movements in net assets at 31 December 2013, a statement of income and distribution and accumulated net investment income, as well as statement of changes in equity and portfolio summary for the year then ended and notes to the financial statements, which include a summary of significant accounting policies, as set out on pages 5 to 13.

Board of Directors' Responsibilities for the Financial Statement

The Board of Directors is responsible for the preparation and fair presentation of these financial statements in accordance with the Ghana Accounting Standards and in the manner required by the Companies Act, 1963 (Act 179) and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

EDC GHANA FIXED INCOME UNIT TRUST

Opinion

In our opinion, the financial statements present fairly, in all material respects, the statement of assets and liabilities and the statement of movements in net assets of EDC Ghana Fixed Income Unit Trust at 31 December 2013 and its statement of income and distribution and statement of changes in equity for the year then ended in accordance with the Ghana Accounting Standards and in the manner required by the Companies Act, 1963 (Act 179).

Report on Other Legal and Regulatory Requirements

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

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

In our opinion, proper books of account have been kept, and the statement of assets and liabilities, statement of movements in net assets, statement of income and distribution and statement of changes in equity are in agreement with the books of account.



JOHN ARMSTRONG YAO KLINOGO
PRACTICE NO. ICAG/P/1116

JOHN KAY AND CO.
CHARTERED ACCOUNTANTS
ACCRA
PRACTICE NO.ICAG/F/2014/128

30th April, 2014

EDC GHANA FIXED INCOME UNIT TRUST

STATEMENT OF NET ASSETS AT 31 DECEMBER 2013

FIXED INCOME INSTRUMENTS		
91 Days Treasury Bills	132,664	2.38
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	132,664	2.38
	-----	-----
Treasury Notes & Bonds		
2-Year Fixed Rate Notes	646,705	11.60
5-Year Fixed Rate Notes	341,171	6.12
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	987,876	17.72
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AFS 2-Year Floating Rate Notes	426,058	7.84
8- Year PBL Bond	73,088	1.31
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	499,146	8.95
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Certificates of Deposit		
182-Day Fixed Deposit	1,913,166	34.32
273-Day Fixed Deposit	725,932	13.02
365-Day Fixed Deposit	1,026,016	18.40
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	3,665,114	65.74
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Funds on Call		
Funds on Call	153,082	2.75
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	153,082	2.75
	-----	-----
TOTAL INVESTMENTS	5,437,882	97.54
NET CURRENT ASSETS	137,281	2.46
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TOTAL NET ASSETS	5,575,163	100.00
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EDC GHANA FIXED INCOME UNIT TRUST

STATEMENT OF ASSETS AND LIABILITIES AT 31 DECEMBER 2013

	2013 GH¢
ASSETS	
Total Investments	5,437,882

CURRENT ASSETS	
Interest receivable	186,688

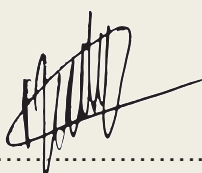
	186,688

CURRENT LIABILITIES	
Due to EDC Investments Limited	(13,285)
Audit Fees	(5,000)
Management and Custody Fees	(34,122)

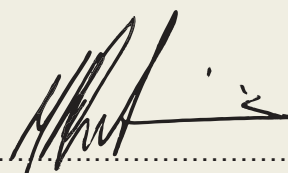
	(52,407)

NET CURRENT ASSETS	137,281

NET ASSETS (FUND BALANCE)	5,575,163
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DIRECTOR



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DIRECTOR

EDC GHANA FIXED INCOME UNIT TRUST

INCOME AND DISTRIBUTION STATEMENT FOR
THE YEAR ENDED 31 DECEMBER

	Note	2013 GH¢
INVESTMENT INCOME		
Interest Income	4	1,031,261
TOTAL INCOME		1,031,261
EXPENDITURE		
Investment Management Fees		(99,458)
Other Expenses	5	(38,773)
TOTAL EXPENDITURE		(138,231)
NET INVESTMENT INCOME		893,030
ACCUMULATED NET INVESTMENT INCOME FOR THE YEAR ENDED 31 DECEMBER 2013		
		2013 GH¢
Balance as at 1 January		-
Transfer from Income and Distribution Statement		893,030
Balance at 31 December		893,030

EDC GHANA FIXED INCOME UNIT TRUST

STATEMENT OF MOVEMENTS IN NET ASSETS FOR
THE YEAR ENDED 31 DECEMBER 2013

	Note	2013 GH¢
Change in net assets from operations		
Change in:		
Net Investment Income		893,030
Net change in net assets from operations		893,030
Change in net assets from capital transactions		
Proceeds from Issue of Shares		6,860,380
Share Redemption		(2,178,247)
Net change in net assets from capital transactions		4,682,133
Net additions to net assets		5,575,163
Analysis of changes in cash and cash equivalents for the year		
At 1 January		-
Net additions to net assets		5,575,163
At 31 December		5,575,163

EDC GHANA FIXED INCOME UNIT TRUST

STATEMENT OF CHANGES IN EQUITY FOR
THE YEAR ENDED 31 DECEMBER 2013

	CAPITAL TRANSACTIONS GH¢	INVESTMENTS GH¢	TOTAL GH¢
Net Income from Operations	-	893,030	893,030
Share Issue	6,860,380	-	6,860,380
Shares Redemption	(2,178,247)	-	(2,178,247)
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At 31 December 2013	4,682,133	893,030	5,575,163
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MOVEMENTS IN ISSUED SHARES
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013 No. of Shares
Balance as at 1 January	-
Net Shares Redeemed / Issued During the Year	4,037,988

Balance at 31 December	4,037,988
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