

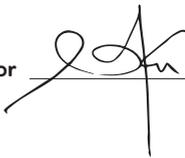
**STANLIB Ghana Limited**  
**Stanbic Cash Trust**

Report of the Manager to the Unitholders of Stanbic Cash Trust (continued)

The Manager and the Trustees have made an assessment of the Fund's ability to continue as a going concern and have no reason to believe the Fund will not operate into the foreseeable future. The results for the year are as set out in the attached financial statements. The Manager and the Trustees consider the state of affairs of the Fund to be satisfactory.

Signed on behalf of Stanbic Investment Management Services Ltd by:

Director  \_\_\_\_\_

Director  \_\_\_\_\_

**30 April 2015**

# STANLIB Ghana Limited

## Stanbic Cash Trust

### Report of the Portfolio Manager to the Unitholders of Stanbic Cash Trust

#### Introduction

Welcome to the 2014 edition of the Stanbic Cash Trust Annual General Meeting. While the Fund is relatively new, results to date have been encouraging despite a host of currency, competitive and capital market related challenges. The Stanbic Cash Trust maintains the objective of maximising short term income, providing liquidity and preserving capital.

#### Economic Outturn and Markets Review

The macroeconomic situation in Ghana worsened in the year 2014 with the cedi shedding 32% against the dollar. A worsening of the fiscal outturn and deteriorating balance of payments position contributed to this malaise. External factors and a deepening energy crisis led to lower GDP growth – 4.2% by year end 2014 and one of the lowest recorded in a decade. The deteriorating economic climate led to an increase in the central bank policy rates from 16.5% in Q1-14 to 21% in Q4-14. The 91 day and 182 day Treasury bill rates averaged 23.96% and 23.43% respectively with the 1 year note averaging 21.43% and that of the 2 year note at 21.77%. The local stock market gained only 7.4% during the year its growth constrained by a mix of the local constraints aforementioned and by extension lower external investor interest.

#### Investments and Performance

##### *Portfolio Asset Mix*

The Stanbic Cash Trust (SCT) grew by 34% from GHS4.0m in 2013 to GHS5.3m in 2014. At the end of the 2014 financial year, 78.4% of SCT was invested in Fixed Deposits simulating the nature of the fund. Corporate Bonds made up 18.10% with 0.5% exposure in government securities and 3.01% at bank for liquidity purposes.

##### *Returns*

SCT full year return improved from 22.7% in 2013 to 22.8% in 2014. The 2014 return however fell short of the benchmark of the average 91- Day Treasury Bill rate for the year. The sharp upward movement in short term rates during the year and withdrawals by clients as they shifted into dollar based assets were key factors underlying the benchmark underperformance.

## STANLIB Ghana Limited

### Stanbic Cash Trust

#### Report of the Portfolio Manager to the Unitholders of Stanbic Cash Trust (continued)

##### *Outlook*

In the short-term, a bailout by the International Monetary Fund (IMF) is expected to provide some measure of macroeconomic stability. A lot of factors will however have to come into play for longer term stability; fiscal rectitude, deeper structural reform with emphasis on strengthening the local manufacturing base and a more benign external environment are key to this. While we expect more efforts at tackling these in 2015 the impetus for reform is likely to weaken as another election year draws closer. On balance, 2015 may bring marginally positive economic outcomes over 2014. Our medium term outlook however remains mixed.

Thank you

Peggy Adomaa Denkyi

Portfolio Manager

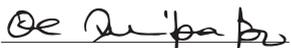
# STANLIB Ghana Limited

## Stanbic Cash Trust

### Report of the Trustees to the Unitholders of Stanbic Cash Trust

In our opinion, according to the information made available to us and the explanations provided, we confirm that in all material respects, the Manager has managed the scheme during the period covered by these financial statements in accordance with the Trust Deed dated 16th November, 2011 and all regulations for the time being in force under the Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695).

Signed on behalf of Universal Merchant Bank (Ghana) Ltd by:

Director 

**30 April 2015**

# STANLIB Ghana Limited

## Stanbic Cash Trust

### Report of the Independent Auditors to the Unitholders of Stanbic Cash Trust

#### Report on the Financial Statements

We have audited the financial statements of Stanbic Cash Trust, which comprise the statement of assets and liabilities as of 31 December 2014, income and distribution account, portfolio statement and capital account for the period then ended, and notes to the financial statements which include a summary of significant accounting policies and other explanatory notes as set out on pages 8 to 9.

#### *Manager's Responsibility for the Financial Statements*

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the Ghana National Accounting Standards and in the manner required by the Unit Trusts and Mutual Funds Regulations, 2001 (L.I. 1695). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### *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 Manager, 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.

# STANLIB Ghana Limited

## Stanbic Cash Trust

### Report of the Independent Auditors to the Unitholders of Stanbic Cash Trust (continued)

#### *Opinion*

In our opinion, the financial statements give a true and fair view of the financial position of Stanbic Cash Trust as of 31 December 2014, and of its financial performance for the period then ended in accordance with the Ghana National Accounting Standards and in the manner required by the Unit Trusts and Mutual Funds Regulations, 2001 (L.I. 1695).

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

Compliance with the requirements of Part 9 of schedule 8 of the Unit Trusts and Mutual Funds Regulations, 2001 (L.I. 1695).

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 at 31 December 2014, income and distribution account, portfolio statement and capital account for the period then ended are in agreement with the books of account.



Patrick K. Dzakpasu

Practising Certificate Licence No: ICAG/P/1176

For and on behalf of KWGH

Firm Licence Number: ICAG/F/2015/093

Chartered Accountants

Accra, Ghana.

**30 April 2015**

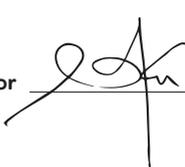
**STANLIB Ghana Limited**  
**Stanbic Cash Trust**

Statement of Net Assets as at 31 December 2014

Description	2014	% of Net
<b>Medium Term Funds</b>		
Bonds	24,027	0.46
<b>Short Term Funds</b>		
Cash at Bank	8,720	0.16
Corporate Debt Securities	890,000	16.91
Fixed Deposits	3,885,166	73.82
<b>Total</b>	<b>4,783,886</b>	<b>90.89</b>
<b>Total Investments</b>	<b>4,807,913</b>	<b>91.35</b>
Other Assets in Excess of Liabilities	455,331	8.65
<b>Total Net Assets</b>	<b>5,263,243</b>	<b>100.00</b>

The financial statements on pages 9 to 14 were approved by Stanbic Investment Management Services Ltd and signed on its behalf by:

Director  \_\_\_\_\_

Director  \_\_\_\_\_

30 April 2015

**STANLIB Ghana Limited**  
**Stanbic Cash Trust**

Statement of Assets and Liabilities as at 31 December 2014

	2014	13 months to 31 December 2013
Note	GH¢	GH¢
<b>Assets</b>		
Total Investments	4,807,913	3,783,544
<b>Interest Receivable</b>		
Fixed Deposits	284,150	132,222
Corporate Debt	70,995	53,962
Government Bonds	1,071	11,000
Treasury Bills	6,599	-
Receivable against redemption of Debt Securities	151,680	-
<b>Total Receivables</b>	<b>514,495</b>	<b>197,184</b>
<b>Liabilities</b>		
<b>Payables</b>		
Accrued Fund Management Fee	31,649	24,602
Accrued Trustee Fees	21,519	1,320
Accrued Audit Fees	5,500	4,500
Others	497	-
<b>Total Payables</b>	<b>59,165</b>	<b>30,422</b>
<b>Net Current Assets</b>	<b>455,330</b>	<b>166,762</b>
<b>Net Assets</b>	<b>5,263,243</b>	<b>3,950,306</b>

The notes on pages 15 and 16 are an integral part of these financial statements.