



Republic
Equity Trust

2020
ANNUAL
REPORT



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 **Republic Investments**



REPUBLIC EQUITY TRUST

**REPUBLIC INVESTMENTS
(GHANA) LIMITED**

A SUBSIDIARY OF REPUBLIC BANK
(GHANA) PLC

THE MANAGER

NAME	Republic Investments (Ghana) Limited
COUNTRY OF INCORPORATION	Ghana
REGISTRATION NUMBER	CS058092017
NATURE OF CORPORATE FORM	Limited liability, wholly owned subsidiary of Republic Bank (Ghana) PLC
REGISTERED OFFICE	Ebankese No. 35 Sixth Avenue, North Ridge P.O. Box CT 4603 Cantonments, Accra
PRINCIPAL PLACE OF BUSINESS	No. 48A Sixth Avenue North Ridge, Accra
DATE OF INCORPORATION	7th July, 1993
CAPITALISATION (as at December 31, 2020)	GH¢ 11,371,089
AUTHORISED	10,000,000 (Ten million) Ordinary shares of no Par value
ISSUED	4,609,601
AUDITORS	John Kay and Co Chartered Accountants 7th Floor, Trust Towers Farrar Avenue, Adabraka P.O. Box KA 16088 Airport, Accra
TRUSTEES	Universal Merchant Bank (Ghana) PLC SSNIT Emporium Liberation Road, Accra.



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NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the 16th Annual General Meeting (AGM) of Unit Holders of Republic Equity Trust will be held virtually via Zoom on Wednesday, June 30, 2021 at 10:30am to transact the following business:

AGENDA

ORDINARY BUSINESS

1. To receive the Report of the Manager for the Year 2020.
2. To receive and adopt the Annual Report and the Audited Statement of Income and Expenditure of Republic Equity Trust for the financial year ended December 31, 2020, together with the Trustees Report and Auditors Report thereon.
3. To authorize the Fund Manager to fix the remuneration of the Auditors for the year 2021.

NOTE

General

Following the amendment of the Constitution of the Fund Manager, which permits the Fund Manager to hold virtual or hybrid General Meetings as and when the Fund Manager deems it fit so to do, attendance and participation by all members and/or their proxies at this year's AGM shall be strictly virtual or by electronic means (online participation).

Dated this 9th day of June, 2021.

COMPANY SECRETARY
BY ORDER OF THE MANAGER

DRAFT RESOLUTIONS

ORDINARY RESOLUTIONS

1. That the Fund Manager's Report for the year ended December 31, 2020 be received.
2. That the Audited Financial Statement of Income and Expenditure of Republic Equity Trust for the financial year ended December 31, 2020 together with the Trustee's Report and the Auditor's Report be received and adopted.
3. That the Fund Manager be and is hereby authorized to fix the remuneration of the Company's Auditors for the Financial Year 2021.

PROCEDURE FOR PARTICIPATION

To Register for the AGM

The registration link shall be forwarded to the email addresses and contact numbers of Unit Holders to enable those who wish to participate in the AGM to register accordingly. Unit Holders shall be required to provide relevant information to complete the registration process. After registering, Unit Holders will receive a confirmation email containing information about joining the AGM.

To Participate in the AGM

Ensure you have downloaded the Zoom Application unto your device.

1. Raise your hand to either second a motion or ask a question

On PC

- ▼ Click "Participants".
- ▼ Click "Raise Hand" at the bottom of the participants' dialogue box.

On Mobile

- ▼ Tap the three dots labeled "More" on the far right of the control bar.
- ▼ Tap "Raise Hand" to raise hand.



2. Type your question

On PC

- ▼ Click “Q&A” at the bottom of the participants’ dialogue box.
- ▼ Type your question and submit.

On Mobile

- ▼ Tap the three dots labeled “More” on the far right of the control bar.
- ▼ Click “Q&A” to type your question.

3. Use the polling feature to vote for or against a motion.

On PC or Mobile

- ▼ When it is time to vote, the poll will appear on your screen.
- ▼ Tap/Click your preferred option (FOR or AGAINST) to cast your vote.
- ▼

When voting ends, the results will be shared on your screen.

For more information on participating in the meeting, kindly visit our website at www.republicinvestmentsgh.com

PROXY FORM

A Unit Holder who is entitled to attend and vote may appoint a proxy to attend and vote on his/her behalf. A proxy need not be a unit holder. A completed proxy form should be deposited at the registered office of the Fund Manager at No. 48A, Sixth Avenue, North Ridge, Accra or via email to investments@republicghana.com not later than 48 hours before the appointed time of the meeting. A proxy form is provided in the Annual Reports of the Fund and is also available on the Fund Manager’s website www.republicinvestmentsgh.com.

All relevant documents in connection with the meeting are available to unit holders from the date of this Notice on the Company’s website (www.republicinvestmentsgh.com) and at the Company’s registered office aforesaid.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trust Deed requires the Trustees to prepare financial statements for each financial period, which gives a true and fair view of the state of affairs of the Republic Equity Trust. In Preparing the financial statements, the Trustees are required to:

- ▼ Select suitable accounting policies and apply them consistently
- ▼ Make judgements and estimates that are responsible and prudent
- ▼ State whether applicable accounting standards have been followed, subject to any material departures, disclosed and explain them in the financial statements and
- ▼ Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the investment Trust will continue in business.

The Trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Republic Equity Trust, which will ensure that the financial statements comply with the Trust Deed and Securities Industry Act, 2016 (Act 929). They are also responsible for safeguarding the assets of the Investment Trust and taking reasonable steps for the prevention and detection of fraud and other irregularities.

The statements should be read in conjunction with the statement of the Auditors' responsibilities as set out on page 16, the respective responsibilities of the Trustees and the Auditors in relation to the financial statements.

REPORT OF THE TRUSTEES TO THE UNIT HOLDERS OF REPUBLIC EQUITY 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 year covered by these financial statements in accordance with the Trust Deed dated 1st August, 2018 and all regulations for the time being in force under the Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695).

Dated this 30th Day of April, 2021.

A handwritten signature in black ink, appearing to be 'W. H. N. K.', written over a horizontal line.

For: UNIVERSAL MERCHANT BANK (GHANA) LIMITED

FUND MANAGER'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2020

A. Economic Overview

Global Economic Review

The global economy, which was projected to grow at 2.9% for the year 2020, is gradually recovering from the depths to which it had plummeted. The easing of restrictions and the mass vaccination campaigns led by the World Health Organization (WHO) has contributed to reduction in reported cases across the globe, impacting positively on global economic recovery and growth prospects.

Ghanaian Economic Review

The Ghanaian economy grew by 0.9 percent in 2020 from a position of 7.9% the previous year, according to the Ghana Statistical Service. The economy saw some improvements in its macroeconomic indicators on the back of effective monetary policy and interest rates management and a near containment of inflation within the target band. According to the Bank of Ghana, the thrust of the monetary policy in 2020 was to deliver inflation within the medium-term target of 8 (+-2) percent while supporting the overall economic policy of government.

B. Highlight of key Economic Indicators

Inflation: Headline inflation was 10.4% in December 2020 compared to 7.9% in December 2019. Inflationary pressures caused by government spending and increase in food prices moved the rate beyond the government's band of 8% +-2. Episodes of panic buying in anticipation of the lockdown in March 2020 and subsequent restrictions, exerted a lot of pressure on food prices. Non-food inflation however remained stable.

Exchange Rate: The Ghana cedi was relatively stable against some of the major trading currencies. It is worthy of note that the local currency performed better in 2020 amid Covid 19. This was mainly due to the capitalization of banks, substantial reserve build up by the bank of Ghana, successful issuance of the Eurobond as well as IMF's rapid credit facility.

FUND MANAGER'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2020 [CONTINUED]

According to the Bank of Ghana, the Cedi depreciated against the US Dollar, Pound Sterling and Euro by 3.90%, 7.10% and 12.10% in 2020 respectively as against 12.9%, 15.70% and 11.20% in 2019.

Interest Rates: Interest rates continued a downward trend as the government sought to reduce the pricing of new bond issuances, and interest payments on its borrowings, re-adjusting the yield curve. The 91 and 182-day Treasury bill rates reduced to 14.08% and 14.13% respectively in December 2020 as compared to 14.69% and 15.15% in December 2019. Similarly, the yields quoted for the 2-year note and 3-year GOG bonds reduced from 20.95% and 19.70% in 2019 to 18.5% and 19.25% respectively in 2020. The average lending rates of banks reduced from 23.59% in December 2019 to 21.10% in December 2020 owing to a reduction in the monetary policy rate from 16% in 2019 to 14.50% in 2020. The interbank rate however averaged from 15.20% to 13.56%, which created a lot of liquidity on the market.

Stock Market Performance

The stock market was bearish in 2020 as the Covid-19 pandemic and its effects impacted the performance of that sector. The second quarter however recorded its worst performance over the past 18 months. Due to the uncertainties of the pandemic and the collapse of some financial institutions, investors generally reduced their exposure to risk by selling off stocks in favour of safe investment options such as GOG instruments. Market sentiments also played a part on the performance of the stock market in 2020. The lack of activity on the stock market resulted in the GSE-CI closing the year 2020 on a bearish note with a year to date loss of -13.98%, compared with -9.69% recorded in the previous year 2019. Similarly, the GSE-FSI closed the year 2020 with a year-to-date return of -11.73 % as against -6.23 % in 2019. The stock market is expected to rebound in 2021 as the negative effects of the pandemic continue to abate.

FUND MANAGER'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2020 [CONTINUED]

C. Economic Outlook for 2021

Interest rates would continue their downward trend despite a projected inching up of Ghana's debt levels. The monetary policy rate is expected to remain fairly stable with less fluctuation. Inflation is projected to inch up in the short-term but remain within the target band of 8% +2 by close of the year. Global debt levels are however expected to rise as countries speed up funding to access vaccines, and manage economic stability.

REPUBLIC EQUITY TRUST

A. Fund Performance

Your fund, Republic Equity Trust posted a positive return of 3.12%, outperforming the two market indices, GSE-CI and FSI, which closed the year at -13.98% and -11.73% respectively. The Fund recorded a decline in its Net Asset Value by 12.90% from GHS13.02million in 2019 to GHS 11.34 million as at the end of 2020. This was on the back of a bearish stock market and pandemic triggered redemptions. A 5-year performance assessment positions your fund favorably at 11.35% against the GSE Composite Index of 2.62% over the same period. The number of unit holders stood at 3,423 as at end of 2020 compared with 3,420 in 2019.

B. Portfolio Review and Asset Mix

Your fund manager, in the face of the pandemic and associated liquidity demands rebalanced the portfolio by skewing the assets towards GOG Securities to avert potential capital losses resulting in decreased allocations to equities. At year-end 2020, allocations to GOG Bonds was pegged at 40.48%, Money Market instruments at 33.05%, Equities at 26.05% with the remaining allocations being 0.11% and 0.31% in Collective Investments Schemes and Cash/Cash equivalents, respectively.

FUND MANAGER'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2020 [CONTINUED]

C. Fund Strategy and Outlook for 2021

Renewed investor interest in the stock market coupled with subdued uncertainties and a strong economic outlook following the easing of pandemic-related restrictions, are expected to drive market rally in 2021. In anticipation of this resurgence, acquisitions, particularly companies in the equities portfolio, would be made strategically to ensure the fund reap maximum returns. The Fund Manager shall continue to monitor and rebalance the portfolio periodically in response to changing market dynamics.

We are optimistic that the fund would once again perform creditably against its benchmark, the GSE-Composite Index and maintain its lead in the equity category of collective investment schemes on the market. As you have always done, we urge you to continue supporting the fund by investing in anticipation of a very strong outlook for the Ghana Stock Exchange in 2021 and beyond. The positive turnaround of the GSE and the active management of the assets should be a compelling reason to invest continuously in your Fund, the Republic Equity Trust.

Thank you for the confidence reposed in us.

HIGHLIGHTS OF FUND STATISTICS

Republic Equity Returns vrs Benchmark Indicator

	2016	2017	2018	2019	2020	5 yr Avg
Republic Equity Trust	7.35%	31.04%	0.53%	3.35%	3.12%	9.08%
GSE- Composite Index	-15.33%	52.73%	-0.29%	-12.25%	-13.98%	2.18%



Number of Unit holders



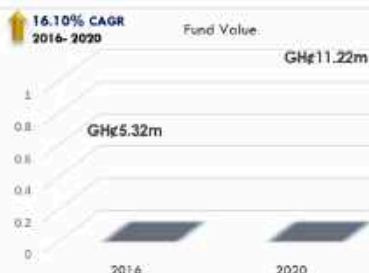
Fund Value



2020 Return (YTD)

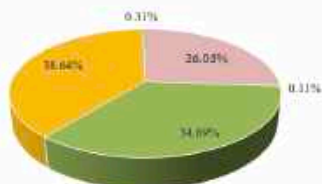
3.12%

Growth in Fund Value: Amount in GH¢ million



Portfolio Mix- Gross Fund Value 2020

PORTFOLIO MIX



- Equities
- Short term Securities
- Bank & Cash
- Other Funds (Unit Trust & F-PLAN)
- Bonds

Top 5 Equities in Portfolio Mix



INDEPENDENT AUDITORS' REPORT TO

THE UNIT HOLDERS OF REPUBLIC EQUITY TRUST

Opinion

We have audited the financial statements of Republic Equity Trust which comprise the statement of financial position as at December 31, 2020, and the income and distribution account and statement of movement in net assets and issued units for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and explanatory notes as set out on pages 21 to 30.

In our opinion, the financial statements give a true and fair view of the financial position of Republic Equity Trust as at December 31, 2020 and of its financial performance and its cash flows for the year then ended and are in accordance with International Financial Reporting Standards and in the manner required by the Securities Industry Act, 2016 (Act 929) and the Unit Trusts and Mutual Funds Regulations, 2001 (L. I. 1695) and the Companies Act, 2019 (Act 992).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the trust in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements for the year ended 31 December 2020. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the following matters as key audit matters:

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF REPUBLIC EQUITY TRUST [CONTINUED]

1. Income Recognition

Income is an important measure of performance and represents a material item in the trust's income and distribution account. The trust generates income from investment of members' funds. Given that some of the trust's investments will mature beyond 31 December 2020, the cut-off date of 31 December 2020 is significant to ensure that amounts that will accrue after this date are not recognized as income in the current financial statements. In this regard, we consider income recognition as key audit matter.

How the matter was addressed in our audit

Our audit procedures included the following;

- ▼ We reviewed the design and implementation of controls over the trust's investment valuation procedures and income recognition
- ▼ For a sample of significant investments, we obtained evidence of their existence, their particulars and recomputed the income recognized on these investments to verify their accuracy.
- ▼ Evaluated the adequacy of the accounting policies and the disclosures on income recognized in the trust's income and distribution account.

2. Impact of COVID-19

The COVID-19 pandemic had significant impact on management's assumptions and judgments of the financial statement. The pandemic led to significant economic, accounting and regulatory developments that affected the operations of the trust during 2020. These developments also affected our overall approach to the audit. We therefore consider the impact of COVID-19 as a key audit matter.

How the matter was addressed in our audit

Our audit procedures included the following;

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF REPUBLIC EQUITY TRUST [CONTINUED]

- ▼ Reviewed policies and directives from Government of Ghana and the Securities and Exchange Commission applicable to the operations of the trust to confirm compliance
- ▼ Reviewed the credit risk assessment of the trust's assets as a result of COVID-19 and reviewed the adequacy of impairment provisions made for the trust's assets
- ▼ Performed procedures to ensure income is not recognized on assets that are impaired as a result of the COVID-19 pandemic

Responsibilities of the Trustees for the Financial Statements

The trustees are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and in the manner required by the Securities Industry Act, 2016 (Act 929) and the Unit Trusts and Mutual Funds Regulations, 2001, (L.I. 1695) and the Companies Act, 2019 (Act 992) and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the trust or to cease operations, or has no realistic alternative but to do so. The trustees are responsible for overseeing the trust's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF REPUBLIC EQUITY TRUST [CONTINUED]

could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- ▼ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▼ Obtain an understanding of internal control relevant to the audit 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 Trust's internal control.
- ▼ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- ▼ Conclude on the appropriateness of the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- ▼ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF REPUBLIC EQUITY TRUST [CONTINUED]

We communicate with the trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Companies Act, 2019 (Act 992) requires that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- ▼ 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 accounts have been kept by the Trust, so far as appears from our examination of those books, and
- ▼ The Trust's Statement of Assets and Liabilities and Income and Distribution Account are in agreement with the books of accounts

The engagement partner on the audit resulting in this Independent Auditor's Report is

John Armstrong Yao Klinogo
(ICAG/P/1116)

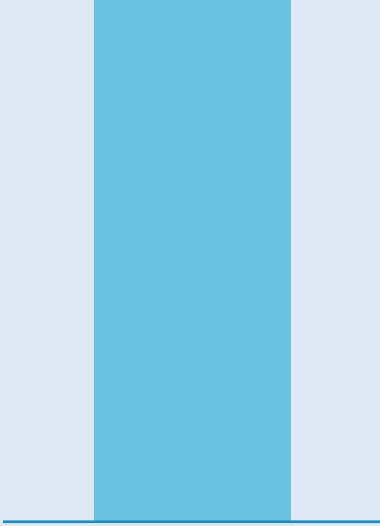


For and on behalf of John Kay & Co. (ICAG/F/2021/128)

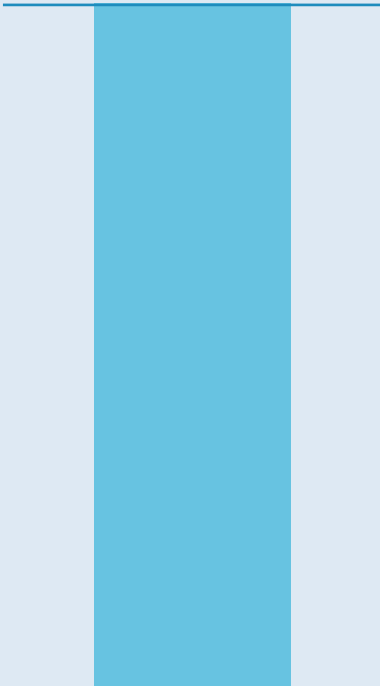
Chartered Accountants

Accra.

30th April, 2021



**FINANCIAL
STATEMENT**
YEAR ENDED 2020



STATEMENT OF ASSETS AND LIABILITIES

AS AT 31 DECEMBER, 2020

	Note	2020 Market Value GH¢	% Net Assets	2019 Market Value GH¢	% Net Assets
Investments at FVTPL	8	<u>2,956,091</u>	<u>26.00</u>	<u>3,507,464</u>	<u>26.71</u>
Short Term Funds					
Cash and Cash Equivalents	9	148,928	1.31	116,896	0.89
Investments at Amortized Cost	10	8,304,095	73.03	9,546,391	72.72
Republic Unit Trust	14	2,387	0.02	2,160	0.02
Republic Future Plan	14	<u>9,893</u>	<u>0.09</u>	<u>9,333</u>	<u>0.07</u>
Total Short-Term Funds		<u>8,465,303</u>	<u>74.45</u>	<u>9,674,780</u>	<u>73.70</u>
Total Financial Assets		11,421,394	100.44	13,182,244	100.41
Other Assets in Excess of Liabilities		<u>(50,305)</u>	<u>(0.44)</u>	<u>(54,237)</u>	<u>(0.41)</u>
Net Financial Assets		<u>11,371,089</u>	<u>100</u>	<u>13,128,007</u>	<u>100</u>

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER, 2020

	Note	2020 GH¢	2019 GH¢
Assets			
Total Financial Assets		11,421,394	13,182,244
Other Assets:			
Republic ISL Current Account		<u>79,483</u>	<u>48,914</u>
Total Assets		<u>11,500,877</u>	<u>13,231,158</u>
Liabilities:			
Amount Due to Managers		33,629	25,083
Auditor's Remuneration		42,001	25,038
Management Fees Payable		21,348	24,924
Management Fund	12	21,659	21,659
Trustee Fees Payable		11,151	6,447
Total Liabilities		<u>129,788</u>	<u>103,151</u>
Net Financial Assets		<u>11,371,089</u>	<u>13,128,007</u>
Represented by:			
Accumulated Income		9,118,368	8,214,678
Capital Surplus/ (Deficit)	11	(2,656,808)	(2,105,436)
Capital Account		<u>4,909,529</u>	<u>7,018,765</u>
Members' Fund		<u>11,371,089</u>	<u>13,128,007</u>

SIGNED FOR REPUBLIC INVESTMENTS (GHANA) LIMITED ON 29th April, 2021



CHIEF EXECUTIVE OFFICER



DIRECTOR

INCOME AND DISTRIBUTION ACCOUNT

FOR THE YEAR ENDED DECEMBER 31, 2020

	Note	2020 GH¢	2019 GH¢
Investment Income:			
Fixed Deposit		153,447	428,502
Bonds		918,162	879,924
Dividend		157,537	115,372
Call Account		1,135	3,627
Other Income	6	<u>787</u>	<u>36,202</u>
Total Investment Income		<u>1,231,068</u>	<u>1,463,627</u>
Expenses:			
Management Fees		232,505	254,469
Trustee Fees		23,342	26,596
Auditor's Remuneration		40,352	36,754
Other Expenses	7	<u>31,179</u>	<u>410,788</u>
Total Expenses		<u>327,378</u>	<u>728,607</u>
Gross Investment Income		903,690	735,020
Transfer to Management Fund	12	<u>-</u>	<u>-</u>
Net Investment Income		<u>903,690</u>	<u>735,020</u>

ACCUMULATED NET INVESTMENT INCOME

FOR THE YEAR ENDED DECEMBER 31, 2020

	Note	2020 GH¢	2019 GH¢
Balance at 1/1		8,214,678	7,479,658
Net Investment Income		<u>903,690</u>	<u>735,020</u>
Balance at 31/12		<u>9,118,368</u>	<u>8,214,678</u>

STATEMENT OF MOVEMENT IN NET ASSETS

	Note	2020 GH¢	2019 GH¢
Net Investment Income		903,690	735,020
Change in Unrealised Gains	11	<u>(551,372)</u>	<u>(424,602)</u>
Increase in Net Assets from Operations		<u>352,318</u>	<u>310,418</u>
Capital Transactions:			
Value of Units Sold and Converted		488,121	2,435,941
Value of Units Disinvested		<u>(2,597,357)</u>	<u>(3,818,362)</u>
Net Proceeds from Capital Transactions		<u>(2,109,236)</u>	<u>(1,382,421)</u>
Total Increase in Net Assets		<u>(1,756,918)</u>	<u>(1,072,003)</u>
Balance at 1/1		<u>13,128,007</u>	<u>14,200,010</u>
Balance at 31/12		<u>11,371,089</u>	<u>13,128,007</u>

STATEMENT OF MOVEMENT IN ISSUED UNITS

	2020	2019
Number of units at 1 January	16,740,690	18,708,933
Number of units issued during the year	<u>683,559</u>	<u>3,474,689</u>
	17,424,249	22,183,622
Number of units disinvested during the year	<u>(3,621,759)</u>	<u>(5,442,932)</u>
Number of units at 31 December	<u>13,802,490</u>	<u>16,740,690</u>

PORTFOLIO SUMMARY

	Units at 1/1/20	Value at 1/1/20 GH¢	Purchases in the year GH¢	Sales in the year GH¢	Units at 31/12/20	Value at 31/12/20 GH¢
CAL	122,343	108,885	-	-	122,343	84,416
EGH	54,330	439,530	-	-	54,330	391,176
GCB	140,100	714,510	-	-	140,100	567,405
SCB	28,770	529,368	-	-	28,770	469,239
SOGECH	420,164	302,518	-	-	420,164	268,905
EGL	194,751	321,339	-	-	194,751	272,651
ETI	281,579	22,527	-	-	281,579	22,527
FML	20,733	85,420	-	-	20,733	22,392
GOIL	255,132	433,725	-	-	255,132	382,699
SIC	170,500	13,640	-	-	170,500	13,640
BOPP	45,779	130,928	-	-	45,779	91,558
TOTAL	115,109	345,327	-	-	115,109	325,758
RBGH	106,522	59,652	-	-	106,522	43,674
GGBL	<u>56</u>	<u>95</u>	-	-	<u>56</u>	<u>51</u>
Total	-	<u>3,507,464</u>	-	-	-	<u>2,956,091</u>

CAPITAL ACCOUNT

CAPITAL ACCOUNT	2020		2019	
	Units	GH¢	Units	GH¢
Balance at 1 January	16,740,690	7,018,765	18,708,933	8,401,186
Value of units sold and Converted	<u>683,559</u>	<u>488,121</u>	<u>3,474,689</u>	<u>2,435,941</u>
	17,424,249	7,506,886	22,183,622	10,837,127
Value of Units Disinvested	<u>(3,621,759)</u>	<u>(2,597,357)</u>	<u>(5,442,932)</u>	<u>(3,818,362)</u>
Value of the trust Fund at 31 Dec	<u>13,802,490</u>	<u>4,909,529</u>	<u>16,740,690</u>	<u>7,018,765</u>

NOTES TO THE FINANCIAL STATEMENTS

31ST DECEMBER, 2020

6. OTHER INCOME

	2020	2019
	GH¢	GH¢
Other Investment Income	<u>787</u>	<u>36,202</u>
	<u>787</u>	<u>36,202</u>

7. OTHER EXPENSES comprise the following

	2020	2019
	GH¢	GH¢
Bank Charges	2,415	1,236
Managers Reimbursable Expense	19,797	28,429
Trading Expenses	8,967	35,970
Loss on Disposal of Shares	-	<u>345,153</u>
	<u>31,179</u>	<u>410,788</u>

NOTES TO THE FINANCIAL STATEMENTS

31ST DECEMBER, 2020 [CONTINUED]

8. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2020 GH¢	2019 GH¢
CAL	84,416	108,885
EGH	391,176	439,530
GCB	567,405	714,510
SCB	469,239	529,368
SOGEGH	268,905	302,518
EGL	272,651	321,339
ETI	22,527	22,527
FML	22,392	85,420
GOIL	382,699	433,725
SIC	13,640	13,640
BOPP	91,558	130,928
TOTAL	325,758	345,327
RBGH	43,674	59,652
GGBL	51	95
	<u>2,956,091</u>	<u>3,507,464</u>

9. CASH AND CASH EQUIVALENTS

	2020 GH¢	2019 GH¢
Cash at Bank	<u>148,928</u>	<u>116,896</u>

NOTES TO THE FINANCIAL STATEMENTS

31ST DECEMBER, 2020 [CONTINUED]

10. INVESTMENTS AT AMORTIZED COST

	2020 GH¢	2019 GH¢
Fixed Deposits	3,709,956	3,556,510
Bonds	<u>4,594,139</u>	<u>5,989,881</u>
	<u>8,304,095</u>	<u>9,546,391</u>

11. UNREALIZED GAINS / (LOSSES) ON INVESTMENTS AT FVTPL

	2020 GH¢	2019 GH¢
Fair Value of Financial Assets	2,956,091	3,507,464
Cost of Financial Assets	(3,507,463)	(3,507,463)
Unrealized gain/ (loss) on shares sold during the year	<u>-</u>	<u>(424,603)</u>
Change in Unrealised gains	(551,372)	(424,602)
Add Unrealised gains from previous years	<u>(2,105,436)</u>	<u>(1,680,834)</u>
Unrealised gains as at 31 December	<u>(2,656,808)</u>	<u>(2,105,436)</u>

12. MANAGEMENT FUND

	2020 GH¢	2019 GH¢
Balance at 1 January	21,659	29,107
Payments made during the year	-	(7,448)
Charge for the year	-	-
Balance at 31 December	<u>21,659</u>	<u>21,659</u>

The Trustees were paid out of transfers to Management Fund in prior years. However, effective January 1, 2019 there were no transfers to the Management Fund. The Trustees are paid 0.2% of the Net Fund Value as required by the New Trust Deed dated August 1, 2018.

13. CONTINGENT LIABILITIES

There was no contingent liability at the end of the year.

14. RELATED PARTY TRANSACTIONS

The Trust is related to Republic Unit Trust, Republic Real Estate Investment Trust and Republic Future Plan Trust through common Trustee and Fund Manager. As at 31st December, 2020, the Trust has investment of GH¢2,387 and GH¢9,893 in Republic Unit Trust and Republic Future Plan Trust respectively.

PROXY FORM

Annual General Meeting of Republic Equity Trust is to be held virtually via Zoom on Wednesday, June 30, 2021 at 10:30am.

I/We.....being a Unit Holder(s) hereby appoint as my/our proxy to attend and vote for me/us and on my/our behalf at the Annual General Meeting of the Fund to be held on 30th June, 2021 and at any adjournment thereof.

Dated this 9th day of June, 2021.

Resolution	FOR	AGAINST
To receive the Report of the Manager for the Year 2020		
To receive and adopt the Annual Report and the Audited Statement of Income and Expenditure of Republic Equity Trust for the financial year ended December 31, 2020, together with the Trustees Report and Auditors Report thereon.		
To authorize the Fund Manager to Fix the Remuneration of the Auditors for the Year 2021.		

Please indicate with an “X” in the appropriate square how you wish your votes to be cast on the resolution set out above.

Unless otherwise instructed the proxy will vote for or abstain from voting at his/her discretion.

(Do not complete this form if you will attend the meeting)









It's not too early to invest into their future

You can guarantee your children the future they deserve by starting their investment journey for them with Republic Future Plan Trust

Talk to us to show you how.

📞 028 9669310 | 028 9669311

CONTACT US 📞 028 9669310 | 028 9669311 📞 0592300063

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 **Republic Investments**



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