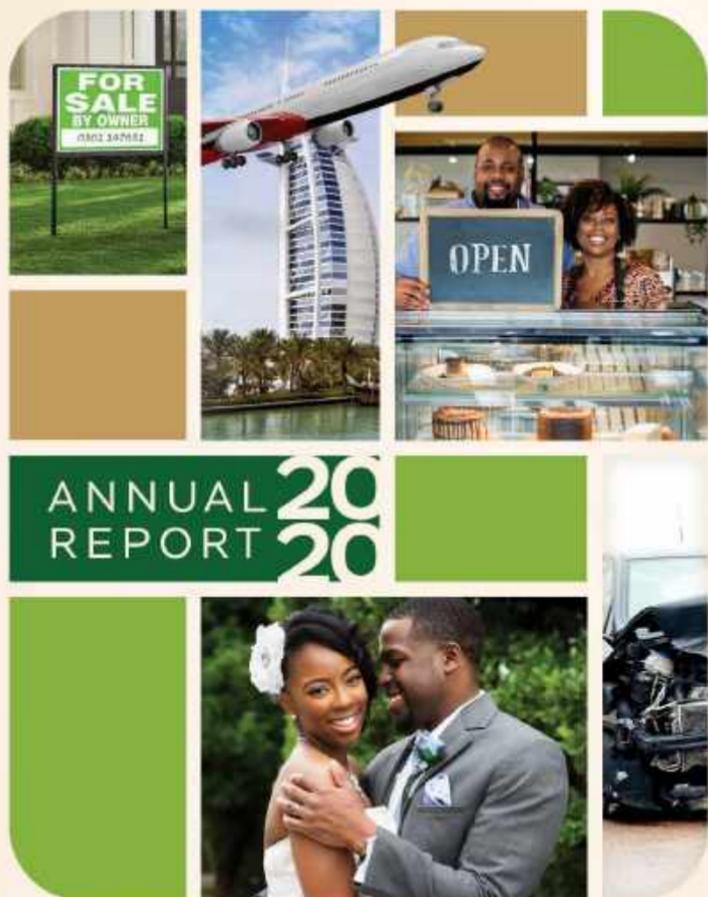


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# DATABANK MFUND LIMITED



**Audited Full Year Report**  
For the year ended December 31, 2020

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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 17th Annual General Meeting of the Shareholders of Databank MFund Limited will be held virtually via Zoom on Wednesday July 14, 2021 at 9:00 a.m. to transact the following:

1. To receive and consider the Reports of the Directors, Auditors and the Audited Financial Statements for the year ended December 31, 2020.
2. To re-elect Directors retiring by rotation.
3. To approve Directors' Fees.
4. To confirm the outgoing Auditors' remuneration for the year ended December 31, 2020.
5. To appoint Auditors and to authorise the Directors to fix the remuneration of the incoming Auditors for the year ending December 31, 2021.

### Special Business

To change the name of the Fund from Databank MFund Limited to Databank MFund PLC in compliance with the provisions of the Companies Act 2019, Act 992.

Dated this 7th day of April, 2021.

**ACCRA NOMINEES LTD.**  
 2nd Floor Cedar House  
 No 13 Samora Machel Road Asylum Down  
 P O Box GP242, Accra, Ghana

### BY ORDER OF THE BOARD

Accra Nominees Limited  
 Company Secretary

## REGISTERING FOR AND PARTICIPATING IN THE AGM VIA ZOOM

### To register for the AGM:

Enter the following link:  
[bit.ly/mfundagm2020](https://bit.ly/mfundagm2020)  
 After registering, you will receive a confirmation email containing information about joining the AGM.

### To participate in the AGM:

- 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 controls bar.
- Tap "Raise hand" to raise your hand.

*You will be unmuted to perform the action for which your hand was raised.*

- ② **Use the polling feature to vote for or against a motion.**

On PC and mobile:

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

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

A member of the company entitled to attend and vote may appoint a proxy to attend and vote in his/her stead. A proxy need not be a member of the company. Completed proxy forms should be deposited at the **Databank Head Office at 61 Barnes Avenue, Adabraka, Accra**, or sent via email to [clientservices@databankgroup.com](mailto:clientservices@databankgroup.com) **not later than two (2) business days before** the appointed time of the meeting. Failure to submit the forms before the stated deadline will result in the Proxy not being admitted to, or participating in, the meeting. A Proxy Form is provided in the Annual Report.



## CHAIRMAN'S STATEMENT TO SHAREHOLDERS OF DATABANK MFUND LIMITED

Dear Shareholders,

It is with immense pleasure that I welcome you all to the 17th Annual General Meeting of Databank MFund Ltd. The year 2020 turned out to be a difficult one for the global economy, given the effects of the COVID-19 pandemic on social and economic activities across the world. This notwithstanding, it gives me great pleasure to inform you that MFund recorded a good performance in the year under review. While acknowledging the diligence and commitment of Databank's staff and Management during the year, we could not have achieved this result without your unwavering patronage and support as shareholders of the Fund.

It is time, once again, for us to give account of our stewardship as we reflect on the performance of your Fund during the past year. I would like to begin by highlighting certain macroeconomic developments in 2020, particularly those which were of significance to the financial services industry. I shall follow up with an overview of the Fund's performance in the year under review and conclude by sharing with you, our outlook for 2021.

### Global Economic Performance in 2020

The COVID pandemic caused a global recession whose devastating effect was estimated by the World Bank to surpass the 2008 global financial crisis. The IMF estimated the global economic contraction at 3.5% in 2020, reflecting the pandemic-induced disruptions to global trade, investment and other economic activities. Commodity prices also reflected the pandemic-induced shocks. In view of the global uncertain outlook, gold witnessed an increase in safe-haven demand resulting in a price gain of 25%. However, crude oil prices collapsed, causing in a 25% price loss on the world market for oil exporting countries.

Meanwhile, China's economy expanded by an estimated 2.3% in 2020, following the early containment of the spread of the virus and rebound in manufacturing activity. Apart from China, the major economies in emerging and frontier markets recorded negative growth. Sub-Saharan Africa economies witnessed a 2.6% contraction in 2020, with key markets such as South Africa and Nigeria shrinking by 7.5% and 3.2%, respectively.

The global policy response to the pandemic was swift and aggressive in many countries. However, remedial measures taken in many developing economies showed limited success due to an already weak fiscal backdrop. In addition to fiscal interventions, Central Banks resorted to a number of monetary policy measures to boost liquidity in the financial markets. These measures helped to stabilize financial markets during the initial stages of the crisis and greatly increased liquidity in the global economy. However, the interventions were implemented at a great fiscal cost, leading to a surge in global public debt with the potential for higher future taxes for debt service.

### **Ghana's Economic Developments in 2020**

In 2020, the Ghanaian economy suffered from the unanticipated shocks of the COVID pandemic. As a result, public finances were significantly strained while growth momentum decelerated sharply. Ghana's real GDP growth ended the year at 0.4% in 2020, compared to 6.5% in 2019. The 2020 growth performance was underpinned by a 4.9% expansion in the first quarter, which was trimmed by contractions in the second and third quarters of the year, while the fourth quarter recorded a growth of 3.3%. Although the agriculture sector showed immense resilience, the industrial sector was the hardest hit with sharp contractions in the extractive sectors. Growth in the financial services sector was encouraging at almost 5.0%, reflecting the benefit of the financial sector reforms implemented between 2017 and 2019. An assessment of the banking sector performance in 2020

showed that the industry remained resilient in the wake of the pandemic due to strong policy and regulatory interventions.

The Government's efforts to save lives and livelihoods resulted in a surge in the budget deficit to 11.7% of GDP and pushed up the debt ratio to 76% of GDP. As a result, the fiscal rule introduced in 2018 to cap the budget deficit at 5% of GDP has been suspended until 2024, indicating a high borrowing requirement in the short-to medium-term. The Bank of Ghana also introduced aggressive monetary measures, which substantially increased domestic money supply and resulted in a sharp decline in interest rates in the fixed income market.

The Ghana Fixed Income Market (GFIM) witnessed a record-setting year in volumes traded in 2020. The GFIM recorded GHC 108 billion in trades, which was almost double the volume traded in 2019. The record volume traded on the bond market was supported by increased liquidity with banks and fund managers amidst the attractive real returns on fixed income securities. Domestic investors accounted for 80% of trades on the market, up from 71% in 2019.

### **Exchange Rate Developments**

The Ghana Cedi performed better than expected in 2020 in spite of the pandemic, recording a modest depreciation of 3.93% during the year under review, compared to 12.9% in 2019. The Cedi's relatively stable performance was aided by a decline in imports due to the slowdown in economic

activity and the Bank of Ghana's Foreign Exchange Forward Market interventions during the year. The Government's US\$ 3 billion Eurobond issuance and the IMF's US\$ 1 billion Rapid Credit Facility were very supportive of the gross reserves and strengthened the Central Bank's interventions.

### **Inflation Developments**

Headline inflation rose sharply from 7.9% in December 2019 to 11.4% in July 2020 due to panic-buying ahead of the April 2020 lockdown, which mainly impacted food prices. However, the gradual lifting of restrictions culminated in a moderation of demand pressures and resulted in a decline in headline inflation to 10.4% by the end of 2020.

### **Interest Rate Developments**

Domestic interest rates were weighed down by the overwhelming injection of local currency liquidity from the Bank of Ghana to prop up aggregate demand. Notwithstanding the Treasury's high borrowing requirements in 2020, the increased supply of funds on the domestic market exceeded the demand for funds. This resulted in a broad decline in interest rates across the credit and capital markets.

### **MFund Performance**

In spite of the unanticipated shocks to the financial market, MFund's performance remained strong in 2020, outperforming its benchmark yield, the 364-Day Treasury Bill rate. The Fund closed 2020 at a price of GHC

1.6457 per share, translating into a yield of 18.06%. This compares favorably with the average yield of 17.14% on the 364-Day Treasury Bill.

I am happy to announce that MFund increased its shareholder base in 2020 by 15% to 205,587 mandates, up from 178,672 recorded at the end of 2019. Additionally, your Fund witnessed a 27% growth in Assets Under Management from GHC 633.64 million to GHC 805.56 million at the end of 2020.

### **Outlook for 2021**

The global economy is expected to begin its recovery process in 2021. The IMF projects global GDP to expand by 6.0% in 2021 compared to the 3.5% contraction in 2020. This projection is subject to effective COVID management and vaccine rollout across the world. Central Banks are also expected to maintain the accommodative monetary policy stance to balance the declining fiscal support in some developing markets. Aggregate GDP in emerging markets and developing economies is expected to grow by 6.3% in 2021, while growth for Sub-Saharan Africa has been forecast at 3.2%.

In Ghana, the government expects a rebound in economic growth to 5.0% in 2021 with support from the implementation of the Ghana CARES program as a public-private partnership. These interventions would, however, be supported by new tax measures announced in the 2021 budget. At the same time, the Government is seeking to provide tax reliefs to industries that were the hardest

hit by the pandemic. Consequently, the overall fiscal deficit is projected to narrow from 11.7% in 2020 to 9.5% of GDP in 2021.

Inflation is projected to return within the Bank of Ghana's medium-term target band of 6% – 10% in 2021. Although the new tax measures and higher ex-pump fuel prices are expected to exert upside pressure on inflation, a favorable base effect and continued slack in aggregate demand are expected to contain price pressures in 2021.

In view of the expected decline in inflation and continued stability of the Ghana Cedi, domestic yields are expected to remain relatively low in 2021. Notwithstanding the government's high funding needs and the growing debt concerns, the Bank of Ghana's accommodative stance is expected to provide the money supply to absorb the demand in loanable funds.

### Closing Remarks

Distinguished Shareholders, although we remain mindful of the current uncertainties in the global and domestic economy, we have taken the necessary precautionary measures to ensure that MFund continues to yield significant real value for you. Once again, thank you for keeping faith with us over the years. I also want to thank my fellow Directors for their dedication and support, as well as the Management and staff of Databank for their tireless efforts to make the Fund the most attractive to investors.

Thank you and may God bless you.



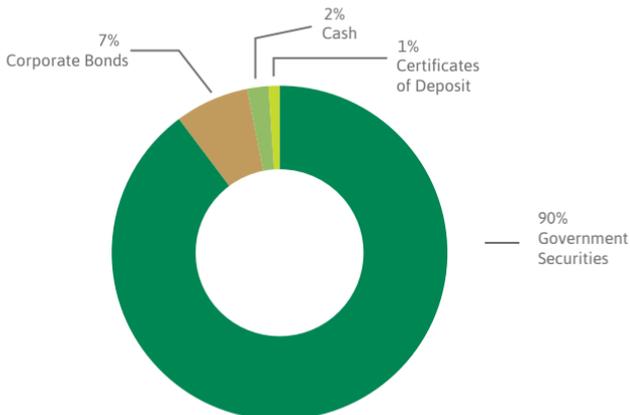
**BENJAMIN GOGO**  
(Chairman)

## PERFORMANCE SUMMARY AS AT DECEMBER 31, 2020

	Year on Year return	Average Savings Rate
All data as at December 31, 2020	18.06%	7.58%

Historical returns	MFund Annualised Yield	Average Yield on 91-Day Tbill	Average Savings Rate <sup>1</sup>
2004	18.77%	17.29%	8.00%
2005	16.86%	15.45%	5.00%
2006	14.47%	10.24%	5.00%
2007	11.99%	9.91%	5.00%
2008	18.00%	17.92%	6.50%
2009	28.06%	25.39%	10.00%
2010	17.23%	13.95%	8.00%
2011	12.18%	10.69%	8.47%
2012	14.81%	18.63%	8.47%
2013	22.11%	21.94%	12.27%
2014	26.31%	23.97%	10.00%
2015	21.94%	22.90%	10.00%
2016	25.00%	22.16%	6.05%
2017	20.55%	14.11%	7.19%
2018	15.98%	13.55%	10.00%
2019	15.57%	14.70%	7.55%
2020	18.06%	14.19%	7.58%

### 2020 Portfolio Mix<sup>2</sup>



<sup>1</sup>Bank of Ghana Statistical Bulletin, December 2020 <sup>2</sup>At amortised cost



Some of our financial decisions are driven by choice while others are driven by circumstance. When we make a financial decision because it is part of our goals, it is considered a decision made by choice. Sometimes, however, we are forced by life's circumstances to make certain decisions we did not plan for.

These are two of the main reasons people invest and a Fund like MFund caters for both. MFund can be used as an investment towards our life goals, like a new business. It can also be counted on as an emergency fund to be used to financially cater for unforeseen events, such as an equipment breakdown.

### What makes MFund ideal for both goals and emergencies?

- MFund operates as a **short-term investment** thus will be available especially when you need it urgently for an emergency. You can also decide to grow your investments over a long period of time to fund any major dream.
- As a **fixed-income fund**, MFund does not experience major fluctuations in returns, giving investors the confidence they need to come for the money anytime they need it.
- MFund has **consistently outperformed returns from savings accounts and Treasury Bills**. Although MFund shares similarities with them, MFund is a better alternative when it comes to growing your funds.
- Considered **low-risk**, MFund is suitable for investors with all risk appetites: low, medium or high.
- You have **easy access to your money** when you need it. One can access the money in their MFund account within 1 (one) working day of making a withdrawal request.

### 6 things MFund can help you do:

Your dream car	Your dream business
 <p>What car do you dream of driving one day? You can start investing in MFund today and buy it later.</p>	 <p>You don't have to let your dreams die because of a lack of start up capital. Invest in MFund and become the boss you've always dreamed of becoming!</p>

<p><b>Your dream trip</b></p>  <p>Family holidays? Vacation with your friends? Invest towards your trips around the world with MFund.</p>	<p><b>Your dream house</b></p>  <p>You don't have to remain a tenant for life because you can't afford land or a mortgage. You can invest towards your dream house with MFund.</p>
<p><b>Your dream retirement</b></p>  <p>In Ghana, only a few retirees are able to enjoy a financially independent retirement. Your story can be different. Build your retirement fund with MFund today so that you can enjoy your dream retirement. You can also invest your lump sum benefits in MFund when you retire.</p>	<p><b>Emergencies</b></p>  <p>Car breakdowns, medical emergencies or job losses are not occurrences anyone hopes for. But they do happen and hardly ever forewarn us, yet place a financial demand on us. Prepare for them with your MFund emergency fund.</p>

## How to get the best out of your investment:

- 1 Know how much you need to invest.** Use our Investment Calculator at [www.databankgroup.com](http://www.databankgroup.com) (Go to Tools) to know how much you need to invest monthly to reach your goal in time.
- 2 Sign up for automatic deductions.** Our Direct Debit service allows you to have a fixed amount deducted from your bank account to credit your investment account every month. You can sign up at any Databank location or online at [bit.ly/mydirectdebit](http://bit.ly/mydirectdebit).
- 3 Stay committed.** It is not worth it if you stop investing after 2 years when your goal is in 5 years or to use the money for 'non-emergencies', like changing your wardrobe. Focus on your investment goal and you can reach there with MFund.

## Invest wisely. Invest in MFund.

<p><b>To open an account,</b></p> <ul style="list-style-type: none"> <li>• *6100# (MTN or Vodafone)</li> <li>• Digital Services at <a href="http://www.databankgroup.com">www.databankgroup.com</a></li> <li>• Databank's 19 locations</li> <li>• Mobile App</li> </ul>	<p><b>To top up,</b></p> <ul style="list-style-type: none"> <li>• *6100#, *737*100#, *790*100#, *422*400#</li> <li>• Partner Bank branches (Absa, Access, Fidelity, GCB, GTBank, UBA and Zenith Bank)</li> <li>• Databank's 19 locations</li> <li>• Digital Services at <a href="http://www.databankgroup.com">www.databankgroup.com</a></li> <li>• Mobile App</li> </ul>
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## DIRECTORS' RESPONSIBILITIES AND APPROVAL

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The Director(s) are required in terms of the Companies Act, 2019 (Act 992) to maintain adequate accounting records and are responsible for the content and integrity of the Annual Financial Statements and related financial information included in this report. It is their responsibility to ensure that the Annual Financial Statements fairly present the state of affairs of the Fund as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with International Financial Reporting Standards. The external Auditors are engaged to express an independent opinion on the Annual Financial Statements.

The Annual Financial Statements are prepared in accordance with International Financial Reporting Standards and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The Director(s) acknowledge that they are ultimately responsible for the system of internal financial control established by the Fund and place considerable importance on maintaining a strong control environment. To enable the Director(s) to meet these responsibilities, the Board of Director(s)

sets standards for internal control aimed at reducing the risk of error or loss in a cost-effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the Fund's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management is on identifying, assessing, managing and monitoring all known forms of risk across the Fund. While operating risk cannot be fully eliminated, the Fund endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behavior are applied and managed within predetermined procedures and constraints.

The Director(s) are of the opinion that, based on the information and explanations given by management, the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the Annual Financial Statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance

against material misstatement or loss.

The Director(s) have reviewed the Fund's cash flow forecast for the year to December 31, 2021 and, in light of this review and the current financial position, they are satisfied that the Fund has access to adequate resources to continue in operational existence for the foreseeable future.

The external Auditors are responsible for independently auditing and reporting on

the Fund's Annual Financial Statements. The Annual Financial Statements have been examined by the Fund's external Auditors and their report is presented on pages 15 to 18.

The Annual Report and Financial Statements set out on pages 10 to 32, which have been prepared on the going concern basis, were approved by the Board of Directors on April 21, 2021 and were signed on their behalf by:



**BENJAMIN GOGO**  
CHAIRMAN



**KOJO ADDAE-MENSAH**  
DIRECTOR

---

# REPORT OF THE DIRECTORS TO THE MEMBERS OF DATABANK MFUND LIMITED

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The Directors have pleasure in presenting the audited Financial Statements of Databank MFund Limited for the year ended December 31, 2020.

## Incorporation

The Fund was incorporated on April 16, 2004 under the then Companies Act, 1963 (Act 179), now Companies Act, 2019 (Act 992). The Fund is domiciled in Ghana where it is licensed by the Securities and Exchange Commission, Ghana as a Mutual Fund. The address of the registered office is set out on page 35.

## Nature of Business

The principal activity 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 assets acquired with such monies in accordance with the provisions of the Companies Act, 2019 (Act 992), Securities Industry Act, 2016 (Act 929), and the Unit Trusts and Mutual Funds Regulations, 2001 (L.I. 1695).

There have been no material changes to the nature of the Fund's business from the prior year.

## Review of Financial Results and Activities

The Annual Report and Financial Statements have been prepared in accordance with International Financial Reporting Standards and the requirements of the Companies Act, 2019 (Act 992), Securities Industry Act, 2016 (Act 929), and the Unit Trusts and

Mutual Funds Regulations, 2001 (L.I. 1695). The accounting policies have been applied consistently compared to the prior year.

The Fund recorded total distributed shareholders' earnings for the year ended December 31, 2020 of **GHC 115,665,186**. This represents an increase of 30% from the prior year of GHC 89,297,837.

The Fund's total income increased by 43% from GHC 99,532,421 in the prior year to **GHC 141,848,076** for the year ended December 31, 2020.

The Fund's cash flows from operating activities increased by 15% from GHC 107,172,408 in the prior year to **GHC 123,662,312** for the year ended December 31, 2020.

## Events After the Reporting Period

Events subsequent to the Statement of Financial Position date are reflected in the Financial Statements only to the extent that they relate to the period under review and the effect is material. There were no subsequent events at the reporting date, December 31, 2020.

## Going Concern

The Director(s) believe that the Fund has adequate financial resources to continue in operation for the foreseeable future and accordingly, the Annual Financial Statements have been prepared on a going concern basis. The Director(s) have satisfied themselves

that the Fund is in a sound financial position and that revenue from the assets under management would be enough to meet its foreseeable cash requirements. The Director(s) are not aware of any new material changes that may adversely impact the Fund. The Director(s) are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the Fund.

### **Litigation Statement**

The Fund is not currently involved in any claims or lawsuits, which individually or in the aggregate are expected to have a material adverse effect on the business or its assets.

### **Secretary**

The Fund's Secretary is Accra Nominees Limited with business address: 2nd Floor, Cedar House, No. 13 Samora Machel Road, Asylum Down.

### **Statement of Disclosure to the Fund's Auditors**

With respect to each person who is a Director on the day that this report is approved:

- there is, so far as the person is aware, no relevant audit information of which the Fund's Auditors are unaware; and
- the person has taken all the steps that he/she ought to have taken as a director to be aware of any relevant audit information and to establish that the Fund's Auditors are aware of that information.

### **Terms of Appointment of the Auditors**

Messrs Baker Tilly Andah + Andah have held office as Auditors of the Fund for a period of

six years and in accordance with Section 139(11) of the Companies Act, 2019 (Act 992), they are being replaced.

### **Corporate Social Responsibility**

The Fund did not undertake any corporate social responsibility within the financial year.

### **Audit Fees**

Included in the general and administration expenses for the year is the agreed Auditors' remuneration of GHC 42,534 (2019: GHC 39,572), which is inclusive of VAT, NHIL and GETFund.

### **Capacity of Directors**

The Fund ensures that only fit and proper persons are appointed to the Board after obtaining the necessary approval from the regulator, Securities and Exchange Commission (SEC). Relevant training and capacity building programs, facilitated by an SEC-approved training institution, were undertaken during the period.

### **Net Assets Under Management**

The Fund is managed by Databank Asset Management Services Limited (DAMSEL). Net Assets Under Management (AUM) as at December 31, 2020 stood at **GHC 805,563,210** representing a 27% increase compared to prior year of GHC 633,644,004.

### **Acknowledgements**

Thanks and appreciation are extended to all of our Shareholders, Directors and staff for their continued support of the Fund.

**Approval**

The Annual Report and Financial Statements set out on pages 10 to 32, which have been prepared on the going concern basis, were approved by the Board of Directors on April 21, 2021, and were signed on its behalf of:

**BENJAMIN GOGO**

CHAIRMAN

**KOJO ADDAE-MENSAH**

DIRECTOR

# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DATABANK MFUND LIMITED

## Opinion

We have audited the Financial Statements of Databank MFund Limited, which comprise the Statement of Financial Position as at December 31, 2020 and the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of significant accounting policies as set out on pages 24 to 32.

In our opinion, the accompanying Financial Statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2020 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) and comply with the Companies Act, 2019 (Act 992), the Securities Industry Act, 2016 (Act 929), and the Unit Trusts and Mutual Funds Regulations, 2001 (L.I 1695).

## 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 Fund in accordance with the *International Code of Ethics for Professional Accountants (including International Independence Standards - the Code)* issued by the International Ethics Standards Board for Accountants (IESBA) and we have

fulfilled our other ethical responsibilities in accordance with the 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 our audit of the financial statements of the current period. They are matters to be addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on those matters.

## Impairment Provision

Gross Investment in fixed income securities was GHC 740,503,799 (2019: GHC 572,059,961) as at December 31, 2020 with total general impairment provision of GHC 50,000 (2019: GHC 140,000).

The measurement of impairment provision is deemed a Key Audit Matter as the determination of assumptions for expected losses is subjective due to the level of judgement applied by the Directors.

The most significant judgements are:

- assumptions used in the expected loss models to assess the risk related to the exposure and the expected returns from the issuer,
- timely identification of exposures with significant increase in risk, and

- valuation of collateral and assumptions of future cash flows on manually assessed investment-impaired exposures.

*How the matter was addressed in our audit:*

- We updated our understanding and tested the operating effectiveness of management controls over investment, maturity of investment and interest receivable;
- We evaluated the appropriateness of the accounting policies based on the requirements of IFRS 9 and industry practice;
- We evaluated the adequacy of the disclosures made in the Financial Statements to ensure that transition adjustments were accurate and complete;
- We performed substantive testing to obtain evidence of timely identification of exposures with significant increase in risk and timely identification of investment impaired exposures;
- We conducted substantive testing to support appropriate determination of assumptions for impairment provision and future cash flows on manually assessed investment impaired exposures.

### Other information

The Director(s) are responsible for the other information. The other information comprises Chairman's Statement to Shareholders and Performance Summary but does not include the Financial Statements and our Auditor's Report thereon.

Our opinion on the Financial Statements

does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work that we have performed, we conclude that there is a material misstatement of this other information, then we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of Directors for the Financial Statements

The Director(s) are responsible for the preparation and fair presentation of these Financial Statements in accordance with International Financial Reporting Standards (IFRS), and for such internal control as management determines 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 Director(s) are responsible for assessing the Fund'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 Director(s) either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

The Director(s) are responsible for overseeing

the Fund's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

The objectives of our audit 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 ISAs 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 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 ISAs, we exercise professional judgment and maintain professional skepticism throughout the planning and performance of 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 fund's internal control.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's 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 Fund'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 Fund to cease to continue as a going concern.
- We are required to communicate with the Board 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

The Companies Act, 2019 (Act 992) requires that in carrying out our audit work, we consider and report 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 purposes of the audit;
- in our opinion, proper books of account have been kept by the Fund, so far as appears from the examination of those books;
- the Fund's Financial Statements are in agreement with the books of account.

The engagement partner on the audit resulting in this independent auditor's report is **SAMUEL ABIAW (ICAG/P/1454)**



**Baker Tilly Andah + Andah**  
**(ICAG/F/2021/122)**

Chartered Accountants  
C726/3, Nyanyo Lane  
Asylum Down  
Accra



## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31, 2020

	Notes	2020 GHC	2019 GHC
<b>INVESTMENT INCOME</b>			
Interest Income	5	128,600,362	99,571,579
Exchange Loss		-	(39,158)
		-----	-----
		128,600,362	99,532,421
Bad Debt Recovered		13,247,714	-
		-----	-----
<b>TOTAL INCOME</b>		<b>141,848,076</b>	<b>99,532,421</b>
		-----	-----
<b>EXPENSES</b>			
Investment Management Fees		(8,108,207)	(6,983,582)
Custodian Fees		(1,015,445)	(850,822)
General and Administrative Expenses	6	(858,276)	(970,011)
Impairment Charge	7	(16,200,962)	(1,430,169)
		-----	-----
<b>TOTAL EXPENSES</b>		<b>(26,182,890)</b>	<b>(10,234,584)</b>
		-----	-----
<b>Distributed Shareholders' Earnings for the Year</b>		<b>115,665,186</b>	<b>89,297,837</b>
		-----	-----

### DISTRIBUTED SHAREHOLDERS' EARNINGS FOR THE YEAR ENDED DECEMBER 31, 2020

	2020 GHC	2019 GHC
Beginning Period	393,921,049	304,623,212
Distributed Shareholders' Earnings for the Year	115,665,186	89,297,837
End of Period	-----	-----
	509,586,235	393,921,049
	-----	-----

# STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2020

	Notes	2020 GHC	2019 GHC
<b>ASSETS</b>			
Cash and Cash Equivalents	8	23,643,271	10,671,494
Financial Assets at Amortised Cost	9	740,453,799	571,919,961
Trade and Other Receivables	10	42,829,822	52,298,535
<b>TOTAL ASSETS</b>		<b>806,926,892</b>	<b>634,889,990</b>
<b>SHAREHOLDERS' EQUITY</b>			
Shareholders' Principal	12b	295,976,975	239,722,955
Distributed Shareholders' Earnings		509,586,235	393,921,049
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>805,563,210</b>	<b>633,644,004</b>
<b>LIABILITIES</b>			
Trade and Other Payables	13	1,363,682	1,245,986
<b>TOTAL LIABILITIES</b>		<b>1,363,682</b>	<b>1,245,986</b>
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>		<b>806,926,892</b>	<b>634,889,990</b>



**BENJAMIN GOGO**  
CHAIRMAN



**KOJO ADDAE-MENSAH**  
DIRECTOR

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2020

	Shareholders' Principal GHC	Distributed Shareholders' Earnings GHC	Total GHC
<b>2020</b>			
Opening Balance	239,722,955	393,921,049	633,644,004
Proceeds from Issue of Shares	401,687,190	-	401,687,190
Distributed Shareholders' Earnings for the Year	-	115,665,186	115,665,186
Shares Redeemed	(345,433,170)	-	(345,433,170)
	-----	-----	-----
<b>Balance as at December 31</b>	<b>295,976,975</b>	<b>509,586,235</b>	<b>805,563,210</b>
	:-----:	:-----:	:-----:
<b>2019</b>			
Opening Balance	290,729,209	304,623,212	595,352,421
Proceeds from Issue of Shares	319,492,205	-	319,492,205
Distributed Shareholders' Earnings for the Year	-	89,297,837	89,297,837
Shares Redeemed	(370,498,459)	-	(370,498,459)
	-----	-----	-----
<b>Balance as at December 31</b>	<b>239,722,955</b>	<b>393,921,049</b>	<b>633,644,004</b>
	:-----:	:-----:	:-----:

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2020

	Note	2020 GHC	2019 GHC
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Distributed Shareholders' Earnings for the Year		115,665,186	89,297,837
<b>ADJUSTMENT FOR NON-CASH ITEM</b>			
Amortization Loss/ (Gain)		(1,589,283)	1,049,631
<b>CHANGES IN WORKING CAPITAL</b>			
Decrease in Trade and Other Receivables		9,468,713	16,803,421
Increase in Trade and Other Payables		117,696	21,519
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>		<b>123,662,312</b>	<b>107,172,408</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of Financial Assets at Amortised Cost		(348,867,573)	(468,055,607)
Proceeds from disposal of Financial Assets at Amortised Cost		181,923,018	397,528,270
<b>NET CASH USED IN INVESTING ACTIVITIES</b>		<b>(166,944,555)</b>	<b>(70,527,337)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from Capital Transactions		401,687,190	319,492,205
Shares Redeemed		(345,433,170)	(370,498,459)
<b>NET CASH GENERATED FROM/(USED IN) FINANCING ACTIVITIES</b>		<b>56,254,020</b>	<b>(51,006,254)</b>
Net Increase/(Decrease) in Cash and Cash Equivalents		12,971,777	(14,361,183)
Cash and Cash Equivalents at the Beginning of the Period		10,671,494	25,032,677
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	8	<b>23,643,271</b>	<b>10,671,494</b>

2020  
GHC

2019  
GHC

**ANALYSIS OF CASH AND CASH EQUIVALENTS**

Cash at Bank and Call Accounts	15,643,271	10,671,494
7-Day Bank Fixed Deposit	8,000,000	-
	-----	-----
	<b>23,643,271</b>	10,671,494
	-----	-----

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# NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2020

(ABRIDGED VERSION)

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## 1. GENERAL INFORMATION

Databank MFund is a limited liability company incorporated in Ghana. The address of its registered office and principal place of business is 61 Barnes Avenue, Adabraka, Private Mail Bag, Ministries Post Office, Accra.

### 1.1 Description of the Fund

Databank MFund started operations on April 16, 2004 as an authorized mutual fund to provide high current income with the maintenance of liquidity and preservation of capital. The Fund's investments include: Treasury securities, commercial papers, bankers' acceptances, certificates of deposit and similar fixed income securities.

The principal activity of the Fund is to invest the monies of its members for their mutual benefit and to hold and arrange for the management of fixed income securities acquired with such monies.

The investment activities of the Fund are managed by Databank Asset Management Services Limited (the Fund Manager). The Custodian of the Fund is Guaranty Trust Bank Ghana Limited.

In the interest of prudence and efficient management of the Fund, the Manager maintains prudent levels of liquidity.

The Manager is responsible for the management of the Fund's portfolio and constantly reviews the holdings of the Fund in the light of its research analysis and other relevant services. The Fund pays the Manager a management fee of 1.25% per annum for services provided to the Fund. The fee is based on the Fund's daily AUM.

The shares of the Fund are redeemable at the holder's option. The shares are not listed on the Ghana Stock Exchange.

## 2. BASIS OF PREPARATION

### 2.1 Statement of compliance

The Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

### 2.2 Basis of measurement

The Financial Statements have been prepared on the historical cost basis except for financial instruments that are measured at fair value, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The Financial Statements are presented in Ghana Cedi (GHC).

The Fund presents its statement of financial position in order of liquidity.

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### 3.2 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured, as and when the Fund satisfies a performance obligation.

Under IFRS 15, the revenue recognition process involves:

1. Identification of the contract with the customer,
2. Identification of performance obligation in the contract,
3. Determination of the transaction price,
4. Allocation of the transaction price to the performance obligation in the contract,
5. Recognition of the revenue when (or as) the entity satisfies a performance obligation.

Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment exclusive of taxes or duty.

#### 3.2.1 Interest Revenue and Expense

Interest revenue and expense are recognised in the statement of Comprehensive Income for all interest-bearing financial instruments using the effective interest rate method.

#### 3.2.2 Fees and Commissions

Fees and commissions are recognised on an accrual basis. Fees and commission expenses

are included in general and administrative expenses.

#### 3.2.3 Net Gains or Loss on Financial Assets and Liabilities at fair value through profit or loss

This item includes changes in the fair value of Financial Assets and liabilities held for trading or designated upon recognition as at fair value through profit or loss and excludes interest and dividend income and expenses.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period's unrealised gains and losses for financial instruments which were realised in the reporting period.

Realised gains and losses on disposals of financial instruments classified as at fair value through profit or loss are calculated using the first-in, first-out (FIFO) method. They represent the difference between an instrument's initial carrying amount and disposal amount, or cash payments or receipts made on derivative contracts (excluding payments or receipts on collateral margin accounts for such instruments).

#### 3.3 Foreign Currencies

In preparing the financial statements of the Fund, transactions in currencies other than the Fund's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions.

	Notes	2020 GHC	2019 GHC
<b>5. INTEREST INCOME</b>			
Interest on Government Securities		117,793,471	75,787,968
Interest on Bank Fixed Deposits		-	7,129,583
Interest on Corporate Bonds		10,244,643	11,993,676
Interest on Non-Bank Fixed Deposits		-	2,980,097
Interest on Commercial Paper		-	983,862
Interest on Call Accounts		562,248	696,393
		-----	-----
		128,600,362	99,571,579
		-----	-----

**6. GENERAL AND ADMINISTRATIVE EXPENSES**

Marketing, Promotion & Advertisement		490,892	625,304
Directors' Emoluments		135,823	125,671
Board Expenses		1,861	6,573
Directors' Liability Insurance		8,250	8,250
Audit Fee		42,534	39,572
Audit Reimbursable		3,000	3,000
Storage & Warehousing Expense		57,994	36,395
Printing & Publications		27,597	41,922
Annual Statutory Fee		-	500
Stationery		3,456	11,229
Bank Charges		86,869	71,595
		-----	-----
		858,276	970,011
		-----	-----

**7. IMPAIRMENT CHARGE**

The impairment shown in the Statement of Comprehensive Income relates to a provision made for impairment in accordance with IFRS and the Fund's Policy on provision.

	Notes	2020 GHC	2019 GHC
Impairment Allowance at January 1		7,658,165	6,227,996
Impairment Allowance at December 31	7a	(23,171,505)	(7,658,165)
Bad Debt Recovered		(687,622)	-
		-----	-----
Impairment Charge		(16,200,962)	(1,430,169)
		-----	-----

	2020 GHC	2019 GHC
<b>7a. IMPAIRMENT ALLOWANCE</b>		
General Impairment	(50,000)	(140,000)
Specific Impairment	(23,121,505)	(7,518,165)
	-----	-----
Impairment Allowance at December 31	(23,171,505)	(7,658,165)
	-----	-----

The impairment allowance shown in Note 7a represents stock of provision at the end of the year.

**8. CASH AND CASH EQUIVALENTS**

Cash at Bank	15,643,271	10,671,494
7-Day Bank Fixed Deposit	8,000,000	-
	-----	-----
	23,643,271	10,671,494
	-----	-----

**9. FINANCIAL ASSETS AT AMORTISED COST**

Investment in Government Securities	686,058,624	526,347,515
Investment in Corporate Bonds	54,445,175	45,712,446
	-----	-----
	740,503,799	572,059,961
Impairment Allowance – General	7a (50,000)	(140,000)
	-----	-----
	740,453,799	571,919,961
	-----	-----

**10. TRADE AND OTHER RECEIVABLES**

Interest Receivable	42,829,323	28,316,700
Investment Receivable	23,121,504	31,500,000
Debtors & Prepayments	500	-
	-----	-----
	65,951,327	59,816,700
Impairment Allowance – Specific	7a (23,121,505)	(7,518,165)
	-----	-----
	42,829,822	52,298,535
	-----	-----

	2020 GHC	2019 GHC
<b>11. PORTFOLIO SUMMARY</b>		
Government Securities	686,016,422	526,347,515
Corporate Bonds	54,445,175	45,712,446
	-----	-----
	<b>740,461,597</b>	572,059,961
	-----	-----

## 12. SHAREHOLDERS' EQUITY

A reconciliation of the number of shares outstanding at the beginning and at the end of each of the reporting period is provided below.

Number of shares issued and redeemed during the year is disclosed below;

### 12a. NUMBER OF SHARES IN ISSUE

	2020 Number of Shares	2019 Number of Shares
Opening Balance	453,962,249	493,074,525
Issues during the Year	261,315,079	248,584,738
Redemptions during the Year	(224,245,448)	(287,697,014)
	-----	-----
<b>Closing Balance</b>	<b>491,031,880</b>	453,962,249
	-----	-----

**12b. SHAREHOLDERS' PRINCIPAL**

	<b>2020</b>	<b>2019</b>
	<b>GHC</b>	<b>GHC</b>
New Issues	<b>401,687,190</b>	319,492,205
Redemptions/Reversals	<b>(345,433,170)</b>	(370,498,459)
	-----	-----
Net Proceeds from Capital Transactions	<b>56,254,020</b>	(51,006,254)
Beginning of Period	<b>239,722,955</b>	290,729,209
	-----	-----
<b>End of Period</b>	<b>295,976,975</b>	239,722,955
	-----	-----

**13. TRADE AND OTHER PAYABLES**

Management Fees	<b>797,336</b>	626,225
Custody Fees	<b>168,274</b>	291,830
Front Load Commissions	<b>293,134</b>	235,173
Audit Fees	<b>44,063</b>	40,509
Withholding Tax	<b>50,007</b>	44,638
Audit Reimbursable	<b>3,000</b>	3,000
Suppliers Control Account	<b>7,868</b>	4,611
	-----	-----
	<b>1,363,682</b>	1,245,986
	-----	-----

## 14. FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICY

The Fund's objective in managing risk is the creation and protection of shareholder value. Risk is inherent in the Fund's activities, but it is managed through a process of ongoing identification, measurement, management and monitoring, subject to risk limits and other controls. The process of risk management is critical to the Fund's continuing profitability. The Fund is exposed to market risk (which includes interest rate risk and price risk), credit risk and liquidity risk arising from the financial instruments it holds.

### 14.1 Risk Management Structure

The Fund Manager is responsible for identifying and controlling risks. The Board of Directors supervises the Fund Manager and is ultimately responsible for the overall risk management of the Fund.

### 14.2 Risk Measurement and Reporting System

The risks of the Fund are measured using a method that reflects both the expected loss likely to arise in normal circumstances and unexpected losses that are an estimate of the ultimate actual loss.

Limits reflect the business strategy including the risk that the Fund is willing to accept and the market environment of the Fund. In addition, the Fund monitors and measures the overall risk in relation to the aggregate risk exposure across all risk types and activities.

## 15. CONTINGENCIES AND COMMITMENTS

### 15.1 Legal Proceedings and Regulations

The Fund operates in the financial services

industry and is subject to legal proceedings in the normal course of business. There are no contingencies associated with the Fund's compliance or lack of compliance with regulations.

### 15.2 Capital Commitments

The Fund has no capital commitments at the reporting date. (2019: Nil)

## 16. RELATED PARTY TRANSACTIONS

The following parties are considered related parties of the Fund:

### Fund Manager

Databank Asset Management Services Limited (the Fund Manager) is entitled to receive a management fee for its respective services. These fees amount to an aggregate of 1.25% per annum calculated on the daily net assets of the Fund. Management fees are payable monthly in arrears. Total management fees for the year amounted to **GHC 8,108,207** (2019: GHC 6,983,582).

### Brokers

The transactions of the Fund were made through Databank Brokerage Limited (DBL).

### Transactions with related parties

A number of related party transactions take place with related parties in the normal course of business. These include transactions and balances among related parties. The outstanding balance on such related party transactions is as follows:

**AMOUNTS DUE TO RELATED PARTIES**

	2020 GHC	2019 GHC
Databank Asset Management Services Ltd.	1,090,470 : : : : : :	861,398 : : : : : :

**Transactions with Directors and Key Management Personnel**

Directors and key Management Personnel refer to those personnel with authority and responsibility for planning, directing and controlling the business activities of the Fund. These personnel are the Executive and non-Executive Directors of the Fund.

During the year, there were no significant related party transactions with companies or customers of the Fund where a director or any connected person is also a director or key Management member of the Fund. The Fund did not make any loans to directors or any key Management member during the period under review.

	2020 GHC	2019 GHC
<b>DIRECTORS' EMOLUMENT</b>		
Directors' Remuneration	135,823 : : : : : :	125,671 : : : : : :

**DIRECTORS' SHAREHOLDINGS**

The Directors below held the following number of shares in the Fund at December 31, 2020

Name	Shares	% of Fund
Stephen Adei*	340,106	0.0693
Kojo Addae-Mensah	244,502	0.0498
Benjamin Gogo	232,296	0.0473
Daniel Seddoh	167,310	0.0341
Preba Greenstreet	1,922	0.0004

\*Shares are jointly held by the Director and Spouse

## 17. CUSTODIAN

### Guaranty Trust Bank (Ghana) Limited

Guaranty Trust Bank (Ghana) Limited is the custodian of the Fund. The custodian carries out the usual duties regarding custody, cash and security deposits without any restriction. This means that the custodian is, in particular, responsible for the collection of interest and proceeds of matured securities, the exercise of options and, in general, for any other operation concerning the day-to-day administration of the securities and other assets and liabilities of the Fund.

The Custodian is entitled to receive from the Fund fees, payable monthly, a maximum of 0.25% per annum calculated on the daily net assets of the Fund. The total custody fee for the year amounted to **GHC 1,015,445** (2019: GHC 850,822). The custody fee payable as at December 31, 2020 was **GHC 168,274** (2019: GHC 291,830).

## 18. CONTINGENT LIABILITIES

There were no contingent liabilities as at December 31, 2020. (2019: Nil)

**Note:** This is an abridged version of the Notes to the Financial Statements. The full version is available at [www.databankgroup.com](http://www.databankgroup.com).

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WORD SEARCH

# Puzzle

M	O	N	E	Y	M	A	R	K	E	T	X
S	N	E	C	I	R	P	E	R	A	H	S
S	H	G	Z	L	T	I	T	R	S	Y	E
G	L	O	X	I	R	B	Z	I	Y	C	G
W	D	O	R	X	T	V	Y	E	A	N	W
Q	N	J	W	T	P	E	L	Y	C	E	Y
W	U	Y	A	R	T	N	L	C	C	G	L
C	F	O	X	G	I	E	F	H	E	R	E
R	M	A	Z	G	K	S	R	K	S	E	Q
M	Z	X	K	S	J	F	K	M	S	M	R
G	I	T	N	E	M	E	R	I	T	E	R
F	I	X	E	D	I	N	C	O	M	E	O

## HINTS

LOWRISK  
MONEYMARKET  
FIXEDINCOME

SHORTTERM  
EMERGENCY  
RETIREMENT

EASYACCESS  
MFFUND  
SHAREPRICE



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## CORPORATE INFORMATION

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### BOARD OF DIRECTORS

Benjamin Gogo  
Kojo Addae-Mensah  
Daniel Seddoh  
Preba Greenstreet  
Stephen Adei

Chairman (Non-Executive Director)  
Executive Director  
Non-Executive Director  
Non-Executive Director  
Non-Executive Director

### COMPANY SECRETARY

Accra Nominees Limited  
2nd Floor Cedar House  
No. 13 Samora Machel Road  
Asylum Down  
P.O. Box GP 242  
Accra, Ghana

### REGISTERED OFFICE

61 Barnes Avenue, Adabraka  
Private Mail Bag  
Ministries Post Office  
Accra

### CUSTODIAN

Guaranty Trust Bank (Ghana) Limited  
25A Castle Road  
Ambassadorial Area, Ridge  
PMB CT 416,  
Cantonments  
Accra, Ghana

### FUND MANAGER

Databank Asset Management Services  
Limited  
61 Barnes Avenue, Adabraka  
Private Mail Bag  
Ministries Post Office  
Accra

### AUDITOR

Baker Tilly Andah + Andah  
Chartered Accountants  
C726/3, Nyanyo Lane  
Asylum Down  
P.O. Box CT 5443  
Cantonments, Accra

### BANKERS

Absa Bank Ghana Limited  
Access Bank Ghana Limited  
Fidelity Bank Ghana Limited  
GCB Bank Limited  
Ghana International Bank Limited  
Guaranty Trust Bank (Ghana) Limited  
Standard Chartered Bank Ghana Limited  
United Bank for Africa (Ghana) Limited  
Zenith Bank Ghana Limited

## DIRECTORS' AND OFFICERS' INFORMATION

The business and affairs of the Fund are managed under the direction of the Fund's Board of Directors and the Fund's officers. The tables below list the Directors and Officers of the Fund in addition to their principal occupations, other directorships and their affiliation, if any, with Databank Asset Management Services Limited.

### BOARD OF DIRECTORS

**NAME:**

BENJAMIN GOGO

**POSITION:**

Board Chairman

**ADDRESS:**

P.O. Box DT 878  
Adenta, Accra

**OCCUPATION:**

Financial Consultant

**OTHER DIRECTORSHIPS:**

Royal Crown Packaging Ltd.  
Secure Pensions Trust



**NAME:**

KOJO ADDAE-MENSAH

**POSITION:**

Director

**ADDRESS:**

Databank Financial Services  
PMB Ministries, Accra

**OCCUPATION:**

Investment Banker  
Group Chief Executive Officer,  
Databank Group

**OTHER DIRECTORSHIPS:**

Databank Ark Fund Ltd.  
Databank Asset Management Services Ltd.  
Databank Balanced Fund Ltd.  
Databank Brokerage Ltd.  
Databank Epack Investment Ltd.  
Databank Financial Services Ltd.  
The Databank Foundation



**NAME:**  
STEPHEN ADEI

**POSITION:**  
Director

**ADDRESS:**  
P.O. Box LG 1015  
Legon

**OCCUPATION:**  
Economist

**OTHER DIRECTORSHIPS:**  
A Obenewaa Construction Ltd.  
Accra College of Medicine  
Adansi Rural Bank  
Ako Estate Ltd.  
Databank Balanced Fund Ltd.  
Ghana Christian High International School  
Judicial Council  
Medfocus International Ltd.



**NAME:**  
DANIEL SEDDOH

**POSITION:**  
Director

**ADDRESS:**  
P.O. BOX CT 3817  
Cantonments, Accra

**OCCUPATION:**  
Chartered Accountant

**OTHER DIRECTORSHIPS:**  
Ghana Deposit Protection  
Corporation  
Kasapreko Company Ltd.  
Riscovery Ltd.



**NAME:**  
PREBA GREENSTREET

**POSITION:**  
Director

**ADDRESS:**  
10 Tabon Loop  
North Ridge, Accra

**OCCUPATION:**  
Legal Practitioner

**OTHER DIRECTORSHIPS:**  
Prudential Life Insurance (Ghana)  
Ltd.  
Nyaho Medical Centre



## COMPANY SECRETARY

**NAME:**

ACCRA NOMINEES LIMITED

**POSITION:**

Company Secretary

Accra Nominees Limited is a company incorporated in April 1981. Since incorporation, Accra Nominees Limited has been providing company secretarial services to its clients which include private Ghanaian-owned companies, private multi-national companies, manufacturing companies, non-bank financial institutions as well as public companies listed and not listed on the Ghana Stock Exchange. The Company is managed by Ms. Annie Chinbuah, a Barrister-at-Law of over 25 years' post-call experience.

---

## OFFICERS' INFORMATION

**NAME:**

EMMANUEL QUARM

**POSITION:**

Financial Controller



Emmanuel is responsible for administering the finances of the Fund. He is a member of the Association of Chartered Certified Accountants (ACCA). He holds a Masters degree in Business Administration from the Coventry University. He is also responsible for the finances of the Databank Group of companies. Prior to this role, he was the head of mutual fund reporting for Databank Asset Management Services Limited.

---

**NAME:**

NII ANYETEI AMPA-SOWA

**POSITION:**

Head of Databank Asset Management Services Ltd.



Nii is the head of Databank Asset Management Services Ltd. (DAMSEL). Prior to assuming this role, Nii oversaw the Fund Managers of DAMSEL as Chief Investment Officer and managed Databank Epack Investment Fund as well as Databank Balanced Fund, which he managed until August 2020. Prior to the roles in DAMSEL, Nii headed the Research department of the Databank Group. Nii has also had brief working stints with the University of Ghana's Economics Department and as an equity analyst in UBA Capital (Europe). He has a degree in Economics (First Class Honors) from the University of Ghana, and an MSc Investments (Merit) degree from the University of Birmingham.

**NAME:**

DEBORAH ARMAH AKOTEY

**POSITION:**

Chief Investment Officer

Deborah is responsible for developing the investment style and strategy, as well as supervising its implementation across the firm's investment solutions. Having worked in Databank for over 15 years in various capacities, she has extensive experience in investment management. Until her appointment to this role, she was the Head of Institutional business, responsible for managing and supervising a team of Analysts and a Portfolio Manager to grow institutional portfolios by implementing consistent risk-reward strategies and efficient operations management. Prior to that, she was the Fund Manager for the Databank Balanced Fund. She has also worked with the Financial Control team of the Databank Group in various capacities and is currently the Fund Manager for Epack, Ghana's largest equity mutual fund.

Deborah holds an MSc (Accounting & Finance) from Manchester Business School in the UK, and a BSc in Business Administration (Accounting option) from University of Ghana Business School, Legon. She is a Fellow of the Association of Chartered Certified Accountants (ACCA) and a CFA Charterholder.

**NAME:**

EDNA AHUNU

**POSITION:**

Fund Manager

Edna is the Fund Manager responsible for the management of two of Databank's Collective Investment Schemes: Databank Ark Fund Ltd. and Databank MFund Ltd. She also serves on the equity and fixed-income strategy team of Databank Asset Management Services Limited. Prior to her role as fund manager, she was responsible for DAMSEL's trading activities. Edna graduated from the University of Ghana Business School with a First-Class Honors in Business Administration (Banking and Finance option). She holds an EMBA in Entrepreneurship and Business Innovation from the China Europe International Business School (CEIBS).

**NAME:**

EVELYN OFOSU-DARKO

**POSITION:**

Chief Operations Officer

Evelyn is responsible for mutual funds' client administration as well as the middle office and back office operations of Databank Asset Management Services Limited. She has over 19 years of experience in various capacities, including fund management, fund administration and general operations of the Asset Management business. Prior to joining Databank, Evelyn worked at Unilever Ghana Limited and Darko Farms. She holds an MSc. in International Marketing Management, University of Surrey, UK and a Bachelor's degree from the University of Ghana Business School.

---

**NAME:**

MATILDA ESHUN

**POSITION:**

Fund Administrator

Matilda heads the Back Office operations of Databank Asset Management Services Ltd. She is responsible for the administration of the mutual funds. She is a product of the Methodist University College, Ghana and holds a degree in Business Administration. Prior to joining Databank Asset Management Services Ltd, she worked with Databank Financial Services Ltd.

---

**NAME:**

NELSON WORLANYO AFIANU

**POSITION:**

Finance Officer

Nelson assists in the accounting functions of the Fund. He is a Ghana Stock Exchange Certificate holder. He has been with the Fund for the past 12 years and holds a BSc in Administration (Accounting) from the University of Ghana, Legon.



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 **Databank**  
Leadership

**Guaranty Trust Bank (Ghana) Ltd.**

CS406022014

25A, Castle Road,  
Ambassadorial Area, Ridge,  
PMB CT 416, Cantonments,  
Accra, Ghana.

Tel: (+233 302) 611 560, 689 662, 680 746, 676 474

(+233 302) 923 914, 966 755, 611 580



**Head Office**

Fax: (+233 302) 662 727/664 533

Toll Free: 0800124000

**6<sup>th</sup> May, 2021**

**Databank MFund Limited**

No. 61 Barnes Road, Adabraka

P.M.B Ministries Post Office

Accra

**Attention: Fund Manager**

Dear Sir,

**REPORT OF THE CUSTODIAN TO THE INVESTORS OF DATABANK MFUND LIMITED**

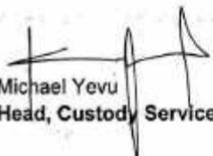
Guaranty Trust Bank (Ghana) Limited, acting as Custodians for Databank Mfund Limited, write to confirm to investors the statement of holdings as at close of business 31<sup>st</sup> December, 2020.

In our independent opinion, the statement of holdings reflects a true and fair view of the affairs of the Fund as at 31<sup>st</sup> December, 2020.

Please find enclosed statement of holdings of securities as at 31<sup>st</sup> December, 2020.

Yours faithfully,

**For: Guaranty Trust Bank (Ghana) Limited**

  
Michael Yevu  
Head, Custody Services

  
Solace Fiadjoo  
Head, Financial Institutions Group



Guaranty Trust Bank (Ghana) Ltd.  
CS-40602014

25A, Castle Road,  
Ambassadorial Area, Ridge,  
PMB CT 416, Cantonments,  
Accra, Ghana.  
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{+233 302} 925 914, 966 755, 611 560

Head Office Fax: (+233 302) 662 727/664 533  
Toll Free: 0800124000



GTBank

## DATABANK MFUND LIMITED

### Portfolio Value Report As At 31st December, 2020

SYMBOL	CUMMULATIVE COST
7DAY ZBG	8,000,000.00
5YR BAYPRT	5,000,000.00
10 YEAR ESLA	37,364,914.00
10 YR ESLA	12,300,000.00
2 YR GG NOTE	5,200,000.00
2 YR GOG NOTE	5,701,131.00
5-YR-GOG-BOND	55,489,728.00
7-YR GOG BOND	24,388,000.00
5-YR GOG BD	9,467,000.00
7 YR GG BD	4,000,000.00
2 YR GOG NT	6,700,000.00
2 YEAR GG NT	83,445,000.00
2 YR GOG BOND	25,543,483.00
6-YR GOG BOND	55,613,607.00
2 YR GG NOTE	

SYMBOL	CUMMULATIVE COST
5YR GOG BD	50,327,000.00
3 YR GOG BD	5,000,000.00
10-YR GOG BOND	116,329,667.00
5-YR GG BD	30,452,000.00
5-YR GOG BND	7,900,000.00
3-YR GOG BD	41,762,280.00
15-YR GOG BOND	1,751,000.00
3 YR GG BD	15,000,000.00
5 YR GG BD	14,200,000.00
15 YR GG BOND	24,265,000.00
5YR GG BOND	31,027,538.00
7YR GG BOND	29,017,000.00
7 YR GG BD	12,000,000.00
6-YR GOG BD	13,675,777.00
20 YR GOG BOND	24,373,364.00



# PROXY FORM

## DATABANK MFUND LIMITED

I/We.....

of..... being a member/members

Databank MFund Limited hereby appoint

.....  
or, failing him 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 of the Fund to be held virtually via **Zoom on Wednesday July 14, 2021 at 9:00 a.m. prompt** and any adjournment thereof.

I/We direct that my/our vote(s) be cast on the specified resolution as indicated by an X in the appropriate space.

RESOLUTIONS	FOR	AGAINST	ABSTAIN
1. To adopt the Reports of the Directors, Auditors and the Financial Statements of the Company for the year ended December 31, 2020.			
2. To re-elect the following Directors who are retiring by rotation: <ul style="list-style-type: none"> <li>• Benjamin Gogo</li> <li>• Daniel Seddoh</li> </ul>			
3. To approve Directors' fees.			
4. To confirm the outgoing Auditors' remuneration for the year ended December 31, 2020.			
5. To appoint Messrs. Nexia Debrah & Co. as Auditors of the Fund to replace Messrs. Baker Tilly Andah + Andah and to authorise the Directors to fix the remuneration of the incoming Auditors for the year ending December 31, 2021.			
<b>Special Business</b> To change the name of the Fund from Databank MFund Limited to Databank MFund PLC in compliance with the provisions of the Companies Act 2019, Act 992.			

Signed this ..... day of..... 2021

Signature of Shareholder .....

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■ ■ **FOR MORE INFORMATION, CONTACT**  
■ **DATABANK AT THE FOLLOWING ADDRESSES:**

**HEAD OFFICE**

Tel: 0302 610610  
Email: info@ databankgroup.com

**SUNYANI**

Tel: 0576 001533, 0577 704516  
Email: sunyani@ databankgroup.com

**CAPE COAST**

Tel: 0577 702016  
Email: capecoast@ databankgroup.com

**TAKORADI**

Tel: 0312 023628, 025465  
Email: takoradi@ databankgroup.com

**HO**

Tel: 0362 000071  
Email: ho@ databankgroup.com

**TAMALE**

Tel: 0577 802665, 0577 802666  
Email: tamale@ databankgroup.com

**KOFORIDUA**

Tel: 0342 031189, 0577 289123  
Email: koforidua@ databankgroup.com

**TEMA**

Tel: 0303 213240, 210050  
Email: tema@ databankgroup.com

**KUMASI**

Tel: 0322 081483, 080077, 080078  
Email: kumasi@ databankgroup.com

**Partner locations (GTBank branches)**

**Accra**

- **Airport:** 0577 702012
- **East Legon:** 0577 702013
- **Lapaz:** 0577 739461
- **Madina:** 0577 739462
- **Osu:** 0577 702014
- **Opera Square:** 0302 668530
- **Kasoa:** 0501 834708
- **Ashaiman:** 0577 702015
- **Tarkwa:** 0577 702010

**Partner locations (UBA branch)**

- **KNUST:** 0276 138111



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Databank is Ghana's leading investment bank and one of the first to emerge from West Africa. Established in 1990, Databank has been instrumental in the development of the Ghanaian capital market and has built a strong reputation for its pioneering works in the industry. Driven by the goal of helping Ghanaians achieve financial independence, Databank is committed to promoting financial literacy and offering a diverse range of investment products and services to suit the investment styles of different investors.



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