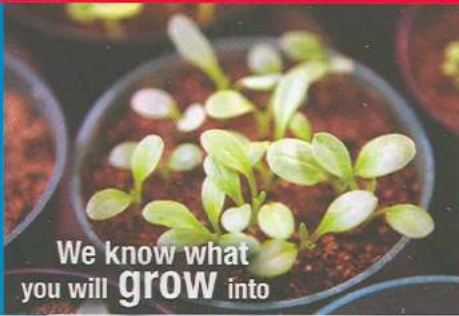


SAS Fortune Fund
An Authorized Mutual Fund Company

Annual Report & Financial Statements
Annual Report & Financial Statements 2005



We know what
you will **grow** into

**Annual Report and
Financial Statements**

SAS FORTUNE FUND LIMITED

REPORTS AND FINANCIAL STATEMENTS

DECEMBER 31st, 2005

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CORPORATE INFORMATION

The Manager: SAS Investment Management (SAS-IM)
2nd Ridge Link, North Ridge
Accra
Tel: +233-21-251546-9
+233-21-7011770
Fax: +233-21-251550-1, 7011774
E-mail: sasim@sas-ghana.com
Website:www.sas-ghana.com

Directors of the Fund: Fred Oware (Chairman)
Togbe Afede XIV (James Akpo)
Adu Anane Antwi
Reginald France
Ruben Atekepe
Maxwell Logan
Herbert Aidoo

The Custodian: Barclays Bank of Ghana Ltd
Barclays House, High Street
P. O. Box 2949
Accra

Auditors: Nexia Debrah & Co.
5 off Cola Street
Kokomlemle, Accra
P. O. Box CT 1552
Cantonments, Accra

Solicitors R. S Agbenoto and Associates
4th Floor Mobil House
25 Liberia Road

Secretary: Accra Nominees
2nd Floor Cedar House
Asylum Down
Accra

CHAIRMAN'S LETTER TO SHAREHOLDERS

Dear Shareholders,

Once again we have come to the end of another financial year and it is time to take stock of the preceding year and look forward to making investment decisions which would ensure improved performance of our Fund. The year under review was very challenging but, however, we are looking forward to a much improved performance in 2006.

This report covers the Fund's operations for the 2005 financial year ended December 31, 2005. We encourage you to read the report and once again want to thank you for making SAS Fortune Fund part of your investment program.

The strong performance exhibited by the Ghanaian economy in 2004, continued through the year 2005. The local currency, the Ghanaian cedi, appreciated by 8.75% and 12.82% against the British pound and Euro respectively and depreciated marginally by 0.65% against the US dollar. The government achieved its targeted GDP growth for the country of 5.8%. Interest rate for the most part of the year was on a decline. The benchmark 91 day Treasury bill closed the year at 11.8% representing a decline of 5.54 percentage points from the beginning of the year. There was however an increase in inflation. This increase in inflation was primarily due to increases in prices of petroleum products during the year. The Government's target of single digit inflation was not achieved with year-on-year inflation ending the year at 14.8% as compared to 11.8% in 2004.

The performance of the Ghana Stock Exchange (GSE), where a substantial portion of the Fund is invested was not impressive. The GSE All Share index and the SAS index (SASI) which measures the performance of the market posted a negative return of 29.85% and 31.1% respectively. This unimpressive performance led to investors losing interest in the market. Consequently there were difficulties in share trading which reflected in the low liquidity and low volumes of transactions on the exchange during the year.

The performance of our Fund was extensively affected by the negative performance of the GSE. Although the SAS Fortune Fund returned a negative 11.7% after all expenses in 2005, it performed better than the market. This

CHAIRMAN'S LETTER TO SHAREHOLDERS

performance of the Fund is due to a decision by the Manager to modify the Fund's investment strategy in order to minimize the impact of the declining stock market on the Fund. The modified strategy saw an increase in the Fund's investments in money market. The yield on the Fund's money market investment averaged about 20.1% during the year, out-performing the benchmark 91 day Treasury bill. It is quite obvious that the prudent investment decisions taken by your Manager during the year significantly reduced the negative effect of the stock market on the Fund.

In spite of the negative returns recorded by the Fund in the year 2005, we are very confident of its long-term performance. We have invested in companies with good fundamentals and growth prospects, and are confident that, these investments will have a positive impact on the Fund. However, as part of our Fund's active management approach, the fund manager will continually monitor these investments and make changes to the portfolio if the fundamentals or growth prospects of any of the companies we have invested in change significantly.

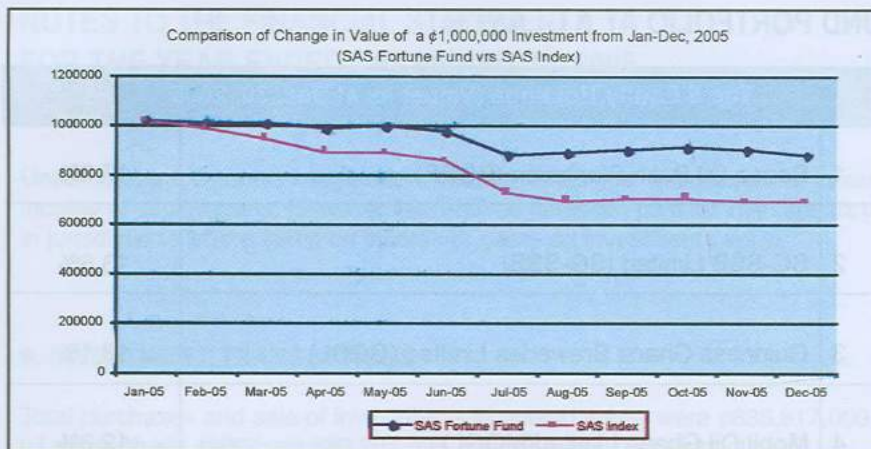
We want to assure all our valued shareholders that the Fund is being actively managed to ensure that you achieve maximum returns within our long-term objectives. As we have always said, we believe in the strong fundamentals of the SAS Fortune Fund and urge you to continue to invest in the Fund. We continue to assure you of better and improved performance in the coming year.

God bless you all



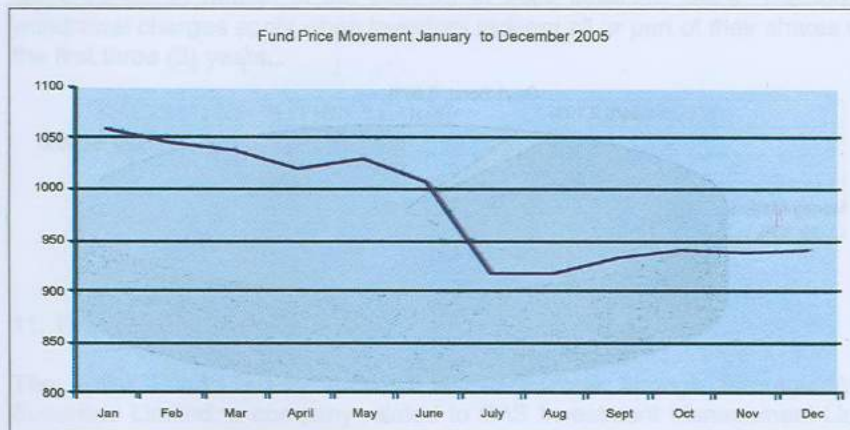
Fred Oware
Chairman

PERFORMANCE SUMMARY AS AT DEC 31, 2005



Performance data quoted represents past performance, which is no guarantee of future results. Current performance may be lower or higher than the figures shown. Investment returns and principal value may fluctuate and fund shares, when redeemed, may be worth more or less than their original cost.

SHARE PRICE MOVEMENTS FOR THE PERIOD

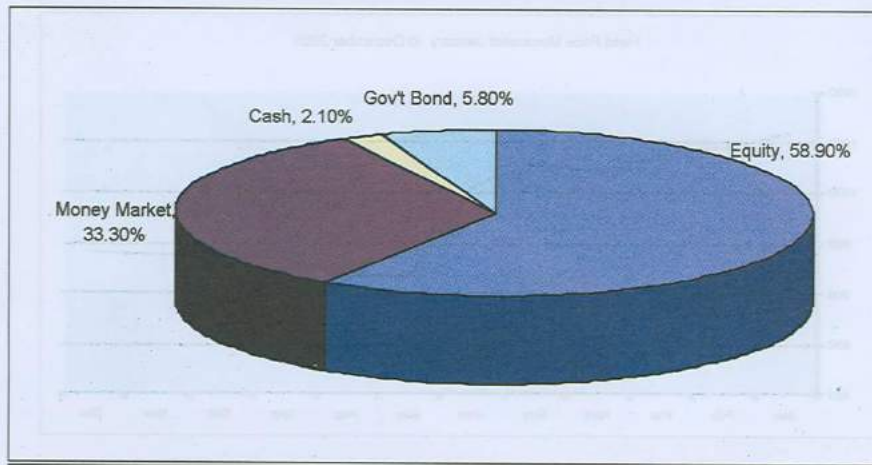


The returns shown in this report do not reflect the exit fees the shareholder will pay for redemption of shares.

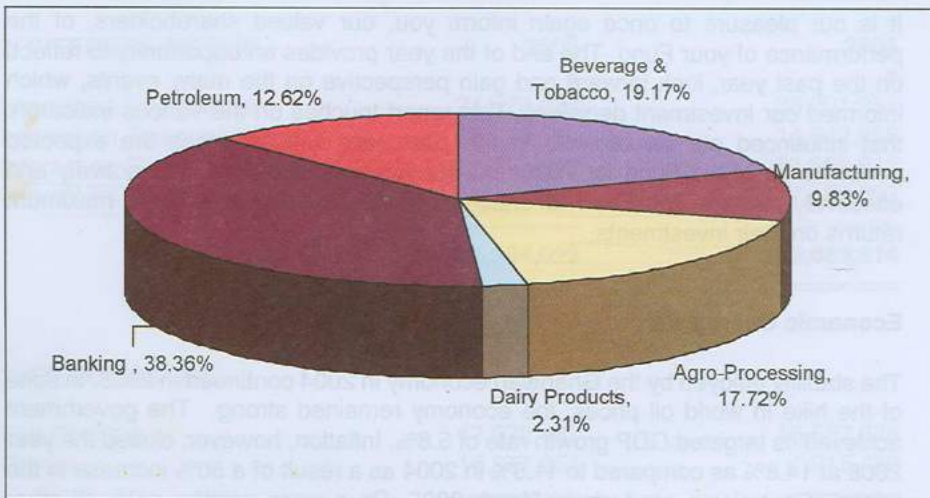
FUND PORTFOLIO AT A GLANCE

Top 5 Equity Holdings (Value) as at Dec. 30, 2005		
1	Benso Oil Palm Plantation (BOPP)	17.8%
2	SG-SSB Limited (SG-SSB)	13.6%
3	Guinness Ghana Breweries Limited (GGBL)	13.1%
4	Mobil Oil Ghana Limited(MOGL)	12.3%
5	Ghana Commercial Bank (GCB)	11.6%

PORTFOLIO SUMMARY AS AT DECEMBER 31, 2005



SECTOR ALLOCATION AS AT DECEMBER 31, 2005



FUND MANAGER'S REPORT

Introduction

It is our pleasure to once again inform you, our valued shareholders, of the performance of your Fund. The end of the year provides an opportunity to reflect, on the past year, look forward and gain perspective on the many events, which informed our investment decisions. This report touches on the various indicators that influenced our investments in the past year and assesses the expected performance of the Fund for 2006. Our fundamental objective is to actively and effectively manage the Fund to ensure that our shareholders make maximum returns on their investments.

Economic Overview

The stability enjoyed by the Ghanaian economy in 2004 continued in 2005. In spite of the hike in world oil prices, the economy remained strong. The government achieved its targeted GDP growth rate of 5.8%. Inflation, however, closed the year 2005 at 14.8% as compared to 11.8% in 2004 as a result of a 50% increase in the prices of petroleum products in March 2005. On a more positive note, all other economic indicators remained relatively favourable. The cedi appreciated against most of its major trading currencies. It appreciated by 8.75% and 12.82% against the British pound and the Euro, and depreciated marginally by 0.65% against the US dollar. Interest rates on all government of Ghana money market investments declined consistently throughout 2005. The benchmark 91 day Treasury bill declined from 17.07% in 2004 to close the year 2005 at 11.53%, the lowest rate it had recorded in over ten years. The yields on the 182 day Treasury bill and 1 year notes also declined considerably.

Market Overview

The Ghana Stock Exchange (GSE) in 2005, was characterized by low volumes of shares being traded and falling share prices. The GSE All Share index and the SAS-All Share index (SASI) returned a negative 29.85% and 31.10% respectively. In all twenty (20) out of the twenty-nine (29) listed equities declined in price. The major losers on the market were BAT, ALW, SG-SSB, CAL Bank, which lost 60%, 50%, 47% and 42% respectively.

FUND MANAGER'S REPORT

The market also saw very little activity as compared to 2004. One new company; Golden Web was officially listed while Aryton Drugs a pharmaceutical company was provisionally listed. Volumes traded as well as turnover declined considerably in 2005. In all a total of 81,903, 317 shares valued at €451.8 billion were traded compared to 107,300,000 shares valued at €637.5 billion traded in 2004. This represents a decline of 24% in volume traded and 29% in turnover.

Fund Performance

The SAS Fortune Fund in 2005 outperformed both the SAS index and GSE All share index. Although the Fund made negative returns due to the decline in the broader market, the active management strategy of the manager ensured that the losses were significantly minimized. Our Fund returned a loss of 11.7% net of all expenses. This compares favourably to the benchmark GSE All Share index which returned a negative 29.85%.

The Fund's negative return was due primarily to the unimpressive performance of the Ghana stock market where a substantial portion of the Fund is invested. The Fund suffered its greatest relative performance loss in banking stocks as over 23% of the Fund's total investments are in the banking sector. Our strategy is therefore to diversify further, and to reduce the Fund's exposure to banking stocks.

In line with our active investment management approach as well as our objective of delivering higher long-term returns to our shareholders, your fund manager modified the Fund's investment strategy in order to reduce losses to shareholders in a period when the stock market was declining sharply. The Fund's exposure to the stock market was reduced while investments in the money market were increased. This was done to mitigate the consistent decline in the Fund's share price and ensure a slow but consistent increase in the value of investments of our shareholders. This prudent investment decision eventually had a positive impact on the Fund. The diversification in the Fund's portfolio minimized the losses incurred. All together, the Fund's money market investments returned an average of 20.1% in 2005.

FUND MANAGER'S REPORT

In the current investment environment, we believe that modifying our strategy is critical to delivering a strong performance for the Fund in 2006. We will be making significant adjustment to the portfolio in 2006 in a bid to deliver better returns to investors.

Outlook

We expect the government to continue its macro economic policies, thus delivering a strong economic performance in 2006. The cancellation of the country's debts is expected to make extra money available to the government for developmental projects within the year. However, the uncertainties surrounding world oil prices may adversely affect the government's targeted inflation of between 7% and 9%. We nevertheless expect a continuous decline in interest rates as the government seeks to promote private sector development.

On the stock market, the sharp decline in the broader market slowed down considerably toward the end of the year with signs that the market was consolidating its losses for a turnaround. The expected decline in interest rate is also expected to revive interest in equities as returns in short-term investment begin to look less attractive.

However, the reforms in the banking sector and the influx of new banks into the country have increased competition in the banking industry. Banks would therefore have to be innovative and proactive to be profitable. In that regard we intend to gradually reduce the Fund's exposure to the banking sector.

On the other hand, the aluminium sector is expected to perform well due specifically to the restart of VALCO, and generally due to the government's commitment to the development of an integrated aluminium industry. The fortunes of companies within the industry including Aluworks, which is part of our portfolio, are expected to improve significantly. Aluworks has recently signed a supplier agreement with VALCO and this is expected to reduce its cost of operation by up to 30%.

FUND MANAGER'S REPORT

The stock market should be boosted further by the government's proposed capital market reforms. These reforms which include the privatisation of government owned companies through the GSE, the development of an effective bond market, and the development of an unlisted securities market is expected to make the market more attractive to investors.

Other developments that are expected to positively impact the market include:

- the extension of the tax-exempt status of capital gains on the GSE to 2010
- the introduction of the Venture Capital Fund, and
- the Long-term Savings Act

We also expect to have a few more companies listing this year. These new listings should generate some excitement and may positively impact the general market.

Conclusion

As we make changes to the Fund's portfolio, we remain very optimistic that your Fund would perform much better this year. We are actively managing the Fund and have confidence in its long-term performance. When we invest your money we adopt a bottom up approach. This means we research and analyse the fundamentals of the company before we invest. We then structure a portfolio so that it is well diversified, and have companies that are undervalued by the market. We then maintain our portfolio and only modify it when earnings get reported or the underlying strengths of the companies in our portfolio changes. We are very confident in our strategy and its long-term benefit to our shareholder. We will therefore urge shareholders to remain confident in the Fund's long-term objectives. Your manager would continually monitor the Fund's investments closely to ensure a steady and long-term growth of your investments

Thank you and God bless



Herbert Aidoo

REPORT OF THE AUDITORS TO THE MEMBERS OF SAS FORTUNE FUND LIMITED



We have audited the Financial Statements on pages 7 to 15, which have been prepared under the accounting policies set out on page 12.

Respective responsibilities of The Directors and Auditors

As indicated in the Report of the Directors, the Fund's directors are responsible for the preparation of the financial statement in accordance with standards applicable in Ghanaian Laws. Our responsibility is to express an independent opinion on these Financial Statements based on our audit.

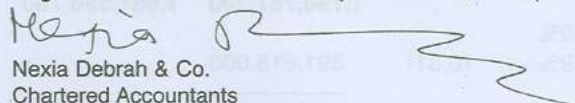
Basis of opinion

We conducted our audit in accordance with auditing standards. An audit includes examination on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgment made by the Directors in preparing these Financial Statements, and of whether the accounting policies are appropriate to the company, consistently applied and adequately disclosed. We planned and performed the audit so as to obtain all the information and explanation which, we considered necessary in order to provide us with sufficient evidence and reasonable assurance that the Financial Statements are free from material misstatements. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the Financial Statements and also had regard to the matter referred to below.

The Fund's system of operations and control is directly dependent on the involvement of certain parties including the Board of Directors, the Fund Manager and the Custodian. Where independent confirmation of the completeness of the accounting records was not available, we have accepted assurances from these parties that the company's transactions have been reflected in the records thereof.

Opinion

Subject to the above, in our opinion, proper books have been kept and the financial statements which are in agreement therewith present fairly, the financial position of the company as at December 31, 2005 and of the results of operations for the year then ended and comply with the Ghana National Accounting Standards, the Unit Trust and Mutual Fund Regulation L.I 1695 and the Companies Code, 1963 (Act 179).


Nexia Debrah & Co.
Chartered Accountants
Konuah House # 5 Off Cola Street,
Kokomlemle
P.O Box CT 1552 Cantonments
28th April,

**STATEMENT OF ASSETS & LIABILITIES
AS AT DECEMBER 31, 2005.**

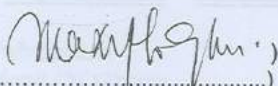
QUOTED EQUITY	% NET ASSETS	No. of Shares	2005 Market Value ¢	2004 Market Value ¢
Beverage & Tobacco	11.53%			
Accra Breweries Ltd (ABL)	3.02%	120,000	156,000,000	177,600,000
Guinness Ghana Breweries (GGBL)	7.84%	52,270	404,569,800	203,200,000
British American Tobacco (BAT)	0.67%	11,290	34,434,500	86,933,000
			595,004,300	467,733,000
Manufacturing	5.91%			
Aluworks (ALW)	5.91%	61,000	305,183,000	610,000,000
Agro-processing	10.66%			
Benso Oil Palm Plantation (BOPP)	10.66%	100,000	550,000,000	650,300,000
Dairy Products	1.39%			
Fan Milk Ltd (FML)	1.39%	4,530	71,574,000	90,600,000
Banking	23.07%			
CAL Bank (CAL)	5.63%	145,400	290,800,000	494,360,000
Ghana Commercial Bank (GCB)	6.93%	53,045	357,523,300	538,406,750
Standard Chartered Bank (SCB)	2.33%	926	120,380,000	157,420,000
SG-SSB Bank (SG-SSB)	8.18%	58,620	422,064,000	791,370,000
			1,190,767,300	1,981,556,750
Petroleum	7.59%			
Mobil Oil Ghana Limited (MOGL)	7.59%	10,311	391,818,000	-
TOTAL QUOTED EQUITY	60.15%	617,392	3,104,346,600	3,800,189,750

**STATEMENT OF ASSETS & LIABILITIES
AS AT DECEMBER 31, 2005.**

FIXED INCOME/ SHORT TERM	% NET ASSETS	2005 Market Value €	2004 Market Value €
2 YR Government Note	5.92%	305,324,176	307,182,693
SAS Income Account	6.31%	325,595,680	-
1 Year Commercial Paper	25.00%	1,290,060,441	2,081,863,011
91 Day Treasury Bill	-	-	494,142,859
	37.23%	1,920,980,297	2,883,188,563
Cash at Bank and on Call	2.62%	135,434,557	314,289,472
TOTAL FIXED INCOME/ SHORT-TERM	39.85%	2,056,414,854	3,197,478,035
TOTAL INVESTMENTS	100.00%	5,160,761,454	6,997,667,785

**STATEMENT OF ASSETS & LIABILITIES
AS AT DECEMBER 31, 2005.**

ASSETS	Note	2005 Market Value	2004 Market Value
		€	€
Total Investments		5,160,761,454	6,997,667,785
RECEIVABLES			
Dividends		-	10,557,200
Interest		425,754	3,112,149
Due from Brokers		6,034,764	6,034,764
Others		13,693,520	513,316
Total Receivables		20,154,038	20,217,429
Total Assets		5,180,915,492	7,017,885,214
LIABILITIES			
Audit Fee		10,000,000	8,500,000
Management Fees		100,604,696	51,038,568
Others		59,876,011	7,198,399
Total Liabilities		(170,480,707)	(66,736,967)
NET ASSETS		5,010,434,785	6,951,148,247
SHAREHOLDERS FUND			
Capital Accounts	7	5,670,698,397	6,809,994,342
Accumulated Income Account		(640,263,612)	141,153,905
Balance at December 31st		5,010,434,785	6,951,148,247


)
) Directors
)
 ACCRA
 28th April, 2006.

**INCOME AND DISTRIBUTION ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2005**

Investment Income	Notes	2005 €	2004 €
Dividend Income		133,386,193	17,822,000
Interest Income	2	524,364,023	139,689,814
Other Income	3	64,250,418	17,483,108
Total Investment Income		722,000,634	174,994,922
Expenses			
Management Fees		100,604,696	51,038,568
Other Expenses	4	94,034,876	175,483,614
Total Expenses		194,639,572	226,522,182
Net Investment Income before Capital Gains		527,361,062	(51,527,260)
Net Realised Gain	5	-	39,447,500
Loss/ (Gains) on Redemptions		23,881,393	(16,376,950)
Net Investment Income		551,242,455	(28,456,710)
Unrealised (Loss)/ Gain	6	(1,332,659,972)	169,610,615
Net (Loss)/ Income Transferred to Accumulated Income Account		(781,417,517)	141,153,905

**ACCUMULATED INCOME ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2005**

	Notes	2005 €	2004 €
Balance at January 1st		141,153,905	-
Net (Loss)/ Income Transferred From Income and Distribution Account		(781,417,517)	141,153,905
Balance at December 31st		(640,263,612)	141,153,905

**STATEMENT OF MOVEMENTS IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2005**

INCREASE IN NET ASSETS	2005 ¢	2004 ¢
From Operations:		
Net Investment Gains/ (Loss) before Capital Gains	527,161,062	(51,527,260)
Net Realised Capital Gain	-	39,447,500
Net Unrealised (Loss)/ Gain	(1,332,659,972)	169,610,615
Loss/ (Gains) on Redemptions	23,881,393	(16,376,950)
Net (Decrease)/ Increase From Operations	(781,617,517)	141,153,905
From Capital Transactions:		
Proceeds From Issue of Shares	510,055,407	7,312,467,909
Payments for Shares Redeemed	(1,669,351,352)	(502,473,567)
Net Proceeds from Capital Transactions	(1,159,295,945)	6,809,994,342
Net (Decrease)/ Increase In Assets	(1,940,913,462)	6,951,148,247
Net Assets January 1st	6,951,148,247	-
Net Assets at December 31st	5,010,234,785	6,951,148,247

**STATEMENT OF MOVEMENTS IN ISSUED SHARES
FOR THE YEAR ENDED DECEMBER 31, 2005**

	2005 ¢	2004 ¢
Balance at January 1st	6,728,881	-
Issue of Shares	497,358	7,229,275
	7,226,239	7,229,275
Redemption of Shares	(1,647,930)	(500,394)
Net Shares Outstanding as at December 31st	5,578,309	6,728,881

PORTFOLIO SUMMARY
AS AT DECEMBER 31, 2005

Equity	Position 31/12/0 No.of Sh.	Mkt Val. 31/12/04 €'000	Position 31/12/05 No.of Sh.	Mkt Val. 31/12/05 €'000	Purchases During Yr €'000	Capital (Loss) €'000
ABL	120,000	177,600	120,000	156,000	-	(21,600)
ALW	61,000	610,000	61,000	305,183	-	(304,817)
BAT	11,290	86,933	11,290	34,435	-	(52,498)
BOPP	100,000	650,300	100,000	550,000	-	(100,300)
CAL	145,400	494,360	145,400	290,800	-	(203,560)
FML	4,530	90,600	4,530	71,574	-	(19,026)
GCB	53,045	538,407	53,045	357,523	-	(180,884)
GGBL	16,000	203,200	52,270	404,570	238,637	(37,267)
MOGL	-	-	10,311	391,818	398,180	(6,362)
SCB	926	157,420	926	120,380	-	(37,040)
SG-SSB	29,310	791,370	58,620	422,064	-	(369,306)
At Market	541,501	3,800,190	617,392	3,104,347	636,817	(1,332,660)
Bal on Unrealised Exchange Reserve		(169,611)		1,163,049		
At Cost		3,630,579		4,267,396		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2005

1. ACCOUNTING POLICIES

The following is a summary of accounting policies consistently followed by the Fund in the preparation of its financial statements. The preparation of the financial statements is in conformity with generally accepted accounting principles.

a) Securities Valuation

Securities listed on the Ghana Stock Exchange are valued at the last quoted official market price at the end of the year. Unlisted securities are valued at the average of the latest bid and offer prices. Fixed-income securities are valued at the historical cost plus accrued interest. Where market prices are not readily available or the values as determined are not considered to represent true market values, a fair value is determined by the Manager under the direction of the Board of Directors of the Fund.

b) Security Transactions

Security transactions are recorded on a trade date basis. Realized Capital Gains and Losses are determined on an identified cost basis.

c) Income

Interest income is recognized on an accrual basis. Dividend Income is recorded if the qualifying date falls within the year under review. Other income is recorded when received rather than earned.

d) Foreign Exchange

Transactions denominated in foreign currencies are translated into Cedis at the exchange rates ruling at the dates of transaction. Balances denominated in foreign currencies are translated into Cedis at the exchange rates ruling at the date of the Statement of Assets and Liabilities.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

2. INTEREST INCOME	2005	2004
	€	€
Interest on Call Deposit	24,079,437	36,001,251
Interest on Treasury Bills	23,013,593	14,642,858
Interest on Fixed Deposit	417,952,010	81,863,012
Interest on Bonds	59,318,983	7,182,693
	<u>524,364,023</u>	<u>139,689,814</u>

3. OTHER INCOME		
Exit Charges	47,372,467	15,567,628
Others	16,877,951	1,915,480
	<u>64,250,418</u>	<u>17,483,108</u>

4. OTHER EXPENSES		
Custodian Fees	8,597,052	2,910,514
Bank Charges	3,421,824	18,126,454
Audit Fee	10,000,000	8,500,000
Postage	4,760,000	3,530,000
Printing Costs	15,456,000	2,221,500
Directors Fees	46,800,000	-
Licenses	5,000,000	-
Initial Public Offer Expenses	-	140,195,146
	<u>94,034,876</u>	<u>175,483,614</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005**

5. REALIZED GAIN ON INVESTMENTS	2005	2004
	¢	¢
Market Value of Investments (Shares) Sold	-	291,160,000
Average Costs of Investment (Shares) Sold	-	(251,712,500)
	----	-----
	-	39,447,500
	====	=====

6. UNREALIZED (LOSS)/ GAIN RESERVE

Balance at January 1st	169,610,615	-
Unrealised (Loss)/ Gain for the Year Charged to Income & Distribution A/c	(1,332,659,991)	169,610,615
	-----	-----
Balance at December 31st	(1,163,049,376)	169,610,615
	=====	=====

7. CAPITAL ACCOUNTS	No. of Shares	2005 ¢	No. of Shares	2005 ¢
Balance at January 1st	6,728,881	6,809,994,342	-	-
Issue of Shares	497,358	510,055,407	7,229,275	7,312,467,909
Redemption of Shares	(1,647,930)	(1,669,351,352)	(500,394)	(502,473,567)
	-----	-----	-----	-----
Balance at Dec 31st	5,578,309	5,650,698,397	6,728,881	6,809,994,342
	=====	=====	=====	=====

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2005

8. TAXATION

Under current Ghanaian legislation, mutual funds are not subject to taxes on income or capital gains. However the required taxes are paid for investments done in jurisdictions where taxes on income or gains on investments apply.

9. INVESTMENT TRANSACTIONS

Total purchases and sale of investments in quoted equity were c636,817,000 and nil respectively. (2004: c3,882,291,635 and c291,160,000 respectively).

10. REDEMPTION/ EXIT FEES

The Fund is a long-term growth fund and its objective is to encourage shareholders to remain in the fund for at least three (3) years. The following withdrawal charges apply when investors redeem all or part of their shares within the first three (3) years.

REDEMPTION WITHIN YEAR(S)	CHARGES
1	3%
2	2%
3	1%
3+	None

11. TRANSACTIONS THROUGH AFFILIATES

The entire Fund's equity transactions were done through Strategic African Securities Limited, a company related to SAS Investment Management Limited, the Manager of the Mutual Fund.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2005

12. COMMISSIONS AND LEVIES

Total Commissions and Stock Exchange Levies were ₪10,640,641 at an average rate of 1.67% on stock purchases. (2004: ₪58,527,635 at 1.61%).

13. DIRECTORS' SHAREHOLDING

The following Directors' held Shares in the Fund as at the date of the Statement of Assets and Liabilities and at 31/12/04:

Director	2005 No. of Shares	2004 No. of Shares	% of Fund
Aidoo Herbert P.K	-	2,411	0.04

25 January, 2006

Barclays Securities Services
Barclays House
High Street
P O Box GP 2949
Accra, Ghana
Tel: +233 (0) 21 669258
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Fax: +233 (0) 21 667681

The Manager
SAS Fortune Fund Limited
2nd Ridge Link, North Ridge
P>O Box KA 16446
Accra

Dear Sir

BARCLAYS

REPORT OF THE CUSTODIAN TO THE INVESTORS OF SAS FORTUNE FUND LIMITED

We refer to the Unit Trust and Mutual Funds Regulations, 2001 L.I. 1695 and attach a statement of holdings of securities in custody with Barclays Bank of Ghana Limited for the above fund as at 31 December 2005.

Respective Investment Restrictions imposed on the fund and responsibility of custodians

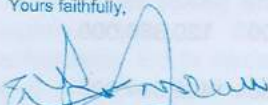
Page 7 of the scheme particulars specify the funds investment restrictions. Our responsibility is to express an independent opinion on the statement of holdings based on our audit.

Opinion

In our opinion, the statement of holdings is in agreement therewith and give a true and fair view of the state of affairs of the funds as at 31st December 2005 and the manager **SAS Investment Management Limited** has managed the funds for the year ended 31st December 2005 in accordance with:

- (a) the limitations imposed on the investment and borrowing powers of the manager; and
- (b) provision pursuant to the above mentioned regulations.

Yours faithfully,



MARK AMENU
HEAD OF CUSTODY
BARCLAYS SECURITIES SERVICES GHANA

REPORT OF THE CUSTODIANS

As of Date 31/12/2005
 Account 2623697A BBN/ SAS FORTUNE FUND
 Classification EQ1B EQUITIES – 1ST BOARD

SECURITY CODE	SECURITY NAME	SETTLED POSITION	MARKET (GHC)	VALUATION GHC	% TOTAL VALUATION
ABC	ACCRA BREWERIES	120,000	1,300	156,000,000	4.49
ALW	ALUWORKS GHANA	61,000	5,003	305,183,000	8.79
BAT	BRITISH AMERICAN TOBACCO	11,290	3,050	34,434,500	0.99
BOPP	BENSO OIL PALM PLANTATIONS	100,000	5,500	550,000,000	15.83
CAL	CAL BANK	145,400	2,000	290,800,000	8.37
FML	FANMILK GHANA	4,530	15,800	71,574,000	2.06
GCB	GHANA COMMERCIAL BANK	53,045	6,740	357,523,300	10.29
GGBL	GUINNESS GHANA	52,270	7,740	404,569,800	11.64
MOGL	MOBIL OIL GHANA	10,311	38,000	391,818,000	11.28
SCB	STANDARD CHARTERED BANK	926	130,000	120,380,000	3.46
SG-SSB	SG-SSB BANK	58,620	7,200	422,064,000	12.15
				3,104,346,600	89.35

REPORT OF THE CUSTODIANS

Classification GDV GOVERNMENT DEBT – FLOATING

SECURITY NAME CODE	SETTLED POSITION	MARKET (GHC)	VALUATION GHC	% TOTAL VALUATION
AUC884-YR04AUC884- 2YR FLOATING	300,000,000	1.233	369,945,630	10.65
			369,945,630	10.65
GRAND TOTAL	-	-	- 3,474,292,230	100.00
CASH BALANCE AT BANK			135,434,557	
			3,609,726,787	

DIRECTORS AND OFFICERS INFORMATION

The business and affairs of the Fund are managed by the Fund Manager under the direction of the Fund's Board of Directors and the Fund's officers. The table below lists the directors and officers of the Fund and their principal occupations, other directorships and their affiliations.

Name, Address	Position	Time with Fund	Occupation	Other Affiliates
Independent Directors				
Adu Anane Antwi (47) P.O Box CT 1560 Cantonments, Accra	Director	Since Inception (June 2004)	Chartered Acct't Consultant	Ecofin Consulting Ecofin Trade Ltd.
Reginald France (43) Boulders Advisors Ltd. P.O Box CT 3064 West Airport, Accra	Director	Since Inception (June 2004)	Investment Banker Consultant	CDH Financial Holdings HRK Associates Inc.
Maxwell Logan (39) Plot.5 & 8, Tabon Street Sedco House Annexe North-Ridge, Accra	Director	Since Inception (June 2004)	Legal Practitioner	Logan and Associates Office Support Project New Beach Realtors Ltd.
Dr. Ruben Atekepe (38) Advisors Ltd. 1 Soflo Link, Abelemkpe P.O Box AN 5269 Accra-North	Director	Since Inception (June 2004)	Investment Broker	Pioneer Alum. Factory Arthur Energy
Fred Oware (55) Equatorial Plaza 54 Old Achimota Road Accra	Director	Since Inception (June 2004)	Consultant	Manna Heights Hotel Choice FM Plus Image Printers
Interested Directors				
Togbe Afede XIV (48) P.O Box KA 16446 Accra	Director	Since Inception (June 2004)	Investment Banker	Strategic African Securities SASIM Strategic Initiatives Aluworks (Gh) Ltd Procredit National Theatre Bank of Ghana
Herbert Aidoo (33) P.O Box CT 1777 Cantonments, Accra	Director Fund Mgr	Since Inception (June 2004)	Investment Manager	SAS Investment Mgt

SAS Investment Management (SAS-IM)

2nd Ridge Link, North Ridge

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Accra

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