

ANNUAL REPORT  
**SAS FORTUNE FUND**



2008

**SAS** | FORTUNE  
FUND

**SAS FORTUNE FUND LIMITED**

**REPORTS AND FINANCIAL STATEMENTS**

**DECEMBER 31, 2008**

SAS FORTUNE FUND LIMITED

REPORTS AND FINANCIAL STATEMENTS

DECEMBER 31, 2001

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## SAS FORTUNE FUND LIMITED

### CORPORATE INFORMATION

The Manager:	SAS Investment Management Ltd. (SAS-IM) 2 <sup>nd</sup> Ridge Link, North Ridge Accra
	Tel: +233-21-251546/7/9 +233-30-7011770
	Fax: +233-21-251548
	E-mail: <a href="mailto:sasim@sasghana.com">sasim@sasghana.com</a>
	Website: <a href="http://www.sasghana.com">www.sasghana.com</a>
Directors of the Fund:	Fred Oware (Chairman) Togbe Afede XIV Reginald France (Resigned - 8/7/08) Ruben Atekpe (Resigned - 21/5/08) Maxwell Logan
The Custodian:	Barclays Bank of Ghana Ltd Barclays House, High Street P. O. Box 2949 Accra
Independent Auditors:	Nexia Debrah & Co. # 5 off Cola Street Kokomlemle, Accra P. O. Box CT 1552 Cantonments Accra
Solicitors	R. S Agbenoto and Associates 4 <sup>th</sup> Floor Mobil House 25 Liberia Road Accra
Secretary:	Accra Nominees Cedar House No. 13 Samora Machel Road Asylum Down Accra

**SAS FORTUNE FUND LIMITED**

**NOTICE OF MEETING**

NOTICE is hereby given that the 4<sup>th</sup> Annual General Meeting of the members of The SAS Fortune Fund will be held on Wednesday, November 25, 2009 at the British Council Hall, Accra at 10.00 a.m. to transact the following ordinary business:-

1. To receive and adopt the Audited Financial Statements for the year ended December 31, 2008 together with the Reports of the Directors and Auditors thereon.
2. To fix Directors' Remuneration for the ensuing year.
3. Elect new Directors:
  - Apiigy Afenu
  - Noel Nii Addo
4. To re-elect Directors
5. To authorize the Directors to negotiate and determine the remuneration of the Auditors for the ensuing year.

**BY ORDER OF THE BOARD**

**ACCRA NOMINEES LIMITED  
COMPANY SECRETARY**

Registered Office  
Accra

Dated this day October 23, 2009

**NOTE:**

A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of him/her and such proxy need not be a member of the Fund. A proxy form is attached. Executed forms of proxy should be deposited at the Registered Office of the Fund Manager, 2<sup>nd</sup> Ridge Link, North Ridge, Accra, not less than 48 hours prior to the time of the meeting.

## SAS FORTUNE FUND LIMITED

### CHAIRMAN'S LETTER TO SHAREHOLDERS

Dear Shareholders,

I will like to welcome you all to the 4<sup>th</sup> Annual General Meeting of SAS Fortune Fund Limited, and to present to you the annual reports and accounts for the year ended December 31, 2008. This also includes a report from the Fund Manager.

Ghana's economy is beginning to feel the impact of the turmoil on world financial markets. The crisis in international financial markets has led to the first signs of recession in industrialized countries. In order to keep their banking sectors afloat, governments in the developed world have had to resort to measures such as injections of liquidity, partial nationalization of banks and the provision of government guarantees for depositors.

The Ghanaian banking sector and the financial services industry as a whole has however, relatively little exposure to these external markets. Banks in Ghana mainly rely on domestic deposits for their funding requirements and as such have not suffered directly the shocks of the global economic down turn.

In time, however the whole economy could be affected by the fall in demand for commodities, notably gold and cocoa, the drying up of donor inflows, lower remittances from Ghanaians abroad and reduced investment inflows.

All these are indirect effects, which could have implications for prices, macroeconomic balances, and prospects for growth. Already available statistics have shown a fall in the level of results in the first quarter of 2009.

The current assessment for the year 2008 is that economic activity continued to be at a reasonably exciting pace with strong export growth, underpinned by expansion in domestic demand and fiscal stimulus. Your Fund benefited from the impressive performance of the Ghana Stock Exchange (GSE) for the year 2008. The GSE's performance was outstanding, clinching the top spot in Africa, and ranking among the very top performers in the world.

The GSE All-Share index ended the year with an impressive 10,431.64 points compared to 6,599 points in 2007 representing a year to date gain of 58.06%. This is compared to the year to date gain of 31.84% in 2007. The gain was well above the 24.66% interest rate to the 91-day Treasury bills and the 21% appreciation of the dollar against the Ghana Cedi. The market therefore outperformed investments in treasury bills and investments in the US Dollar.

These performance statistics however need to be interpreted with caution given the trends in demand for shares at the exchange and the historically slow response of the GSE share prices to market information.

Total Fund assets under management increased from GH¢ 517,113 at the end of 2007 to GH¢ 1,712,448 at the end of 2008, representing a 231.16% increase. We want to assure shareholders of the fact that, the fund manager will continue to observe the market closely for opportunities and will

at all time act in your best interest. Geographical diversification is still on the drawing board and when deemed fit, the fund manager will tactically explore its feasibility.

We however need to be mindful of the fact that, the Fund will only be able to achieve its set out goals if we are able to mobilize additional investments into the Fund. I therefore urge you to stick to a regular investment plan for investing into the Fund. This will enable us continue to build and diversify the Fund effectively.

Once again, we thank you for choosing SAS Fortune Fund as part of your regular investment plan.



Fred Oware  
(Chairman)



## **SAS FORTUNE FUND LIMITED**

### **FUND MANAGER'S REPORT**

Dear Shareholders,

It is our pleasure to welcome you to another Annual General Meeting of the SAS Fortune Fund Limited. This meeting gives us the opportunity to report to you the performance of the Fund in 2008.

The report touches on issues concerning the general economic climate the Fund has had to contend with in 2008, the actual fund performance for the same year and the outlook for the year ahead.

There was a general improvement in the Fund's performance, which can be mainly attributed, to the performance of the Ghana Stock Exchange (GSE) during 2008.

### **ECONOMIC AND MARKET OVERVIEW**

The economy was quite robust in the face of worsening global economic crisis. High crude oil prices also contributed to the external shocks that afflicted the economy. All these factors resulted in high domestic fuel prices, liquidity squeeze in financial markets and high domestic utility tariffs. Towards the end of the year, the level of uncertainty in the economy had increased tremendously. Overall, economic activity in 2008 however remained fairly strong.

The country has recorded some significant improvements in its Gross Domestic Product (GDP) over the last four years. Ghana's GDP grew by 6.0% in 2004, 6.2% in 2005, 6.5% in 2006 and 5.7% in 2007. In 2008, the GDP growth rate was estimated as 7.3% by the Ghana Statistical Service.

Inflation has also been on the upward trend, recording a rate of 18.1% at the end of December 2008 as compared to 12.7% at the end of December 2007. The average inflation rate for the year 2008 was however 16.5%. Inflation rates were adversely affected by the global food crisis which saw food prices soaring as a result of the floods in Asia, among other causes.

The average interest rate on the 91-day Treasury bill for December 2007 was 10.62%; this increased significantly to 24.68% by December 2008, in line with monetary policy objectives of the Bank of Ghana, to curb inflationary pressures.

There have been significant movements in the exchange rate of the cedi to major international currencies. From the beginning of the year 2008 to December, the cedi depreciated cumulatively against the US dollar and the euro, by 20.89% and 17.29% respectively. It however appreciated against the pound sterling by 9.03%.

The Ghana Stock Exchange was ranked among the best performing emerging markets in 1993, 1994, 2003 and 2004 and ranked the best market in Africa in 1998 and 2002. In 2008 it was also the best performing exchange, having attained a year-to-date high of 63.35% at the end of October. This declined slightly to a year-to-date return of 58.06% by the end of the year.

The Ghana Stock Exchange (GSE) All Share Index closed at a year-end record high of 10,431.64 points, the highest since trading started in November 1990.

In 2008, twenty-four (24) equities recorded price appreciation while eight (8) equities lost value. Seven (7) out of the eight (8) losers were manufacturing stocks. Ten (10) equities outperformed the SAS Index (SASI) out of which four (4) were financial stocks, and six (6) were manufacturing stocks.

There was brisk activity on the exchange in the year 2008. SIC Company Limited and Golden Star Resources were listed on the stock exchange at the beginning of the year; UT Financial Services undertook an Initial Public Offering (IPO) and listed on the exchange on November 25, 2008; and Ecobank Transnational Incorporated also undertook an offer for subscription and rights issue simultaneously. PKF and HFC also undertook rights issues during the year under review.

## **INVESTMENT OBJECTIVE AND POLICY**

The investment objective of the Fund is to achieve long-term capital growth for its shareholders, by investing a greater portion of its assets in companies with strong fundamentals, strong growth trends and strong income generation potential. The Fund meets its liquidity needs by also investing in short-term fixed income securities.

## **FUND OVERVIEW**

Owing to the remarkable performance of the GSE, and our professional expertise the Fund ended the year with a 42.54% appreciation in price to close at GH¢ 0.1759 per share. This compares favourably with the 23.03% price appreciation in 2007. At the close of the year, the portfolio structure was 68.53% equities, 28.54% fixed income securities and 2.93% cash. We increased the equity holdings in the portfolio from 63.09% to 68.53% to take advantage of undervalued securities in the market.

Total Fund assets under management increased from GH¢ 517,113 at the end of 2007 to GH¢ 1,712,448 at the end of 2008, representing an impressive 231.16% increase.

The Fund held a total of 19 securities in its portfolio at the end of 2008. The top five equity holdings in the portfolio constituted about 41.81 % of the total portfolio value at the end of the year, and these five stocks were the main drivers of the Fund's performance.

We are dedicated to growing the asset base of the Fund and increasing the share price of the Fund. We will continue to modify the Fund's portfolio in a bid to attain the best risk-return mix, by identifying securities with favourable long term prospects whose prices are attractive. In addition, fixed income securities will be used to diversify and maintain stability in the portfolio.

## **CHANGES IN OFFICERS OF THE FUND**

Mr. Frederick Ofori-Mensah resigned as manager of the Fund on the April 17, 2009. Mrs. Ruth Dede Yankey is currently acting as Fund Manager.

## LOOKING AHEAD

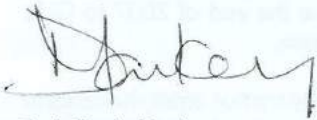
The future looks challenging, considering the barrage of both internal and external economic shocks the country is experiencing. The 2008 general election also added to the uncertainty within the investment community. With the panic onset, investors are expectedly withdrawing funds from their investments, which would mean a reduction in fund asset base share price. We are however confident that this phenomenon will not persist. The GSE and Securities and Exchange Commission (SEC) are both teaming up with all investment houses in the country to organise a series of investor education seminars to help alleviate the onset of panic withdrawals that various funds in the country are experiencing.

In pursuit of deepening Ghana's capital markets, government had also initiated a policy of divesting its holdings in state-owned enterprises through the GSE and called on companies operating in Ghana to list their shares on the GSE. It is expected that the introduction of new companies to the Exchange will boost the market. This will in turn translate into more liquidity, and ultimately higher returns through an increase in trading activity.

Automation of the GSE is well underway, and trading has commenced. This is expected to improve trade efficiency, liquidity, reduce risk associated with manual handling of orders, improve market surveillance and move the Ghana Stock Exchange closer to the standard of world financial markets. An increase in foreign investments is also expected as a result of the automation.

The long-term projections for your Fund remain bright, given the fundamentals of the companies we invest in. With the country on the verge of starting crude oil production in commercial quantities, investment inflows to the country are expected to increase. We are poised to take advantage of any opportunities that arise on our local markets and other African markets.

Thank you.



Ruth Dede Yankey  
(Ag. Fund Manager.)

**SAS FORTUNE FUND LIMITED**

**REPORT OF THE DIRECTORS TO THE MEMBERS OF  
SAS FORTUNE FUND LIMITED**

We the directors have the pleasure in submitting the annual report and audited Financial Statements of SAS Fortune Fund Limited for the year ended December 31, 2008 and report thereon as follows:

As directors, we are responsible for the preparation of financial statements for each financial year, which give a true and fair view of the state of affairs of the Fund and of the statement of operations for the year. In preparing these financial statements, we have selected suitable accounting policies and applied them consistently, made adjustments and estimates that are reasonable and prudent and followed Accounting Standards acceptable in Ghana.

As directors, we are also responsible for ensuring that the Fund keeps proper accounting records that disclose with reasonable accuracy at any time its financial position and performance. We are also responsible for safeguarding the assets of the Company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Nature of business**

The Company is licensed by the Securities and Exchange Commission to operate as an authorised mutual fund and is regulated by the Unit Trusts and Mutual Funds Regulations L.I 1695.

There was no change in the nature of business of the company during the year under review.

**Financial Results & Income Distribution**

The results for the year are as set out in the attached financial statements.

The Fund does not distribute income and thus all income earned is reinvested.

**Auditors**

Messrs Nexia Debrah & Co has indicated their willingness to continue in office as auditors in accordance with Section 134(5) of the Companies Code 1963 Act 179.



\_\_\_\_\_  
(Directors)

May 29, 2009

## **SAS FORTUNE FUND LIMITED**

### **STATEMENT OF DIRECTORS' RESPONSIBILITY**

Under the Companies Code 1963 (Act 179), the directors of the company are responsible for preparing in respect of each financial year, financial statements which give a true and fair view of the state of affairs of the company, and of its Profit or Loss and Cash Flows for that year in accordance with Accounting Standards acceptable in Ghana. In preparing these financial statements the directors are required to select suitable accounting policies and then apply them consistently, make judgments and estimates that are reasonable and prudent.

The directors are responsible for keeping proper books of accounts, which disclose with reasonable accuracy at any time the financial position of the company. The directors are also responsible for safeguarding the assets of the company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

To enable the board to discharge its responsibilities, management has developed and continues to maintain a system of internal controls. The board has ultimate responsibility for the system of internal controls and reviews its operation on an ongoing basis.

The internal controls include a risk-based system of internal accounting and administrative controls designed to provide reasonable but not absolute assurance that assets are safeguarded and that transactions are executed and recorded in accordance with generally accepted business practices and the company's policies and procedures.

The financial statements are prepared in accordance with International Accounting Standards (IAS) and incorporate disclosures in line with the accounting philosophy of the company. The financial statements are also based on appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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



We have audited the Financial Statements of SAS Fortune Fund Limited for the year ended 31st December, 2008 which are presented herein from pages 11 to 20. The principal accounting policies used in preparing these financial statements are set out on pages 17 to 20.

Our report is made solely to the company's members, as a body, in accordance with section 133 of the Companies Code 1963 (Act 179). The purpose of our audit is to enable us to make a statement to the members of the company on those matters specifically required by law to be mentioned in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its members as a body for our audit work, our report, or the opinions we have expressed herein.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS**

The Company's Directors acknowledge on page 9 their responsibility for the preparation and fair presentation of these Financial Statements in accordance with accounting standards applicable in Ghana and for the detection and prevention of fraud or other irregularity. Our responsibility as Auditors is to express an independent opinion on the 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.

**OPINION**

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, 2008 and of the results of operations for the year then ended and comply with the International Accounting Standards, the Unit Trusts and Mutual Funds Regulations L.I 1695 and the Companies Code, 1963 (Act 179).

**SAS FORTUNE FUND LIMITED**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**AS AT DECEMBER 31, 2008**

<u>QUOTED EQUITY</u>	%Net Assets	Number of Shares	<b>2008</b> Market Value GH¢	<b>2007</b> Market Value GH¢
Beverage	6.96			
Accra Breweries Ltd (ABL)	1.03	151,810	18,217	13,800
Guinness Ghana Breweries (GGBL)	5.93	52,270	104,540	53,837
			-----	-----
			122,757	67,637
Other Manufacturing	2.14			
Aluworks (ALW)	2.14	61,745	37,664	43,310
			-----	-----
Agro-processing	4.12			
Benso Oil Palm Plantation (BOPP)	4.12	72,645	72,645	49,000
			-----	-----
Dairy Products	1.85			
Fan Milk Ltd (FML)	1.85	7,245	32,603	10,827
			-----	-----
Non – Bank Financial Services	18.71			
Unique Trust Financial (UT)	18.71	1,000,000	330,000	-
			-----	-----
Banking	24.47			
CAL Bank (CAL)	2.04	60,094	36,056	22,277
Ghana Commercial Bank (GCB)	2.90	46,522	51,174	56,239
Standard Chartered Bank (SCB)	4.95	2,300	87,400	52,000
SG-SSB Bank (SG-SSB)	1.06	13,810	18,644	17,262
Ecobank (EBG)	8.10	31,737	142,816	33,644
Ecobank Transnational (ETI)	2.78	109,050	49,073	-
Home Finance Company (HFC)	2.64	75,000	46,500	-
			-----	-----
			431,663	181,422
Information Technology				
Transaction Solutions (Gh) Ltd (TRANSOL)		-	-	18,000
Consumer Products	0.74			
Patterson Zochonis (PZ)	0.65	10,302	11,538	-
Unilever (UNIL)	0.09	400	1,600	-
			-----	-----
			13,138	-
Petroleum	3.93			
Ghana Oil (Goil)	2.81	155,000	49,600	-
Total Ghana Limited (Total)	1.12	2,600	19,760	-
			-----	-----
			69,360	-

**SAS FORTUNE FUND LIMITED**

**STATEMENT OF ASSETS AND LIABILITIES (CONTD)**

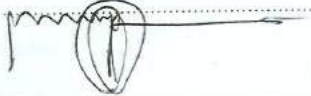

<b><u>QUOTED EQUITY</u></b>	<b>%Net Assets</b>	<b>Number of Shares</b>	<b>2008 Market Value GH¢</b>	<b>2007 Market Value GH¢</b>
Insurance	5.61			
Enterprise Insurance (EIC)	2.39	13,411	42,111	-
State Insurance Company (SIC)	3.22	113,500	56,750	-
			-----	-----
			98,861	-
<b>TOTAL QUOTED EQUITY</b>	<b>68.53</b>	<b>645,906</b>	<b>1,208,691</b>	<b>378,582</b>
			-----	-----
<b>FIXED INCOME/ SHORT TERM</b>				
1 Year Commercial Paper	9.18		161,988	125,712
91 Day Treasury Bill	19.36		341,375	-
			-----	-----
	28.54		503,363	125,712
Cash at Bank and on Call	2.93		51,731	12,348
			-----	-----
<b>TOTAL FIXED INCOME/ SHORT-TERM</b>	<b>31.47</b>		<b>555,094</b>	<b>138,060</b>
			-----	-----
<b>TOTAL INVESTMENTS</b>	<b>100%</b>		<b>1,763,785</b>	<b>516,642</b>
			=====	=====



**SAS FORTUNE FUND LIMITED**

**STATEMENT OF ASSETS AND LIABILITIES  
AS AT DECEMBER 2008 (CONT'D)**

	<b>Note</b>	<b>2008 GH¢</b>	<b>2007 GH¢</b>
<b>ASSETS</b>			
Total Investments		1,763,785	516,642
<b>RECEIVABLES</b>			
Interest Receivable	8	1,411	23,320
Due from Brokers		-	172
Others (Schedule A)		5,486	388
Total Receivables		6,897	23,880
		-----	-----
Total Assets		1,770,682	540,522
<b>LIABILITIES</b>			
Accrued Expenses Payable		6,271	2,327
Due To Brokers		34,450	-
Others (Schedule B)		17,513	21,082
Total Liabilities		(58,234)	(23,409)
		-----	-----
<b>NET ASSETS</b>		1,712,448	517,113
		=====	=====
<b>SHAREHOLDERS' FUND</b>			
Capital Accounts	9	1,464,706	430,024
Accumulated Income Account		247,742	87,090
Balance at December 31st		1,712,448	517,113
		=====	=====

  
 \_\_\_\_\_ ) Directors  
  
 May 29, 2009

**SAS FORTUNE FUND LIMITED**

**INCOME AND DISTRIBUTION ACCOUNT  
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<b>Notes</b>	<b>2008</b> GH¢	<b>2007</b> GH¢
Investment Income			
Dividend Income		11,984	12,351
Interest Income	2	79,780	32,506
Other Income	3	7,670	794
		-----	-----
Total Investment Income		99,434	45,651
		-----	-----
Expenses			
Management Fees		37,522	10,374
Other Expenses	4	33,802	16,980
		-----	-----
Total Expenses		71,324	27,354
		-----	-----
Net Investment Income before Capital Gains		28,110	18,297
Net Realised Capital Gain	5	14,910	10,015
Gain/ (Loss) paid on Redemptions	6	(76,882)	(12,120)
		-----	-----
Net Investment Income		(33,862)	16,192
Unrealised Gain/ (Loss)	7	194,514	77,811
		-----	-----
Net Income/ (Loss) Transferred to Accumulated Income Account		160,652	94,003
		=====	=====

**ACCUMULATED INCOME ACCOUNT  
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<b>2008</b> GH¢	<b>2007</b> GH¢
Balance at January 1st	87,090	(6,913)
Net Income Transferred From Income and Distribution Account	160,652	94,003
	-----	-----
Balance at December 31 <sup>st</sup>	247,742	87,090
	=====	=====

**SAS FORTUNE FUND LIMITED**

**STATEMENT OF MOVEMENT IN NET ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2008**

<b>INCREASE IN NET ASSETS</b>	<b>2008</b>	<b>2007</b>
	<b>GH¢</b>	<b>GH¢</b>
From Operations:		
Net Investment Gains Before Capital Gains	28,110	18,297
Net Realised Capital Gain	14,910	10,015
Net Unrealised Gain/ (Loss)	194,514	77,811
(Loss)/Gains on Redemptions	(76,882)	(12,120)
	-----	-----
Net Increase / (Decrease) From Operations	160,652	94,003
	-----	-----
From Capital Transactions:		
Proceeds From Issue of Shares	1,374,058	55,371
Cash outflow for Shares Redeemed	(339,375)	(119,251)
	-----	-----
Net cash outflow for Capital Transactions	1,034,683	(63,880)
	-----	-----
Net Increase/(Decrease) In Assets	1,195,335	30,123
Net Assets at January 1st	517,113	486,990
Net Assets at December 31st	1,712,448	517,113
	=====	=====

**STATEMENT OF MOVEMENT IN ISSUED SHARES  
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<b>2008</b>	<b>2007</b>
	<b>No. of Shares</b>	<b>No. of Shares</b>
Balance at January 1st	4,180,916	4,874,618
Issue of Shares	8,199,851	489,848
	-----	-----
Redemption of Shares	12,380,767	5,364,466
	(1,923,350)	(1,183,550)
	-----	-----
Net Shares Outstanding at December 31 <sup>st</sup>	10,457,417	4,180,916
	=====	=====

## SAS FORTUNE FUND LIMITED

### PORTFOLIO SUMMARY AS AT DECEMBER 31, 2008

Equity	Position 31/12/07 No. of Sh.	Mkt Value 31/12/07 GH¢	Position 31/12/08 No. of Sh.	Mkt Value 31/12/08 GH¢	(Sales)/ Purchases During Yr GH¢	Capital Gain (Loss) GH¢
ABL	120,000	13,800	151,810	18,217	3,838	579
ALW	61,000	43,310	61,745	37,664	464	(6,110)
BOPP	100,000	49,000	72,645	72,645	31,803	(8,158)
CAL	50,400	22,277	60,094	36,056	644	13,135
EBG	16,822	33,644	31,737	142,816	49,834	59,339
FML	4,530	10,827	7,245	32,603	11,175	10,601
GOIL	27,052	8,386	155,000	49,600	36,029	5,185
GCB	56,522	56,239	46,522	51,174	(17,268)	12,203
GGBL	43,770	53,837	52,270	104,540	12,393	38,310
SCB	2,000	52,000	2,300	87,400	11,463	23,937
SG-SSB	13,810	17,263	13,810	18,644	-	1,382
ETI	-	-	109,050	49,073	41,855	7,218
HFC	-	-	75,000	46,500	37,816	8,683
UT	-	-	1,000,000	330,000	300,000	30,000
PZ	-	-	10,302	11,538	8,960	2,578
UNIL	-	-	400	1,600	1,850	(250)
EIC	-	-	13,411	42,111	39,069	3,042
SIC	-	-	113,500	56,750	52,629	4,120
TOTAL	-	-	2,600	19,760	16,130	3,630
TSL	150,000	18,000	-	-	(18,000)	-
At Market	645,906	378,583	1,979,441	1,208,691	620,682	209,424
Balance on Unrealised						
Exchange Reserve			(42,006)	(229,039)		
At Cost			336,577	979,652		

**SAS FORTUNE FUND LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2008**

**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**

The financial statements have been prepared using the Ghana Cedi as the functional currency. All foreign currency transactions are converted into Ghana Cedis at the rate of exchange ruling at the date of the transaction. Balances denominated in foreign currencies are translated into Ghana Cedis at the rate of Exchange ruling on the Balance Sheet date.

<b>2. Interest Income</b>	<b>2008</b>	<b>2007</b>
	<b>GH¢</b>	<b>GH¢</b>
Interest on Call Deposit	29,485	1,208
Interest on Fixed Deposit	50,294	26,688
Interest on Bonds	-	4,609
	-----	-----
	79,779	32,505
	=====	=====

**SAS FORTUNE FUND LIMITED**

	<b>2008</b>	<b>2007</b>
	<b>GH¢</b>	<b>GH¢</b>
3. Other Income		
Exit Charges (Refer to Note 12)	7,670	794
	=====	=====
4. Other Expenses		
Advertising	16,213	-
Custodian Fees	7,058	730
Audit Fee	3,000	1,800
Printing Costs	1,821	56
Commissions & Levies	1,288	774
Secretarial Fees	1,380	1,380
Licenses	500	-
AGM Expenses	300	4,688
Postage	2,242	1,312
Directors Fees	-	6,240
	-----	-----
	33,802	16,980
	=====	=====
5. Realised Gain on Investments		
Proceeds from Sale of Investment (Shares)	128,545	43,488
Average Costs of Investment (Shares) Sold	(106,245)	(54,877)
Transfer from Unrealised Gain/ (Loss)	(7,390)	21,404
	-----	-----
	14,910	10,015
	=====	=====
6. Gain on Redemption		
Cost of Shares redeemed	339,467	119,251
Consideration paid to exiting shareholders	(416,349)	(131,371)
	-----	-----
Gain on Redemption	(76,882)	(12,120)
	=====	=====

**SAS FORTUNE FUND LIMITED**

	<b>2008</b>	<b>2007</b>
	<b>GH¢</b>	<b>GH¢</b>
7. Unrealised Gain/ (Loss) Reserve		
Balance at January 1st	41,915	(57,209)
Unrealised Gain / (Loss) for the Year		
Charged to Income & Distribution A/c	194,514	77,720
Realised Gain on Sale of Investment		
Transferred to Realised Gain on Invest	(7,390)	21,404
	-----	-----
Balance at December 31st	229,039	41,915
	=====	=====

8. Interest Receivable		
Call Interest	1,411	2,619
Fixed Deposit	-	19,212
GOG Bond	-	1,489
	-----	-----
	1,411	23,320
	=====	=====

9. Capital Accounts

	<b>2008</b>		<b>2007</b>	
	No. of Shares	GH¢	No. of Shares	GH¢
Balance at January 1st	4,180,916	430,023	4,874,618	493,903
Issue of Shares	8,199,851	1,374,058	489,848	55,371
Redemption of Shares	(1,923,350)	(339,375)	(1,183,550)	(119,251)
	-----	-----	-----	-----
Balance At Dec. 31	10,457,417	1,464,706	4,180,916	430,023
	=====	=====	=====	=====

## SAS FORTUNE FUND LIMITED

10. 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.

11. Investment Transactions

Total purchases and sale of investments in quoted equity were GH¢749,229 and GH¢128,545 respectively. (2007: GH¢45,113 and GH¢43,488 respectively).

12. 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

13. 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.

14. Commissions and Levies

Total Commissions and Stock Exchange Levies were GH¢ 3,271 at an average rate of 0.44%. (2007: GH¢1,348 at 1.5%).



## CUSTODIAN REPORT

Barclays Security Services.  
Barclays House  
High Street  
P. O Box GP 2949  
Accra, Ghana.

March 26, 2009

Tel. +233 (0)21 669258  
+233 (0)21 664901-4  
Fax: +233(0) 21 667651

The manager  
SAS Investment Management  
P. O. Box KA 16446  
Accra

**BARCLAYS**

Our ref. SAS FortunefundReport 1208

### 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 December 1, 2008.

Respective Investment Restriction imposed on the fund and the responsibility of custodians

Page 7 of the scheme particulars specifies 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 there with and give a true and fair view of the state of affairs of the fund as at December 31, 2008 and the manager SAS Investment Management Limited has managed the fund for the year ended December 31, 2008 in accordance with;

- a) The limitation imposed on the investment and borrowing powers of the manger and
- b) Provisions pursuant to the above mentioned regulations.

Yours Faithfully,



Kofi Adomakoh  
Director, Commercial Banking  
Barclays Bank Ghana.

**SAS FORTUNE FUND LIMITED**

**REPORT OF THE CUSTODIANS RE: SAS FORTUNE FUND LIMITED**

As of Date 31/12/2008

Account SASMASTER

Classification EQ1B

BBGN/ SAS FORTUNE FUND

EQUITIES – 1<sup>ST</sup> BOARD

<b>Security Code</b>	<b>Name</b>	<b>Settled Position</b>	<b>Market (GHC)</b>	<b>Valuation GHC</b>	<b>% Total Valuation</b>
ABC	Accra Breweries Ltd	151,810	0.1200	18,217	1.16
ALW	Aluworks Ghana Ltd	61,745	0.6100	37,664	2.39
BOPP	Benso Oil Palm Plant..	72,645	1.0000	72,645	4.62
CAL	CAL Bank Limited	60,094	0.6000	36,056	2.29
EBG	Ecobank Ghana Limited	31,737	4.5000	142,817	9.07
EIC	Enterprise Insurance	13,411	3.1400	42,111	2.69
FML	Fan Milk Ghana Limited	7,245	4.5000	32,603	2.07
GCB	Ghana Commercial Bank	46,022	1.1000	50,624	3.22
GGBL	Guinness Ghana Limited	52,270	2.0000	104,540	6.64
GOIL	Ghana Oil Company Ltd.	155,000	0.3200	49,600	3.15
HFC	HFC Bank Ghana Limited	75,000	0.6200	46,500	2.95
TOTAL	Total Petro. Ghana Ltd	2,600	7.6000	19,760	1.26
PZ	Patterson Zochonis GH.	10,302	1.1200	11,538	0.73
SCB	Standard Chartered Bank	2,300	38.0000	87,400	5.55
SIC	State Insurance Co. Ltd	113,500	0.5000	56,750	3.61
SSB	SG - SSB Limited	13,810	1.3500	18,644	1.18
UNIL	Unilever Ghana Limited	400	4.0000	1,600	0.10
ETI	Ecobank Transnational	109,050	0.4500	49,072	3.12
UT	UT Financial Services	1,000,000	0.3300	330,000	20.97
				-----	
				1,208,141	100
				-----	

Classification GDV		CORPORATE DEBT – UNLISTED			
<b>Security Code</b>	<b>Name</b>	<b>Settled Position</b>	<b>Market (GHC)</b>	<b>Valuation GHC</b>	<b>% Total Valuation</b>
MIHL-MIHL	244 COMM PAPER	150,000,000	1.093	163,973	10.42
IBGCD-INTERCONT.	BANK 91 DAY	200,000,000	1.008	201,661	12.81
				-----	
				365,634	23.23
				=====	

<b>GRAND TOTAL</b>					
Cash Balance at Bank				46,961	2,132
28 <sup>th</sup> April, 2008				-----	
				1,620,736	
				=====	

**SAS FORTUNE FUND LIMITED**

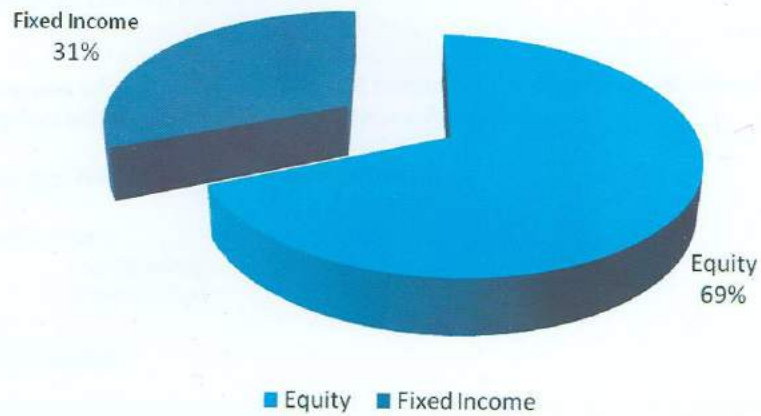
**DIRECTORS AND OFFICERS INFORMATION**

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.

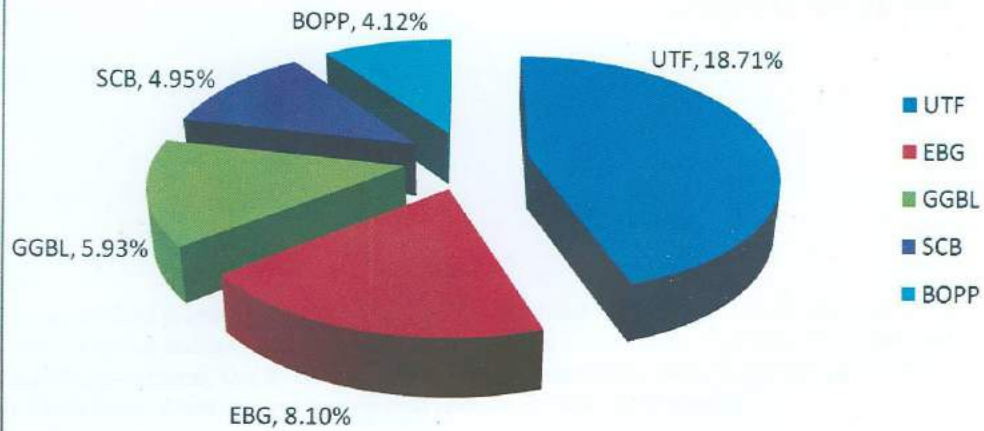
<b>Name, Address</b>	<b>Position</b>	<b>Time with Fund</b>	<b>Occupation</b>	<b>Other Affiliates</b>
<b><u>Independent Directors</u></b>				
Reginald France (47) Boulders Advisors Ltd P.O Box CT 3064 West Airport, Accra	Director	Resigned (8/7/08)	Investment Banker Consultant	CDH Financial Holdings HRK Associates Inc.
Maxwell Logan (43) 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 Atekpe (42) Advisors Ltd 1 Soflo Link, Abelemkpe P.O Box AN 5269 Accra-North	Director	Resigned (21/5/08)	Investment	Pioneer Alum. Factory Broker Arthur Energy
Fred Oware (59) Equatorial Plaza 54 Old Achimota Road Accra	Director	Since Inception (June 2004)	Consultant	Manna Heights Hotel Choice FM Plus Image Printers
<b><u>Interested Directors</u></b>				
Togbe Afede XIV (52) P.O Box KA 16446 Accra	Director	Since Inception (June 2004)	Investment Banker	SAS SASIM SIL Aluworks (Gh) Ltd Bank of Ghana Accra Arts of Oaks National Theatre SAPP

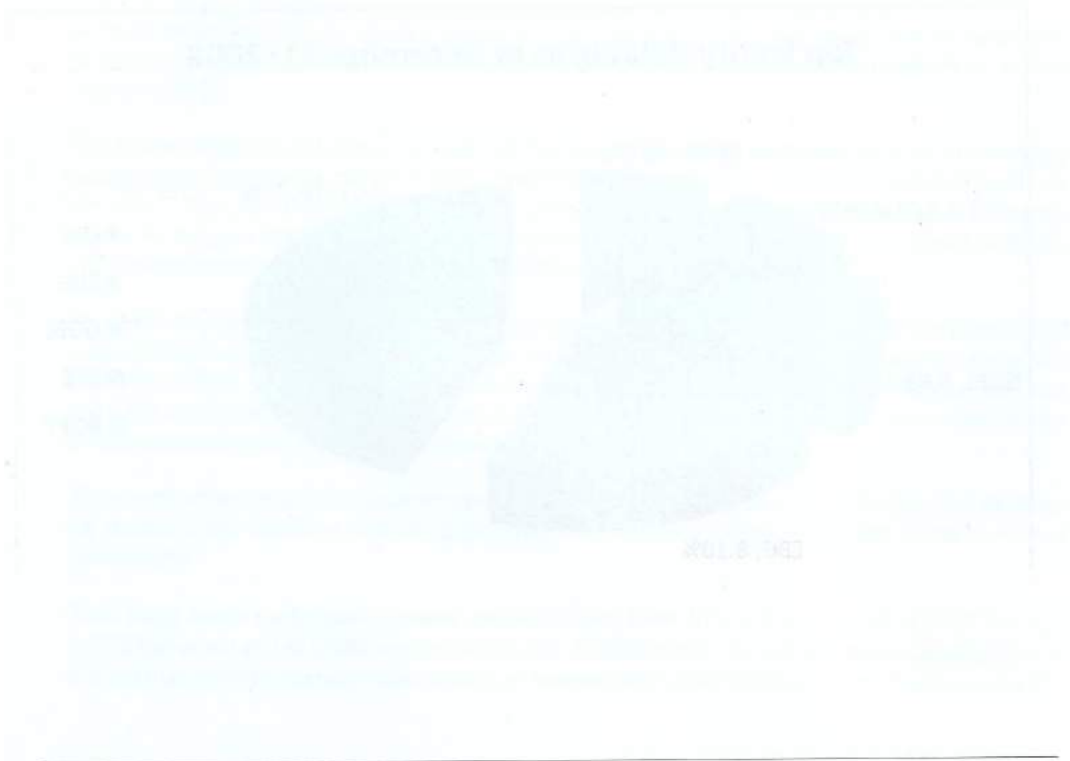
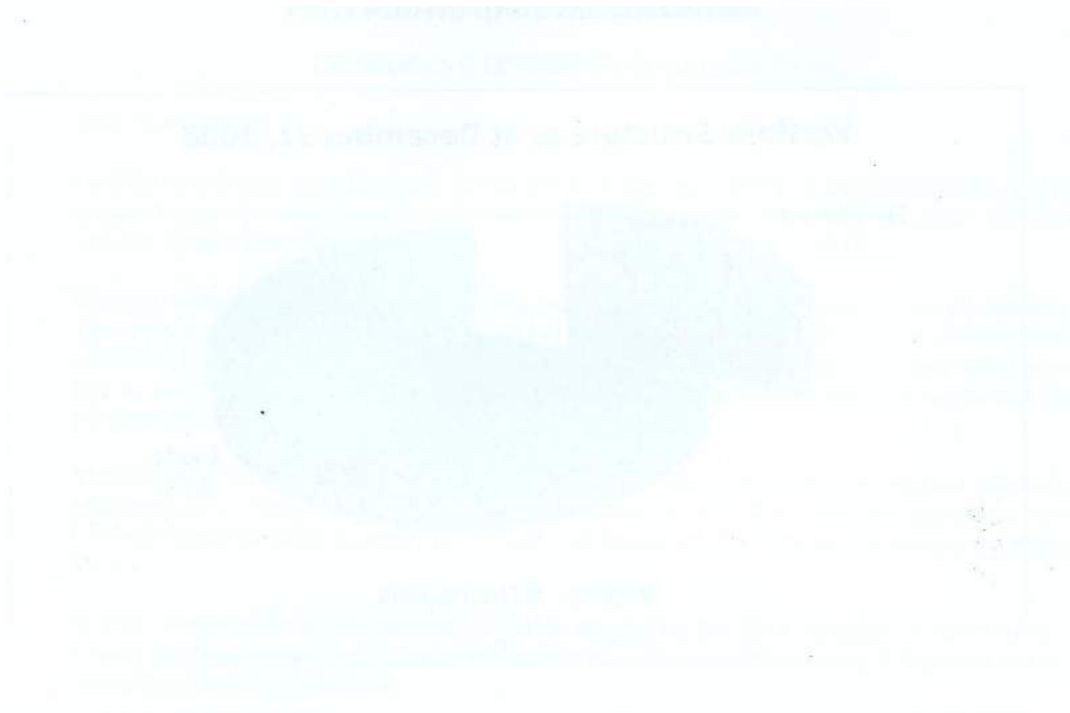
SUPPLEMENTAL FUND INFORMATION

Portfolio Structure as at December 31, 2008



Top Equity Holding as at December 31, 2008





**SAS FORTUNE FUND LIMITED**  
**An Authorized Mutual Fund Company**

**PROXY FORM**

I/We..... of .....being a shareholder of the above-named Company hereby appoint ..... of .....or failing him ..... of ..... as my/our Proxy to vote for me/us and on my/our behalf at an Annual General Meeting of the Shareholders to be held on ..... at the .....or at any adjournment thereof.

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

<b>RESOLUTIONS</b>	<b>FOR</b>	<b>AGAINST</b>
1. To receive and adopt the Financial Statements of the Fund for the year ended December 31, 2008 and the Reports of the Directors and Auditors thereon.		
2. To approve Directors' remuneration.		
3. To elect new Directors: - Apiigy Afenu - Noel Nii Addo		
4. To re-elect Directors retiring by rotation: - Fred Oware - Togbe Afede XIV		
5. To authorize the Directors to fix the remuneration of Auditors.		

.....  
 (Shareholder's Signature)

REPORT ON THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

AS AT 31 DECEMBER 2014

MEMBERS

AS AT 31 DECEMBER 2014

The financial statements of the Fund for the year ended 31 December 2014, comprising the Statement of Financial Position, the Statement of Income and Expenses, the Statement of Changes in Net Assets and the Statement of Cash Flows, are set out on pages 10 to 15. The financial statements have been prepared in accordance with the Financial Reporting Standards applicable to the Fund.

The financial statements have been audited by the Auditor, whose report is set out on pages 16 to 17. The Auditor's report is qualified in respect of the Statement of Financial Position, the Statement of Income and Expenses and the Statement of Changes in Net Assets.

STATEMENT OF FINANCIAL POSITION	AS AT 31 DECEMBER 2014	AS AT 31 DECEMBER 2013
Assets	10	10
Liabilities	11	11
Net Assets	12	12
Statement of Income and Expenses	13	13
Statement of Changes in Net Assets	14	14
Statement of Cash Flows	15	15

**SAS FORTUNE FUND LIMITED**  
**An Authorized Mutual Fund Company**

**ADMISSION CARD**

To the Annual General Meeting of Members to be held on  
November 25, 2009 at the British Council Hall, Accra at 10.00 a.m.

NOTE:

- a) This admission card must be produced by the shareholder or his proxy in order to obtain entrance to the Annual General Meeting.
- b) Shareholders or their proxies are requested to sign the admission card before attending this meeting.

.....  
Name of Shareholder

.....  
Signature

.....  
Date





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