



FINANCIAL STATEMENTS

FOR THE FOURTEEN MONTHS
ENDED 31st DECEMBER, 2014

MANAGED BY

OMEGA INCOME
FUND LIMITED

**FINANCIAL STATEMENTS
FOR THE FOURTEEN
MONTHS ENDED 31st
DECEMBER, 2014**



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Notice of Annual General Meeting

Notice is hereby given that the 1st Annual General Meeting of the shareholders of Omega Income Fund Limited will be held at the Zero Room of the College of Physicians and Surgeons, Accra Ghana on 12th August, 2015 at 10:00 am for the following purposes:

1. To consider the Directors' Report and the Report of Auditors for the Fourteen Months ended December 31, 2014.
2. To receive and adopt the statement of Assets and Liabilities and Statement of Income and Distributions for the Fourteen Months ended December 31, 2014.
3. To re-elect Directors retiring by rotation.
4. To authorize the Directors to appoint and fix the remuneration of Auditors.
5. To approve Directors' Fees.
6. To transact any other business appropriate to be dealt with at an Annual General Meeting.

Dated this 29th Day of April, 2015

BY ORDER OF THE BOARD

Kind regards,

Omega Income Fund Limited



Felicia Joan Asabea Oppong

Board Secretary



Chairperson's Statement to Omega Income Fund Shareholders

Dear Valued Shareholders, on behalf of my fellow board members, I welcome you all to the maiden Annual General Meeting of the Omega Income Fund. Broadly I will provide a brief overview of macroeconomic developments in Ghana that are of importance to the Fund and the performance of your Fund for the first fourteen (14) months of its operation, from October, 2013 when it was launched to December, 2014. I am happy to inform you that your Fund performed remarkably during this period. I will conclude by highlighting the Fund's strategy and our expectation for your Fund for 2015.

Overview of the Macroeconomic Environment

The Ghanaian economy faced challenges in 2014 which weighed on the country's economic growth. These macroeconomic conditions weakened in 2014 against the backdrop of lingering large twin-deficits, huge public sector wage bill, low revenue collection and energy supply constraints. These factors coupled with a sharp depreciation of the Ghana cedi, kept inflation high. Inflation rose from 13.5% in December, 2013 to 15.3% in July 2014 and peaked at 17% in November and December, 2014 respectively.

The Monetary Policy Committee (MPC) also increased the monetary policy rate by 500 bps to 21% by December, 2014 to contain the eminent risk to inflation. On the exchange rate movement, the Ghanaian cedi lost ground to its major trading

currency the US dollar. By the end of 2014, the cedi had depreciated against the US dollar by 31.2% compared with 14.5% in 2013. Consequently, the Real Gross Domestic Product (GDP) growth for the year 2014 slowed down to an estimated 4.2%, from 7.1% recorded in 2013.

Omega Income Fund Performance

I am glad to report that the Omega Income Fund posted a strong performance since its inception 14 months ago. The Fund which opened at a price of GHS1.0000 in October, 2013 ended the year 2014 at a price of GHS1.2798. This translated into a period end yield of 27.98%. The Fund outperformed its benchmark, the one year Government of Ghana Note, which posted an average yield of 21.35% and an end of period yield of 22.50%.



Chairperson's Statement to Omega Income Fund Shareholders *cont.*

The Omega Income Fund's assets under management grew from GHS152, 070 mobilized during the Initial Public Offer in October, 2013 to GHS 728,695 by the period ending December, 2014. The number of shareholders in the Fund also increased from 113 to 500 investors during the period under review, which indicates that 387 new investors signed up to the Fund.

Fund Strategy

Investing in short and medium term securities on the local front while researching to diversify into fixed income securities across Africa is essential to our success. We are aware that our clients depend on us for high level of returns. Omega will therefore diligently invest in fixed income instruments that generate high current income while remaining in a diversified blend of shorter to medium term dated securities.

The investment management committee strives to avoid undue risk and protect capital. Strict adherence to the scheduled asset allocation policy and investment policy is our hallmark to our cherished shareholders. Your Fund has also put in place the right systems and structures for sustained growth and expansion. Our investor base has as a result been on acceleration and investors are increasingly entrusting us with their capital. We will not relent in our efforts to recruit the best talents in order to deliver superior returns.

Economic Outlook

It is expected that the economic measures announced by the Government of Ghana (GoG) in the 2015 budget would stabilize the economy and propel growth in the medium-

term. The GoG's Extended Credit Facility with the International Monetary Fund (IMF) in April 2015 and the planned Budget Support from the World Bank this year is expected to minimize the emergence of large fiscal and external imbalances in economy, restore debt sustainability, eliminate fiscal dominance of monetary policy, and safeguard financial sector stability while moderating the medium term growth risks. The three year Extended Credit Facility arrangement will provide Ghana with about US\$940m to support the economic reforms. Successful implementation of the economic reforms will boost investor confidence, stabilize the local currency against the major trading currencies and ease the rising interest rates in the medium-term. These outcomes are expected to make investment returns more predictable and profits better secured.

However, 2015 and 2016 will remain challenging as growth and revenue projections of government are expected to slow amid already high and rigid expenditure budget mainly due to the rising wage bill and high interest payments. If government expenditure does not decline due to impending elections in 2016, then the government is likely to continue borrowing to finance its recurrent expenditure which will keep interests high. It is an opportunity for us to cash-in or opt for longer term instruments at high interest rates. At the same time, we have the opportunity to rank in additional returns on the shorter term instruments. If government gets substantial foreign financing, then it is likely to reduce its short domestic borrowings significantly by the end of the year which will imply lowering of interest rate by end of 2015. The relatively lower oil prices



Chairperson's Statement to Omega Income Fund Shareholders *cont.*

will mean lower oil fiscal revenues for government budget and lower export revenue for the Balance of Payments. The commodity price shocks and the protracted energy crisis presents external risks for the Balance of Payments. The current account deficit is projected to reduce to 7.5% this year. Inflation will however remain a major risk for the rest of 2015, with the adjustments in ex-pump petroleum input, continuous depreciation of the cedi and other demand side factors. Inflationary pressures are expected to be tamed with an accelerated resolution of the energy crisis which will boost supply side factors and growth.

Investment Outlook

We will look for opportunities in listed fixed income securities across Africa especially in Kenya, Nigeria and Cote d'Ivoire, which offers potential for high interest income and capital gains in order to enhance the yield on the Fund. I would like to re-emphasize that, the investment objective of the Omega Income Fund, is to achieve growth in income while conserving principal of investors' deposits. This would however be achieved by investing in a diversified portfolio of fixed income securities to generate competitive returns on the Fund at the lowest risk in the medium to long-term.

Conclusion

On behalf of my colleague board members, staff and management of Omega Capital, I will like to thank you all our cherished shareholders, for your continued confidence, support and patronage extended to the Omega Income Fund. God bless you all.



Christine Dowuona-Hammond
Chairperson

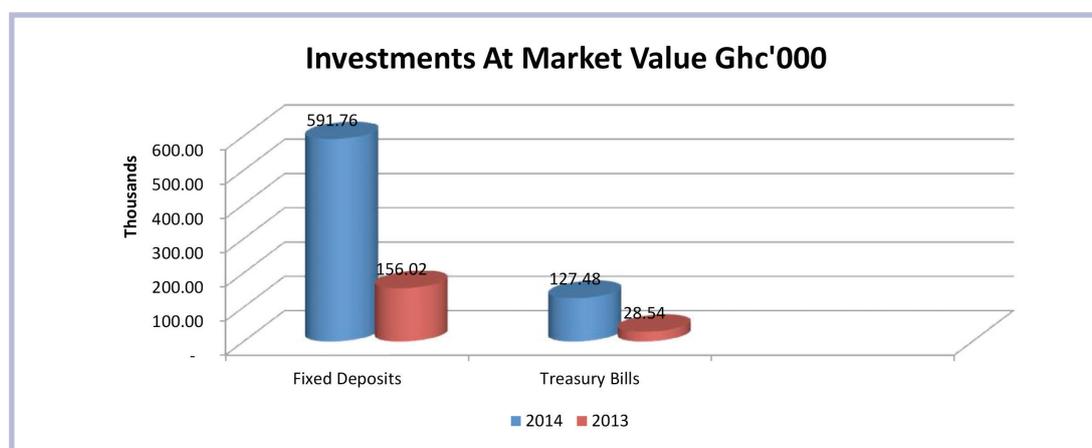
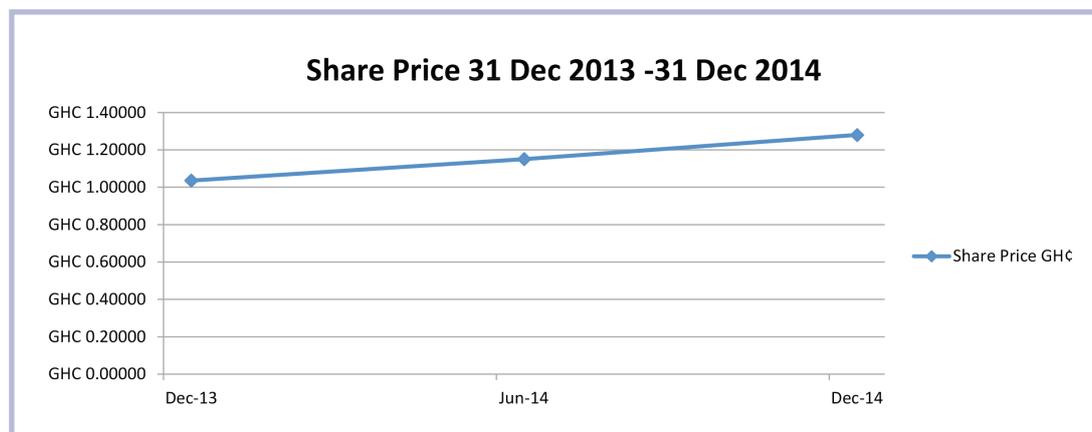
Financial Highlights

Performance Summary

Share Price Information

	31-Dec-2013	30-Jun-2014	31-Dec-2014
Share Price GH¢	GHC 1.03643	GHC 1.15095	GHC 1.27982
Number of Shares	189,450	565,914	569,372
NAV GH¢	GHC 196,351.83	GHC 651,336.45	GHC 728,695.00

Performance from 31 December 2013 to December 31 2014



Portfolio Manager's Report

Dear Valued Shareholders, I am pleased to present to you a report on the Omega Income Fund for the first fourteen (14) months of its operation. The Fund was introduced to the Ghanaian market in October, 2013 a period when interest rates were relatively low and stable, nonetheless the Fund has enjoyed sustained investor growth since its launch.

Overview of the Macroeconomic Environment

Ghana's economic growth was stifled by macroeconomic challenges in 2014. The factors that account for the constraints in the economy were lingering large twin-deficits, low revenue collection, huge wage bill and insufficient energy supply. These, coupled with the sharp depreciation of the Ghana cedi led to a high inflation. In 2013 the local currency depreciated by 14.5% against the US dollars while by end of 2014 the cedi recorded a depreciation of 31.2% against the dollar. This exhibits a sharp decline of a further 16.7% of the cedi in 2014.

Inflation as at December 2013 was 13.5%, as a result of the economic pressures inflation increased to 15.3% in July 2014 and further showed an upward trend closing the year 2014 at 17%. As an intervention, the Monetary Policy Committee (MPC) met and adjusted the rate by 500 basis points to 21% as at December 2014. The Gross Domestic Product (GDP) growth estimates for 2014 as projected by the Ghana Statistical Services (GSS) was revised down from 6.9% to 4.2%.

Yields on money market instruments which were fairly stable in the first quarter of 2014,

trended upward in the second quarter and hiked throughout the rest of the fiscal year.

As at the beginning of 2014, the 91- day Treasury bill rate heaved to 25.81% from its previous 19.22% (resulting in a 6.59% surge in yields) while the 182- day Treasury bill rate rose to 26.41% from its previous 18.66% (resulting in a 7.75% rise in yields). The 1 year GOG note also managed a 22.50% by the end of December 2014, from its initial 17.00% in January 2014, indicating a 5.50% increase in yield by close of the year.

Investment Objective

Omega Income Fund is a medium-term Fund designed for investors who seek to achieve growth in income while conserving their principal. The Fund aims to achieve its objective by investing in a diversified portfolio of fixed income securities in the medium to long- term.

Fund Performance

The Omega Income Fund returned a since inception yield of 27.98% ahead of its benchmark the one year Government of Ghana (GoG) note which had an end of period yield of 21.35%. The Fund's yield was 6.63% above the benchmark yield. The 1 year



Portfolio Managers Report *cont.*

GoG Note posted an average yield of 21.35% and an end of period yield of 22.50%. The Fund which opened at a price of GHS1.0000 in October, 2013 ended the year at a price of GHS1.2798.

Funds under management (FUM) increased from GHS152,070 mobilized during the IPO to GHS 728,695 for the period ending December, 2014. This represents a 379% increase in FUM for the period under review. The Fund also witnessed a steady rise in its shareholders base from 113 to 500 investors during the period under review.

Economic Outlook

Government of Ghana (GoG)'s strict measures announced in the 2015 budget, we anticipate would drive the economy back to stability and growth in the medium-term.

The GoG planned agreement with the International Monetary Fund (IMF) this year is expected to boost investor confidence. The program would be supported by a three year Extended Credit Facility arrangement for Balance of Payment Support to the tune of US\$940m. The Government has also anticipated a reduction in its revenue together with its expenditure for 2015. A reduction in domestic borrowings is also expected as the government intends to increase its foreign financing. The current account deficit is projected to reduce to 7.5% this year. Inflation will however remain a major risk for the rest of 2015, with the adjustments in ex-pump petroleum input, continuous depreciation of the cedi and other demand side factors. Inflationary pressures are expected to be tamed with an accelerated resolution of the energy crisis which will boost supply side factors and growth.

Investment Outlook

We believe that yields on money market instruments would steadily ease downwards in the medium – term. This would be underpinned partly by the 3 year IMF program, the government of Ghana has subscribed and GoG's ability to maintain a tight monetary fiscal policy. We however do not anticipate a drastic change in the current high interest rate trend. In view of that, we will increase our investments in 182 days fixed income securities to yield considerable gains to the Fund. We will also target attractive longer dated securities with high yield and also for diversification in line with the Fund's investment policy. As we aim to generate appreciable returns on shareholders investments, we will be guided by our goal to manage investor funds with limited risk so that the performance of the Fund is consistent with the objective of growing your income while conserving your principal.

Conclusion

I will like to welcome our new shareholders to the Fund and thank all our investors for patronizing the Omega Income Fund. I encourage you our valued shareholders who have subscribed to a monthly investment plan to occasionally top up with lump-sum deposits to grow your wealth in the medium to long-term. God bless us all.



Felicia Joan Asabea Oppong

Your Portfolio Manager

Report of Directors to the Members of Omega Income Fund Limited

FOR THE FOURTEEN MONTHS ENDED 31 DECEMBER, 2014

The Directors have pleasure in submitting the financial statements of Omega Income Fund Limited for the fourteen months ended 31 December, 2014

Statement of Directors' responsibilities

The Directors are responsible for the preparation of the financial statements, which give a true and fair view of the state of affairs of the Fund and of the statement of operations for the period. In preparing these financial statements, the Directors have put suitable accounting policies in place and generally applied them consistently, made judgments and estimates that are reasonable and prudent and followed International Financial Reporting Standards (IFRSs).

Nature of business

The nature of business 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 acquired with such monies.

The Fund is licensed by the Securities and Exchange Commission to operate as an authorized mutual fund.

Financial results

The results for the fourteen months ended 31 December, 2014 are set out below:

	2014 GHC
Interest Income	127,631
Management and Operational Expenses	(17,020)
Transfer to Accumulated Net Investment Income	110,611

The financial statements were approved by the Board of Directors on 29 April, 2015 and behalf by:



Director



Director

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OMEGA INCOME FUND LIMITED

Report of independent Auditors to the members of Omega Income Fund Limited

We have audited the accompanying Financial Statements of Omega Income Fund Limited which comprise the statement of Assets and Liabilities as at 31 December, 2014, statement of income and distribution, Statement of movement in net assets for the fourteen months ended 31 December, 2014, together with the summary of significant accounting policies and other explanatory notes, and have obtained all information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

Directors' responsibility for the financial statements

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRSs), Security Industry Law 1993 (PNDCL 333) as amended by Security Industry (amendment) Act 2000 Units Trusts and Mutual Funds Regulations 2001, (LI 1695) and the Companies Act, 1963 (Act 179). These responsibilities include designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error,

selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibilities

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of

accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide the basis for our audit opinion.

Opinion

In our opinion, proper books of account have been kept by the Fund and the accompanying statement of assets and liabilities, and the related income and distribution account and of movement in net assets which are in agreement therewith present fairly in all material respects, the financial position of Omega Income Fund Limited as at 31 December, 2014 and the results of its operations and changes in net assets for the period then ended, in conformity with the International Financial Reporting Standards (IFRSs) and comply with the Companies Act, 1963, (Act 179), the Securities Industry Law, 1993, (PNDCL333), and the Unit Trusts and Mutual Fund Regulations, 2001, (L.1. 1695).

Report on other legal and regulatory requirements

The Ghana Companies Act, 1963 (Act 179) requires that in carrying out our audit work we consider and report on the following matters. We confirm that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
2. In our opinion proper books of account have been kept by the Fund, so far as appears from our examination of those books; and
3. The statement of assets and liabilities, statement of income and distribution and movement in net assets of the Fund are in agreement with the books of account.

Signed by: 

Emmanuel K.D. Abbey (ICAG/P/1167)

For and on behalf of:

UHY Voscon (ICAG/F/2014/086)

Chartered Accountants

No. C806/4, Boundary Road, Tudu, Accra

P.O. Box LA476,

La-Accra

Date: 16th April, 2015

STATEMENT OF ASSETS AND LIABILITIES

AS AT 31 DECEMBER, 2014

	NOTE	2014 GH¢
Financial assets		
Fixed deposits	8	584,379
Government of Ghana notes	9	134,856
Cash and bank balances	10	18,191
Total financial assets		737,426
Current liabilities		
Accounts payable and accruals	11	(8,731)
Total net assets attributable to shareholders		728,695


Director


Director

Notes 1 to 19 form an integral part of these financial statements.

STATEMENT OF INCOME AND DISTRIBUTION ACCOUNTS

FOR THE FOURTEEN MONTHS ENDED 31 DECEMBER, 2014

	NOTE	2014 GH¢
Revenue		
Investment income		
Interest income	12	127,631
Total income		127,631
Operating expenses		
Other operating expenses	13	(9,567)
Investment management expenses	14	(7,453)
Total operating expenses		(17,020)
Net investment income		110,611
Transfer to accumulated. net investment Income		110,611

ACCUMULATED NET INVESTMENT INCOME

FOR THE FOURTEEN MONTHS ENDED 31 DECEMBER, 2014

Opening balance at 1 October, 2013	
Transfer from 'statement of income and distribution accounts'	110,611
Closing balance at 31 December, 2014	110,611

STATEMENT OF MOVEMENT IN NET ASSETS

FOR THE FOURTEEN MONTHS ENDED 31 DECEMBER, 2014

	NOTE	2014 GH¢
Increase in net assets		
Net investment income		110,611
Net increase in net assets from operations		110,611
Capital transactions		
Proceeds from shares issued		954,383
Shares redeemed		(336,229)
Net proceeds from capital transactions		618,154
Total increase in net assets for the period		728,695
Net assets at beginning of period		-
Net assets at close of period		728,695

STATEMENT OF MOVEMENT IN ISSUED SHARES

FOR THE FOURTEEN MONTHS ENDED 31 DECEMBER, 2014

		2014 Number of shares
Shares issued during period		850,837
Shares redeemed during period		(281,458)
Net shares issued		569,379
Shares outstanding at October 1, 2013		-
Shares outstanding at 31 December, 2014		569,379
Net Assets Value Per Share (NAVPS)	15	GHC1.28

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FOURTEEN MONTHS ENDED 31 DECEMBER, 2014

NOTE 1 - REPORTING ENTITY

Omega Income Fund Limited is an open-ended, regulated investment fund domiciled in Ghana and managed by Omega Capital Limited, the investment advisor licensed by Securities and Exchange Commission. The Fund was incorporated under the Companies Act, 1963 (Act 179) on 29 January, 2013 and issued with a certificate to commence business on 30 January, 2013.

The Fund commenced operations on 30 October, 2013.

The nature of the business which the Company is authorized to carry on is:

- "To invest funds of its members for their mutual benefits and to hold and arrange for the management of its securities and other financial assets acquired with such funds".

Investment objective and policy

Omega Income Fund seeks to achieve growth while conserving principal by investing in a diversified portfolio of fixed income securities in the medium to long term. The Fund is authorised to invest in fixed income securities and will invest in a full range of the asset class to achieve its investment objective.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below:

NOTE 3 - BASIS OF PREPARATION

3.1. Statement of compliance

The financial statements of Omega Income Fund as at and for the fourteen months ended 31 December, 2014 have been prepared in accordance with International Financial Reporting Standards issued by International Accounting Standards Board (IASB).

These are the Fund's first set of financial statements prepared in accordance with IFRS, First Time Adoption of International Financial Reporting Standard (IFRS) has been applied in preparing these financial statements. In accordance with the transitional requirements of these standards, full comparative information should be provided, however this is the Fund's first year of operation so no comparative is provided.

3.2. Basis of measurement

The financial statement have been prepared under the historical cost convention except Fixed Deposit and Treasury bills that were measured at amortised cost.

3.3 Foreign currency translation

(a) Transactions and balances

Transactions and Foreign currency transactions are translated into the functional currency using the exchange balances rates prevailing at the dates of the transactions Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing as at the statement of assets and liabilities date.

Notes to the financial statements *cont.*

(b) Functional and presentation currency

These financial statements are presented in Ghana cedis (the primary economic environment in which the company operates) which is the company's functional currency. All amounts have been rounded to the nearest cedi, unless otherwise stated. The majority of the Fund's investments transactions are denominated in Ghana Cedis. Investor subscriptions and redemptions are also received and paid in Ghana Cedis. Accordingly, management has determined that the functional currency of the fund is Ghana Cedis.

3.4 Use of estimates and judgements

In preparing these financial statements in conformity with International Financial Reporting Standards (IFRSs), management makes judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, incomes and expenses. The estimates and associated assumptions are based on historical experience and various factors that are believed to be reasonable under circumstances the results of which form the basis of making the judgement about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting policies and estimates are recognized retrospectively and prospectively respectively.

Estimates and underlying assumptions are reviewed on an ongoing basis.

Revisions to accounting policies and estimates are recognized retrospectively and prospectively respectively.

3.5 Investment income

a. Income recognition

Investment Income is recognised on accrual basis. Investment income comprises interest on Government of Ghana Treasury bills and notes and Fixed deposit. The recognition of interest ceases when there is objective evidence that the payment of interest or principal is in doubt. Interest is recognised only when it is received. Commissions and fees on call accounts are credited to income when earned.

b. Expenses

Expenses are recognized when incurred, without regard to receipt or payment of cash.

3.6 Cash and cash equivalents

Cash and Cash equivalents comprise local cedi accounts (Collection and Call accounts) and highly liquid financial assets that are subject to an insignificant risk of changes in their fair value and are used by the Fund for investment purposes and short term commitments other than cash collateral provided in respect of derivatives, securities sold.

3.7 Fixed deposits

Fixed deposits are stated in the statement of assets and liabilities at the principal amount and interest less impairment. Impairment review is conducted when there is an objective evidence of impairment which includes financial distress, bankruptcy, liquidation of the borrower during the period under review there were none of these indicators.

Notes to the financial statements *cont.*

3.8 Accounting standards	Issued/ amendments and effective date
IFRS14 Regulatory deferred accounts	Issued in January 2014 and effective period beginning on or after January 1, 2016 IFRS15 Revenue from contracts with customer Issued in May 2014 and effective period beginning on or after January 2017.
IFRS15 Revenue from contracts with customer	Issued in May 2014 and effective period beginning on or after January 2017.
IFRS9 Financial instruments	IFRS 9 (2014) was issued as a complete standard including the requirements previously issued and the additional amendments to introduce a new expected loss impairment charges to the classification and measurement requirements of financial assets the amendment is effective periods beginning on or after January 1, 2018 with earlier adoption permitted.

NOTE 4 - RELATED PARTIES

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and or operational decisions. Omega Capital limited, the investment advisor to the fund is responsible for making investment decisions of the Fund. Omega Capital Limited is entitled to receive a Fund management fee equal to 1.5% per annum of the daily net asset of the fund which shall be accrued on a daily basis. Omega Capital Limited received a fee of GHc7,453 during the year. The balance due to the Manager for the fourteen months ended as at 31 December, 2014 is GHc824.

NOTE 5 - TAXATION

Mutual funds are exempted from the payment of tax on income including capital gains as per the Units Trusts and Mutual Funds Regulations, 2001, L.11695.

NOTE 6 - FINANCIAL RISK MANAGEMENT

The objective of the Fund is to achieve long term capital growth through investing in equity Securities listed on the Ghana Stock Exchange and/ or other regulated financial markets exchanges and money market securities.

The Fund's activities expose it to a variety of financial risks:

Notes to the financial statements *cont.*

- Price risk,
- Credit risk
- Liquidity risk
- Operational risk

6.1 Price risk

The Fund's investments and financial instruments are susceptible to market price risk arising from uncertainties about future values of the instruments. The Fund's Manager provides the Fund with investment recommendations with investment recommendations. The Manager's recommendation are review and approved by the Board of Directors before the investment decisions are implemented.

To manage the market price risk, the manager reviews the performance of the portfolio companies on a monthly basis and is in regular contact with the management of the portfolio companies for business operational matters.

6.2 Credit risk

The Fund is exposed to credit risk, which is the risk that one party will cause a financial loss for the other party by failing to discharge an obligation. The Fund is exposed to the risk of non-payment of interest on fixed deposits. The Fund evaluates the ability of these institutions to meet the contractual terms before placing funds with them.

6.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous. The Fund's approach to managing liquidity is to ensure that it will maintain adequate liquidity to meet its liabilities when due.

6.4 Capital risk management

The capital of the Fund is represented by the net assets attributable to the Shareholders. The Fund's objective when managing the capital is to safeguard the ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund. The Directors monitor capital on the basis of the value of net assets attributable to the shareholders.

NOTE 7 - DIVIDEND AND DISTRIBUTION

No distributions were made during the period under review. All net investment income and realised capital gains, if any will be reinvested. Any investor who wishes to cash out his or her investment redeem their shares at the prevailing net asset value per share of the fund.

Notes to the financial statements *cont.*

NOTES 8	FIXED DEPOSIT	2014 GHC
	Fixed Deposit	554,884
	Interest receivable	29,495
		<u>584,379</u>
NOTE 9	GOVERNMENT OF GHANA BILLS AND NOTES	2014 GHC
	Treasury Bills - (91 day bills)	19,999
	Government of Ghana Notes - (3YR. FR. Notes)	100,000
	Interest receivables	14,857
		<u>134,856</u>
NOTE 10	CASH AND BANK BALANCES	2014 GHC
	Balances with Zenith Bank	15,184
	Balances with HFC Bank	3,007
		<u>18,191</u>
NOTE 11	OTHER ACCOUNTS PAYABLE AND ACCRUALS	2014 GHC
	Management fees payable	824
	Custody fees payable	136
	Administrative expenses payable	4,246
	Accrued audit fees	3,525
		<u>8,731</u>

Notes to the financial statements *cont.*

NOTE 12	INVESTMENT INCOME	2014 GHC
	Interest on bank accounts	591
	Interest on fixed deposits	109,276
	Interests on notes and bills	17,764
		<u>127,631</u>

NOTE 13	OTHER OPERATING EXPENSES	2014 GHC
	Printing and stationery	1,121
	Bank charges	72
	Custodial fees	1,249
	Professional services fees	3,600
	Auditors remuneration	3,525
		<u>9,567</u>

NOTE 14	FUND MANAGEMENT FEES	2014 GHC
	Omega Capital Limited	<u>7,453</u>

NOTE 15 **NET ASSET VALUE PER SHARE**

This represent total net assets of the fund per the total units of shares outstanding as at the period end (728,695/569,379) was GHC1.28.

Notes to the financial statements *cont.*

NOTE16 DIVIDEND AND DISTRIBUTION

No distributions were made during the period under review. All net investment income and realised capital gains, if any, will be reinvested. Any investor who wishes to cash out his or her investment redeem their shares at the prevailing net asset value per share of the fund.

NOTE17 CONTINGENT LIABILITIES

There were no contingent liabilities as at 31 December, 2014.

NOTE18 EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

The Company adjusts the amounts recognized in its financial statements to reflect events that provide further evidence of conditions that existed at the statement of financial position date.

Where there are material events that are indicative of conditions that arose after the statement of financial position date the Company discloses by way of note, the nature of the event and estimate of its financial effect or a statement that such an estimate cannot be made.

NOTE19 DIRECTORS' SHAREHOLDING

The Directors' named below held the following number of shares in the fund as at 31 December, 2014.

Directors	Number of shares	Percentage of holdings
Emmanuel Dugbatey Kitcher	5,000	0.88
Kofi Ankama-Asamoah Atua	7,233	1.27
Kwesi Amonoo-Neizer	5,475	0.96
Christine Dowuona-Hammond	2,251	0.40
Felicia Joan Asabea Oppong	1,621	0.29
Nana Kumapremereh Nketiah	1,390	0.24.

Notes to the financial statements *cont.*

SHAREHOLDERS' INFORMATION

Shareholding distribution as at 31 December, 2014

Holding	Number of shareholders	Percentage of Holders	Number of shares	Percentage of holding
1- 1,000	413	83	112,379.77	19.73
1,001-5,000	69	14	134,171.61	23.56
5,001-10,000	10	2	68,489.62	12.03
10,001-20,000	5	1	70,636.90	12.40
20,001-100,000	3	1	183,880.59	32.28
	500	100	569,558.49	100

TOP TEN LARGEST SHAREHOLDERS AS AT 31 DECEMBER, 2014

Shareholders	Number of shares	Percentage share holding
1. Omega Capital/ESB	84,480.00	14.84
2. Quantum Partners	70,608.16	12.40
3. Rehoboth Capital Ltd/Securities Deposit Accra	28,792.43	5.06
4. Ultimate Credit Solutions Limited	16,649.98	2.92
5. Omega Staff Welfare Fund	16,618.45	2.92
6. Fountain Gate Chapel	16,495.00	2.90
7. Omega Staff Medical Fund	10,537.00	1.85
8. Damoah Kwame	10,336.47	1.82
9. Zigma Investment Club	10,000.00	1.76
10. Omega Life Time Plan - Aggressive	8,619.55	1.51

Wednesday June 03, 2015.

OMEGA INCOME FUND LIMITED

Dear Sir,

REPORT OF THE CUSTODIAN TO THE INVESTORS OF OMEGA INCOME 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 HFC Bank for the above fund as at 31st December, 2014.

Respective Investment Restrictions Imposed on the fund and the responsibility of custodians

Pages 20 to 22 of the fund's prospectus specify the funds investments 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 fund as at 31st December, 2014 and the Manager of Omega Income Fund Limited has managed the fund for the full year ended 31st December, 2014 in accordance with:

- a. The limitations imposed on the investment and borrowing powers of the Manager, and
- b. Provisions pursuant to the above mentioned regulations.

Yours faithfully,



Elias Augustine Tey
Head, HFC Bank Custody Services

HFC BANK CUSTODY SERVICES



HFC BANK CUSTODY SERVICES

HFCN/ OMEGA INCOME FUND LIMITED
 OMEGA CAPITAL
 NO. 45 WESTAIPORT ROAD,
 AIRPORT RESIDENTIAL AREA
 P.O. BOX CT 8818, ACCRA GHANA

Safetkeeping A/C : SKP71-OIFL

Portfolio Valuation Report as at 31/12/2014

Date 08/06/2015 12:05:12PM

Reported in GHS

Holding	Security Name	Cost GHS	Market Price (Mid)	Market Value GHS	% Total Mk Val
23,984.3000	NON-BANK FINANCE 182 DAY JISLAH FINANCIAL SERVICES FD @ 30% DUE 03.04.2015 30% P.A. (03/04/2015)	23,984.30	1.00 GHS	1,774.18	3.56
45,000.0000	91 DAY JISLAH FINANCIAL SERVICES FD @ 31% DUE 05.03.2015 31% P.A. (05/03/2015)	45,000.00	1.00 GHS	1,070.14	6.37
17,087.4000	1 YEAR JISLAH FIN. SERVICES FD @ 30.5% DUE 09.09.2015 30.5% P.A. (09/09/2015)	17,087.40	1.00 GHS	1,627.75	2.59
60,709.0600	182 DAY BOND FINANCIAL FD @28.25% DUE 11.03.2015 28.25% P.A. (11/03/2015)	60,709.06	1.00 GHS	5,309.55	9.13
61,808.5500	91 DAY BEIGE CAPITAL FD @ 31% DUE 06.03.2015 31% P.A. (06/03/2015)	61,808.55	1.00 GHS	1,417.36	8.75
75,000.0000	1YR IFS FIN. SERVICES FD @ 31% DUE 12.09.2015 31% P.A. (12/09/2015)	75,000.00	1.00 GHS	7,070.55	11.35
70,000.0000	182 DAY CITY INVESTMENTS CO. LTD FD @ 30.5% DUE 21.04.15 30.5% P.A. (21/04/2015)	70,000.00	1.00 GHS	4,211.51	10.27
60,000.0000	91 DAY IZWE LOANS FD @ 31% DUE 24.02.2015 31% P.A. (24/02/2015)	60,000.00	1.00 GHS	1,885.48	8.56
16,000.0000	1 YR JISLAH FIN SERVICES FD @ 31% DUE 26.09.2015 31% P.A. (26/09/2015)	16,000.00	1.00 GHS	1,318.14	2.40
80,100.2500	1 YEAR IFS FINANCIAL SERVICES FD @ 31% DUE 30.10.2015 31% P.A. (30/10/2015)	80,100.25	1.00 GHS	4,285.91	11.67

HFC BANK CUSTODY SERVICES *cont.*



HFC BANK CUSTODY SERVICES

Portfolio Valuation Report as at 31/12/2014

Date 08/06/2015 12:05:12PM

HFCN/ OMEGA INCOME FUND LIMITED
 OMEGA CAPITAL
 NO. 45 WESTAIPORT ROAD,
 AIRPORT RESIDENTIAL AREA
 P.O. BOX CT 8818, ACCRA GHANA

Safekkeeping A/C : SKP71-OIFL

Holding Security Name		Reported in GHS			Market Price	Market Value	% Total
		Cost GHS		(Mid)	GHS	Mk Val	
50,000.00000	182 DAY IZWE LOANS LTD FD @ 31% DUE 01.05.2015 31% P.A. (01/05/2015)	50,000.00		1.00 GHS	2,632.88	52,632.88	7.28
	TOTAL FIXED DEPOSITS	559,689.56				552,293.00	81.93
		559,689.56				552,293.00	81.93

HFC BANK CUSTODY SERVICES *cont.*



HFC BANK CUSTODY SERVICES

HFCN/ OMEGA INCOME FUND LIMITED
 OMEGA CAPITAL
 NO. 45 WESTAIPORT ROAD,
 AIRPORT RESIDENTIAL AREA
 P.O. BOX CT 8818, ACCRA GHANA

Safeguarding A/C : SKP71-OIFL

Portfolio Valuation Report as at 31/12/2014

Total investments in Bonds

Date 08/06/2015 12:05:12PM

Reported in GHS

Holding	Security Name	Cost GHS	Market Price (Mid)	Accrued Interest	Market Value GHS	% Total Mk. Val
GOVT DEBT-OTHER						
50,000.0000	3 YEAR GOVT BOND @ 25.48% DUE 24.04.2017	50,000.00	1.00 GHS	2,310.00	52,310.00	7.24
50,000.0000	3 YEAR GOG BOND @ 25.4% DUE 31.07.2017	50,000.00	1.00 GHS	5,233.52	55,233.52	7.64
		100,000.00			107,543.52	14.88
TREASURY BILLS						
19,999.2900	91 DAY GOVT/BILLS @ 25.81% DUE 30.03.2015	19,999.29	1.00 GHS	42.43	20,041.72	2.77
		19,999.29			20,041.72	2.77
		119,999.29			127,585.23	17.65
TOTAL GOVT DEBT						
		230.00	230.00 GHS		230.00	0.03
	002-0022500378011 HFCN/ OMEGA INCOME FUND LTD-COLLECTIONS	0.00	0.00 GHS		0.00	0.00
	002-0022500378027 HFCN/ OMEGA INCOME FUND LTD- TXN ACCT	2,776.71	2,776.71 GHS		2,776.71	0.38
	002-0022500378038 HFCN/ OMEGA INCOME FUND LTD- CALL ACCT	3,006.71			3,006.71	0.42
		3,006.71			3,006.71	0.42
TOTAL CASH AT BANK						
		682,695.56			722,884.94	100.00
TOTAL PORTFOLIO						

HFC BANK CUSTODY SERVICES *cont.*



HFC BANK CUSTODY SERVICES

Portfolio Valuation Report as at 31/12/2014

Date 08/06/2015 12:05:12PM

HFCN/ OMEGA INCOME FUND LIMITED
 OMEGA CAPITAL
 NO. 45 WESTPORT ROAD,
 AIRPORT RESIDENTIAL AREA
 P.O. BOX 1 CT 8818, ACCRA GHANA

Safekkeeping A/C : SKP71-OIFL

Reported in GHS

SUMMARY REPORT

CASH AT BANK	Book cost	Market Value
FIXED DEPOSITS	3,006.71	3,006.71
GOVT DEBT	559,689.56	592,293.00
	119,989.29	127,585.23

Fund Information

Board of Directors

Christine Dowuona-Hammond
 Kwesi Amonoo-Neizer
 Kofi Atua Ankama-Asamoah
 Nana Kumapremereh Nketiah
 Emmanuel Dugbatey Kitcher
 Felicia Joan Asabea Oppong

Registered Office

No. 23 Sunyani Avenue,
 Kanda Estates, 1st Floor
 The Albert's, Accra

Auditors

UHYVoscon Chartered Accountants Ltd.
 No. C806/4, Boundary Road, Tudu, Accra
 Adjacent to City Paints Supply
 P.O. Box LA 476
 La, Accra.

Manager

Omega Capital Limited
 No. 23 Sunyani Avenue,
 Kanda Estates, 1st Floor
 The Albert's, Accra
 P.O. Box CT8818
 Cantonments-Accra

Solicitor

Joseph Amoako Jr.
 P.O. Box CT1136
 Cantonments-Accra

Custodian

HFC Bank Limited
 35 6th Avenue, North Ridge
 P.O. Box CT4603
 Cantonments-Accra

Bankers

Zenith Bank (Gh) Limited
 Stanbic Bank Limited

Directors' Information

■ Board of Directors

The Directors of the Fund are:

Name	Christine Dowuona-Hammond
Address	Faculty of Law, University of Ghana Legon
Position	Director
Time with Fund	14 months
Other Affiliations	Director of Omega Equity Fund
Occupation	Legal Practitioner

Name	Kwesi Amonoo-Neizer
Address	P.O. Box 1047 Kaneshie
Position	Director
Time with Fund	14 months
Other Affiliations	Chairman, Omega Capital Limited Director of Omega Equity Fund Director of OAK Partners Limited Director of Mega African Limited Director of Metropolitan Insurance Director of Haradali Capital, Tanzania Director of Mechanical Llyod
Occupation	Investment Banker

Name	Kofi A. Ankama-Asamoah
Address	P5 Manet Cottage DTD Baatsonaa-Spintex Road
Position	Director
Time with Fund	14 months
Other Affiliations	Chairman, Cleaning Solutions Ltd Director of Text Genesys Ltd
Occupation	Business Executive

Directors Information *cont.*

Name	Nana Kumapremereh Nketiah
Address	P.O.Box 1104 Tema
Position	Director
Time with Fund	14 months
Other Affiliations	Director, Omega Capital Limited Director, Omega Equity Fund Director, Kumapremereh Resources Limited Director, Acorn Properties Limited Director, Hagion Properties Limited Director, Via Dela Rosa Courts
Occupation	Investment Banker

Name	Emmanuel Dugbatey Kitcher
Address	P.O.Box CE 11553 Tema
Position	Director
Time with Fund	14 months
Other Affiliations	Director, Omega Equity Fund Limited Director, ZIGMA Investment Club Director, Nyanba Medical Centre
Occupation	Associate Director

Name	Felicia Joan Asabea Oppong
Address	P.O.Box CE 11501 Tema Com. 11
Position	Director
Time with Fund	14 months
Other Affiliations	Director, Quantum Partners Limited
Occupation	Investment Banker

Directors Information *cont.*

▪ OFFICERS

THE OFFICERS OF THE FUND INCLUDE:

Name	Felicia Joan Oppong
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Length of time with fund 14 months

Joan is the Fund Manager for Omega Income Fund. She has the mandate of growing the Omega Income Fund. She worked as a Portfolio manager with Ecobank Capital (EDC Investments Ltd) and with Databank Asset Management Serv. Ltd as Senior Investment Analyst/ Fund Manager. She has over 10 years' experience in Asset Management. Joan holds both a Bsc. in Banking and Finance and an EMBA from the University of Ghana Business School. She is also licensed by the Securities and Exchange Commission (SEC) as an Investment Advisor.

Name	Sophia Obeng-Aboagye
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Length of time with fund 14 months

Sophia is the Head of Marketing and Product Development at Omega Capital, and is responsible for growing the overall business of the company. Prior to this role she worked with Databank Brokerage Ltd. as Head of Origination and Placement, and also acted as Head of Fixed Income where she played a major role in building the Fixed Income arm of Databank. Sophia holds a Bachelor of Commerce degree from the University of Cape Coast and an MBA from the University of Southampton, UK. She has over 10 years' experience in Investment Banking.

Name	Olga Yayra Sasu
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Length of time with fund 14 months

Olga is responsible for the administration of the Omega Mutual Funds. She is a product of Central University College and holds a Bachelor of Science degree in Business Administration (HR Option). Prior to joining Omega Capital, she did her National Service with Databank Asset Management Services Ltd as Portfolio Support to the Head of Private Wealth Management Unit. She has over 2 years' experience in Fund Management and Investment Banking.

Proxy Form

OMEGA INCOME FUND LIMITED

I/We.....

of

being a member/members of Omega Income Fund 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 company to be held at the **Zero Room of the College of Physicians and Surgeons** on **August 12th, 2015** at **10:00am** prompt and any adjournment thereof.

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

RESOLUTIONS	FOR	AGAINST
1. To receive the Report of Directors and Auditors		
2. To Receive and adopt the accounts		
3. To re-elect the following Directors who are retiring by rotation: Christine Dowuona-Hammond Emmanuel Dugbatey Kitcher Kofi Atua Ankama-Asamoah Kwesi Amonoo-Neizer Nana Kumapremereh Nketiah Felicia Joan Asabea Oppong		
4. Authorize the Directors to fix remuneration of Auditors		
5. To approve Directors' fees		

Signed this day of 2015

Signature

Design & Print: TYPE COMPANY LTD. +233.30.223.2252



Omega Capital Limited

No. 23, Kanda Estates, Sunyani Avenue
The Alberts, 1st Floor.

P. O. Box, CT 8818, Cantonments - Accra.

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