



kiddiFUND
MUTUAL FUND LIMITED

2014

kiddiFUND

FINANCIAL STATEMENTS
31 DECEMBER 2014

NOTICE OF ANNUAL GENERAL MEETING

11 Sunflower Road, Christian Center, East Legon, Accra
P.O.BOX CT 3535, Cantoments, Accra
Tel: (233) 0302-542 22 28/ 0302-25 17 20

Notice is hereby given that the 2nd Annual General Meeting of shareholders of kiddiFUND will be held at the Ghana National Association of Teachers (GNAT) Hall, Accra on Thursday 6th August 2015 at 2pm for the following purposes:

1. To Consider the Report of Directors and Auditors for the year ended 31st December 2014
2. To receive and adopt the accounts for 2014
3. Authorize the Directors to fix remuneration of the Auditors
4. To transact any other business appropriate to be dealt with at an Annual General Meeting

A shareholder has the right to appoint a proxy to attend and vote on his/her behalf at the meeting. Such a proxy need not to be a shareholder. A copy of the instrument appointing the proxy may be deposited not later than forty-eight (48) hours prior to the commencement of the meeting at the principal place of business of the secretary.

Ayariga Road Opp the Reagent pharmacy

H/NO H/B 094

Haatso, Accra

Dated this 15th July, 2015

By Order of the Board

ARZ Consult

(Secretary)

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BOARD OF DIRECTORS

Mr. Nimo Ahinkorah - Chairman
Mr. Enoch Kofi Ampratwum
Mrs. Sarah Brainoo Arhin
Mr. William Mensah
Mrs. Rose Mawunyo Kley Gomez

REGISTERED OFFICE

No.11 Sunflower Road
East Legon
Accra Ghana

INVESTMENT MANAGER

EDC Investments Limited
Valco Trust House
P. O. Box AN 16746
Accra Ghana

CUSTODIAN

Stanbic Bank (Ghana) Limited
Stanbic Height
Plot 215, South Liberation Road
Airport City, Accra

AUDITORS

John Kay and Co.
Chartered Accountants
7th Floor, Trust Towers
Farrar Avenue, Adabraka
P.O. Box 16088
Airport, Accra

BANKERS

Ecobank Ghana Limited
Ring Road Central
Accra

REPORT OF THE BOARD OF DIRECTORS TO THE MEMBERS OF KIDDIFUND MUTUAL FUND LIMITED

The Board of Directors presents the report and audited financial statements of Kiddifund Mutual Fund Limited for the year ended 31 December, 2014.

FINANCIAL STATEMENTS

The results for the fund year ended 31 December 2014 are set out in the attached financial statements.

The Board of Directors considers the state of the affairs of the company to be satisfactory.

NATURE OF BUSINESS

Kiddifund Mutual Fund Limited is a company registered and domicile in Ghana. It is licensed by the Securities and Exchange Commission of Ghana to operate as an authorized mutual fund.

Kiddifund Mutual Fund Limited (“The Fund”) is an open-end mutual fund which shall invest primarily in equity securities listed on the Ghana Stock Exchange (GSE) and fixed income securities. Kiddifund is a balanced fund that seeks to achieve current income, liquidity and capital preservation for its shareholders.

DIVIDEND DISTRIBUTION POLICY

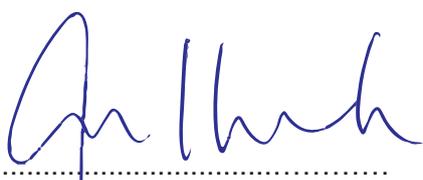
The fund does not distribute income. All income earned are reinvested.

Shareholders should be aware that the mutual fund aims to achieve capital growth and as such income is reinvested to take advantage of the effects of compounding.

APPROVAL OF FINANCIAL STATEMENTS

The financial statements of the company were approved by the Board of Directors on

..... and signed on its behalf by:



.....
DIRECTOR



.....
DIRECTOR

CHAIRMAN'S STATEMENT

Introduction

It is with great pleasure that I welcome you, Ladies and Gentlemen, to the 2nd Annual General Meeting of the Kiddifund for the 2014 financial year. 2014 was indeed a challenging year for the Ghanaian economy, which experienced higher inflation, currency depreciation, lower GDP growth, energy crisis and high debt levels. I am pleased to announce that despite these challenges, the Fund posted impressive returns. The Fund's return of 18.1% outperformed its

The Economic Environment in 2014

Ghana's Gross Domestic Product (GDP) grew by 4.2% in 2014, far below the 7.4% originally targeted by Government for the year. The lower growth was on the back of uncertainties arising from macroeconomic instability, accelerating inflation and sustained currency depreciation, as well as energy sector challenges. Growth nonetheless was driven by the non-oil sector, particularly agriculture, forestry, and services. However, the gold sector experienced challenges arising from the fall in global gold prices. Oil GDP also picked up but failed to reach its projected output.

Inflation accelerated to an average of 15.5% in 2014 from 11.7% the year before, mainly due to a weakening of the GH¢ against the major international currencies. With Ghana being an import dependent country, inflation was primarily driven by the pass through effects of fuel and other imports. The general economic slowdown led to lower than expected tax revenues. Lower gold and cocoa export revenues also contributed to lower than expected domestic revenues. This as well as delays in donor support significantly decreased the country's foreign exchange revenues and led the Government to increase its domestic borrowing to finance its expenditure. This led to the fiscal deficit for the year to be equivalent to 9.5% of GDP, which was above the initial target of 8.5%.

The Fixed Income and Equity Markets in 2014

In response to the devaluation of the GH¢ with its attendant inflation risks, the Bank of Ghana increased the monetary policy rate three times in 2014. The rate as at the beginning of the year was 16% and it ended the year at 21%. This exerted an upward pressure on yields.

Activities in the fixed income market were skewed towards the short end of the yield curve as Government securities issued in 2014 were predominantly short term. There were three issuances of 3 year bonds and planned issuances of 5 and 7 year bonds which were called off. The lack of frequent issuances of longer tenured bonds has stifled the rather nascent secondary bond market. The concentration of activities on the shorter end of the yield curve led the curve to be inverted throughout the year with the yield on shorter dated instruments being higher than those of longer dated ones.

A knock on effect of the economic challenges was the poor performance of listed companies especially in the manufacturing and consumer goods sectors. Although banking stocks posted better returns, it was not sufficient to bolster market performance as the benchmark index measuring the performance of the Ghanaian stock market recorded a return of 5.4% in 2014, compared to 78.8% registered in 2013.

2015 Outlook

While medium-term prospects are good, supported by rising energy production, the short-term outlook is weak but improving now that the authorities are engaged with the IMF on an economic reform and

CHAIRMAN'S STATEMENT

stabilization programme. Growth is projected to slow to around 3% in 2015. Growth will be undermined by a combination of fiscal consolidation under the IMF-advised reform programme, the sharp fall in oil prices, and power shortages largely caused by low water levels in hydro power stations and delayed coming on stream of new power plants. In addition, the large fiscal and current account deficits, and high financing needs, leave Ghana vulnerable to any further deterioration in external conditions.

The outlook for inflation in 2015 has improved now that reforms are being implemented successfully. As fiscal policy dominance over monetary policy subsides due to the fiscal consolidation efforts (including the elimination of Bank of Ghana financing to the government by 2016), and as the inflation targeting monetary policy framework is strengthened, inflation should move back to close to the medium-term target of 8% (+/- 200bp). If there is any weakening of the government's resolve to tighten spending controls, the pace of acceleration will pick up. Achieving the 2015 fiscal deficit target will be difficult given high interest rates, uncertainty over the performance of the GHS, and the likelihood of slower growth.

On the whole, we think 2015 may bring better economic outcomes over 2014.

Conclusion

Although we foresee another difficult year, we want you our shareholders to rest assured that your Fund is well positioned to take advantage of high returns on fixed income securities and in line with its value investing strategy, take advantage of the upside potential of equities that we believe are priced below their intrinsic value. The skill and experience of our fund managers in applying their economic and market insights as well as their strong focus on risk management will remain central to the Fund's continued success.

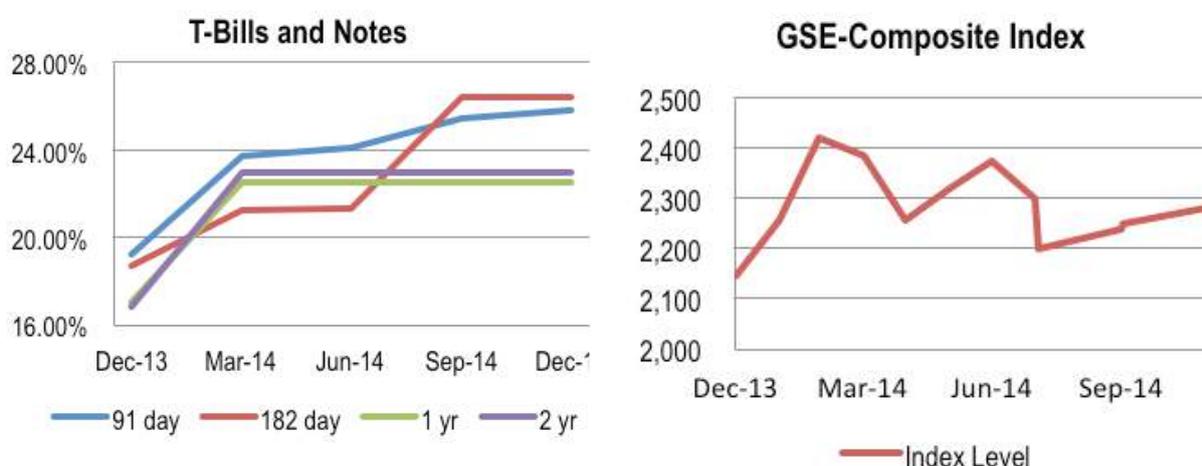
Thank you very much.

Nimo Ahinkorah
Chairman.

FUND MANAGER'S REPORT

REVIEW OF INVESTMENT ENVIRONMENT - 2014

Ghana's interest rates in 2014 recorded an increase occasioned by the need for Government to compensate for rising inflation as well as its increased appetite for borrowing on the local market. The 91 day T-Bill rose from 19.22% in December 2013 to 25.81% in December 2014. The yield on the 2 year note increased by over 500bps with the 182 day treasury bill recording the highest increase of 775bps. The 3 year note which was the longest term issued by the Government averaged a yield of 25.11% from three issues in 2014.

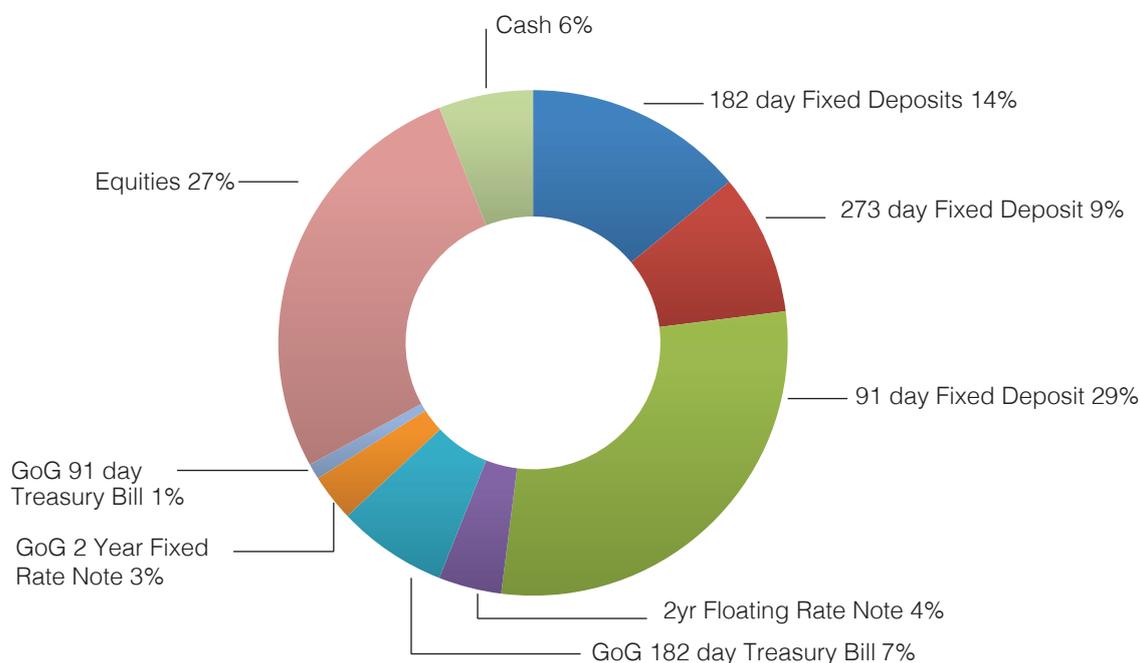


The Ghanaian stock market posted a weak performance as economic growth slowed to 4.2% in 2014. The return on the benchmark GSE Composite Index dropped to 5.4% in 2014 from 78.8% in 2013. The performance of the stock market reflected the deterioration in macroeconomic fundamentals, which adversely affected the earnings of listed companies especially in the consumer goods sector. In addition, there was a general lack of investor confidence in the Ghanaian economy, which was reflected in a downgrade of the Ghanaian economy by various global rating agencies. The low investor confidence extended to the stock market, which experienced a drop in market activity. The aggregate volume and value of shares traded fell by 33.7%/y/y and 24.2%/y/y to 207.50 million shares and GHS345.96 million respectively.

PORTFOLIO STRUCTURE

Bearing in mind that the fund is primarily targeted at securing our children's future, the objective of the kiddifund remains the preservation and enhancement of shareholders' wealth to meet medium to long term financial goals while creating liquidity to meet short term goals. This core mandate has therefore given rise to the balanced nature of the fund, where assets consist of a combination of fixed income instruments and equities.

FUND MANAGER'S REPORT



FUND PERFORMANCE

The return on the kiddiFUND for 2014 was 18.12% against a benchmark of 14.50%. In spite of the low performance of 5.4% recorded by the stock market index, high yields on government and other fixed income securities ensured moderate returns for the fund. Since its inception in November 2012 till end of 2014, the fund has recorded a cumulative return of 48%.

The fund decreased its holdings in fixed income securities from 69.3% in 2013 to 67.8% at the end of 2014. 26.5% of the portfolio was held in equities at the end of the year, in line with objectives and strategy of the fund as well as the mandate of the fund manager and 5.7% in cash.

In 2014, assets of the fund grew by GHS 0.61m from GHS 0.69m to GHS 1.29m. Monthly deposits averaged GHS 48,643.82 while withdrawals averaged GHS 5,508.70. Total income from investments for the fund was GHS 150,585.44. The net inflow to the fund coupled with investment returns led to a 102% growth in the value of the fund.

The number of shareholders of the fund increased from 2,134 at the end of 2013 to 2,774 as at the end of December 2014. This represents a growth of 30% in the shareholder base.

OUTLOOK AND STRATEGY

With an improved medium term outlook for the country, following the commencement of the IMF reform programme, we expect a more stable macro-economic environment in the medium term. In the short term, we expect high interest rates, a weak local currency, and austerity reforms to undermine domestic demand. Primary market yields will remain strongly influenced by the BoG's tight monetary policy stance and related liquidity management efforts. Your Fund will therefore be positioned to enjoy high interest rate regime while it persists.

FUND MANAGER'S REPORT

While Ghana's IMF bailout deal has lifted the mood of investors in 2015, there are still concerns about the government's ability to meet all the terms of the bailout. Consequently, investors would continue to trade cautiously on the stock market in 2015, which could adversely affect market activity.

CONCLUSION

We have intensified our direct marketing efforts for the fund and expect that this will yield the desired results. As managers of your fund, we are committed to ensuring that your funds are invested in the safest and highest yielding instruments, for the benefit of our cherished fund holders. We will therefore entreat you to increase investments in the fund, to ensure that you benefit from our expected returns. Thank you.

God bless us all.



Afua Akyaa Osei
Portfolio Manager



John Kay & Co.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KIDDIFUND MUTUAL FUND LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of kiddiFUND Mutual Fund Limited which comprise of a statement of net assets, statement of assets and liabilities and a statement of movements in net assets at 31 December 2014, a statement of income and distribution and accumulated net investment income, as well as statement of changes in equity and portfolio summary for the year then ended and notes to the financial statements, which include a summary of significant accounting policies, as set out on pages 13 to 18.

Board of Directors' Responsibilities for the Financial Statement

The Board of Directors is responsible for the preparation and fair presentation of these financial statements in accordance with the Ghana National Accounting Standards and in the manner required by the Companies Act, 1963 (Act 179) and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 whether the financial statements are free from material misstatement.

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 control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, 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 a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the statement of assets and liabilities and the statement of movements in net assets of Kiddifund Mutual Fund Limited at 31 December



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EDC GHANA FIXED INCOME UNIT TRUST (CONT'D)

Report on Other Legal and Regulatory Requirements

Compliance with the requirements of Section 133 of the Companies Act, 1963 (Act 179)

We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

In our opinion, proper books of account have been kept, and the statement of assets and liabilities, statement of movements in net assets, statement of income and distribution and statement of changes in equity are in agreement with the books of account.

A handwritten signature in blue ink that reads 'John Kay & Co.' in a cursive script.

JOHN ARMSTRONG YAO KLINOGO
PRACTICE NO. ICAG/P/1116

JOHN KAY AND CO.
CHARTERED ACCOUNTANTS
ACCRA
PRACTICE NO. ICAG/F/2015/128

..... 2015

STATEMENT OF NET ASSETS AT 31 DECEMBER 2014

EQUITY INVESTMENTS	SHARES	PRICE PER SHARE GH¢	MARKET VALUE GH¢	PERCENT OF NET ASSETS %
Banking				
HFC Bank Ghana Limited	10,000	1.50	15,000	1.16
Ecobank Transnational Incorporated	76,000	0.28	21,280	1.64
Ghana Commercial Bank	14,500	5.30	76,850	5.94
Standard Chartered Bank	2,600	20.35	52,910	4.09
CAL Bank	52,100	1.01	52,621	4.07
Ecobank Ghana Limited	2,500	7.60	19,000	1.47
Financial Services				
State Insurance Company	20,000	0.37	7,400	0.57
Enterprise Insurance	15,000	1.75	26,250	2.02
Food, Beverages & Household Products				
Guinness Ghana Breweries Ltd	2,075	3.20	6,640	0.51
Fan Milk Ltd	2,300	5.25	12,075	0.93
Patterson Zochonis Comp. Ltd	40,000	0.30	12,000	0.93
Unilever Ghana Limited	524	10.70	5,606	0.43
Agro-Processing				
Benso Oil Palm Plantation	7,800	4.10	31,980	2.47
Oil & Gas				
Total Petroleum	6,640	6.10	40,504	3.13
			380,116	29.36
FIXED INCOME INSTRUMENTS				
Treasury Bills				
91-Days Treasury Bills			19,171	1.49
182-Days Treasury Bills			92,150	7.12
			111,321	8.61
Treasury Notes & Bonds				
2-Year Fixed Rate Notes			34,731	2.69
			34,731	2.69
Corporate Bond				
AFS 2-Years Corporate Bond			53,957	4.17
			53,957	4.17
Certificates of Deposit				
91-Days Fixed Deposit			381,196	29.46
182-Days Fixed Deposit			184,354	14.25
273-Days Fixed Deposit			114,464	8.85
Funds on Call			48,387	3.74
			728,401	56.29
TOTAL INVESTMENTS			1,308,526	101.12
TOTAL LIABILITY			(14,411)	(1.12)
TOTAL NET ASSETS			1,294,115	100.00

kiddiFUND MUTUAL FUND LIMITED

STATEMENT OF ASSETS AND LIABILITIES AT 31 DECEMBER 2014

	2014 GH¢	2013 GH¢
ASSETS		
Total Investments	1,255,597 -----	633,111 -----
CURRENT ASSETS		
Interest Receivable	52,929 -----	32,019 -----
CURRENT LIABILITIES		
Directors' Fees	6,000	6,000
Audit Fees	4,500	2,000
Management Fees	3,378	9,800
Custody Fees	-	1,510
EDC Investments	533	956
	-----	-----
	14,411	20,266
	-----	-----
Net Current Assets	38,518 -----	11,754 -----
	-----	-----
NET ASSETS (FUND BALANCE)	1,294,115 =====	644,865 =====

.....
DIRECTOR

.....
DIRECTOR

**INCOME AND DISTRIBUTION STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 GH¢	2013 GH¢
INVESTMENT INCOME			
Dividend Income		7,573	4,087
Interest Income	4	176,441	60,109
		-----	-----
TOTAL INCOME		184,014	64,196
		-----	-----
EXPENDITURE			
Investment Management Fees		(22,980)	(9,800)
Other Expenses	11	(21,581)	(25,953)
		-----	-----
TOTAL EXPENDITURE		(44,561)	(35,753)
		-----	-----
Net Investment Income			28,443
Net realized Gain on Investment		-	-
Change in Unrealized Gain (Loss)	5	(13,710)	(51,061)
		-----	-----
NET INVESTMENT INCOME		125,743	79,504
		=====	=====

**ACCUMULATED NET INVESTMENT INCOME
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 GH¢	2013 GH¢
Balance as at 1 January	79,504	-
Transfer from Income and Distribution Statement	125,743	79,504
	-----	-----
Balance at 31 December	205,247	79,504
	=====	=====

STATEMENT OF MOVEMENTS IN NET ASSETS
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 GH¢	2013 GH¢
Change in net assets from operations		
Change in:		
Net Investment Income	139,453	28,443
Net Realized Gains	-	-
Unrealized Gains	(13,710)	51,561
	-----	-----
Net change in net assets from operations	125,743	79,504
	-----	-----
Change in net assets from capital transactions		
Proceeds from Issue of Shares	591,941	588,814
Share Redemption	(68,434)	(23,453)
	-----	-----
Net change in net assets from capital transactions	523,507	565,361
	-----	-----
Net additions to net assets	649,250	644,865
	=====	=====
Analysis of changes in cash and cash equivalents for the year		
At 1 January	644,865	-
Net additions to net assets	649,250	644,865
	-----	-----
At 31 December	1,294,115	644,865
	=====	=====

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2014

31 December 2014	Capital Transactions GH¢	Investments GH¢	Total GH¢
At 1 January	565,361	79,504	644,865
Net Income from Operations	-	125,743	125,743
Share Issue	591,941	-	591,941
Shares Redemption	(68,434)	-	(68,434)
At 31 December	1,088,868	205,247	1,294,115
	=====	=====	=====
	Capital Transactions GH¢	Investments GH¢	Total GH¢
31 December 2013			
At 1 January	-	-	-
Net Income from Operations	-	79,504	79,504
Share Issue	588,814	-	588,814
Shares Redemption	(23,453)	-	(23,453)
At 31 December	565,361	79,504	644,865
	=====	=====	=====

MOVEMENTS IN ISSUED SHARES FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 No. of Shares	2013 No. of Shares
Balance as at 1 January	5,150,484	-
Shares Issued during the year	4,162,843	5,363,189
Redemptions during the year	(505,231)	(212,705)
Balance at 31 December	8,808,096	5,150,484
	=====	=====

kiddiFUND MUTUAL FUND LIMITED

PORTOFOLIO SUMMARY AT 31 DECEMBER 2014

DESCRIPTION	POSITION AS AT 31.12.14	VALUE AS AT 31.12.2014 GH¢	PURCHASES AS AT 31.12.2014 GH¢	SALES AS AT 31.12.2014
GH¢				
Banking				
HFC Bank Ghana Limited	10,000	15,000	9,600	-
Ecobank Transnational Incorporated	76,000	21,280	14,440	-
Ghana Commercial Bank	14,500	76,850	77,498	-
Standard Chartered Bank	2,600	52,910	49,320	-
CAL Bank	52,100	52,621	54,759	-
Ecobank Ghana	2500	19,000	19,671	-
Financial Services				
State Insurance Company	20,000	7,400	7,800	-
Enterprise Insurance	15,000	26,250	27,935	-
Food, Beverages & Household Products				
Guinness Ghana Breweries Ltd	2,075	6,640	12,865	-
Fan Milk Ltd	2,300	12,075	16,398	-
Patterson Zochonis Comp. Ltd	40,000	12,000	30,717	-
Uniliver	524	5,607	9621	-
-				
Agro-Processing				
Benso Oil Palm Plantation	7800	31,980	29,605	-
Oil & Gas				
Total Petroleum	6640	40,504	33,598	-
		-----	-----	-----
		380,117	393,827	-
		=====	=====	=====

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

1. REPORTING ENTITY

kiddiFUND Mutual Fund Limited is a mutual fund investment company whose primary object is to obtain contributions from members and invest same for their benefit. kiddiFUND Mutual Fund Limited is a limited liability company and is incorporated and domiciled in the Republic of Ghana. The address and registered office of the company can be found on page 4 of the annual report.

2. BASIS OF PREPARATION

a. Basis of measurement

The financial statements of the Fund have been prepared in accordance with Ghana National Accounting Standards and the Unit Trust and Mutual Funds Regulations, 2001.

b. Functional and presentation currency

The financial statements are presented in Ghana Cedi (GH¢) which is the organisation's functional and presentation currency.

c. Use of estimates and judgment

The preparation of financial statements in conformity with Ghana National Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenditures. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Investments

Securities listed on a stock exchange or traded on any other organized market are valued at the last available market price on the relevant valuation day. Securities that are actively traded an over-the-counter market are valued at the mean between the most recently quoted bid and offer prices provided by the principal brokers. Securities for which, market quotations are not readily available are valued at fair value as determined in good faith by or under the direction of the Board of Directors. Debt securities are valued at amortized cost.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

3. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

3.2 Dividend

Income of the company includes all dividend received or receivable. Dividends are recognized in the income statement when the entity's right to receive payment is established.

3.3 Interest Income

Interest Income is recorded on accrual basis.

3.4 Investment transactions and related investment income

Security transactions are recorded by the fund as of the date the trades are executed with brokers. Realized gains and losses from security transactions are determined based on the specific identified cost of the securities. Dividend income is recognized on the ex-dividend date and interest income is recognized on an accrual basis. Market discounts, premiums and original issue discounts on fixed-income securities are amortized daily over the expected life of the security.

3.5 Cash allocations

Income, fees and expenses (other than class-specific fees and expenses) and realized and unrealized gains and losses are allocated daily among the various share classes based on their relative net assets. Class-specific fees and expenses, such as distribution, administrative and shareholder services, are charged directly to the respective share class.

3.6 Bonus shares

Bonus shares are recognised when the right to holding is established.

4. INTEREST INCOME

	2014 GH¢	2013 GH¢
Interest on Treasury Bills	12,042	2,204
Interest on Call Deposit	2,247	2,319
Treasury Notes	14,911	22,866
Interest on Fixed Deposit	125,985	29,463
Corporate Bond	13,756	3,257
Others	7,500	-
	-----	-----
	176,441	60,109
	=====	=====

5. UNREALIZED GAINS/(LOSSES) ON INVESTMENT

2014	2013		
		GH¢	GH¢
Market Value of Investments		380,117	172,150
Cost of Investments		(393,827)	(121,089)
		-----	-----
		(13,710)	51,061
		=====	=====

6. CAPITAL TRANSACTIONS

	2014	2013
	No. of Shares	No. of Shares
New Issues	4,162,843	5,363,189
Redemptions	(505,231)	(212,705)
	-----	-----
Shares (withdrawn)/issued	3,657,612	5,150,484
	=====	=====

7. TAXATION

Under Ghanaian tax laws, the interest, dividends, or any other income of a Mutual Fund is exempt from income tax. Capital gains on sale of securities listed on the Ghana Stock Exchange are exempted from tax.

8. PURCHASE AND SALE OF LONG TERM SECURITIES

	2014 PURCHASES GH¢	2014 SALES GH¢	2013 PURCHASES GH¢	2013 SALE GH¢
HFC Bank Ghana Ltd	9,600	-	5,875	-
-				
Ecobank Transnational Incorporated	14,440	-	14,657	-
-				
Ghana Commercial Bank Ltd	77,498	-	9,216	-
-				
Ecobank Ghana	19,671	-	-	-
-				
Standard Chartered Bank	49,320	-	14,180	-
-				
CAL Bank	54,759	-	3,024	-
-				
State Insurance Company	7,800	-	5,535	-
-				
Enterprise Insurance Company	27,935	-	12,900	-
-				
Guinness Ghana Breweries Ltd	12,865	-	9,309	-
-				
Fan Milk Ltd	16,398	-	4,841	-
-				
Patterson Zochonis Company Ltd	30,717	-	9,404	-
-				
Benso Oil Palm Plantation	29,605	-	5,843	-
-				
Uniliver Ghana Limited	9,621	-	-	-
-				
Total Petroleum	33,598	-	26,305	-
-				
-	-----	-----	-----	---
-	393,827	-	121,089	-
-	=====	=====	=====	===

9. TRANSACTIONS THROUGH STOCK BROKERS

The fund's transactions were through EDC Stockbrokers Limited.

10. OWNERS' FUNDS

	2014 GH¢	2013 GH¢
Accumulated net investment income	205,247	79,504
Stated capital registered	100,000	100,000
Movement on shares issued	988,868	465,361
	-----	-----
	1,294,115	644,865
	=====	=====

11. OTHER EXPENSES

	2014 GH¢	2013 GH¢
Audit Fees	4,500	2,000
Directors Emoluments	6,000	6,000
Custody Fees	3200	1,510
Legal Fees	900	6,558
Stationery/Printing	2,072	2,555
Insurance	2,947	6,790
Board Expenses	320	-
AGM Expenses	1,194	-
Postage	-	500
Bank charges	10	40
Other Expenses	438	-
	-----	-----
	21,581	25,953
	=====	=====

12. DIRECTORS' SHAREHOLDING

	SHARES	PERCENT OF FUNDS
Enoch Kofi Ampratwum	85,710	0.9733
Sarah Brainoo Arhin	10,004	0.1136
William Mensah	41,788	0.4745
Rose Mawunyo Kley Gomez	101,708	1.1550



**Corporate and
Investment Banking**

Kiddifund
Ecobank Development Corp.
5 Second Ridge Link
North Ridge
Accra

23rd July 2015

Attention: Fund Manager

Dear Sir/Madam,

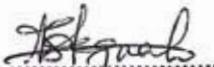
REPORT OF THE CUSTODIAN TO THE INVESTORS OF KIDDIFUND

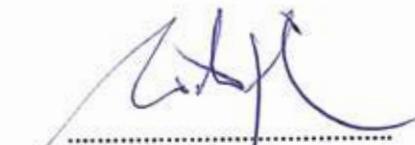
We as Custodians of Kiddifund write to confirm to investors the statement of holdings of the fund as at close of business 31st December 2014.

In our independent opinion on the statement of holdings based on our audit, the statement reflects a true and fair view of state of affairs of the Fund as at 31st December 2014.

Please see attached statement of holdings of securities as at 31st December 2014.

Yours Faithfully,


.....
Akua Sadkey-Acquah
Investor Services


.....
William Sowah
Head, Investor Services

Stanbic Bank Ghana Limited, Stanbic Heights, 215 South Liberation Link, Airport City, Accra, Ghana
PO Box CT 2344 Cantonments, Accra, Ghana Website: www.stanbicbank.com.gh
SWIFT: SBICGHAC Telex: 2755 STNBICGH
Tel. Switchboard: +233 (0) 302 687670-8 Fax: +233 (0) 302 687669
Email: stanbicghana@stanbic.com.gh

Stanbic Bank Ghana Limited
A member of the Standard Bank Group of South Africa
Directors: K. A. Awotwi, A. Andani, Dr. J. R. Aryee, Ms. M. Botsio Benyah, Prof. E. Aryeetey, K.K. Asomaring, K.S.A. Mills, D. Bruynseels, C. Egan, A. Mohinani, N.D. Benneh

PROXY FORM

I/We.....of.....
 Being a member(s) of kiddiFUND Mutual Fund Limited (“the Company”) hereby
 appoint.....of.....

As my/our proxy to attend on my/our behalf, the 2nd Annual General Meeting of the Company, to be held
 at the GNAT Hall, new conference room, Accra on **Thursday 6th August 2015 at 2pm** for the following
 purposes and to vote on my/our behalf on matters as directed below:

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

RESOLUTIONS	FOR	AGAINST
1. To consider the Report of Directors and Auditors for the year ended 31st December 2014		
2. To receive and adopt the accounts for 2014		
3. To authorize the Directors to determine the fees of the Auditors		
4. To transact any other business appropriate to be dealt with at any Annual General Meeting.		

Shareholder’s SignatureDate2015

Notes

1. A proxy need not be a member of the company.
2. Unless otherwise instructed, the proxy will vote as he sees fit.
3. To be valid, this form must be signed and deposited at the Registered Office of the Secretary not less than forty-eight (48) hours before the commencement of the meeting.
4. In the case of joint holders the signature of only one of the joint holders is required.
5. In the case of a body corporate the form must be under seal or under the hand of a duly authorized officer.
6. The completion of and return of a proxy form does not prevent a shareholder from attending the meeting and voting thereat.

