

ANNUAL REPORT 2015



HFC EQUITY TRUST

HFC Investment Services Limited
A Subsidiary of HFC Bank (Ghana) Limited



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HFC EQUITY TRUST
HFC INVESTMENT SERVICES LIMITED
A SUBSIDIARY OF HFC BANK (GHANA) LIMITED

THE MANAGER

Name:	HFC Investment Services Limited (HFC Investments)
Country of Incorporation:	Ghana
Registration Number:	50,533
Nature of Corporate Form:	Limited liability, wholly-owned subsidiary of HFC Bank (Ghana) Limited
Registered Office:	Ebankese No. 35 Sixth Avenue, North Ridge P. O. Box CT. 4603 Cantonments, Accra.
Principal Place of Business:	No. 48A Sixth Avenue. North Ridge, Accra
Date of Incorporation:	7th July 1993 (Name changed from Home Finance Investment Fund Limited to HFC Investment Services Limited on 1 ST October 2001).
Capitalization (as at December 31, 2015)	Authorized: 10,000,000 (Ten million) Ordinary shares of no Par value
Issued:	2,346,400 shares
Auditors:	Ernst and Young G15 White Avenue Airport Residential Area P.O.Box 16009 Accra

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NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Eleventh Annual General Meeting of Unitholders will be held at the Osu Presby Church Hall, Accra at 9:45 am on Tuesday 31st May, 2016 to transact the following businesses:

AGENDA

1. To receive the report of the Manager for the Year 2015.
2. To receive the Audited Statement of Income and Expenditure of HFC Equity Trust for the financial year ended December 31, 2015 together with the Trustees and Auditors report thereon:
3. To authorize the Manager to fix the remuneration of the Auditors for the Year 2016.

A Unitholder has the right to appoint a proxy to attend and vote on his/her behalf at the Meeting. Such a proxy need not be a Unitholder. A copy of the instrument appointing the proxy may be deposited at any time prior to the commencement of the Meeting at the principal place of business of the Manager

HFC Investments
No. 48 A, Sixth Avenue
North Ridge, Accra

Dated 20th April, 2016
By Order of the Manager

HFC Investments

STATEMENT OF TRUSTEES RESPONSIBILITIES

The Trust Deed requires the Trustees to prepare financial statements for each financial period, which gives a true and fair view of the state of affairs of the HFC Equity Trust. In preparing the financial statements, the Trustees are required to:

- Select suitable accounting policies and apply them consistently,
- Make judgments and estimates that are responsible and prudent,
- State whether applicable accounting standards have been followed, subject to any material departures, disclosed and explain them in the financial statements, and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Investment Trust will continue in business.

The Trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the HFC Equity Trust, which will ensure that the financial statements comply with the Trust Deed and Securities Industry Law, 1993 (PNDCL 333).

They are responsible for safeguarding the assets of the Investment Trust and taking reasonable steps for the prevention and detection of fraud and other irregularities.

The statements should be read in conjunction with the statements of the Auditors' responsibilities as set out on page 13, the respective responsibilities of the Trustees and the Auditors in relation to the financial statement.

REPORT OF THE TRUSTEES TO THE UNIT HOLDERS OF HFC EQUITY TRUST FOR THE YEAR ENDED 31 DECEMBER 2015

In our opinion, according to the information made available to us and the explanations provided, we confirm that in all material respects, the manager has managed the scheme during the period covered by these financial statements in accordance with the Trust Deed dated 1st December, 2005 and all regulations for the time being in force under the Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695).

A handwritten signature in black ink, consisting of a large, stylized initial 'S' followed by a vertical line and a horizontal line, with some additional scribbles.

Dated this 20th Day of April 2016
For: UNIVERSAL MERCHANT BANK (GHANA) LIMITED

HFC EQUITY TRUST

FUND MANAGER'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2015

Noteworthy from a global perspective for 2015 were slower growth prospects in China and other emerging economies which weakened the global economic environment. The slowdown chiefly impacted oil prices on the economies of oil exporting countries, as well as lower demand from China, the largest single trade partner of sub-Saharan Africa. Fears over a slowing global economic momentum together with concerns over falling oil and commodity prices, combined to pull down nervous global stock markets in 2015

The economic environment of Ghana in 2015 fared no better, characterized by an unstable cedi, a debilitating energy crises, high inflation, and reduced credit expansion by banks. The country recorded a GDP of 4.1% for 2015.

Highlights of key macroeconomic indicators were as follows;

1. INTEREST RATE

Money market rates declined marginally. The 91-Day, 182-Day and the 1-Year note ended the year with an average rate of 25.11%, 25.87% and 22.51% respectively.

2. INFLATION

Inflation which has been on an upward trajectory ended the year at 17.70% compared to the year-end inflation of 17.0% recorded in 2014.

3. EXCHANGE RATE

On the exchange rate front, the Ghana cedi depreciated by 15.7 percent compared to 31.3 percent recorded in 2014. The currency was noticeably volatile over the period as a result of foreign exchange control measures introduced and withdrawn.

4. GHANA STOCK EXCHANGE

The Ghana Stock Exchange experienced a bearish market, leading to investors recording significant capital losses. The GSE-Composite Index and the Financial Stock Index closed at negative 11.77% and negative 13.98% respectively. Comparatively, the GSE Composite Index and the Financial Stock Index closed at 5.40% and 25.58% respectively in 2014 reflecting a far better performance. The stock market closed the year with a capitalization of GH¢57.11 billion as compared to GH¢64.35 billion recorded in 2014.

HFC EQUITY TRUST

FUND MANAGER'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2015 (Cont)

FUND PERFORMANCE

Unsurprisingly, the poor performance of the market in 2015 had a direct impact on the Fund. The Fund's assets fell by 10% from GH¢5.76 million at year end 2014 to GHS5.17 million at the end of 2015. Your fund manager however strategically rebalanced the portfolio to ensure that the fund achieves greater value for unit holders. Consequently even though the dire economic challenges prevailed in 2015 and the bear market persisted, your fund managed to return a yield of 14.49% in 2015, substantially surpassing the GSE Composite and Financial Indices of negative 11.77% and negative 13.98% respectively. During the year under review, the number of unit holders also increased from 3,023 to 3,069.

PORTFOLIO REVIEW AND ASSET MIX

The fund portfolio was rebalanced in favour of money market to mitigate the increasing losses being suffered on the stock market. Investments in stocks were reduced to 31.30% by end of year 2015 from 63.38% at the beginning of year 2015. During the same period, corporate bonds increased to 17.05% from 9.32% and investments in short term instruments also increased from 20.98% to 45.61%. This strategy ensured that your fund achieved enviable returns amongst its peers in the industry.

EQUITY TRUST HIGHLIGHTS OF FUND STATISTICS

	2013	2014	2015	3 yr Avg
Equity Trust (%)	70.43	8.23	14.49	31.05
GSE All-Share Index (%)	78.81	5.40	(11.77)	24.15

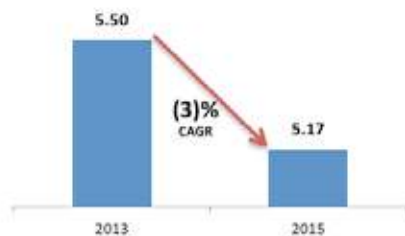
Fund Value

GHS 5.75m → **GHS5.17m**
2014 2015

2015 Return (YTD)

14.49%

Fund Growth (GHS'm)



No. of Unit Holders

3,069 (Dec 2015)

8% Growth (y/y)

Portfolio Mix - Gross Fund Value (2015)



Top Five Equities (2015)

Stock	Value (GH¢)	Proportion of NFV
GCB	289,305.86	5.59%
GOIL	214,314.24	4.14%
TOTAL	198,981.60	3.85%
EGH	196,274.74	3.79%
ETI	152,034.05	2.94%
	1,050,910.49	20.31%

HFC EQUITY TRUST

FUND MANAGER'S REPORT FOR THE YEAR ENDED DECEMBER 31, 2015

FUND STRATEGY FOR 2016

The macroeconomic challenges characterized by high inflation, high interest rate, high utility prices and the deprecating cedi still persist in the country and its negative effect on the stock market cannot be overemphasized.

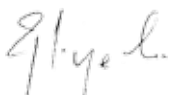
This year being an election year also brings its own unique exposures to the economy and the stock market. For the stock market however, amidst challenges lies opportunity for undervalued and stocks with great promise in the medium term. And so while we do not expect the market to fare well in the immediate to near term, the outlook is a good one. We will further reduce our exposure to the stock market to hedge the fund from near term swings but actively seek particularly undervalued stocks in the process, with the singular objective of achieving the best return for your stock market portfolio.

OUTLOOK FOR 2016

The Ghanaian economy faces multiple challenges in the months ahead, all of which are directly or indirectly correlated with the performance of the GSE. The risk of increased inflation persists, high utility prices and uncertain energy delivery, continues to be a challenge for industry. The country's existing high debt levels is expected to further influence investor confidence. Such issues do not bode well for the performance of the bourse. We are however hopeful that efforts being put in place to right the economic direction will yield results. The Central bank has adopted a tight monetary stance to control inflation; the government is working with the IMF and World Bank to bring the country's debt levels under control and on the bourse itself progress is being made to inject efficiency and lay the ground work for its recovery and expansion, once the macroeconomic headwinds are curtailed.

Be assured that your fund manager remains properly informed and will take the necessary steps to harness opportunities on the stock market to once again deliver an enviable performance to all unit holders.

Over the last five years your fund has returned in excess of 150.00%, which translate into a yearly average return of 25.00% to its valued unit holders. We believe we are poised to deliver an even better performance in the coming years. Your confidence reposed in the fund is in the right direction and we urge you to continue to invest in the fund as part of your wider investment portfolio, to take full advantage of the opportunities that will come up in the months and years ahead.



PETER LARBI-YEBOAH
CHIEF EXECUTIVE OFFICER



HFC EQUITY TRUST
FINANCIAL STATEMENTS
31 DECEMBER 2015

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF HFC EQUITY TRUST FOR THE YEAR ENDED 31 DECEMBER 2015



REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of HFC Equity Trust which comprise the statement of assets and liabilities as of December 31, 2015, the income and distribution accounts, statement of movement in net assets and issued units for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Trustees Responsibility for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in the manner required by the Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695) and the Companies Act, 1963 (Act 179).

This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 Trustee, 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF HFC EQUITY TRUST FOR THE YEAR ENDED 31 DECEMBER 2015

OPINION

In our opinion, the financial statements give a true and fair view of the financial position of HFC Equity Trust as of December 31, 2015 and of its financial performance for the year then ended in accordance with International Financial Reporting Standards and comply with the Companies Act, 1963 (Act 179) and have been properly prepared in accordance with the Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695).

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

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

- i) 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.
- ii) In our opinion proper books of accounts have been kept by the Trust, so far as appears from our examination of those books, and
- iii) The Trust's Statement of Assets and Liabilities and Income and Distribution Account are in agreement with the books of accounts.



.....
Signed by: F. Bruce-Tagoe (ICAG/P/1087)
For and on behalf of
PKF: (ICAG/F/2016/039)
Chartered Accountants
Farrar Avenue
P. O. Box GP 1219, Accra.
Dated 20th April, 2016

HFC EQUITY TRUST

STATEMENT OF ASSETS AND LIABILITIES

AS AT 31 DECEMBER 2015

	Notes	2015 Market Value GH ¢	% Net Assets	2014 Market Value	% Net Assets	01-Jan-14 Market Value	% Net Assets
Available for sale Investments	6	1,623,598	32.10	3,655,190	64.01	3,628,667	65.92
SHORT TERM FUNDS							
Cash at Bank and on Call	7	368,636	7.29	67,801	1.19	104,428	1.90
Held to Maturity Investments	8	2,748,529	54.34	1,603,658	28.08	1,543,674	28.04
HFC Unit Trust		3,186	0.06	3,186	0.06	3,186	0.06
HFC Future Plan		170,000	3.36	170,000	2.98	170,000	3.09
		<u>2,921,715</u>	<u>57.76</u>	<u>1,776,844</u>	<u>31.12</u>	<u>1,716,860</u>	<u>31.19</u>
Total Short Term Funds		<u>3,290,351</u>	<u>65.05</u>	<u>1,844,645</u>	<u>32.31</u>	<u>1,821,288</u>	<u>33.09</u>
Total Investments		<u>4,913,949</u>	<u>97.15</u>	<u>5,499,835</u>	<u>96.32</u>	<u>5,449,955</u>	<u>99.01</u>
Other Assets in Excess of Liabilities		144,173	2.85	210,227	3.68	54,647	0.99
Total Net Assets		<u>5,058,122</u>	<u>100.00</u>	<u>5,710,062</u>	<u>100.00</u>	<u>5,504,602</u>	<u>100.00</u>

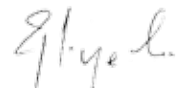
HFC EQUITY TRUST

STATEMENT OF ASSETS AND LIABILITIES

AS AT 31 DECEMBER 2015

	Notes	2015 GH¢	2014 GH¢	01-Jan-14
Assets:				
Total Investments		4,913,949	5,499,835	5,449,955
Receivables:				
Interest	10	192,683	141,679	83,573
HFC ISL Current Account		42,503	30,492	31,625
Other Receivables		0	107,313	0
Total Assets		5,149,135	5,779,319	5,565,153
Liabilities:				
Amount Due to Managers		22,717	25,765	18,677
Management Fund	11	27,987	15,153	10,968
Management Fees Payable		17,952	9,839	7,749
HFC UT Current Account		656	0	4,037
Accrued Charges		21,701	18,500	19,120
Total Liabilities		91,013	69,257	60,551
Net Assets		5,058,122	5,710,062	5,504,602

SIGNED FOR HFC INVESTMENT SERVICES LIMITED
April 20th, 2016.



CHIEF EXECUTIVE OFFICER



DIRECTOR

HFC EQUITY TRUST

INCOME AND DISTRIBUTION ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2015

	Notes	2015 GH ¢	2014 GH ¢
Investment Income			
Fixed Deposit		586,696	421,373
Bonds		165,397	61,938
Treasury Bills		0	5,400
Dividends		88,772	134,411
Call Account		9,574	2,683
Profit on Disposal of Shares		584,579	783,323
Total Income		1,435,018	1,409,128
Expenses			
Management Fees		112,161	120,584
Auditors Remuneration		21,700	18,500
Other Expenses	5	17,784	17,726
		151,645	156,810
		1,283,373	1,252,318
Transfer to Management Fund	11	(12,834)	(12,523)
Net Investment Income		1,270,539	1,239,795
ACCUMULATED NET INVESTMENT INCOME			
BALANCE AT 1 JANUARY		2,400,192	1,160,397
Net Investment Income		1,270,539	1,239,795
BALANCE AT 31 DECEMBER		3,670,731	2,400,192

HFC EQUITY TRUST

STATEMENT OF MOVEMENT IN NET ASSETS

FOR THE YEAR ENDED 31 DECEMBER 2015

Notes

	2015 GH¢	2014 GH¢
Net Investment Income	1,270,539	1,239,795
Change in Unrealised gain	(596,629)	-828,197
Net Increase in Net Assets Resulting from Operations	<u>673,910</u>	<u>411,598</u>
Capital Transactions		
Value of Units Sold and Converted	299,663	1,600,547
Value of Units Disinvested	(1,625,513)	(1,806,685)
Net Proceeds from Capital Transactions	<u>(1,325,850)</u>	<u>(206,138)</u>
Total Increase in Net Assets	<u>(651,940)</u>	<u>205,460</u>
Net Assets:		
Balance at 1 January	<u>5,710,062</u>	<u>5,504,602</u>
Total Increase in Net Assets	<u>(651,940)</u>	<u>205,460</u>
Balance at 31 December	<u>5,058,122</u>	<u>5,710,062</u>

STATEMENT OF MOVEMENT IN ISSUED UNITS FOR THE YEAR ENDED 31 DECEMBER 2015

Number of Units at 1 January	12,115,423	12,668,782
Number of Units Issued during the year	648,496	3,836,435
	<u>12,763,919</u>	<u>16,505,217</u>
Number of Units disinvested during the year	<u>(3,473,947)</u>	<u>(4,389,794)</u>
Number of Units at 31 December	<u>9,289,972</u>	<u>12,115,423</u>

HFC EQUITY TRUST PORTFOLIO SUMMARY FOR THE YEAR ENDED 31 DECEMBER 2015

	No. Of Shares 31/12/14	Value 31/12/14 GH¢	No. Of Shares 31/12/15	Value 31/12/15 GH¢	Purchase During the Year GH¢	Sales During the Year GH¢
HFC	421,500	632,250	421,500	0	0	632,250
CAL	257,600	260,177	257,600	17,600	0	242,200
EBG	56,099	426,353	56,099	196,273	0	213,560
GCB	86,834	460,219	86,834	289,306	171,902	275,600
SCB	13,495	274,623	13,495	138,469	613,236	162,800
SGSSB	187,758	187,758	187,758	81,802	10,221	104,500
UT	20,000	5,000	20,000	0	0	5,000
EGL	192,740	337,295	192,740	119,376	0	250,250
ETI	527,896	147,846	527,896	152,034	164,275	0
FML	10,000	52,500	10,000	147,735	103,229	25,725
GOIL	166,082	174,386	166,082	214,314	0	13,650
GWEB	364,000	10,920	364,000	0	0	10,920
SPL	600,000	12,000	600,000	0	0	12,000
UNIL	8,237	88,136	8,237	204	0	87,879
GOLD STAR	2,000	4,680	2,000	22,049	18,342	0
SIC	83,000	30,710	83,000	420	0	29,600
BOPP	20,173	82,710	20,173	45,432	0	8,200
MECHANICAL LOYD	204,005	57,121	204,005	1	0	57,120
TOTAL	45,916	280,087	45,916	198,471	0	42,700
GGBL	39,256	125,619	39,256	112	0	125,440
PZ	16,200	4,800	16,200	0	0	4,800
		3,655,190		1,623,598	1,081,205	2,304,194

HFC EQUITY TRUST CAPITAL ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2015

CAPITAL ACCOUNT

	2015 Units	GH¢	2014 Units	GH¢
Balance at 1st January	12,115,423	2,676,178	12,668,782	2,882,316
Value of Units Sold and Converted	648,496	299,663	3,836,435	1,600,547
	12,763,919	2,975,841	16,505,217	4,482,863
Value of Units Disinvested	(3,473,947)	(1,625,513)	(4,389,794)	(1,806,685)
Value of the Trust Fund at 31 December	9,289,972	1,350,328	12,115,423	2,676,178

HFC EQUITY TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

	2015 GH¢	2014 GH¢
5. OTHER EXPENSES comprise of the following:		
Bank Charges	7,980	945
Manager's Reimbursable Expenses	9,804	16,781
Loss on Disposal of Shares		
Sundry Expenses	0	0
	17,784	17,726
6. Available for Sale Investments		
HFC	0	632,250
CAL	17,600	260,177
EBG	196,273	426,353
GCB	289,306	460,219
SCB	138,469	274,623
SGSSB	81,802	187,758
UT	0	5,000
EGL	119,376	337,295
ETI	152,034	147,846
FML	147,735	52,500
GOIL	214,314	174,386
GWEB	0	10,920
SPL	0	12,000
UNIL	204	88,136
GOLD STAR	22,049	4,680
SIC	420	30,710
BOPP	45,432	82,710
MECHANICAL LOYD	1	57,121
TOTAL	198,471	280,087
GGBL	112	125,619
PZ	0	4,800
	1,623,598	3,655,190
7. CASH AT BANK AND ON CALL		
Cash at Bank	368,636	67,801
	368,636	67,801

HFC EQUITY TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

	2015 GH¢	2014 GH¢
8. HELD TO MATURITY INVESTMENTS		
Fixed Deposits	2,068,529	1,403,658
Bonds	680,000	200,000
	2,748,529	1,603,658
9. UNREALIZED GAINS / (LOSSES) ON INVESTMENTS		
Market Value of Investments	1,623,598	3,655,190
Cost of Investments	(2,220,227)	(4,483,387)
Change in Unrealised (loss) / gains	(596,629)	(828,197)
Add Unrealised gains from previous years	633,692	1,461,889
Unrealised gains as at 31 December	37,063	633,692
10. INTEREST RECEIVABLE		
Bonds	16,094	5,700
Fixed Deposits	176,589	135,979
	192,683	141,679
11. MANAGEMENT FUND		
Transfers to the Management fund are made in accordance with the Trust Deed.		
The Trustees shall be paid out of this fund.		
Balance at 1 January	15,153	10,968
Payment during the Year	0	-8,338
Charged for the year	12,834	12,523
Balance at 31 December	27,987	15,153
12. CONTINGENT LIABILITIES		
There was no contingent liability at the end of the year.		

HFC EQUITY TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

13a Transition to IFRS

HFC Equity Trust has reported under Ghana GAAP in its previous financial statements for the year ended 31 December 2014. The analysis below shows a reconciliation of total income statement and equity as reported under Ghana GAAP as at 31 December 2014 to the revised total Comprehensive income and equity under IFRS in these financial Statements. In addition there is reconciliation of equity under Ghana GAAP to IFRS at the transition date 1 January 2014.

The Income statement for the reporting period ended 31 December 2014 can be reconciled to amounts reported under previous Ghana GAAP as follows:

	Previous GAAP GH¢	Effects of transition to IFRS GH¢	IFRSs 2014 GH¢
Investment Income			
Fixed Deposit	421,373	0	421,373
Bonds	61,938	0	61,938
Treasury Bills	5,400	0	5,400
Dividends	134,411	0	134,411
Call Account	2,683	0	2,683
Profit on Disposal of Shares	783,323	0	783,323
Total Income	1,409,128	0	1,409,128
Expenses			
Management Fees	120,584	0	120,584
Auditors Remuneration	18,500	0	18,500
Other Expenses	17,726	0	17,726
	156,810	0	156,810
	1,252,318	0	1,252,318
Transfer to Management Fund	(12,523)	0	(12,523)
Net Investment Income	1,239,795	0	1,239,795

HFC EQUITY TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

13b Transition to IFRS (Continued)

The Statement of Assets and Liabilities reported at 31 December 2014 can be reconciled to the amounts reported under previous Ghana GAAP as follows:

Non Current Assets

	Notes	Previous GAAP GH¢	Effects of transition to IFRS to IFRS GH¢	IFRSs 2014 GH¢
Available for Sale Investments	13b i	0	3,655,190	3,655,190
HFC	13b i	632,250	(632,250)	0
CAL	13b i	260,177	(260,177)	0
EBG	13b i	426,353	(426,353)	0
GCB	13b i	460,219	(460,219)	0
SCB	13b i	274,623	(274,623)	0
SGSSB	13b i	187,758	(187,758)	0
UT	13b i	5,000	(5,000)	0
EGL	13b i	337,295	(337,295)	0
ETI	13b i	147,846	(147,846)	0
FML	13b i	52,500	(52,500)	0
GOIL	13b i	174,386	(174,386)	0
GWEB	13b i	10,920	(10,920)	0
SPL	13b i	12,000	(12,000)	0
UNIL	13b i	88,136	(88,136)	0
GOLD STAR	13b i	4,680	(4,680)	0
SIC	13b i	30,710	(30,710)	0
BOPP	13b i	82,710	(82,710)	0
MECHANICAL LOYD	13b i	57,121	(57,121)	0
TOTAL	13b i	280,087	(280,087)	0
GGBL	13b i	125,619	(125,619)	0
PZ	13b i	4,800	(4,800)	0
TOTAL		3,655,190	0	3,655,190
SHORT TERM FUNDS				
Cash at Bank and on Call		67,801	0	67,801
Held to Maturity Investments	13b ii	0	1,603,658	1,603,658
Fixed Deposits	13b ii	1,403,658	(1,403,658)	0
Bonds	13b ii	200,000	(200,000)	0

HFC EQUITY TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015 (CONT.)

HFC Unit Trust	3,186	0	3,186
HFC Future Plan	170,000	0	170,000
	1,776,844	0	1,603,658
Total Short Term Funds	1,844,645	0	1,844,645
Total Investments	5,499,835	0	5,499,835
Other Assets in Excess of Liabilities	210,227	0	210,227
Total Net Assets	5,710,062	0	5,710,062
Total Investments	5,499,835	0	5,499,835
Receivables:			
Interest	141,679	0	141,679
HFC ISL Current Account	30,492	0	30,492
Other Receivables	107,313	0	107,313
Total Assets	5,779,319	0	5,779,319
Liabilities:			
Amount Due to Managers	25,765	0	25,765
Management Fund	15,153	0	15,153
Management Fee Payable	9,839	0	9,839
Accrued Charges	18,500	0	18,500
Total Liabilities	69,257	0	69,257
Net Assets	5,710,062	0	5,710,062

Under the previous GAAP Investments in Shares was shown separately but under IFRS all such investments are classified under Available for sale Investments.

Under the previous GAAP Investments in Treasury bills, fixed deposits and bonds are shown separately but under IFRS all such investments are classified under Held to Maturity investments.

HFC EQUITY TRUST ADMISSION FORM

Annual General Meeting to be held at the Osu Presby Church Hall, Accra at 9:45 am on Tuesday, 31st May 2016.

A Unitholder who is unable to attend an Annual General Meeting (AGM) is allowed to vote by proxy. The Proxy form on the next page has been prepared to enable you to exercise your right to vote in case you cannot personally attend the meeting.

Provision has been made on the form for the Chairman of the meeting to act as your proxy, but if you wish, you may insist in the blank space on the form (marked**) the name of any person whether a Unitholder or not, who will attend the meeting and vote on your behalf instead of the Chairman of the Meeting.

Please sign the proxy form on the next page and post it so as to reach the address in the front not later than 31st May 2016.

If executed by a Body Corporate, the proxy form should bear its common seal or be signed on behalf by a director.

IMPORTANT:

- a. The name of the Unitholder must be written in BLOCK LETTERS on the Proxy form where marked (**)
- b. This admission form must be produced by the Unitholder or his/her proxy in order to obtain admission to the Annual General Meeting.
- c. Unitholders or their Proxies are requested to sign the admission form before attending the meeting.
- d. In case of joint holders, each joint holder should sign.

HFC EQUITY TRUST

PROXY FORM

Annual General Meeting to be held at the Osu Presby Church Hall, Osu Accra at 9:45 am on Tuesday, 31st May 2016.

I/we * * being a Unitholder(s) hereby appoint
or failing him/her the Chairman of the Meeting as my/our proxy
 to act and vote for me/us and on my/our behalf at the Annual General Meeting of the Fund to be held on Tuesday, 31st May 2016 and at any adjournment thereof

Dated this 31st May 2016

.....

Unit Holder(s) Signature

Resolution	For	Against
To adopt the 2015 Manager's Report		
To approve the accounts and distribution statement for the financial year ended 31st December, 2015.		
To authorize the Manager to Fix the Auditor's Remuneration for 2016		

Please indicate with an "X" in the appropriate square how you wish your votes to be cast on the resolution set out above.

Unless otherwise instructed the proxy will vote for or abstain from voting at his/her discretion.

(Do not complete this form if you will attend the meeting)



CORPORATE FINANCE & ADVISORY

The Financial Advisory Department of HFC Investments Services Ltd offers unsurpassed corporate finance advisory services to companies and institutions. It has a rich performance history in the structuring of long-term debt instruments and undertaking equity financing transactions.

AREAS OF EXPERTISE

- Raising of Funds (Private Placement/ Public Offerings)
- Investment Banking
- Corporate Restructuring and Valuations
- Takeovers, Mergers & Acquisitions
- Securities Issuance
- Industry & Investment Research
- Investment Appraisals

Our in-depth, industry-specific expertise and market acumen enables us to serve the evolving needs of our clients





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