



CAMPUS
MUTUAL FUND LIMITED



AUDITED FINANCIAL STATEMENTS

31ST DECEMBER, 2010



**BOSSMAN LARYEA & CO
CHARTERED ACCOUNTANTS**

2010

CAMPUS MUTUAL FUND

AUDITED FINANCIAL STATEMENTS

**CAMPUS MUTUAL FUND LIMITED
NOTICE OF FIRST ANNUAL GENERAL MEETING**

NOTICE IS HEREBY GIVEN that the 1st Annual General Meeting of the shareholders of Campus Mutual Fund Limited will be held aton Monday, November 28, 2011 at 10 a.m

AGENDA

1. To receive the Report of Directors together with the Statement of Asset and Liabilities and Income Distribution Report for the year ended 31 December, 2010.
2. To approve the Remuneration of Auditors
3. To appoint the following persons as Directors:
 - a. Mr. Mathias Dorfe
 - b. Mr. Benjamin Asante-Ayeh
4. To accept the resignation of the following Directors:
 - a. Mr. Charles of Ofori
 - b. Mr. Stephen Lartey
 - c. Mr Agabai
5. To change the name of the Fund from Campus Mutual Fund to C-Fund

6. Any other business appropriate to be dealt with at an Annual General Meeting

BY ORDER OF THE BOARD

(sdg)

BOARD SECRETARY

Note: A shareholder is entitled to attend and vote at the meeting or appoint a proxy to attend and vote instead of himself or herself. A proxy need not also be a shareholder of the Fund. Copies of the proxy forms are annexed to the audited accounts and reports.

Completed proxy forms should be lodged with the Board Secretary, SDC Brokerage Services Limited, Box GP 14198 Accra not later than two days before the meeting.

Shareholder who has not received the audited accounts and reports may contact the Fund Manager, SDC Brokerage Services Limited, High Street, Accra.

Campus Mutual Fund Limited

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REPORT OF DIRECTORS

The Directors have pleasure in submitting the financial statements of the Company for the year ended December 31, 2010.

Statement of director's responsibilities

The directors are responsible for the preparation of financial statements for each financial year which gives a true and fair view of the state of affairs of the Company and of the statements of operations for that period. In preparing those financial statements, the directors have selected suitable accounting policies and then applied them consistently, made judgments and estimates that are reasonable and prudent and followed Ghana Accounting Standards.

The directors are responsible for ensuring that the Company keeps proper accounting records that disclose with reasonable accuracy at any time the financial positions of the Company and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Nature of business

The nature of business of the Company is to invest the monies of its members for their mutual benefit and to hold and arrange for the management of securities and other property acquired with such monies.

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

Financial results

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

Distribution policy

The Fund does not distribute income. All income earned is reinvested.

Shareholders should be aware that the prime objective of the Fund is to achieve capital growth and as such income is reinvested to take advantage of the effects of compounding.

BY ORDER OF THE BOARD


.....
Director


.....
Director

PORTFOLIO MANAGER'S REPORT

Introduction

The Campus Mutual Fund (C-Fund) delivered an impressive return of 36.69 per cent in 2010 to shareholders despite the challenges experienced in both local and global economic environment. This performance was delivered in the face of increasing competition within the industry without compromising our standards of service.

Investment Objective and Policy

The objective of the fund is to provide long – term capital growth by investing in diversified portfolio of shares listed on the Ghana Stock Exchange and also in money market instruments.

The Fund's optimum objective is to outperform the GSE-All Share Index as well as similar funds on the market. It is the funds strategy to stay equity biased when the stock market is performing well and money market biased when the stock market is trending down.

The policy of the fund is therefore to select specific investment within assets classes with the following limits;

Assets	Limits
- Government of Ghana Treasury Bills	30% of total portfolio value
- GSE Listed Securities	70% of total portfolio value
- Other money market instruments (not issued by government)	20% of total portfolio value

However, with the consent of directors the portfolio manager can make changes to these limits.

Fund Performance

Total returns at the end of 2010 financial year stood at 36.69% representing an increase of 26.25% compared to a return of -10.71% for 2009. The Ghana Stock Exchange All-share Index on the other hand closed the year at 32.25% as against -48.06% in 2009

Historical Performance – CFund & GSE Index

Returns Since Inception (2007-2010)

Year	YTD %	GSE - All Share Index %
FY - 2007	23.70	31.84
FY - 2008	31.73	58.06
FY - 2009	-10.71	-48.06
FY - 2010	36.96	32.25
Average Returns	20.42	18.89
Cumulative	81.68	74.09

The Fund's performance over the years is driven by its diversified equity portfolio with substantial weighting on financial and manufacturing stocks. The Fund manager will continue with its rigorous stock selection process to identify underpriced stocks that provides long term value.

Outlook

In 2011-12, we aim to be the best choice of investment among the pooled funds in the country. We remain optimistic that the fundamental of our market will continue to support our aspiration for growth having holistically assessed the possible impact of the global downturn and financial crisis. It is our expectation that Campus Mutual Fund will remain competitive and provide a safe and great return to shareholders.

Clarkson Duku Acheampong - CA
Portfolio Manager

REPORT OF THE AUDITORS TO THE INVESTORS

We have audited the financial statements set out on pages 5 to 13. We have obtained all the information and explanations we required for the purpose of our audit.

Respective Responsibilities of Directors and Auditors

As stated, the directors are responsible for the preparation of the financial statements. Our responsibility is to express an independent opinion on those financial statements based on our audit.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform our audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on test basis evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

Opinion

In our opinion, proper books of account have been kept and the financial statements which are in agreement therewith give a true and fair view of the state of affairs of the Campus Mutual Fund Limited at 31st December 2010 and of the results of its operations and changes in the net assets for the year ended and comply with the Ghana Accounting Standards, Unit Trust and Mutual Funds Regulations, 2001, (L.I. 1695) and the Ghana Companies Code, 1963, Act 179.

BLA & ASSOCIATES
Chartered Accountants

STATEMENT OF NET ASSETS

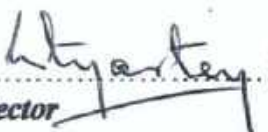
Description	Shares	Price as at 31 Dec-2010 GH¢	Market Value GH¢	% Net Assets
Shares				
<i>Financial & Insurance</i>				
SG-SSB Bank	30,000	0.6400	19,200.00	6.21%
Ecobank Ghana	1,945	3.0000	5,835.00	1.90%
CAL Bank	20,000	0.3100	6,200.00	2.00%
Enterprise Group	41,500	0.5000	20,750.00	6.71%
Standard Chartered Bank	1,000	45.1600	45,160.00	14.61%
State Insurance Company	33,300	0.4300	14,319.00	4.63%
UT Bank	20,000	0.3000	6,000.00	1.94%
Ecobank Transnational Inc.	5,000	0.1500	750.00	0.24%
<i>Manufacturing</i>				
Fan Milk	20,400	2.4500	49,980.00	16.17%
Unilever Ghana Limited	2,644	5.6900	15,044.36	4.87%
<i>Oil & Marketing</i>				
Ghana Oil Company	50,000	0.29000	14,500.00	4.69%
Total Shares			197,738.36	63.97%
(Cost GH¢ 107,067.79)				
Short Term Funds				
Fixed Deposits			121,799.08	39.40%
Cash on Call			12,196.33	3.95%
Bank Balance			389.24	0.12%

Total Cash and Short-Term Funds	134,384.64	43.47%
Total Investments	332,123.00	107.44%
Net Current Assets ²	(22,997.00)	-7.44%
Total Net Assets	309,126	100.0%
	=====	

STATEMENT OF ASSETS AND LIABILITIES

	2010	2009
ASSETS	GH¢	GH¢
Total Investments	332,123	230,257
Receivables:		
Dividend	-	1,578
Interest Receivable	-	-
	-----	-----
Total Receivables	-	<u>1,578</u>
Liabilities		
Accrued Audit Fees	2,500	1,500
Management & Custody Fees	13,952	7,558
Due to SDC Brokerage Services Ltd	6,545	5,545
	-----	-----
Total Liabilities	<u>22,997</u>	<u>14,603</u>
Net Current (Liabilities)	<u>(22,997)</u>	<u>(13,025)</u>
Net Assets	<u>309,126</u>	<u>217,232</u>

The financial statements were approved by the board of directors on 31ST March, 2011 and signed on its behalf by:


 Director


 Director

The Accounting policies and notes form an integral part of the financial statements.

INCOME AND DISTRIBUTION ACCOUNTS

	NOTE	2010 GH¢	2009 GH¢
Investment Income			
Gross Dividend		4,355	1,753
Less: Withholding Tax		<u>(348)</u>	<u>(175)</u>
Net Dividend Income		<u>4,007</u>	<u>1,578</u>
Other Income		2,964	2,826
Interest Income		<u>22,657</u>	<u>36,164</u>
Total Income		<u>29,628</u>	<u>40,568</u>
Investment Management Fees		(9,945)	(8,866)
Other Expenses	(3)	<u>(11,777)</u>	<u>(26,414)</u>
Total Expenses		<u>(21,722)</u>	<u>(35,280)</u>
Net Investment Income		7,906	5,288
Change in Unrealised Gain/(Loss)	(2)	<u>70,129</u>	<u>(42,153)</u>
Net Increase in Net Assets Resulting from Operations		<u>78,035</u>	<u>(36,865)</u>

ACCUMULATED NET INVESTMENT INCOME

	2010	2009
	GH¢	GH¢
Beginning Period	13,480	8,192
Net Investment Income	<u>7,906</u>	<u>5,288</u>
End of Period	<u>21,386</u>	<u>13,480</u>

ACCUMULATED NET REALIZED GAINS

	2010	2009
	GH¢	GH¢
Beginning Period	-	-
Change in Realised Gain at end of Period	<u>2,656</u>	-

STATEMENT OF MOVEMENTS IN NET ASSETS FOR YEAR ENDED DECEMBER 31, 2010

	2010 GH¢	2009 GH¢
Increase in Net Asset Operations:		
Operations:		
Net Investment Income	7,906	5,288
Net Unrealized Gain	<u>70,129</u>	<u>(42,153)</u>
Net Increase in Net Assets Resulting from Operations	<u>78,035</u>	<u>(36,865)</u>
Capital Transactions:		
Proceeds from share issue	31,539	41,563
Shares redeemed	<u>(17,680)</u>	<u>(66,195)</u>
Net Proceeds from Capital Transactions	13,859	(24,632)
Total Increase in Net Assets	<u>91,894</u>	<u>(61,497)</u>
Beginning of Period	<u>217,232</u>	<u>278,729</u>
End of Period	<u>309,126</u>	<u>217,232</u>

STATEMENT OF MOVEMENT IN ISSUED SHARES

	31 – Dec -10 '000	31- Dec- 09 '000
Shares in Issue at Beginning of Period	1,521	1,574
Net Shares Issued During the Period	(4) 41	(53)
Shares in Issue at 31 st December	1,562 =====	1,521 =====

NOTES TO FINANCIAL STATEMENTS

1. Accounting Policies

The principal accounting policies adopted in the preparation of the fund's financial statements are:

i) Valuation of investment

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 on the over-the-counter market are valued at the mean between the most recently quoted bid and offer prices provided by the principal brokers. Securities and assets for which market quotations are not readily available are valued at fair values as determined in good faith by or under the direction of the Board of Directors. Short-term debt securities having a maturity of ninety-one days or less are valued at a mortised cost.

ii) Treatment of dividend income

The assets of the Fund include all dividend income. Dividends are accrued if the qualifying date falls within the year under review.

iii) Investment income

Interest income is recorded on an accrual basis.

iv) Investment transaction and investment income

Investment transactions on the Ghana Stock Exchange at the other African Stock Market are accounted for on the trade date. Transactions in stocks listed on the other African Stock Markets are translated at the transaction date to cedis. Realized gains and losses on the sale of investment securities are determined on the identified cost basis.

v) Foreign Currency

Assets and Liabilities denominated in foreign currency are translated into cedis at rates of exchange ruling at the date of the Statement of Assets and Liabilities.

iv) Bonus Shares

Bonus shares recognized when the right to holdings is established.

2. Unrealised gains on investments

DESCRIPTION	2010 GH¢	2009 GH¢
Market Value of Investments	197,738	103,083
Cost of Investments	<u>(107,067)</u>	<u>(82,541)</u>
	90,671	20,542
Add unrealized gains/ (Loss) on Forex	-	-
	----- 90,671	----- 20,542
Add back (losses)/gains From previous year	<u>(20,542)</u>	<u>(62,695)</u>
Unrealised Gain As at December 31	70,129	(42,153)
	=====	=====

3. Other Expenses include

DESCRIPTION	2010 GH¢	2009 GH¢
Directors Fees	750	-
Audit Fees	2,500	1,500
Marketing & Advertising	1,000	3,347
Other Expenses	2,300	943
Amortized Pre-launch Expenses	-	7,614
Redemption Expenses	<u>5,227</u>	<u>13,010</u>
	11,777	26,414
	=====	=====

4. Capital Transactions

	2010 NO.OF SHARES '000	2009 NO.OF SHARES '000
Balance b/d	1,521	1,574
New Issues	127	433
Redemptions	<u>(86)</u>	<u>(486)</u>
Balance	<u>1,561</u>	<u>1,521</u>

5. Taxation

Under current legislation, mutual funds in Ghana are not subject to taxes on income or capital gains, nor to any taxes on income distributions.

PROXY FORMS

ANNUAL GENERAL MEETING to be held at
10.00 am on 28th November, 2011 at
....., Accra.

I/We.....
being a member of Campus Mutual Fund
Limited hereby appoint

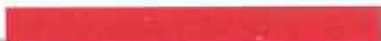
* or failing
..... or failing
him, the chairman of the Meeting as my/our
Proxy to vote for me/us and on my/our behalf
at the Annual General Meeting of the company
to be held on Monday, 28th November, 2011
and at any and every adjournment thereof.

Dated this.....day of2011
.....

Shareholders Signature

Resolutions	For	Against
To receive the 2010 Annual Reports		
To approve the appointment of • Mr Mathias Dorfe • Mr. Benjamin Asante-Ayeh as Director of the Fund		
To approve the Remuneration of Auditors		
To Change the name of the Fund From Campus Mutual Fund to C-Fund		

Please indicate with 'X' in the appropriate box how you wish your votes to be cast on the resolution set out above. Unless otherwise instructed the proxy will vote or abstain from voting at his discretion.



Manager

SDC Brokerage Services Limited

Hse# D921/3, Adjacent AMA
P. O. Box GP 14198,
Accra, Ghana

Main Lines: +233 - 302 - 669372-5
Dealing Lines: +233 - 302 - 66380 / 664464
Brokerage Lines: +233 - 302 - 669378 / 669894
Facsimile: +233 - 302 - 669371

Kumasi Branch Office:

Amponsah Areade,
Opposite Ramseyer Presbyterian Church
P. O. Box KS 1941,
Adum-Kumasi,
Ghana

Tel / Facsimile: +233 - 51- 40967

E-mails:

service@sdcgh.com
discount@sdcgh.com
brokerage@sdcgh.com
Website: www.sdcgh.com