



TESAH FUTURE FUND PLC

ANNUAL REPORT FOR THE YEAR ENDED
31 DECEMBER 2022

TESAH FUTURE FUND PLC ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

NOTICE OF ANNUAL GENERAL MEETING

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 10th Annual General Meeting of shareholders of Tesah Future Fund Plc will be held virtually on 26th July, 2023 at 10:00am to transact the following:

1. To receive and consider the Reports of the Directors and Auditors for the year ended 31st December, 2022.
2. To receive and consider audited Financial Statements for the year ended 31st December, 2022.
4. To authorize the Directors to fix the remuneration of the Auditors for the year 2023.
5. To transact any other business appropriate to be dealt with at any Annual General Meeting.

Special Business

To revise the investment asset classes of the Fund as follows:

- Fixed Income asset class set at 60% with a rebalancing range of +/-20%; and
- Equity asset class set at of 30% with a rebalancing range of +/-20%

Dated this 3rd Day of July, 2023

BY ORDER OF THE BOARD



ARZ Consult Ltd
(Company Secretary)

Notes:

1 Virtual Attendance

This Annual General Meeting (AGM) of shareholders shall be held virtually and attendance by all members and/or their proxies shall be by online participation.

2. Proxy/Proxy Forms

A member of the Company entitled to attend and vote at the AGM is entitled to appoint a proxy to attend the virtual meeting and vote in his/her stead. Such a proxy need not be a member of the company.

The appointment of a proxy will not prevent a member from subsequently attending and voting at the meeting (via online participation). Where a member attends the meeting in person (i.e., participates online), the proxy appointment shall be deemed to be revoked.

A copy of the proxy form can be downloaded from www.tesahcapital.com and must be completed and emailed to arzconsultgh@gmail.com or deposited at Tesah Capital Limited's office, (Eighth Floor, SSNIT Emporium, Liberation Road, Airport-City) not later than 48 hours before the appointed time of the meeting. A proxy form is provided in the Annual Report.

An electronic version of the Company's Annual Report may be accessed at Tesah Capital Limited's website at www.tesahcapital.com

REGISTERING FOR AND PARTICIPATING IN THE AGM

To register for the AGM:

Shareholders who wish to participate in this year's AGM are to register through the following link:
<https://events.teams.microsoft.com/event/4bc7f282-2c60-4560-bdeb-71a30c19734e@536e429b-d257-446f-b4de-2ea8aec32e38>

After registering you will receive a confirmation email containing information about joining the AGM.

To participate in the AGM:

1. Raise your hand to either second a motion or ask a question.

- Click "Participants".
- Click "Raise hand" at the bottom of the participants' dialogue box.

On mobile:

- Tap the three dots labelled "More" on the far right of the controls bar.
- Tap "Raise hand" to raise your hand.

You will be unmuted to perform the action for which your hand was raised.

2. Use the polling feature to vote for or against a motion.

On PC and mobile:

- When it is time to vote, the poll will appear on your screen.
- Tap/click on your preferred option (FOR or AGAINST) to cast your vote.

When voting ends, the results will be shared on your screen.

TESAH FUTURE FUND PLC FINANCIAL STATEMENTS

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TESA^H

futurefund.

Think
Long term,
think TFF.

Start with as little as
GHS 20.00



CORPORATE INFORMATION

BOARD OF DIRECTORS

Mrs. Sarah Brainoo Arhin
Mrs. Eugenia Basheer
Dr. Andrews Adugudaa Akolaa
Mr. Danquah Addo-Yobo
Ms. Catherine Ekar

REGISTERED OFFICE

Tesah Capital Limited
SSNIT Emporium
(8th Floor) Liberation Road
Airport City, Accra

INVESTMENT MANAGER

Tesah Capital Limited
SSNIT Emporium
(8th Floor) Liberation Road
Airport City, Accra

CUSTODIAN

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

AUDITORS

PKF
Accountants & Business Advisors
Valley View, Farrar Avenue
P.O. Box GP 1219, Accra
info@pkfghana.com
www.pkfghana.com

BANKERS

Ecobank Ghana PLC
GT Bank (Ghana) Limited
Zenith Bank (Ghana)Limited
ADB Bank Limited

TESAH FUTURE FUND PLC
REPORT OF THE BOARD OF DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2022

In accordance with section 136 of the Companies Act, 2019 (Act 992), the directors have the pleasure in presenting their report and the financial statements of the Tesah Future Fund Plc for the year ended 31 December, 2022.

DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors are responsible for the preparation of the financial statements; including statement of Assets and Liabilities and income Distribution Account that gives a True and Fair View in accordance with International Financial Reporting Standards (IFRS), Unit Trust and Mutual Fund Regulations, 2001, (L.I.1695) and in a manner required by the Companies Act, 2019 (Act 992) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Board of Directors is also responsible for overseeing the Tesah Future Fund's Financial reporting process.

In preparing the financial statements, the Board of Directors is responsible for assessing the Tesah Future Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

The directors have made an assessment of the Tesah Future Fund's ability to continue as a going concern and have no reason to believe the business will not be a going concern in the year ahead.

NATURE OF BUSINESS

Tesah Future Fund Plc is a company registered and domiciled in Ghana. It is licensed by the securities and Exchange Commission of Ghana to operate as an authorized mutual fund.

Tesah Future fund Plc ("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. Tesah Future Fund is a Fund that seeks to achieve current income, liquidity and capital preservation for its shareholders.

INTEREST REGISTER

During the year under review, no interest was registered.

AUDITORS REMUNERATION

In accordance with section 140 of the Companies Act, 2019 (Act 992), PKF have agreed to continue in office as auditors of the Fund. The auditors of the Fund agreed with the directors to charge a fee exclusive of VAT, NHIL and GET Fund. Refer to note 14 of the financial statement for the amount Payable.

CORPORATE SOCIAL RESPONSIBILITY

The Fund did not undertake any corporate social responsibility during the year under review.

BUILDING THE CAPACITY OF DIRECTORS

No training was held for the Board of Directors in the year under review.

The board of directors present the report and audited financial statement of Tesah Future Fund Plc for the year ended 31 December, 2022.

FINANCIAL STATEMENTS

The results for the year are set out in the financial statements from pages 10-23. The directors consider the state of the Fund's affair to be satisfactory.

I. Investment distribution

Total Investments as at 31 December is made up as follows:

	2022 GH¢	2021 GH¢
Equities	930,149	1,043,961
Government Notes and Bonds	1,687,931	1,373,846
Corporate Bonds	288,706	289,377
LGSA Securities	677,722	645,769
Cash	103,508	32,994
Total Investments	3,688,016	3,385,947

ii. Below are the asset allocation percentages for the year ended:

	2022 (%)	2021 (%)
Equity/Shares	25	31
Government Notes and Bonds	46	41
Corporate Bonds	8	8
LGSA Securities	18	19
Cash	3	1
	100	100

APPROVAL OF FINANCIAL STATEMENTS

The financial statement of the Fund is approved by the Board of Directors on 31/05/23 and signed on its behalf by:

Sarah Brainoo Arhin

.....
Director (Name)



..... 31/05/23
Signature & Date

Eugenia Basheer

.....
Director (Name)



..... 31/05/23
Signature & Date

CHAIRPERSON'S STATEMENT TO SHAREHOLDERS OF TESAH FUTURE FUND

Dear Valued Shareholders & Stakeholders,

On behalf of the Fund, I would like to express our sincere gratitude for your unwavering support and hard work throughout the year. Your commitment and loyalty have been instrumental in the continuous success of the Fund, and we are truly grateful for your contributions.

As we reflect on the past year, it is important to acknowledge the challenging global landscape in which we operated. While economies were gradually recovering from the adverse impacts of the COVID-19 pandemic, we faced additional shocks when Russia invaded Ukraine, causing disruptions in energy and food markets, which in turn contributed to heightened global inflation. Furthermore, numerous developing countries found themselves burdened with substantial debt, leading to debt distress and creating additional complexities financially.

Allow me to provide an overview of the macroeconomic conditions in 2022, review the fund's performance during this period, and conclude with a summary of our expectations for 2023.

The Ghanaian Economy

The Ghanaian economy exhibited a growth rate of 3.4 percent in the first quarter of 2022, which improved to 4.8 percent in the subsequent quarter. However, the uncertain economic environment and limited access to international capital markets led to a sharp decline in growth to 2.9 percent in the third quarter. Although there was a slight recovery with a 3.7 percent increase in the fourth quarter, overall growth was lower compared to the previous year. These challenges were primarily driven by global shocks and a decline in government consumption resulting from the country's high debt service.

Throughout 2022, we observed a steady rise in headline inflation from the first quarter. The surge in inflation was primarily caused by escalating food costs and energy prices, influenced by geopolitical tensions and disruptions in the global supply chain. In the fourth quarter of 2022, inflation reached its peak, soaring by 4,020 basis points from 13.90 percent in January to a year-end rate of 54.10 percent.

The Ghanaian Cedi experienced significant depreciation against all major trading currencies, with a 27.66 percent depreciation against the US Dollar, 18.94 percent against the Pound Sterling, and 22.61 percent against the Euro. The Cedi's volatility intensified in the final quarter of 2022 due to restricted access to international capital markets. The issuance of Eurobonds, which previously helped support the Cedi and bolster the reserves of the central bank, became non-existent due to the lack of access to the international capital markets.

Moreover, the sustained high interest rates in the economy continued to drive yields on treasury securities upward throughout 2022. Yields across the 91-day bills to 364-day bills averaged between 23.52 percent and 25.58 percent. Meanwhile, the Ghana Stock Exchange returned a -12.38 percent, showcasing a decline compared to the 43.66 percent return recorded in 2021.

Fund Performance

The valuation of Tesah Future Fund's (TFF) shares as of December 31, 2022, stood at GHS 0.40 per share, while the total Assets under Management reached GHS 3,588,0.16. The Fund delivered a commendable return of 10.17% during the period under review, demonstrating its strong performance. Furthermore, since its inception in 2012, the Fund has achieved an impressive cumulative return of 277.2%, highlighting its long-term profitability.

It is important to note that the Fund's investment portfolio maintained a significant allocation to Fixed Income securities, constituting 75% of its total holdings. This strategic positioning reflects our emphasis on stability and income generation within the prevailing market conditions.

We encourage you to consider the Tesah Future Fund as your primary investment choice, as we are fully committed to capitalizing on the available opportunities to foster the growth and prosperity of the fund. Your trust and confidence in our Board and Fund Manager are deeply appreciated, and we assure you that we will rigorously safeguard the interests of you, our esteemed shareholders.

We extend our gratitude for your continued support and assure you of our unwavering dedication to delivering excellence in investment management.

Yours sincerely,



Sarah Brainoo Arhin
Chairperson



LET'S WORK TOGETHER TO GROW YOUR INVESTMENTS.

Top up your investment account using any of the following:

Mobile app : Download the Tesah mobile app on play store or IOS App Store

Online portal : <http://clientportal.tesahcapital.com>

USSD with short code*447* 707#
(charges may apply)

Bank transfer

Sign up for our direct debit service

FUND MANAGER'S STATEMENT TO SHAREHOLDERS OF TESAH FUTURE FUND

Operating Environment

The global economy experienced a deceleration, with a growth rate of 3.1% in 2022, representing a decline of more than 1 percentage point compared to the previous year. This downturn was primarily attributed to the Russian invasion of Ukraine and its consequential spillover effects, which adversely impacted the cost of living. All regions were affected by these shocks, with developing countries being particularly vulnerable as many of them approached the brink of debt default.

Despite these circumstances, central banks opted to raise interest rates in order to mitigate the escalating inflationary pressures. This policy action had the adverse effect of curtailing economic growth and exacerbating the challenges faced by heavily indebted governments, corporations, and households.

Ghana's economy expanded by 3.3% in 2022, representing a year-on-year decline of 2.1% from the 5.4% growth achieved in 2021. This contraction can be attributed to macroeconomic instability, global financial tightening, and the ripple effects of the Russia-Ukraine conflict.

Inflation remained persistently high, reaching 54.1% at the end of 2022, compared to the 12.6% recorded in 2021. This upward trend was driven by increases in food and energy prices, as well as the depreciation of the local currency.

To combat the escalating inflation, the Bank of Ghana implemented a stringent monetary policy, increasing interest rates by 1250 basis points from 14.50% in January 2022 to 27.00% in December 2022.

The public debt of Ghana stood at 93.5% of the GDP in 2022, representing an 11.5% increase from the previous year's position of 82.0% of GDP. This surge in the debt-to-GDP ratio was predominantly driven by fiscal deficits and the depreciation of the local currency.

The Ghanaian cedi experienced significant depreciation against major currencies in 2022. It depreciated by 27.66% against the US Dollar, 18.94% against the Pound Sterling, and 22.61% against the Euro. This depreciation was more severe compared to the 4.1% and 3.1% depreciation against the US Dollar and Pound Sterling, respectively, witnessed in 2021.

Capital Market

The stock market performance, as reflected by the Ghana Stock Exchange (GSE) Composite Index, experienced a downturn with negative returns amid economic uncertainties. In 2022, the GSE Composite Index recorded a return of -12.38%, contrasting with the positive return of 43.66% recorded in 2021. Notable price gainers during this period included SIC (287.50%), TBL (135.29%), ACCESS (27.30%), BOPP (15.04%), and EGL (14.70%).

Conversely, there were notable improvements in the volumes traded in the Ghana Fixed Income Market (GFIM) compared to the previous year. The GFIM witnessed a total trade volume of GHC 230.68 billion, representing a year-on-year increase of 10.60% from the GHC 208.57 billion traded during the same period in 2021. The value of securities purchased by foreign investors declined by 54.05%, dropping from the previously recorded 43.98 billion in 2021. Foreign investors' enthusiasm for the GFIM waned as a result of apprehensions stemming from the unsustainable debt and downgrades in ratings by international credit rating agencies.

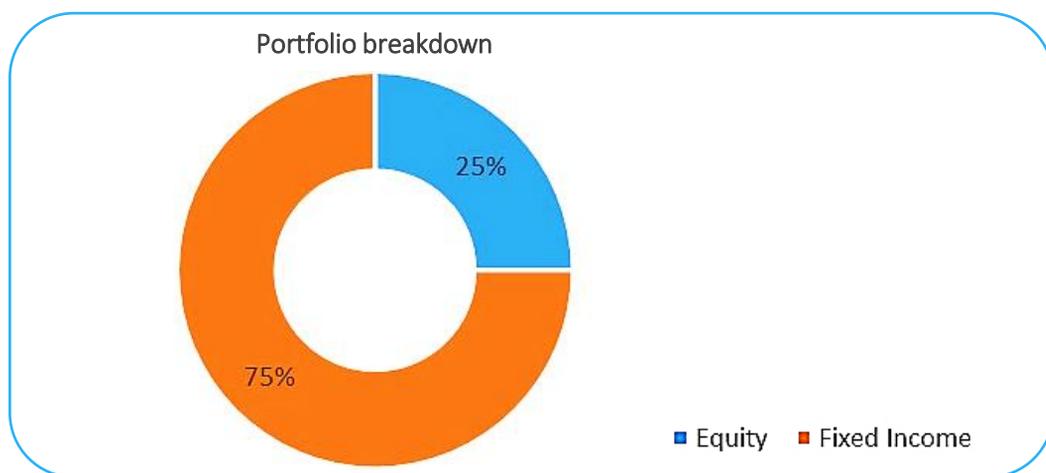
Interest rates across the yield curve showed an upward trajectory. Across a range of financial instruments, there was a prevalent upward trend in interest rate developments. In 2022, the rates for 91-day and 182-day Treasury bills increased to 35.36% and 35.90%, respectively, from 12.51% and 13.19% in 2021.

Similarly, the rate for the 364-Day Treasury Bills experienced a substantial rise to 36.10% from 16.57% during the same comparative period. Yields on medium to long-term instruments also generally rose by an average of 1400bps. Yields on 2-year, 5-year, 6-year, 7-year, and 10-year bonds increased by 787bps, 1429bps, 1052bps, 1230bps, and 2480bps, respectively, settling at 24.73%, 28.78%, 30.56%, 32.94%, and 45.49% over the same period.

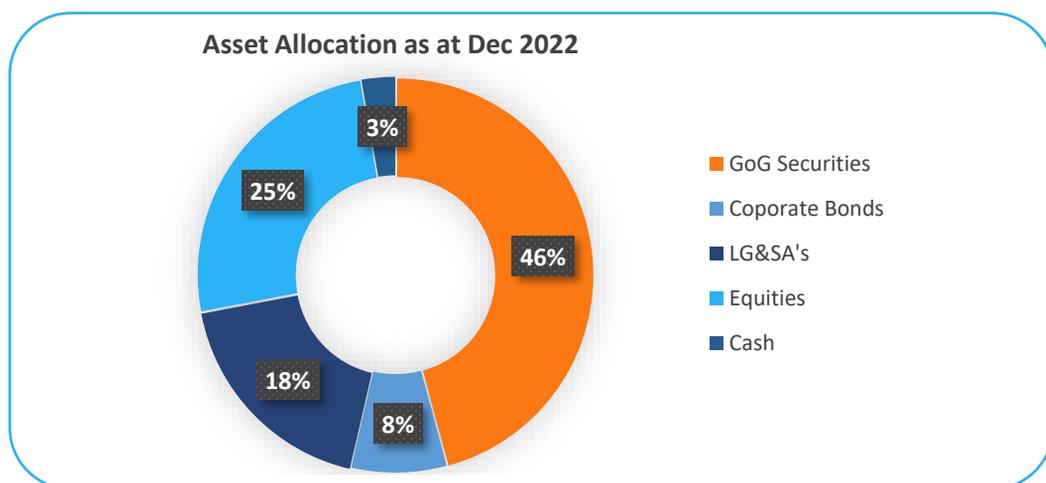
Fund Performance and Portfolio Structure

The equity component of the Fund decreased from 31% in 2021 to 25% in 2022, primarily due to a decline in the performance of the equity market. Government of Ghana Securities make up the vast proportion of fixed income component of the Fund, amounting to 46% of the entire portfolio, followed by Local Government and Statutory Agency Securities, which make up 18%, Corporate Bond making up 8%, and cash making up 3%

The Fund remained skewed towards fixed income securities which accounted for 75% of the portfolio. This represented an increase of about 600bps compared to the 2021 fixed income holdings of 69% of the Fund.



The Fund opened the year at a price of GHS 0.37 and closed at a price of GHS 0.40. This represented a 10.17 % return (versus 26.22% return in 2021) for the year. A cumulative return of 277.2 % from the Fund’s inception in 2012 to the end of 2022 represents an average annual return of 38.82% over the last ten (10) years.



HISTORICAL PERFORMANCE											
	Since Inception	2013	2014	2015	2016	2017	2018	2019	2020	2021	Dec-22
AUM (MN)	0.17	0.64	1.3	1.49	1.88	2.97	3.94	3.27	3.07	3.4	3.57
Returns (%)	277.2	25.23	17.97	11.59	14.4	28.35	4.09	4.4	7.39	26.22	10.17

Asset Under Management

The Fund witnessed a growth in its Assets under Management (AUM) of 8.86% growth from December 2021 (GHS 3,385,947) to December 2022 (GHS 3,688,016). Total contributions into the Fund were GHS 297,341 and total withdrawals were GHS 353,688.

Outlook and Strategy for 2023

The global economy is projected to grow at a rate of 2.6% in 2023. Despite improved business and consumer sentiments, as well as stabilized food and energy prices, inflation is expected to remain elevated, surpassing central banks' objectives. However, the outlook for Ghana is influenced by potential shocks from the prolonged Russia-Ukraine war and a tighter global financial market, which tilts the forecast towards the negative side. In line with global trends, the Ghanaian economy is projected to grow by 1.7% in 2023.

Inflation in Ghana is also expected to remain at elevated levels, with the African Development Bank (AfDB) estimating it to be 44.7%. The main drivers of inflationary pressures will be food and energy prices. Several factors pose challenges to the country's economic growth, including delays in accessing the international capital market and volatile commodity prices. Addressing these obstacles requires a focus on fostering private sector growth and implementing measures for enhanced fiscal consolidation. By proactively addressing these factors, Ghana can mitigate the potential negative impact and strive for a more stable and resilient economic future.

Strategy

Our strategy is centered on capitalizing on income-generating opportunities while prioritizing the preservation of shareholders' principal investments. To achieve this, we will maintain an overweight position in medium-term (2-3 years) fixed income securities such as corporate bonds, fixed deposits, et. due to the heightened default risk associated with GoG bonds. Through continuous market monitoring, we will judiciously seize favorable market conditions and strategically invest in equities with solid fundamentals and higher dividend yields. Our preference will be for stocks with lower "betas" and sectors like the telecommunication sector that demonstrate less volatility in relation to broader equity market fluctuations. The stocks will also be traded actively to crystalize the gains arising from price appreciations.

We highly encourage our esteemed shareholders to maintain their confidence in the Fund and to continue to invest in the Fund, as this will enable them to reap the benefits of anticipated economic growth and performance. Your trust in us as an investment partner is greatly valued, and we remain committed to delivering favorable outcomes and maximizing returns on your investments.



.....
Eleanor Neequaye
Portfolio Manager



**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
TESAH FUTURE FUND PLC
FOR THE YEAR ENDED 31 DECEMBER 2022**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Tesah Future Fund PLC('The Fund') which comprise the statement of financial position as at December 31, 2022, and the statement of comprehensive income and the statement of movement in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements give a true and fair view of the financial position of Tesah Future Fund PLC as at December 31, 2022, and of its financial performance for the year then ended in accordance with International Financial Reporting Standards Companies Act 2019 (Act 992) and the Unit Trust and Mutual Funds Regulations 2001(L.I 1695).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) (the Code) issued by the International Ethics Standards Board for Accountants (IESBA) and we have fulfilled our other ethical responsibilities in accordance with the Code.

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

Other Information

The Directors are responsible for the other information. The other information comprises reports of the directors' report as required by the Companies Act 2019 (Act 992), but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter	How our audit addressed the key audit matter
<p>At 31 December 2022, the Fund reported total impairment on financial instruments of GH¢ 658,816</p> <p>The measurement of impairment under IFRS 9 is deemed a key audit matter as the determination of assumptions for the measurement of impairment requires management to apply significant judgments about future events.</p> <p>The key areas where we identified significant levels of management judgement and therefore increased levels of audit focus in the implementation of IFRS 9 is the timing and measurement of expected credit losses (ECL) in determining the allocation of assets to stage 1, 2, or 3 brackets.</p> <p>Given the high degree of estimation uncertainty and significance of the balance, we considered impairment allowances on investments to be a key audit matter.</p>	<p>In addressing the key audit matter the following procedures were performed:</p> <ul style="list-style-type: none"> • Assessed the completeness and accuracy of key data inputs used in the ECL calculation through testing relevant data. • Performed an overall assessment of the ECL provision levels by stage to determine if they were reasonable considering the Fund's portfolio, risk profile, credit risk management practices and management assumptions used in determining management overlay. • Assessed the appropriateness of the Fund's methodology for determining the ECL. • Assessed whether the disclosures of the key judgements and assumptions made were appropriate in terms of IFRS 9.

Responsibilities of Board of Directors for the Financial Statements

The Board of Directors is responsible for the preparation of the financial statements that gives a true and fair view in accordance with International Financial Reporting Standards and in the manner required by the Companies Act, 2019 (Act 992) and Unit Trust and Mutual Regulations 2001 (L.I. 2001) 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.

In preparing the financial statements, the Board of Directors are responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Fund's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Report on Other Legal and Regulatory Requirements

The Companies Act 2019 (Act 992) 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 purposes of our audit.
- ii) In our opinion proper books of account have been kept by the Tesah Future Fund PLC, so far as appears from our examination of those books, and
- iii) The Fund's statement of assets and liabilities and income and distribution accounts are in agreement with the accounting records .
- iv) We are independent of the Company in accordance with Section 143 of the Companies Act 2019, (Act 992).

The engagement partner on the audit resulting in this independent auditor's report is **Albert Addo Cofie (ICAG/P/1403)**.



**FOR AND ON BEHALF OF PKF (ICAG/F/2023/039)
CHARTERED ACCOUNTANTS
FARRAR AVENUE
ACCRA**

31st May.....2023

TESAH FUTURE FUND PLC
STATEMENT OF ASSETS AND LIABILITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

EQUITY INVESTMENT	Shares	Price Per Share	Market Value	Percentage of Net Assets
Banking				
Ecobank Ghana Limited	20,750	6.64	137,780	4.72
Ghana Commercial Bank	26,400	3.94	104,016	3.56
Republic Bank Ghana Ltd	28,620	0.54	15,455	0.53
Societe Generale Ghana Limited	38,812	1.00	38,812	1.33
Standard Chartered Bank Ghana Ltd	8,867	20.16	178,759	6.13
Cal Bank Ltd	109,600	0.65	71,240	2.44
Financial Services				
State Insurance Company	20,000	0.31	6,200	0.21
Enterprise Insurance	18,000	3.20	57,600	1.97
Food Beverages & Household Product				
Fan Milk Ltd	13,800	3.00	41,400	1
Guinness Ghana Breweries Ltd	2,075	2.05	4,254	0.15
Uniliver Ghana Limited	1,524	3.88	5,913	0.20
Agro-Processing				
Ghana Oil Palm Plantation	13,800	7.65	105,570	3.62
Oil & Gas				
Total Petroleum	12,840	4.00	51,360	1.76
Ghana Oil Co. Ltd	23,286	1.72	40,052	1.37
Telecommunication				
MTN	81,520	0.88	71,738	2.46
			930,149	32
FIXED INTEREST SECURITIES				
Debt securities				
Treasury Bonds				
91 Day T-Bills			326,142	11.18
2 Year GOG Note			235,208	8.06
3 Year GOG Note			1,011,823	34.67
5 Year GOG Note			42,808	1.47
7 Year GOG Note			71,950	2.47
			1,687,931	57.84

TESAH FUTURE FUND PLC
STATEMENT OF ASSETS AND LIABILITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	Market Value GH¢	Percentage of Net Assets GH¢
Local Gov't and Statutory Agency Securities		
10 Year ESLA Bond	571,472	20
182 Day CMB Bill	106,250	4
	677,722	23
Corporate Bonds		
5 Year DFL Bond	86,516	3
5 Year IZWE Bond	94,624	3
6 ear AFB Bond	61,335	2
7 Year Daakye Bond	46,231	2
	288,706	10
Funds on Call	103,508	4
Total Investment Securities	3,688,016	126
Total Liabilities	(769,629)	(26)
TOTAL NET ASSETS	2,918,387	100

TESAH FUTURE FUND PLC
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2022

Assets	Note	2022 GH¢	2021 GH¢
Cash and cash equivalents	12	103,508	32,994
Financial Assets	13	2,928,586	3,350,059
Total Assets		3,032,094	3,383,053
Represented By:			
Members' fund	14	2,918,387	3,321,424
Liabilities			
Account payables	15	113,706	61,629
Total Members' Fund and Liabilities		3,032,094	3,383,053

Sarah Brainoo Arhin

Eugenia Basheer

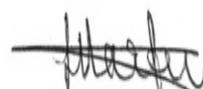
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Director (Name)

.....
Director (Name)



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31/05/23

Signature & Date



.....
31/05/23

Signature & Date

TESAH FUTURE FUND PLC
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 GH¢	2021 GH¢
Revenue			
Interest Income	6	442,714	406,537
Dividend Income		79,872	65,949
Other Income	7	6,727	29,840
Unrealized Gain/(Loss) On Quoted Equities	9	(111,288)	289,918
Total Revenue		418,025	792,244
Expenses			
Fund Management Fees		51,939	80,360
Custodian Fees		8,656	9,728
General Expenses		38,198	26,342
Audit Fees		10,000	8,000
Total Operating Expenses		108,793	124,430
Operating Profit Before Tax		309,232	667,814
Provision For Impairment Loss		(655,922)	(2,894)
Increase In Net Assets Available For Benefits		(346,690)	664,920

ACCUMULATED NET INVESTMENT INCOME

Balance as at 1st January	2,470,361	1,805,441
Transfer from Income and Distribution Statement	(346,690)	664,920
Balance at 31st December	2,123,671	2,470,361

TESAH FUTURE FUND PLC
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2022

2022	Capital Transactions GH¢	Investments GH¢	Total GH¢
Balance as at 1st January	851,063	2,470,361	3,321,424
Net Income from Operations	-	(346,690)	(346,690)
Share Issuance	297,341	-	297,341
Shares Redemption	(353,688)	-	(353,688)
Balance as at 31st December	794,716	2,123,671	2,918,387
2021			
Balance as at 1st January	1,218,091	1,805,441	3,023,532
Net Income from Operations	-	664,920	664,920
Share Issuance	227,279	-	227,279
Share Redemption	(594,307)	-	(594,307)
Balance as at 31st December	851,063	2,470,361	3,321,424

**TESAH FUTURE FUND PLC
PORTFOLIO SUMMARY
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Position at 31/12/2022	Value 31/12/2022 GH¢	Purchases during the year GH¢	Sales during the year GH¢
Republic Bank Ghana Limited	28,621.00	15,455.34	-	-
Ecobank Ghana Limited	20,750.00	137,780.00	-	-
Ghana Commercial Bank	26,400.00	104,016.00	-	-
Standard Chartered Bank	8,867.00	178,758.72	-	-
Societe Generale Ghana Limited	38,812.00	38,812.00	-	-
Enterprise Group Limited	18,000.00	57,600.00	-	-
Fan Milk Limited	13,800.00	41,400.00	-	-
Unilever Ghana Limited	1,524.00	5,913.12	-	-
Mtn Ghana Limited - Ghs	81,520.00	71,737.60	-	-
Benso Oil Palm Plantation	13,800.00	105,570.00	-	-
CAL Bank	109,600.00	71,240.00	-	-
Ghana Oil Co Limited	23,286.00	40,051.92	-	-
Total Petroleum	12,840.00	51,360.00	-	-
Guinness Ghana Breweries Limited	2,075.00	4,253.75	-	-
State Insurance Company	20,000.00	6,200.00	-	-
		930,148	-	-

TESAH FUTURE FUND PLC
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022

Cashflow from operating activities	2022 GH¢	2021 GH¢
Increase in net assets attributable to unit holders	(346,690)	667,814
Adjusted for:		
Dividend	(79,872)	(65,949)
Interest Receivable	(102,839)	(92,676)
Interest Income	(442,714)	(313,862)
Other Income	(6,727)	(29,840)
Net Realised (Gain) / Loss On Investment	111,288	(289,918)
Change in Liabilities	51,708	18,586
Impairment Provision	655,922	0
	(159,924)	(105,845)
Cashflow from investing activities		
Purchase of financial Assets	(242,528)	(201,785)
Proceeds from matured financial Assets	442,714	313,862
Dividend	79,872	65,949
Other income	6,727	29,840
Net Cash flow from investing activities	286,785	207,866
Cashflow from financing activities		
Proceeds from issuance of shares	297,341	227,279
Amount paid on redemption of shares	(353,688)	(594,307)
	(56,347)	(367,028)
Net increase (decrease) in cash and cash equivalent	70,514	(265,007)
Cash and cash equivalent at 1 January	32,994	298,001
Cash and cash equivalent at 31 December	103,508	32,994

TESAH FUTURE FUND PLC NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. Reporting Entity

Tesah Future Fund Limited is a mutual fund investment company whose primary object is to obtain contributions from members and invest same for their benefit. Tesah Future 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 2 of the financial statements.

The Fund was established and operates in accordance with the Unit Trust and Mutual Fund Regulation (L.I.1695). The Fund shall be marketed as a Balanced Fund, which means it will invest in a combination of listed equities, bonds, as well as other suitable fixed income securities to achieve its investment objective.

The investment activities shall be managed by Tesah Capital Limited.

2. Basis of accounting

a. Basis of Preparation

These financial statements have been prepared in accordance with the Unit Trust and Mutual Funds Regulation, 2001 (L.I.1695) and comply with the International Financial Reporting Standards (IFRS).

b. Functional and presentation currency

These financial statements are presented in Ghana cedi, which is the Fund's functional currency. All amounts have been stated in full.

c. Use of judgements and estimates

In preparing these financial statements, the Fund's management has been judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of the assets, liabilities, income and expenses. Actual results may differ from these estimates.

3. Accounting policies

The following principal accounting policies have been consistently applied during the preparation of the Fund's financial statements.

i. Purchase of Shares

Applicants complete standard application forms which are sent to the office of the Manager. Telephone or electronic requests must be confirmed in writing. Application for shares is at the discretion of the Board of Directors of the Fund Manager. Cheques are cleared first before the processing of applicants by the Manager. Payments for shares shall be made in Ghana Cedis; however, applicants can settle their payments with easily convertible currencies but bear the foreign exchange transaction cost.

**TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

ii. Investment income recognition

a. Interest income

Interest income, including interest income from non-derivative financial assets at Fair value through profit and loss (FVTPL), are recognized in profit or loss using effective interest method. The effective interest is the rate that exactly discounts the estimated future cash payments or receipts, without consideration of future credit losses, over the expected life of the financial instrument or through to the next market-based re-pricing date to the net carrying amount of the financial instrument on initial recognition.

Interest received or receivable and interest paid or payable are recognized in the profit or loss as interest income or interest expense, respectively.

iii. Financial Instrument

a. Non-derivative financial statement

Non-derivative financial instruments comprise loans and receivables, held-to-maturity and available-for-sale. The Fund Manager determines the appropriate classification of its financial assets and liabilities at initial recognition.

Non-derivative financial instruments are recognized initially at fair value plus, for instrument not at fair value through profit and loss, any directly attributable transaction cost. Subsequent to initial recognition non-derivative financial instruments are measured at amortized cost using the effective interest rate method, less impairment losses, if any.

Non-derivative financial instrument is derecognized when the rights to receive cash flows from the financial assets have expired or where the Fund has transferred substantially all risk and rewards of ownership.

Non-derivative financial instruments are categorized as follows:

- Loans, advances and receivables - these are non-derivatives financial assets with fixed or determinable payments that are not quoted in an active market other (a) those classified as held for trading and those that the Fund on initial recognition designates at fair value through profit and loss; (b) those that the Fund upon initial recognition designates as available-for-sale; or (c) those for which the holder may not recover substantially all of its initial investment, other than because of credit deterioration.

Loans and receivables are carried at amortized cost using effective interest rate method less appropriate allowances for doubtful receivables. Allowances for doubtful receivables represents the Fund's estimate of incurred losses arising from the failure or inability of customers to make payments when due. These estimates are based on aging of customers' balances, specific credit circumstances and the company's receivables historical experience. Regular way purchases and sales of loans and receivables are recognized on contractual settlement.

TESAH FUTURE FUND PLC NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

Available-for-sale - these are intended to be held for an indefinite period of time, which may be sold in response to needs for liquidity or changes in interest rates, exchange rates, or equity prices. Investment securities and treasury bills with maturity of 182 days or less are classified as available-for-sale.

Available-for-sale financial assets are carried at fair value. Gains and losses arising from changes in the fair value of available-for-sale financial assets are recognized directly in equity until the financial asset is derecognized or impaired, at which time the cumulative gain or losses previously recognized in equity is recognized in the profit or loss account.

However, interest calculated using effective interest method is recognized in the profit and loss account. Dividends on available-for-sale equity instrument are recognized in profit and loss account when the Fund right to receive payment is established.

Regular way purchases and sales of available-for-sale financial assets are recognized on trade-date, i.e. the date on which the Fund commits to purchase or sell the asset.

Held-to-maturity – Held-to-maturity assets are non-derivative financial assets with fixed or determinable payments and fixed maturities that management has the positive intention and ability to hold to maturity.

Where the Fund sells more than an insignificant amount of held-to-maturity assets, the entire category would have to be reclassified as available-for-sale. Treasury bills with an original maturity of more than 182 days, treasury notes and other government bonds are classified as held-to-maturity.

Held-to-maturity assets are carried at amortized cost using effective interest rate method. Regular way purchases and sale of financial assets held-to-maturity are recognized on trade-date, i.e. the date on which the Fund commits to purchase or sell the asset.

b. Derivative financial statements

A derivative is a financial instrument that changes its values in response to changes in the underlying variable, requires no or little net initial investment and is settled at a future date. Derivatives are mainly used to manage exposures to foreign exchange, interest rate and commodity price risk. The classification of derivatives is determined upon initial recognition and is monitored on a regular basis.

Derivatives are initially recognized at fair value plus directly attributable transaction cost. These are subsequently measured at fair value on a regular basis and at each reporting date as a minimum. The fair values of exchange-traded derivatives are based on respective market prices, while the fair value of the over-the-counter derivatives are determined using accepted mathematical models based on market data and assumptions. Derivatives are carried as assets when their fair value is positive and as liabilities when their fair value is negative. Any gains or losses arising from changes in fair values of derivatives that do not qualify for hedge accounting are recognized directly in the income statement.

TESAH FUTURE FUND PLC NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

c. Financial liabilities

Financial liabilities, other than trading liabilities and financial liabilities designated at fair value, are carried at amortised cost using the effective interest method. Financial liabilities are initially recognized at fair value plus transaction cost and subsequently measured at amortised cost. Financial liabilities are derecognized when they are redeemed or otherwise extinguished.

d. Offsetting

Financial asset and liabilities are set off and the net amount presented in the statement of financial position when, and only when, the Fund has a legal right to set off the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis when permitted by the accounting standards, or for gains and losses arising from a group of similar transactions.

e. Amortised cost measurement

The amortised cost of a financial asset or liability is the amount at which the financial asset or liability is measured at initial recognition, minus principal repayments, plus or minus the cumulative amortisation using the effective interest method, of any difference between the initial amount recognized and the maturity, minus any reduction for impairment.

f. Hedge Accounting

Hedge accounting is the method that recognizes the proportionate offsetting effects of a hedging instrument on the changes in value of the hedged item. Hedge accounting applies only when a hedging relationship can be demonstrated between a hedged item and a hedging instrument. Such method generally applies for transactions that are carried out to eliminate or mitigate risks. The effectiveness of such hedges is demonstrated at inception and verified at regular intervals and at least on quarterly basis, using prospective and retrospective testing.

Recognition of hedged transactions depends on the hedged categories.

Fair value hedges

Fair value hedges are used to mitigate foreign currency and interest rate risk of recognized assets and liabilities. The changes in fair values of hedging instruments are recognized in the income statement. Hedged items are also stated at fair value in respect of the risk being hedged., with any gain or loss being recognized in the income statement.

The fair values of financial instruments are determined using market prices for quoted instruments and widely accepted valuation techniques for other instruments. Valuation techniques include discounted cash flows, standard valuation models based on market parameters and dealer quotes for similar instruments. When fair values of unquoted instruments cannot be measured with sufficient reliability, such instruments are carried at cost less impairment, if applicable.

TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Cash flow hedges

Cash flow hedges are used to mitigate foreign currency risks of highly probable forecast transactions, such as anticipated future export sales, purchases of equipment and raw materials, as well as the variability of expected interest payment and receipts. The effective part of the changes in fair value of hedging instruments is recognized against equity, while any ineffective part is recognized immediately in the income statement. When the hedged item results in the recognition of a non-financial asset or liability, the gains or losses previously recognized against equity are included in the measurement cost of the asset or the liability. Otherwise the gains or losses previously recognized against equity are removed from equity and recognized in the income statement at the same time as the hedged transaction.

g. Effective Interest rate

The effective interest method is a method of calculating the amortised cost a debt instrument and of allocation interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, shorter period, to the net carrying amount on initial recognition.

h. Determining fair value

Where the classification of a financial instrument requires it to be stated at fair value, this is determined by reference to the quoted bid price or asking price (as appropriate) in an active market wherever possible. When no such active market exists for the particular asset, the Group uses a valuation technique to arrive at the fair value, including the use of prices obtained in recent arms' length transactions, discounted cash flow analysis, option pricing models or other valuation techniques commonly used by market participants.

i. Impairment of financial assets

The Fund assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial asset is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after initial recognition of the asset (a "loss event") that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

Objective evidence that a financial asset or group of assets is impaired includes observable date that comes to the attention of the Fund about the following loss events:

- I. Significant financial difficulty of the borrower;
- II. A breach of contract, such as default or delinquency in interest or principal repayments;

**TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

- III. The Fund granting to the borrower, for economic or legal reasons relating to the borrower's financial difficulty, a concession that the Fund would not otherwise consider;
- IV. It becoming probable that the borrower will enter bankruptcy or other financial reorganisation;
- V. The disappearance of an active market for that financial asset because of financial difficulties; or
- VI. Observable data including that there is a measurable decrease in the estimated future cash flows from a group of financial assets since the initial recognition of those assets, although the decrease cannot yet be identified with the individual financial assets including;
 - Adverse changes in the payment status of borrowers; or
 - National or local economic conditions that correlate with defaults on the assets of The Fund.

The estimated period between losses occurring and its identification is determined by management of each identified portfolio. In general, the periods used vary between three months and twelve months. In exceptional cases, longer periods are warranted.

iv. Foreign currency

Transactions in foreign currencies during the period are converted into cedi at exchange rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into cedi at exchange rates of ruling at the financial year-end. Non-monetary asset and liabilities denominated in foreign currencies that are measured at fair value are retranslated into cedi at the exchange rates at the date on which the fair value was determined. Foreign currency differences arising on retranslation are recognised in profit or loss as net foreign exchange losses, except for those arising on financial instruments at FVTPL, which are recognised as a component of net gains from financial instruments at FVTPL.

v. Transfer values

Transfer values represent the capital sums paid to and from the Fund on the basis of when the member liability is accepted or discharged.

vi. Cash and cash equivalents

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturity of three months or less from the date of acquisition that are subject to an insignificant risk of changes in their value and are used by the Fund in the management of short-term commitment, other than cash collateral provided in respect of derivatives and security borrowing transactions.

TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

vii. Fees and commission

Fees and commissions expenses are recognised in profit and loss as the related services are performed.

4. New and Amended Standards effective for the current period

During the year under review, there were a number of new standards, amendments to standards and interpretations issued that were effective for the current reporting period, but do not have any impact on the Fund's reporting and hence are not disclosed.

5. New and revised standards in issue not yet effective

There were a number of new standards, amendments to standards and interpretations issued but were not effective, for the current reporting period. The Fund however did not opt for any early adoption of those standards and hence are not disclosed.

TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

6 INTEREST INCOME	2022	2021
	GH¢	GH¢
Interest income from financial assets carried at amortized cost:		
Debt Securities	399,441	393,305
Held -to - Maturity	43,273	13,232
	<u>442,714</u>	<u>406,537</u>
7 Other Income		
Interest on Account	4,534	12,458
Back Load	2,193	17,382
	<u>6,727</u>	<u>29,840</u>

TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

8 Financial Instruments					
Analysis of changes in fair value of financial instrument					
2022	Balance 1-Jan	Purchases/ (Sales) at cost	Accrued interest	Change in fair value	Value 31/12/2022
	GHC	GHC	GHC	GHC	GHC
Quoted Shares	1,043,961	-	-	(111,288)	932,673
GOG Securities	1,373,846	250,590	63,495	-	1,687,931
Corporate bonds	289,377	(9,146)	8,475	-	288,706
LGSA Securities	645,769	1,084	30,869	-	677,722
Fixed Deposits	-	-	-	-	-
	3,352,953	242,528	102,839	(111,288)	3,587,032

2021					
Quoted Shares	679,725	74,318	-	289,918	1,043,961
GOG Securities	1,152,099	161,760	59,987	-	1,373,846
Corporate bonds	147,743	130,751	10,883	-	289,377
LGSA Securities	624,310	(347)	21,806	-	645,769
Fixed Deposits	164,697	(164,697)	-	-	-
	2,768,574	201,785	92,676	289,918	3,352,953

9 UNREALISED GAINS /(LOSS) ON QUOTED EQUITIES		
	2022 GHC	2021 GHC
Market value of investments	930,149	1,043,961
Cost of Investments	(1,043,961)	(754,043)
	(113,812)	289,918

10 CAPITAL TRANSACTIONS		
	2022	2021
	No. Of Shares	No. Of Shares
Shares in issue at beginning	9,277,282	10,487,861
New Issues	786,496	700,280
Redemptions	(1,043,680)	(1,910,859)
Shares (withdrawn) /issued	9,020,098	9,277,282

TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

11 PURCHASE AND SALE OF LONG TERM SECURITIES				
	2022	2022	2021	2021
	PURCHASES	SALES	PURCHASES	SALES
	GH¢	GH¢	GH¢	GH¢
Republic bank Ghana ltd	-	-	8,379	-
Ecobank Transnational Incorporated	-	-	-	13,685
Ghana oil co ltd	-	-	19,663	-
Societe Generale Ghana Limited	-	-	11,276	-
Scancom Limited	-	-	63,885	-
			<u>103,203</u>	<u>13,685</u>
12 CASH AND CASH EQUIVALENTS				
	2022	2021		
	GHS	GHS		
Cash and Bank Balances	<u>103,508</u>	<u>32,994</u>		
13 FINANCIAL ASSETS				
At Amortised Cost				
Debt Securities	2,548,109	2,234,399		
Held to maturity securities	106,250	74,593		
Provision for impairment loss	(655,922)	(2,894)		
At Fair value through Profit or Loss				
Quoted equity investments	930,149	1,043,961		
	<u>2,928,586</u>	<u>3,350,059</u>		
14 MEMBERS' FUND				
Accumulated Net Investment Income	2,123,671	2,470,361		
Stated Capital Registered	100,000	100,000		
Movement On Shares Issued	694,716	751,063		
	<u>2,918,387</u>	<u>3,321,424</u>		

TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

15. Accounts Payable	2022	2021
	GH¢	GH¢
Fund Management Fees	24,422	21,477
Audit Fees	8,907	8,000
Custody Fees	20,727	2,472
Vat on Audit Fees		1,540
AGM Expenses	7,228	3,446
Board Fees	2,268	2,650
Secretarial Fees	15,969	800
Withholding Tax	12,974	10,619
Directors Emolument	14,468	10,625
Other Current Liability	6,744	-
	113,707	61,629
16. General Expenses		
Directors' Emolument	11,655	10,625
Board Expenses	2,493	2,650
Secretarial Fees	11,968	4,000
Advertisement	2,528	2,528
Bank Charges	377	242
AGM Expenses	4,987	3,446
VAT on Audit Fees	2,190	1,540
Other Expenses	2,000	1,321
	38,198	26,352

17. Taxation

Income of approved shares trust scheme or mutual fund is exempt from tax under the income tax act, 2015(Act 896) as amended. The Fund currently withholds taxes on payment made to the Directors and other Service providers.

18. Provision for impairment loss

Provision for impairment loss of 1% was made on corporate bonds in accordance with International Financial Reporting Standards 9.

19. Directors' Shareholding

Tesah Future Fund	Shares	Percent
Sarah Brainoo Arhin	20,000	0.02%
Eugenia Basheer	45,513.00	0.50
Dankuah Addo	-	-
Catherine Ekar	411.00	0.005%
Dr. Andrews Adugudaa Akolaa	-	-

TESAH FUTURE FUND PLC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

20. Transactions through stock brokers

The Funds' transactions were through IC Securities (Ghana) Limited, First BanC Brokerage Services, CalBank, Fincap Securities, Obsidian Achermer, Bullion Securities Limited and Black Star Brokerage.

21. Event after reporting period

No significant event occurred after the reporting date which is likely to affect this financial statements.

TESAH

futurefund.

Offers capital preservation



The Fund Manager
Tesah Capital Limited
SSNIT Emporium
(8th Floor)Liberation Road
Airport City, Accra.

23rd June, 2023

Dear Sir/Madam

REPORT OF THE CUSTODIAN TO THE SHAREHOLDERS OF TESAH FUTURE FUND PLC – DECEMBER 31, 2022

Stanbic Bank Ghana Ltd Investor Services confirms the investment holdings for Tesah Future Fund as at December 31, 2022 as follows:

CASH	
Cash Type	Amount
CALL	103,508

EQUITIES				
Security Name	No. of Shs	Cost Value	Current Rate	Market Value
EBG	20,750.00	101,056.07	6.64	137,780.00
SIC	20,000.00	0.00	0.31	6,200.00
GGBL	2,075.00	0.00	2.05	4,253.75
SCB	8,867.00	170,671.24	20.16	178,758.72
GOIL	23,286.00	22,433.56	1.72	40,051.92
BOPP	13,800.00	0.00	7.65	105,570.00
CAL	109,600.00	30,450.00	0.65	71,240.00
FML	13,800.00	201,490.70	3.00	41,400.00
TOTAL	12,840.00	13,970.46	4.00	51,360.00

EQUITIES				
Security Name	No. of Shs	Cost Value	Current Rate	Market Value
GCB	26,400.00	31,911.60	3.94	104,016.00
SOGEGH	38,812.00	27,101.09	1.00	38,812.00
MTNGH	81,520.00	86,348.85	0.88	71,737.60
UNIL	1,524.00	12,992.00	3.88	5,913.12
EGH	18,000.00	22,898.40	3.20	57,600.00
RBGH BANK	28,621.00	8,521.90	0.54	15,455.34
		729,845.87		930,148.45

LGA/SA						
Bond Name	Value Date	Maturity Date	Rate	Cost	Face Value	Market Value
10 YR ESLA	14-Feb-18	27-Oct-27	19.50	125,356.90	115,000.00	118,634.82
10 YR ESLA	21-Feb-18	27-Oct-27	19.50	357,965.70	328,963.00	339,360.58
10 YR ESLA	11-Jan-18	27-Oct-27	19.50	114,133.88	110,000.00	113,476.79
182 DAY CMB	12-Jul-22	5-Jan-23	25.88	19,999.68	22,879.00	22,797.66
182 DAY CMB	9-Aug-22	3-Feb-23	27.36	24,628.66	28,433.00	27,706.33
182 DAY CMB	22-Jul-22	19-Jan-23	26.61	20,000.00	23,050.00	22,729.83
182 DAY CMB	20-Sep-22	14-Mar-23	29.72	29,999.36	35,001.00	32,914.60
				692,084.18	663,326.00	677,620.61

CORP BD/NT's						
Bond Name	Value Date	Maturity Date	Rate	Cost	Face Value	Market Value
5 YR DFL	5-Jun-18	31-May-23	21.00	85,000.00	85,000.00	86,516.03
5 YR IZWE	9-Apr-18	29-Mar-23	24.80	89,000.00	89,000.00	94,623.82
6 YR AFB	12-Jun-18	22-May-24	20.83	50,000.00	50,000.00	51,112.84
6 YR AFB	11-Jun-18	22-May-24	20.83	10,000.00	10,000.00	10,222.57
7 YR DTP	30-Sep-21	18-Oct-27	20.90	49,999.18	44,494.00	46,231.22
				283,999.18	278,494.00	288,706.48

GoG BD/NT's						
Bond Name	Value Date	Maturity Date	Rate	Cost	Face Value	Market Value
2 YR	8-Nov-21	6-Nov-23	20.00	90,000.00	90,000.00	92,670.33
2 YR	9-May-22	6-May-24	21.50	54,000.00	54,000.00	55,722.36
2 YR	22-Mar-22	12-Feb-24	19.75	44,245.08	43,201.00	46,435.73
2 YR	10-Dec-21	4-Dec-23	19.75	39,995.17	39,818.00	40,379.72
3 YR	16-Apr-20	6-Mar-23	20.75	159,983.90	153,673.00	163,922.44
3 YR	6-Jan-21	18-Dec-23	19.25	199,979.63	197,728.00	198,982.81
3 YR	22-Mar-21	18-Mar-24	17.70	500,000.00	500,000.00	525,042.58
3 YR	1-Jun-20	29-May-23	18.85	3,530.00	3,530.00	3,590.33
3 YR	18-Oct-21	14-Oct-24	19.00	30,000.00	30,000.00	31,174.45
3 YR	22-Jun-22	16-Jan-23	20.75	29,996.22	28,590.00	31,295.45
3 YR	26-Jul-22	21-Jul-25	29.85	30,000.00	30,000.00	33,911.66
3 YR	19-Aug-22	21-Jul-25	29.85	19,997.80	21,146.00	23,903.20
5 YR	15-Jul-19	8-Jul-24	19.50	10,000.00	10,000.00	10,926.79
5 YR	14-Mar-22	8-Mar-27	20.75	30,000.00	30,000.00	31,881.18
7 YR	21-Jun-21	12-Jun-28	18.10	20,000.00	20,000.00	20,119.34
7 YR	2-May-18	7-Apr-25	16.25	50,000.00	50,000.00	51,830.36
91 DAY	28-Dec-22	27-Mar-23	30.62	268,750.00	290,250.00	269,458.79
91 DAY	8-Nov-22	6-Feb-23	31.25	54,000.00	58,522.00	56,683.38
				1,634,477.80	1,650,458.00	1,687,931.00

Thank you.

Yours faithfully,



Akua Sackey-Acquah (Jun 27, 2023 07:48 GMT)

Akua Sackey-Acquah

Specialist, Sales & Relationship – IS/TxB



Eunice Amoo-Mensah (Jun 27, 2023 08:28 GMT)

Eunice Amoo-Mensah

Head, Investor Services/TxB

Tesah Annual report-Custodian

Final Audit Report

2023-06-27

Created:	2023-06-27
By:	TPS Ghana (stanbicghanatpsechosign@stanbic.com.gh)
Status:	Signed
Transaction ID:	CBJCHBCAABAAF9WuUArGLv6wy3TOGF3TLitGzp32PwSf

"Tesah Annual report-Custodian" History

-  Document created by TPS Ghana (stanbicghanatpsechosign@stanbic.com.gh)
 2023-06-27 - 7:42:23 AM GMT- IP address: 157.167.100.180
-  Document emailed to Akua Sackey-Acquah (sackey-acquaha@stanbic.com.gh) for signature
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-  Email viewed by Akua Sackey-Acquah (sackey-acquaha@stanbic.com.gh)
 2023-06-27 - 7:48:13 AM GMT- IP address: 154.160.5.231
-  Document e-signed by Akua Sackey-Acquah (sackey-acquaha@stanbic.com.gh)
 Signature Date: 2023-06-27 - 7:48:30 AM GMT - Time Source: server- IP address: 154.160.5.231
-  Document emailed to amoo-mensahe@stanbic.com.gh for signature
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-  Email viewed by amoo-mensahe@stanbic.com.gh
 2023-06-27 - 8:27:26 AM GMT- IP address: 104.47.11.254
-  Signer amoo-mensahe@stanbic.com.gh entered name at signing as Eunice Amoo-Mensah
 2023-06-27 - 8:28:08 AM GMT- IP address: 196.216.238.180
-  Document e-signed by Eunice Amoo-Mensah (amoo-mensahe@stanbic.com.gh)
 Signature Date: 2023-06-27 - 8:28:10 AM GMT - Time Source: server- IP address: 196.216.238.180
-  Agreement completed.
 2023-06-27 - 8:28:10 AM GMT

TESAH

futurefund.

Features of Tesah Future Fund (TFF)

- Start with as little as GHS 20.00
- A long - term investment product
- Offers capital preservation
- Investment is secured with an optional insurance cover



Think long term, think TFF

PROXY FORM

I/We..... of..... Being a member(s) of Tesah Future Fund (“the Company) hereby appoint..... of..... as my/our proxy to attend on my/our behalf, the Annual General Meeting of the Fund, to be held virtually by zoom on 26th July, 2023 and any adjournment thereof.

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

RESOLUTIONS	FOR	AGAINST
1. To consider the Reports of Directors and Auditors for the year ended 31st December, 2022		
2. To receive and adopt the Financial Statements for the year ended 31st December, 2022		
3. To authorize the Directors to fix the remuneration of the Auditors for the year 2023		
<p>Special Business</p> <p>1. To revise the investment asset classes of the Scheme Particulars of the Fund as follows:</p> <ul style="list-style-type: none"> • Fixed Income asset class set at 60% with a rebalancing range of +/-20%; and • Equity asset class set at of 30% with a re-balancing range of +/-20%. 		

Shareholder’s Signature.....Date.....2023

NOTES

1. A proxy need not be a member of the fund.
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 or the Fund Manager 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.



Tesah Capital Limited

www.tesahcapital.com