



Arkfund

2018

ANNUAL REPORT





Databank
Arkfund



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DATABANK ARK FUND LIMITED



Audited Full Year Report
For the year ended December 31, 2018

This report shall not constitute an invitation to buy shares of the Fund. Subscriptions are to be made only on the basis of the current scheme particulars, accompanied by a copy of the latest available annual report, and if published thereafter, the most recent half-year report.

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NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 9th Annual General Meeting of the shareholders of Databank Ark Fund Limited will be held at the Accra International Conference Centre, Accra, Ghana on Wednesday July 17, 2019 at 2:30 p.m. to transact the following Ordinary Business:

1. To receive and consider the Reports of the Directors, Auditors and the Audited Financial Statements for the year ended December 31, 2018.
2. To re-elect Directors retiring by rotation.
3. To approve Directors' Fees.
4. To authorise the Directors to fix the remuneration of the Auditors.

Dated this 24th day of June, 2019.

BY ORDER OF THE BOARD

Kind regards,



Annie Chinbuah

For: Accra Nominees Limited
Company Secretary

A member of the company entitled to attend and vote may appoint a proxy to attend and vote in his/her stead. A proxy need not be a member of the company. Completed proxy forms should be deposited at the Databank Head Office at 61 Barnes Avenue, Adabraka, Accra, not later than 48 hours before the appointed time of the meeting (3.00 p.m. on Friday July 12, 2019). Failure to submit the forms before the **48 hour deadline** will result in the Proxy not being admitted to, or participating in, the meeting. A Proxy Form is provided in the Annual Report.



CHAIRMAN'S STATEMENT TO SHAREHOLDERS OF DATABANK ARK FUND LIMITED

Dear Valued Shareholders,

It is my pleasure to welcome you to the 9th Annual General Meeting (AGM) of Databank Ark Fund Limited. This year is significant for the ArkFund family because it marks 10 years of our Fund's existence. On behalf of the Board, management and staff of Databank, I would like to express our gratitude to all shareholders for your immense support throughout this period. Thank you for your commitment, dedication and belief in Ghana's flagship ethical mutual Fund. You have proven that you believe in ArkFund's mission and we are determined to help you, our shareholders, to be financially independent.

I will start this report with an overview of the global macroeconomic environment and follow it with a brief analysis on the performance of the Ghanaian economy in 2018. Subsequently, I shall delve into the performance of ArkFund and conclude with a summary of our expectations for 2019.

Global economic performance

Global growth slowed down on the back of the trade tensions between the United States

and China and some challenges in Europe, including the prolonged Brexit decision. As one of Europe's largest trade partners (controlling 13% of goods and services traded), the UK's decision to leave the EU is expected to result in capital outflows, higher barriers to trade and labour flows out of the country. We are anticipating that there will be a slowdown in trade activities between the UK and its major trade partners, comprising 27 members of the EU, cascading into an eventual 1.5% drop in output.

Germany, Italy and Turkey also experienced declines in their growth during the period under review. Germany's growth was challenged by huge investments into a cleaner source of energy – a requirement for meeting new global fuel emission standards – while Italy received a negative Fitch rating resulting from uncertainty surrounding its new and untested populist government. Another factor that contributed to this downgrade was its expansionary fiscal drive, which is expected to weaken its debt position.

Overview of Ghana's economy

In 2018, Ghana's economy was characterized by prudent fiscal responsibility. Year-on-year inflation maintained a downward trajectory, dropping to 9.4% by December 2018. In the second half of 2018, the decline in inflation was at a decelerated pace, due to foreign exchange pressures, higher ex-pump prices, increased food prices and higher taxes.

Although the Ghanaian economy chalked some success in 2018, it was generally bedeviled by challenges including the banking sector crisis that constrained activity in the financial and insurance sectors; a slowdown in growth in the oil sector and constrained public sector expenditure. Revenue mobilization was topical within the year resulting in the Government keeping a tight lid on expenses by reducing its structural development budget. These developments led to the introduction of additional tax measures including the Excise Stamp Duty, the VAT recalibration and Luxury Vehicle Levy in March, July and August 2018, respectively. These new duties contributed to a year-on-year revenue growth of 12.8% as at September 2018, although total revenue fell below the year-end target of GHC32.20 billion by 9.5%, due to weak inflows from VAT. The Cedi's impressive start in 2018 was reversed after the first quarter as the gains chalked on the Cedi were reversed on account of foreign portfolio outflow across Emerging Markets and Developing Economies due to increased risk aversion and the lure higher interest rates in the US. The Cedi cumulatively depreciated by 8.4% in 2018 compared with 4.9% in 2017.

Dampened investor sentiments along with the perceived global strengthening of the US dollar resulted in a steep rise in yields of longer-dated fixed-income securities.

Equity market review

The equity market performed poorly in 2018 and ended the year in a negative territory after peaking at 35% in April. The Ghana Stock Exchange Composite Index posted a full-year loss of 0.29% whilst the Databank Stock Index declined by 0.15%, both serving as an indicator of the general performance of the market. There were major sell offs in the second quarter of 2018 due to unfavorable external conditions coupled with overblown market valuations stemming from FY-2017 and Q1-2018 price rallies. The market was buoyed in late Q3 and early Q4 by Scancom Plc (MTN Ghana's) IPO and the rights and bonus issues by banks to meet the new minimum capital requirement.

ArkFund's positive performance

Notwithstanding the negative returns posted by Ghana's stock market, ArkFund posted a return of 11.77% for 2018, strongly supported by interest income from the fixed-income portfolio. There was a 60.58% increase in mandates from 9,112 (FY 2017) to 14,632 (FY 2018), with assets under management increasing from GHC 15.56M to GHC 28.21M.

Outlook for 2019

The Government of Ghana is expecting the economy to grow by 7.6% in 2019. Factors that are expected to propel this growth include the expansion of the non-oil sector.

The anticipated recovery in the banking sector is expected to attract additional clients, driving credit expansion with an ensuing growth in the economy. Inflation is expected to continue the downward trend ending up at 8.6% \pm 100 basis points by the end of 2019.

Yields on the fixed-income instruments are expected to remain at current levels because of the Government's need to close this funding gap. This is amidst sluggish foreign investor participation on the fixed income market, which could prevent a downward revision in yields. As a result of these factors, we expect yields at the shorter end of the yield curve to hover within the 11.8%-13.8% band with medium-to longer-dated securities ranging between 17.0%-18.0% by the end of 2019.

Following the clean-up of the banking sector, stocks in the banking industry are expected to see a recovery in 2019 as sentiments towards the industry improve. Considering softening cost pressures and improving macroeconomic conditions, the stock market is expected to recover as investors anticipate

stronger corporate earnings on improved margins. Our optimism is however tamed due to the expected high yields on the fixed-income instruments.

Closing remarks

Providing our shareholders with a vehicle to be financially independent, undergirded by ethical values, has served ArkFund well over the last decade. Our diversified portfolio is aimed at providing our shareholders with attractive returns over the medium term and we will maintain this position in the future.

We would like to thank you, our cherished shareholders for your confidence in ArkFund. I would also like to thank my fellow directors, the management and staff of Databank for their unwavering support. A decade of impressive performance lies behind us and ArkFund's future is promising.

Thank you all and God bless you.



JOYCE R. ARYEE
(Chairman)

PERFORMANCE SUMMARY AS AT DECEMBER 31, 2018

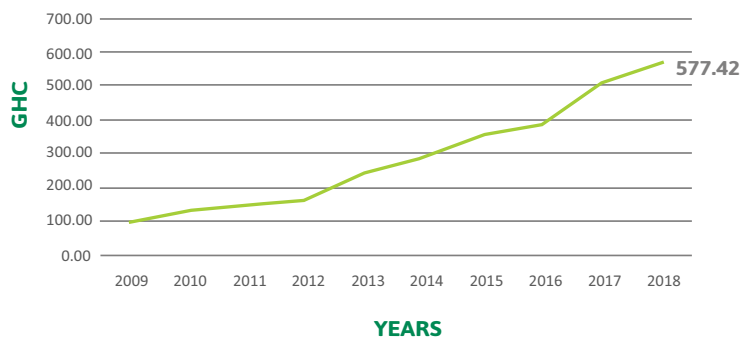
Historical returns

Year	31-Dec-12	31-Dec-13	31-Dec-14	31-Dec-15	31-Dec-16	31-Dec-17	31-Dec-18
Return	16.39%	46.59%	16.04%	20.42%	12.28%	28.45%	11.77%

Share price information

	31-Dec-12	31-Dec-13	31-Dec-14	31-Dec-15	31-Dec-16	31-Dec-17	31-Dec-18
Share price (GHC)	0.1746	0.2560	0.30285	0.3582	0.4022	0.5166	0.5774
Number of shares	15,068,488	15,643,367	15,053,744	18,740,672	24,317,245	30,125,382	48,859,662
ArkFund value (GHC)	2,631,208.00	4,004,286.00	4,599,016.00	6,713,037.00	9,780,489.00	15,563,981	28,212,770

Growth of GHC 100 since inception

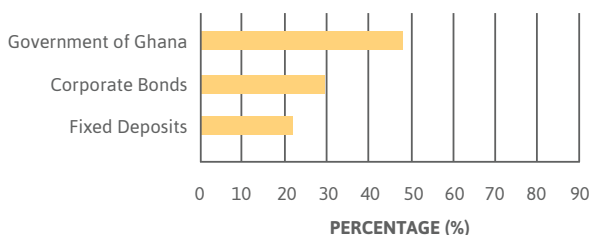


PORTFOLIO AT A GLANCE AS AT DECEMBER 31, 2018

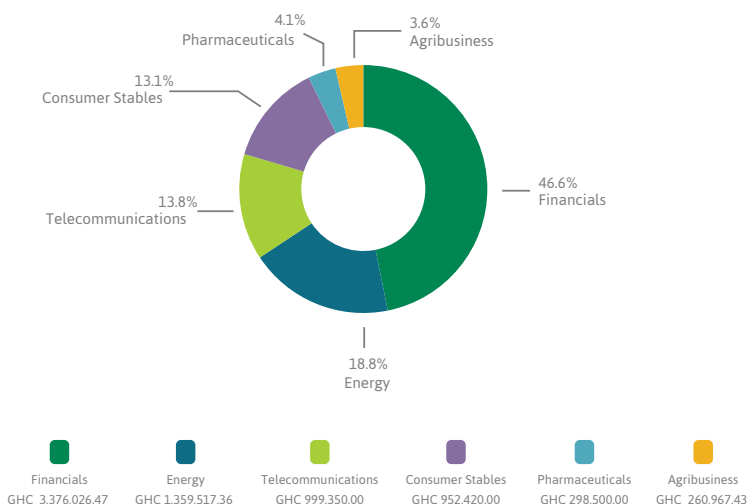
Top 5 equity holdings

Name of company	Exposure (% of Equity)	Exposure (% of NAV)
Standard Chartered Bank Ghana Ltd.	15.23%	3.91%
MTN Ghana Ltd.	13.79%	3.54%
Ghana Oil Company Ltd.	11.39%	2.93%
GCB Bank Ghana Ltd.	9.36%	2.40%
Societe Generale Ghana Ltd.	8.22%	2.11%

Diversification of Fixed Income (64% of Net Asset Value)



Sector Diversification of Equity (26% of Net Asset Value)



Total: GHC 7,246,781.26



CREATE THE RIGHT BALANCE IN YOUR INVESTMENTS

How?



FIXED INCOME SECURITIES + EQUITY INVESTMENTS

As a conservative balanced Fund, ArkFund invests in a mix of equities and fixed-income investments. This is because the stock market typically offers higher returns over the long term; however, bonds offer competitive returns with less volatility.



GROWTH, STABILITY AND PEACE OF MIND

ArkFund allows you to create the right balance in your investment portfolio. Skillfully combining fixed-income and equity investments gives you stability and growth in your investments – the key to peace of mind when investing.



BEST OF BOTH WORLDS

At Databank, we don't believe you have to sacrifice returns to adhere to your values. By investing in ArkFund, you have the opportunity to positively impact society while achieving capital growth, by taking a balanced approach to managing your investments.



Selecting ArkFund for your investment portfolio

Investing is a very personal decision and one that should be based largely on an investor's risk tolerance. As an investor, there are three key things you should consider before deciding which investment instrument best suits you. They are: (1) investment objective, (2) time horizon and (3) risk tolerance. In this article, we will look at how ArkFund fits into each category.

Investment objective

The first thing you should ask yourself is what is your reason for investing? What are you hoping to achieve? Are you investing towards a project or an educational need? Are you investing in the hopes of starting or expanding your business? Are you investing toward retirement? Your investment objective will be an indication of your time horizon.

Time horizon

In investing, your time horizon refers to how long you plan to invest before withdrawing a significant portion of your money. We would typically look at time horizon in certain blocks – less than three years (short-term), three to five years (medium term), or more than five years (long term).

Risk tolerance

Risk tolerance means how comfortable you are with the value of your investments going up and down. You can determine your risk tolerance by answering the following question. Imagine that you have put GHC 1,000 in an investment for the next five years. However, by the end of the first year, your investment value has fallen to GHC 900 (a loss of 10%). How would you feel? Would you not be overly concerned as you are in for the long term (high risk tolerance)? Would you be concerned but not likely to sell your investments (medium risk tolerance)? Or would you be extremely concerned and sell your remaining investments immediately (low risk tolerance)? Please note that there is no right or wrong answer; there is only how you feel. And that feeling is what should determine which investment is most suitable for you.

How ArkFund fits in

Databank Ark Fund is a conservative balanced fund that is designed for someone with a medium risk tolerance and an investment horizon that is medium to long term. ArkFund invests up to 30% of its assets in equities (i.e., shares of companies listed on the Ghana Stock Exchange) and at least 70% in a variety of fixed-income investments to help manage the volatility in the portfolio.

If you are an investor with low risk tolerance, you can consider investing most of your money in a fixed income fund (e.g., MFund) and putting a portion in ArkFund to help give your investment a boost. The higher your risk tolerance and the longer your time horizon, the more you can consider investing in ArkFund.

ArkFund's performance over the last 10 years

ArkFund will celebrate its 10th anniversary in July. Over the past 10 years, ArkFund has not recorded a negative calendar year return. If you had done a one-time investment of GHC 100 in ArkFund in July 2009, it would now be worth GHC 576 (as at April 2019). This works out to an average return of 19.95% per year. It is important to note, however, that the return of ArkFund, or any other mutual fund for that matter, is not guaranteed. So even though ArkFund has averaged almost 20% each year, the actual calendar returns have ranged from as low as 5.86% (2011) to as high as 46.59% (2013). And depending on the time of year that you invest, your return could also be different – either for the better or worse. This is why we recommend that you invest in ArkFund for at least 4 years as you are in a better position to ride out any short-term drops in the performance of the fund.

Getting started with ArkFund

Getting started with ArkFund is very easy. You can open an ArkFund account with as little as GHC 50.00 and make regular investments of as little as GHC 10.00. You can add it to an account in which you already have existing mutual funds or choose to invest solely in ArkFund. If you have not yet opened an account, you can do so online (www.databankgroup.com) or by visiting one of Databank's 19 locations. You can then top up your ArkFund investment regularly in one of the following ways:

- 1 Online using Visa or MasterCard (www.databankgroup.com)
- 2 Mobile money (dial *737*100# or *713*100#)
- 3 Visiting a partner bank branch: Access Bank, Barclays Bank, Fidelity Bank, GCB, GTBank, UBA, Zenith Bank
- 4 Databank branch: Accra (HQ), Cape Coast, Ho, Koforidua, Kumasi, Sunyani, Takoradi, Tamale, Tema
- 5 Databank partner locations: **Inside GTBank:** Accra (Airport, East Legon, Lapaz, Madina, Opera Square, Osu), Kasoa, Ashaiman, Tarkwa
Inside UBA: Kumasi (KNUST campus)

Thank you

We would like to thank all ArkFund shareholders for investing with us – whether it's been for the past one year or 10 years. We are grateful for your support and look forward to the next 10 years.

REPORT OF THE DIRECTORS TO THE MEMBERS OF DATABANK ARK FUND LIMITED

The Directors present herewith their report together with the audited Financial Statements of the Fund for the year ended December 31, 2018.

Statement of Directors' 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 Fund and of the Statement of Comprehensive Income and Statement of Cash Flows for that period. In preparing these Financial Statements, the Directors have selected suitable accounting policies and then applied them consistently, made judgements and estimates that are reasonable and prudent and followed International Financial Reporting Standards (IFRS) and complied with the requirements of the Companies Act, 1963 (Act 179), the Securities Industry Act, 2016 (Act 929), and the Unit Trusts & Mutual Funds Regulations, 2001, L.I. 1695.

The Directors are responsible for ensuring that the Fund keeps proper accounting records that disclose with reasonable accuracy, at any time, the Financial Position of the Fund. The Directors are also responsible for safeguarding the assets of the Fund and taking reasonable steps for the prevention and detection of fraud and other irregularities.



JOYCE R. ARJEE
CHAIRMAN

APRIL 26, 2019

Principal activities

The principal activity of the Fund is to invest the monies of its members for the mutual benefit and to hold and arrange for the management of equities and fixed-income securities acquired with such monies.

Financial results

The results for the year are shown in the Statement of Comprehensive income in the Financial Statements. The Fund recorded total distributed comprehensive unitholders' earnings of **GHC 1,589,482** as against total distributed Comprehensive Unitholders' Earnings of **GHC 3,113,110** in 2017. The decrease in Net Distributed Unitholders' Earnings is attributed to the price declines of some of the Fund's equity holdings.

Auditors

Messrs Baker Tilly Andah + Andah have indicated their willingness to continue in office as auditors of the Fund and in accordance with Section 134(5) of the Companies Act, 1963 (Act 179) they so continue.

Appreciation

The Board of Directors would like to express its sincere appreciation to the customers of the Fund for their loyalty, to shareholders for their support, and to management and staff for their service during the year under review.



KWADWO ASANTE-ABEDI
DIRECTOR

APRIL 26, 2019

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DATABANK ARK FUND LIMITED

Opinion

We have audited the Financial Statements of Databank Ark Fund Limited, which comprise the Statement of Financial Position as at December 31, 2018 and the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies as set out on pages 20 to 29.

In our opinion, the accompanying Financial Statements give a true and fair view of the Financial Position of the Fund as at December 31, 2018 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) and in the manner required by the Companies Act, 1963 (Act 179), the Securities Industry Act, 2016 (Act 929), and the Unit Trusts 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 believe that the audit evidence we have obtained is sufficient and appropriate

to provide a basis for our opinion.

Independence

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our ethical responsibilities in accordance with the IESBA Code.

Key audit matters

Key Audit Matters are those matters that, in our professional judgement, 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.

Impairment of Financial Assets

The impairments of Financial Assets are considered to be of most significance in the audit due to the level of subjectivity inherent in estimating the impact of key assumptions of the recoverability of investment balances, including the application of industry knowledge and prevailing economic conditions in arriving at the level of impairment allowance required.

The Fund has adopted IFRS 9 *Financial*

Instruments which became effective on January 1, 2018. The key change arising from the adoption of IFRS 9 *Financial Instruments* was that impairment losses on financial assets are now based on an Expected Credit Loss (ECL) model rather than an incurred loss model, with the most significant impact on investment of Financial Assets at Amortised Cost.

The determination of impairment allowance using the ECL model requires the application of certain financial indices which are estimated from historical financial data obtained within and outside the Fund, into the complex financial models.

Impairment allowance on Financial Assets at Amortised Cost that have shown a significant increase in credit risk, is based on the Fund's best estimate of losses expected to result from non-recoverability events over the life of the Financial Assets. Impairment allowance on other Financial Assets that have not shown a significant increase in credit risk is recognised based on an estimate of the losses expected to result from default events within 12 months.

ArkFund incorporates forward-looking information into both the assessment of whether the credit risk of an instrument has increased significantly since its initial recognition and measurement of ECL. The Directors recognized an expected credit loss of GHC 113,506.

The judgement involved in classifying Financial Assets into stages, the level of subjectivity inherent in estimating the

key assumptions on the recoverability of investment balances, the inputs estimated, the complexity of the estimation process and the significant judgement involved in applying these estimates to determine the level of impairment allowance required, make the impairment of Financial Assets a matter of significance to the audit.

The measurement of impairment allowance is deemed a Key Audit Matter as the determination of assumptions for expected losses is highly subjective due to the level of judgement applied by the Directors. The most significant judgements are: classification of Financial Assets into stages; the level of subjectivity inherent in estimating the key assumptions on the recoverability of investment balances; timely identification of exposures with significant increase in risk; the complexity of the estimation process and the significant judgement involved in applying these estimates.

How the matter was addressed in our audit:

- We evaluated the design and implementation of the key controls over the impairment determination process such as Investment Committee review of Financial Assets. The key controls evaluated covered processes such as management review of relevant data used in the calculation of expected credit losses.
- We tested the appropriateness of the Fund's determination of significant increase in credit risk and the resultant classification of Financial Assets into the various stages.

- We evaluated the appropriateness of the accounting policies based on the requirements of IFRS 9 and industry practice.
- We assessed the transition adjustment that was recognized in the opening retained earnings at January 1, 2018.

Other information

The Directors are responsible for the other information. The other information comprises Corporate Information, Report of the Directors, Chairman's Statement to Unitholders, Performance Summary and Custodian's Report, but does not include the Financial Statements and our Auditor's Report thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information 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 that we have performed, we conclude that there is a material misstatement of this other information, then we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Directors for the Financial Statements

The Directors are responsible for the preparation and fair presentation of these Financial Statements in accordance with International Financial Reporting Standards (IFRS), 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.

In preparing the Financial Statements, the 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 Directors either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for overseeing the Fund's financial reporting process.

Auditor's responsibilities for the audit of the Financial Statements

The objectives of our audit 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 ISAs 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 ISAs, we exercise professional judgment and maintain professional skepticism throughout the planning and performance

of 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 the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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.

We are required to communicate with the Board 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, 1963 (Act 179) requires that in carrying out our audit work we consider and report on the following matters.

We confirm that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit;
- in our opinion, proper books of account have been kept by the Fund, so far as appears from the examination of those books;
- the Fund's Financial Statements are in agreement with the books of account.



SAMUEL ABIW (ICAG/P/1454)

For and on behalf of

Baker Tilly Andah + Andah (ICAG/F/2019/122)

Chartered Accountants

Nyanyo Lane

Asylum Down

Accra

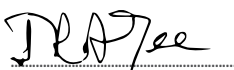
26th April, 2019

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31, 2018

	Notes	2018 GHC	2017 GHC
INCOME			
Dividend Income	4	106,977	84,653
Interest Income	5	3,365,854	1,885,459
Exchange Gain/(Loss)	6	8,783	(7,271)
Profit on Disposal of Securities	7	139,900	27,298
		-----	-----
TOTAL INCOME		3,621,514	1,990,139
		-----	-----
EXPENSES			
Management Fees		(471,890)	(185,971)
Custody Fees		(74,477)	(22,067)
General and Administrative Expenses	8	(324,222)	(177,859)
Impairment Charge	9	(56,055)	(57,451)
		-----	-----
TOTAL EXPENSES		(926,644)	(443,348)
		-----	-----
Distributed Unitholders' Earnings before Other Comprehensive Income for the Year		2,694,870	1,546,791
Other Comprehensive Income:			
Fair Value (Loss)/Gain	12a	(1,105,388)	1,566,319
		-----	-----
Total Distributed Comprehensive Unitholders' Earnings for the Year		1,589,482	3,113,110
		-----	-----
Distributed Unitholders' Earnings For the year ended December 31, 2018			
Beginning of Period		5,473,191	3,926,400
Distributed Unitholders' Earnings before Other Comprehensive Income for the Year		2,694,870	1,546,791
		-----	-----
End of Period		8,168,061	5,473,191
		-----	-----

STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2018

	Notes	2018 GHC	2017 GHC
ASSETS			
Cash and Cash Equivalents	10	1,589,499	682,910
Financial Assets at Amortised Cost	11	17,974,470	9,281,461
Financial Assets at Fair Value through			
Other Comprehensive Income	12	7,446,618	5,108,718
Trade and Other Receivables	13	1,379,632	556,045
TOTAL ASSETS		28,390,219	15,629,134
UNITHOLDERS' EQUITY			
Unitholder's Principal	15b	18,871,771	7,812,464
Distributed Unitholders' Earnings		8,168,061	5,473,191
Other Distributed Earnings		1,172,938	2,278,326
TOTAL UNITHOLDERS' EQUITY		28,212,770	15,563,981
LIABILITIES			
Trade and Other Payables	14	177,449	65,153
TOTAL LIABILITIES		177,449	65,153
TOTAL UNITHOLDERS' EQUITY AND LIABILITIES		28,390,219	15,629,134



JOYCE R. ARYEE
CHAIRMAN

APRIL 26, 2019



KWADWO ASANTE-ABEDI
DIRECTOR

APRIL 26, 2019

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2018

	Unitholders' Principal GHC	Distributed Unitholders' Earnings GHC	Other Distributed Earnings GHC	Total GHC
2018				
Opening Balance	7,812,464	5,473,191	2,278,326	15,563,981
Proceeds from Issue of Shares	25,774,644	-	-	25,774,644
Distributed Unitholders' Earnings before				
Other Comprehensive Income for the Year	-	2,694,870	-	2,694,870
Fair Value (Loss)	-	-	(1,105,388)	(1,105,388)
Shares Redeemed	(14,715,335)	-	-	(14,715,337)

	18,871,771	8,168,061	1,172,938	28,212,770

2017				
Opening Balance	5,142,082	3,926,400	712,007	9,780,489
Proceeds from Issue of Shares	7,095,904	-	-	7,095,904
Distributed Unitholders' Earnings before				
Other Comprehensive Income for the Year	-	1,546,791	-	1,546,791
Fair Value Gain	-	-	1,566,319	1,566,319
Shares Redeemed	(4,425,522)	-	-	(4,425,522)

	7,812,464	5,473,191	2,278,326	15,563,981

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2018

	Notes	2018 GHC	2017 GHC
CASH FLOWS FROM OPERATING ACTIVITIES			
Distributed Unitholders' Earnings before		2,694,870	1,546,791
Other Comprehensive Income for the Year			
Adjustments for:			
Profit from Disposal of Securities		(139,000)	(27,298)
Exchange (Gain)/Loss		(8,783)	7,271
Amortization Loss/(Gain)		14,237	(22,303)
		2,560,424	1,504,461
CHANGES IN WORKING CAPITAL			
Increase in Trade and Other Receivables		(823,587)	(15,495)
Increase in Trade and Other Payables		112,296	2,753
NET CASH FLOWS FROM OPERATING ACTIVITIES		1,849,133	1,491,719
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Financial Assets at Amortised Cost		(21,725,305)	(7,772,290)
Proceeds from Disposal of Securities		9,723,455	3,890,801
NET CASH FLOW FROM INVESTING ACTIVITIES		(12,001,850)	(3,881,489)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceed from Capital Transactions		25,774,644	7,095,904
Shares Redeemed		(14,715,337)	(4,425,522)
NET CASH FLOW FROM FINANCING ACTIVITIES		11,059,307	2,670,382
Net Increase/ (Decrease) in Cash and Cash Equivalents		906,590	280,612
Cash and Cash Equivalents at the Beginning of the Year		682,910	402,298
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	10	1,589,499	682,910

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2018 (ABRIDGED VERSION)

1. GENERAL INFORMATION

Databank Ark Fund is a limited liability company incorporated in Ghana. The address of its registered office and principal place of business is 61 Barnes Avenue, Adabraka, Private Mail Bag, Ministries Post Office, Accra.

1.1. Description of the Fund

ArkFund is licensed as Mutual Fund. The Fund was incorporated under Ghana Law on October 25, 2005. ArkFund is an open-ended long-term balanced mutual fund, which seeks to achieve capital growth and income by integrating social, ethical and environmental considerations in the investment process. The Fund does not purchase shares in companies involved in the production of tobacco, arms and alcoholic beverages as well as companies whose activities are considered harmful to the environment.

The principal activity of the Fund is to invest the monies of its members for their mutual benefit and to hold and arrange for the management of money market securities acquired with such monies. Most of the equity investments of the Fund are listed and traded on the Ghana Stock Exchange, although the Fund has a mandate to invest in unquoted equity securities.

The investment activities of the Fund are managed by Databank Asset Management

Services Limited (the Investment Manager). The custodian and administrator of the Fund is Stanbic Bank Ghana Limited.

The shares of the Fund are redeemable at the holder's option. The shares are not listed on the Ghana Stock Exchange.

2. BASIS OF PREPARATION

2.1. Statement of compliance

The Financial Statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board (IASB).

2.2. Basis of measurement

The Financial Statements have been prepared on the historical cost basis except for financial instruments that are measured at fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The Financial Statements are presented in Ghana Cedi (GHC). The Fund presents its Statement of Financial Position in order of liquidity.

2.3. Basis of consolidation

The Fund is an investment entity and, as such, is not required to own controlling interest in other entities. Instead, financial interests are classified as available for sale and measured at fair value.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.2 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured, as and when the Fund satisfies a performance obligation. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duty.

3.2.1 Interest revenue and expense

Interest revenue and expense are recognised in the Statement of Comprehensive Income for all interestbearing Financial Instruments using the effective interest method.

3.2.2 Dividend revenue and expense

Dividend revenue is recognised on the date on which the investments are quoted ex-dividend or, where no ex-dividend date is quoted, when the right of the Fund to receive the payment is established. Dividend revenue is presented gross of any non-recoverable

withholding taxes, which are disclosed separately in the statement of comprehensive income. Dividend expense relating to equity securities sold short is recognised when the right of the shareholders to receive the payment is established.

3.2.3 Fees and commissions

Fees and commissions are recognised on an accrual basis. fees and commission expenses are included in general and administrative expenses.

3.4 Foreign currencies

In preparing the Financial Statements of the Fund, transactions in currencies other than the Fund's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Exchange differences on monetary items are recognised in profit or loss in the period in which they arise.

	2018 GHC	2017 GHC
4. DIVIDEND INCOME		
GCB Bank Ltd.	43,152	-
MTN Ghana Ltd.	25,300	-
Total Petroleum Ghana Ltd.	20,912	21,882
Ghana Oil Company Ltd.	7,410	6,087
Unilever Ghana Ltd.	7,250	-
Benso Oil Palm Plantation Ltd.	2,953	1,954
Standard Chartered Bank Ghana Ltd.	-	12,768
Societe-Generale Ghana Ltd.	-	14,902
Enterprise Group Ltd.	-	27,060
	-----	-----
	106,977	84,653
	-----	-----

5. INTEREST INCOME

Interest on Government Securities	1,410,851	560,248
Interest on Corporate Bonds	934,450	407,885
Interest on Bank Fixed Deposits	542,371	297,826
Interest on Non-Bank Fixed Deposits	338,335	587,908
Interest on Call Accounts	139,847	31,592
	-----	-----
	3,365,854	1,885,459
	-----	-----

6. EXCHANGE GAIN/(LOSS)

Forex Gain/(Loss)	8,783	(7,271)
	-----	-----

7. PROFIT ON DISPOSAL OF SECURITIES

Profit on Sale of Financial Instruments	139,900	27,298
	-----	-----

	2018 GHC	2017 GHC
8. GENERAL AND ADMINISTRATIVE EXPENSES		
Marketing & Business Promotion	150,088	62,006
Fund Accounting Fees	4,800	4,800
Registrar Fees	27,352	13,167
Client Service Fees	27,352	13,167
Directors' Emolument	37,370	37,900
Directors' Liability Insurance	8,250	8,250
Audit Fees	17,304	13,513
Storage & Warehousing Expense	2,517	1,423
Professional & Consultancy Fees	-	1,500
Printing Publications & Stationery	17,770	9,725
Statutory and Legal Fees	1,300	1,620
Software Maintenance Cost	2,000	2,000
Bank Charges	26,377	8,398
Brokerage Fees	1,742	390
	-----	-----
	324,222	177,859
	-----	-----

9. IMPAIRMENT CHARGE

The impairment charge shown in the Statement of Comprehensive Income relates to a provision made for impairment in accordance with IFRS and the Fund's Policy on provisioning.

	2018 GHC	2017 GHC
Impairment Provision at January 1	57,451	-
Impairment Provision at December 31	(113,506)	(57,451)
	-----	-----
Impairment Charge	(56,055)	(57,451)
	-----	-----

10. CASH AND CASH EQUIVALENTS

Cash at Bank	1,589,499	682,910
	-----	-----

		2018 GHC	2017 GHC
11. FINANCIAL ASSETS AT AMORTISED COST			
Investment in Government Securities		8,697,849	3,593,796
Investment in Corporate Bonds		4,155,410	1,822,157
Investment in Bank Fixed Deposits		3,400,000	1,166,242
Investment in Non-Bank Fixed Deposits		1,834,717	2,756,717
		-----	-----
		18,087,976	9,338,912
Impairment Provision	11a	(113,506)	(57,451)
		-----	-----
		17,974,470	9,281,461
		-----	-----

11a. Impairment Provision

Impairment Provision at January 1		(57,451)	-
Impairment Charge	9	(56,055)	(57,451)
		-----	-----
		(113,506)	(57,451)
		-----	-----

The impairment provision shown in Note 11a represents stock of provision at the end of the year.

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

Listed Equity Securities		7,246,789	4,969,910
Unlisted Equity Securities		199,829	138,808
		-----	-----
		7,446,618	5,108,718
		-----	-----

12a. Changes in the Fair Value of Equity Investments at Fair Value through Other Comprehensive Income

Financial Assets at Fair Value through Other Comprehensive Income	12	7,446,618	5,108,718
Cost of Investment		(6,273,680)	(2,830,392)
		-----	-----
Cumulative Gains – 31 December		1,172,938	2,278,326
Prior Period Gains – 1 January		(2,278,326)	(712,007)
		-----	-----
Fair Value (Loss) / Gain		(1,105,388)	1,566,319
		-----	-----

12b. Portfolio Summary

Description	Shares	Price 31-Dec-18 GHC	Market Value GHC
Listed Shares			
Financial Services			
Standard Chartered Bank Ghana Ltd.	52,546	21.0000	1,103,466
GCB Bank Ltd.	147,500	4.6000	678,500
Societe Generale Ghana Ltd.	794,305	0.7500	595,729
Ecobank Ghana Ltd.	59,400	7.5000	445,500
Enterprise Group Ltd.	156,800	2.2400	351,232
Cal Bank Ltd.	205,714	0.9800	201,600
Consumer staples			
Unilever Ghana Ltd.	29,000	17.7800	515,620
Fan Milk Ltd.	54,600	8.0000	436,800
Benso Oil Palm Plantation Ltd.	47,027	5.0900	239,367
PBC Ltd.	540,000	0.0400	21,600
Telecommunications			
MTN Ghana Ltd.	1,265,000	0.7900	999,350
Energy			
Ghana Oil Company Ltd.	264,653	3.1200	825,717
Total Petroleum Ghana Ltd.	157,000	3.4000	533,800
Health Care			
Intravenous Infusions Ltd.	3,731,250	0.0800	298,500

Total Shares	7,504,795		7,246,781
:::~::~:			
	Shares	Price 31-Dec-18 GHC	Market Value (GHC)
Collective Investment Schemes			
Databank Money Market Fund	166,384	1.2061	200,676
:::~::~:			
Fixed Income Securities			
182-Day Non-Bank Fixed Deposit			600,000
365-Day Bank Fixed Deposit			3,400,000
1-Year Agency Note			500,000
2-Year Treasury Bond			991,215
3-Year Treasury Bond			2,081,597
3-Year Corporate Bond			438,600
5-Year Treasury Bond			3,613,188
5-Year Corporate Bond			1,142,000
6-Year Corporate Bond			685,000
7-Year Corporate Bond			1,943,491
7-Year Treasury Bond			1,311,791

10-Year Corporate Bond	1,181,094	
10-Year Treasury Bond	200,000	

	18,087,976	

Grand Total	25,535,433	

	2018	2017
	GHC	GHC

13. TRADE AND OTHER RECEIVABLES

Interest Receivable	987,976	554,045
Investment Receivable	391,656	-
Debtors & Prepayments	-	2,000
	-----	-----
	1,379,632	556,045
	-----	-----

Trade receivables disclosed above include amounts that are past due at the end of the reporting period for which the Fund has not recognised an allowance for doubtful debts because there has not been a significant change in credit quality and the amounts (which include interest accrued after the receivable is more than 60 days outstanding) are still considered recoverable.

	2018	2017
	GHC	GHC
14. TRADE AND OTHER PAYABLES		
Load Commission	7,711	5,798
Audit Fees	17,303	13,512
Registrar Fees	2,634	1,369
Client Service Fees	2,634	1,369
Withholding Tax	6,199	3,094
Accounting Fees	400	400
Management Fees	40,150	20,375
Custody Fees	12,918	17,436
Printing & Publications	2,500	1,800
Marketing & Promotion	15,000	-
MFund Accounts Payable	70,000	-
	-----	-----
	177,449	65,153
	-----	-----

No interest is charged on the trade payables. The Fund has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

15. UNITHOLDERS' PRINCIPAL

A reconciliation of the number of shares outstanding at the beginning and at the end of each of the reporting periods is provided below.

15a. NUMBER OF SHARES IN ISSUE

	2018	2017
	Number of Shares	Number of Shares
Issued during the Year	43,725,248	12,644,379
Redeemed during the Year	(24,990,968)	(6,836,242)
	-----	-----
Net Issue	18,734,280	5,808,137
Beginning of Year	30,125,382	24,317,245
	-----	-----
End of Period	48,859,662	30,125,382
	:-----:	:-----:

15b. Value of Shares in Issue

	2018	2017
	GHC	GHC
Proceeds from Shares Issued	25,774,644	7,095,904
Shares Redeemed	(14,715,337)	(4,425,522)
	-----	-----
Net Proceeds from Capital Transaction	11,059,307	2,670,382
Beginning of Period	7,812,464	5,142,082
	-----	-----
End of Period	18,871,771	7,812,464
	:-----:	:-----:

16. FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICY

The Fund's objective in managing risk is the creation and protection of shareholder value. Risk is inherent in the Fund's activities, but it is managed through a process of ongoing identification, measurement and monitoring, subject to risk limits and other controls. The process of risk management is critical to the Fund's continuing profitability. The Fund is exposed to market risk (which includes currency risk, interest rate risk and price risk), credit risk and liquidity risk arising from the financial instruments it holds.

16.1 Risk management structure

The Fund's Investment Manager is responsible for identifying and controlling risks. The Board of Directors supervises the Investment Manager and is ultimately responsible for the overall risk management of the Fund.

16.2 Risk measurement and reporting System

The risks of the Fund are measured using a method that reflects both the expected loss likely to arise in normal circumstances and unexpected losses that are an estimate of the ultimate actual loss.

Limits reflect the business strategy including the risk that the Fund is willing to accept and the market environment of the Fund. In addition, the Fund monitors and measures the overall risk in relation to the aggregate risk exposure across all risks type and activities.

18. RELATED PARTY TRANSACTIONS

The following parties are considered related parties of the Fund:

Fund Manager

Databank Asset Management Limited (the Fund Manager) is entitled to receive a management and advisory fee for its respective services in terms of the agreement between the Fund and the Fund manager. These fees amount to 1.7% per annum of the daily net assets of the Fund, (calculated in accordance with the scheme particulars of the Fund). Management fees are payable monthly in arrears. Total management fees for the year amounted to **GHC 471,890** (2017: GHC 185,971), the management fees payable as at December 31, 2018 is GHC 40,150 (2017: GHC 20,375).

Brokers

The transactions of the Fund were made through Databank Brokerage Services Limited.

Transactions with Directors and key management personnel

Directors and key management personnel refer to those personnel with authority and responsibility for planning, directing and controlling the business activities of the Fund. These personnel are the Directors of the Fund.

During the period, there were no significant related party transactions with companies or customers of the Fund where a Director or any connected person is also a director or key management members of the Fund. The Fund did not make provision in respect of loans to Directors or any key management member during the period under review.

	2018 GHC	2017 GHC
DIRECTORS' EMOLUMENT		
Directors' Emoluments	37,370	37,900

DIRECTORS' SHAREHOLDINGS

The Directors below held the following number of shares in the Fund at December 31, 2018.

Name	Shares	% of Fund
Kojo Addae-Mensah	124,531.59	0.2549
Joyce R. Aryee	82,316.75	0.1685
Adelaide Kastner	76,189.15	0.1559
Kwadwo Asante-Abedi	19,311.19	0.0395
Naomi Agyepong	14,759.40	0.0300

19. CUSTODIAN

Stanbic Bank Ghana Limited

Stanbic Bank Ghana Limited is the Custodian of the Fund. The custodian carries out the usual duties regarding custody, cash and securities deposits without any restriction. This means that the custodian is, in particular, responsible for the collection of dividends, interest and proceeds of matured securities, the exercise of options and, in general, for any other operation concerning the day-to-day administration of the securities and other assets and liabilities of the Fund.

The Custodian is entitled to receive from the Fund fees, payable monthly, equal to an average of 0.25%. The total custodian fee for the year amounted to **GHC 74,477** (2017: GHC 22,067), the custodian fees payable as at December 31, 2018 is **GHC 12,918** (2017: GHC 17,436).

20. EVENTS AFTER THE REPORTING PERIOD

There were no other material events after the reporting period.

21. APPROVAL OF FINANCIAL STATEMENTS

The Financial Statements were approved by the board of Directors and authorised for issue on **April 26, 2019**.

Note: This is an abridged version of the Notes to the Financial Statements. The full version is available at www.databankgroup.com.



Staff at the 2018 Databank Annual Thanksgiving Service



Staff receiving recognition Certificate from Databank

Memorable moments from Twenty Eighteen

Take a look back at some of the highlights from a few of our stakeholder events that occurred during the year.



Databank Group Chief Marketing Officer (right) and Head of Sales (left) addressing the students present at Success Africa 2018



Databank Retirement Seminar at Koforidua



Participants interacting at the Databank Retirement Seminar, Koforidua



Databank CEO addressing audience at 2018 Thanksgiving Service



Gift presentation at Citi FM Literacy Challenge 2018 by a Databank staff



2018 Databank Thanksgiving Service

CORPORATE INFORMATION

BOARD OF DIRECTORS

Joyce R. Aryee

Kojo Addae-Mensah

Adelaide Kastner

Kwadwo Asante-Abedi

Naomi Agyepong

Chairman (Non-Executive Director)

Executive Director

Non-Executive Director

Non-Executive Director

Non-Executive Director

COMPANY SECRETARY

Dorcas Taylor

61 Barnes Avenue, Adabraka

Private Mail bag

Ministries Post Office

Accra

*(Resigned on August 1, 2018)

Accra Nominees Limited

2nd Floor Cedar House

Asylum Down

P.O.Box GP 242

Accra, Ghana

*(Appointed on September 18, 2018)

REGISTERED OFFICE

61 Barnes Avenue, Adabraka

Private Mail Bag

Ministries Post Office

Accra

CUSTODIAN

Stanbic Bank Ghana Limited

Head Office branch

P. O. Box 2344

Cantonments

Accra, Ghana

INVESTMENT MANAGER

Databank Asset Management Services
Limited

61 Barnes Avenue, Adabraka

Private Mail Bag

Ministries Post Office

Accra

AUDITOR

Baker Tilly Andah + Andah

C645/3, Borsue Lane

Asylum Down

P.O. Box CT 5443

Cantonments, Accra

BANKERS

Access Bank Ghana Limited

Barclays Bank Ghana Limited

Fidelity Bank Ghana Limited

GCB Bank Limited

Guaranty Trust Bank (Ghana) Limited

Stanbic Bank Ghana Limited

United Bank for Africa Limited

Zenith Bank Ghana Limited

DIRECTORS' INFORMATION

The business and affairs of the Fund are managed under the direction of the Fund's Board of Directors and the Fund's officers. The tables below list the Directors and Officers of the Fund and their principal occupations, other directorships and their affiliation, if any, with Databank Asset Management Services Limited.

BOARD OF DIRECTORS

NAME:

JOYCE R. ARYEE

POSITION:

Board Chairman

ADDRESS:

P.O. Box AN 15007
Accra- North.

OCCUPATION:

Management and Communications
Consultant and Executive Director
of Salt and Light Ministries

OTHER DIRECTORSHIPS:

Central University College
Chirano
College of Education (University of Ghana)
Eaton Towers
Glico General
Global Media Alliance
Newmont Ghana
The Roman Ridge School
Volta River Authority



NAME:

KOJO ADDAE-MENSAH

POSITION:

Director

ADDRESS:

Databank Financial Services
PMB Ministries, Accra

OCCUPATION:

Investment Banker
Group Chief Executive Officer,
Databank Group

OTHER DIRECTORSHIPS:

Changing Life's Endowment Fund
Databank Asset Management Services Ltd.
Databank Balanced Fund Ltd.
Databank Brokerage Ltd.
Databank Epack Investment Ltd.
Databank Financial Services Ltd.
Databank MFund Ltd.
Women's World Banking Ghana Savings & Loans Ltd.



NAME:

ADELAIDE KASTNER

POSITION:

Director

ADDRESS:

P.O. Box MB 115,
Ministries, Accra

OCCUPATION:

Senior Lecturer

OTHER DIRECTORSHIPS:

Council of Ghana Christian
University College



NAME:

KWADWO ASANTE-ABEDI

POSITION:

Director

ADDRESS:

P. O. Box TN 1759
Teshie-Nungua
Accra

OCCUPATION:

IT Consultant

OTHER DIRECTORSHIPS:

Capability Consult Ltd
Epapeto Information systems
Presim Ltd.
Simnet Ltd.
Uplife Company Ltd.



COMPANY SECRETARY

NAME:

DORCAS TAYLOR

POSITION:

Company Secretary/Legal & Compliance



Dorcas holds a Bachelor of Arts, Publishing Studies from the Kwame Nkrumah University of Science and Technology; a Bachelor of Law from the University of Ghana, Legon; a Qualifying Certificate from the Ghana School of Law and a Master of Laws (Commercial and Corporate Law) from the University of London. As legal officer of the Databank Group, Dorcas' tasks span conducting company secretarial duties, assisting in the Group's compliance with regulatory requirements and offering general legal services, inter alia. Prior to her formal appointment in 2016 as Company Secretary of Databank Educational Investment Fund Limited and Databank Ark Fund Limited, Dorcas acted as Company Secretary for the said Companies.

Dorcas' stint with the Databank Group started in 2014. Before joining Databank, Dorcas worked in private law firms including Legra Consult, Oak & Wuuds Law and Sozo Law Consult. At these firms, Dorcas handled briefs related to litigation as well as corporate law assignments.

*Resigned on August 1, 2018 as Company Secretary

NAME:

ACCRA NOMINEES LIMITED

POSITION:

Company Secretary

Accra Nominees Limited is a company incorporated in April 1981. Since incorporation, Accra Nominees Limited has been providing company secretarial services to its clients which include private Ghanaian owned companies, private multi-national companies, manufacturing companies, non-bank financial institutions as well as public companies listed and not listed on the Ghana Stock Exchange. The Company is managed by Ms. Annie Chinbuah - a Barrister-at-Law of over 25 years post-call experience.

*Appointed on September 18, 2018 as Company Secretary

OFFICERS' INFORMATION

NAME:

FRANK SOCRATES DZAKUMA

POSITION:

Financial Controller



Socrates is responsible for administering the finances of the Fund. He is a member of the Association of Chartered Certified Accountants (ACCA). He holds a Masters degree in Business Administration from the University of Ghana. He is also responsible for the finances of the Databank Group of companies. His previous experiences include working with the Ghana Audit Service, Ayew Agyeman Turkson & Co., GCB Bank Ltd. and Societe Generale Ghana Ltd.

NAME:

NII ANYETEI AMPA-SOWA

POSITION:

Head of Databank Asset Management Services Limited



Nii is the head of Databank Asset Management Services Limited (DAMSEL). Prior to assuming this role, Nii oversaw the Fund Managers of DAMSEL as Chief Investment Officer. He also managed Databank Epack Investment Fund as well as Databank Balanced Fund. Prior to the roles in DAMSEL, Nii headed the Research department of the Databank Group. Nii also had brief working stints with the University of Ghana's Economics Department and as an equity analyst in UBA Capital (Europe). He has a degree in Economics (First Class Honors) from the University of Ghana, and an MSc Investments (Merit) degree from the University of Birmingham.

NAME:

DEBORAH ARMAH AKOTey

POSITION:

Chief Investment Officer



Deborah is the Chief Investment Officer of Databank Asset Management Limited (DAMSEL). Deborah provides strategic guidance to Databank Fund managers to effectively manage their investment portfolios. She provides direction for the development of investment policies and strategic asset allocation plans, explores innovative and new approaches to the investment process and steers the affairs of the investment committee. Having worked in Databank for over 13 years in various capacities, she has extensive experience in investment banking

including in-depth knowledge of asset classes, investment products and strategies that generates consistent alpha. Deborah's previous roles included Head of Institutional business, Head of the Fixed Income Subcommittee of Databank's Investment Committee and Fund Manager for Databank Balanced Fund. She has also worked with the Financial Control team of the Databank Group in various capacities and has been involved with the financial control functions of Epack, Ghana's largest equity mutual fund.

Deborah holds an MSc (Accounting & Finance) from the Manchester Business School in the UK, and a BSc in Business Administration (Accounting option) from the University of Ghana Business School, Legon. She is a Fellow of the Association of Certified Chartered Accountants (ACCA) and a CFA Charter holder.

NAME:

ROSELYN ADWOA DENNIS

POSITION:

Fund Manager



Roselyn Adwoa Dennis is the Fund manager for Databank Balanced Fund and Databank Ark Fund. She was previously the head of DAMSEL's Investment Advisory Team and worked as a Buy-side analyst, providing fund managers with financial analysis on listed equities both locally and across the continent. Prior to her role in DAMSEL, Roselyn worked with Databank Research, where she was instrumental in organizing Training and Budget Seminars and strengthening Databank's relationship with the media, aside her core research activities. Roselyn holds an MBA in Marketing from GIMPA and a Bachelor's degree in Banking & Finance (First Class Honours) from the University of Ghana.

NAME:

EVELYN OFOSU-DARKO

POSITION:

Chief Operations Officer



Evelyn is responsible for mutual funds' client administration as well as the middle office and back office operations of Databank Asset Management Services Limited. She has over 18 years of experience in various capacities, including fund management, fund administration and general operations of the Asset Management business. Prior to joining Databank, Evelyn worked at Unilever Ghana Limited and Darko Farms. She holds an MSc. in International Marketing Management, University of Surrey, UK and a Bachelor's degree from the University of Ghana Business School.

NAME:

MATILDA ESHUN

POSITION:

Fund Administrator



Matilda heads the Back Office operations of Databank Asset Management Services Ltd. (DAMSEL). She is responsible for the Administration of mutual funds. She is a product of the Methodist University College, Ghana and holds a BSc. degree in Administration. Prior to joining DAMSEL, she worked with Databank Financial Services Ltd.

NAME:

EMMANUEL QUARM

POSITION:

Finance Manager



Emmanuel is responsible for the accounting functions of the Fund. He is a member of the Association of Chartered Certified Accountants (ACCA). He holds a Bachelor of Commerce Degree from the University of Cape Coast.

NAME:

NELSON WORLANYO AFIANU

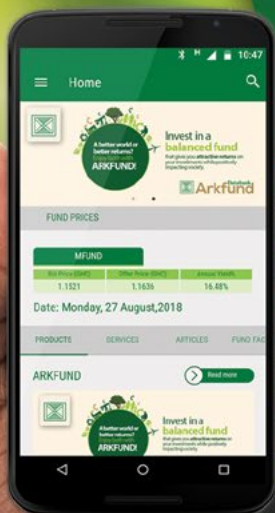
POSITION:

Finance Officer



Nelson assists in the accounting functions of the Fund. He has been with the Fund for the past 10 years and holds a BSc in Administration (Accounting) from the University of Ghana, Legon.

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Corporate and
Investment Banking

Databank Financial Services Ltd.
No.61, Adabraka
Accra.
PMB, Ministries, Accra

15th March, 2019

Attn: Mr. Vincent Ansah

Dear Sir,

REPORT OF THE CUSTODIAN TO THE INVESTORS OF DATABANK ARK FUND

We as custodians of Databank Ark Fund write to confirm to investors, the statement of holdings of the Fund as at the close of business on 31st December, 2018.

In our assessment of the statement of holdings based on our records, the statement reflects a true and fair view of the state of affairs of the fund as at 31st December, 2018.

Please find attached to this letter, the statement of holdings as at 31st December, 2018.

Thank you.

Yours faithfully,

Eunice Amoo-Mensah
Manager, Investor Services

William Sowah
Head, Investor Services

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Stanbic Bank Ghana Limited

Directors: Prof. E. Aryeetey, A. Andani, M. Botsio Brenyah, K.K. Asomaning, K.S.A. Mills, C. Egan, A. Mohinani, N.D. Benneh, Ms. E. Akofic-Sowah

Corporate and Investment Banking

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HEAD OFFICE

VALUATION REPORT

31-Dec-18

Date

ACCOUNT NAME DATABANK ARK FUND

SECURITIES VALUATION

Amount

RECEIVABLES

473,215.05

Cash
Total

633,982.72
200.00
633,782.72

EQUITIES

INSTRUMENT NAME

INSTRUMENT NAME	NO. OF SHARES	UNIT PRICE	COST	MARKET VALUE
BOPF	47,227	5.09	239,588.80	239,587.43
CAL	205,714	0.98	201,725.80	201,589.72
EDR	58,420	7.50	281,344.20	445,500.00
EDL	158,800	2.24	439,522.45	351,232.00
PEL	54,600	8.00	374,143.59	426,800.00
SCR	147,500	4.60	382,584.93	678,800.00
GOIL	264,673	3.11	298,488.83	875,717.35
IL	3,711,250	0.08	298,000.00	298,500.00
RTDRH	1,260,000	0.77	948,760.00	999,300.00
PEB	548,000	0.04	98,542.40	21,800.00
SCR	52,547	21.00	1,282,569.86	1,103,487.00
BOGOSH	794,305	0.75	478,609.86	595,793.75
TOTAL	157,000	3.40	374,148.30	533,800.00
UNIL	26,000	17.75	372,647.10	515,800.00
TOTAL			6,016,933.52	7,246,892.28

MUTUAL FUND

INSTRUMENT NAME

INSTRUMENT NAME	NO. OF UNITS	UNIT PRICE	COST	MARKET VALUE
MFIND	166,383.54	1.21	200,000.00	200,875.19
TOTAL			200,000.00	200,875.19

Investor Services
Stanbic Bank Ghana Ltd.

INVESTMENT TYPE

INVESTMENT TYPE	VALUE	MATURITY	TENOR	DAYS HELD	LAST	INTEREST	PAY DATE	RATE	COST	MARKET VALUE	MATURITY
	DATE	DATE	(DAYS)		PAY DATE						VALUE
ACCESS BANK	27-Mar-18	27-Mar-19	365	278	28-Dec-18		27-Mar-19	17.00	500,000.00	501,164.38	585,000.00
IZWE LOANS	27-Sep-18	28-Mar-19	182	85	N/A		28-Mar-19	23.00	600,000.00	635,810.86	668,810.86
CAL BANK	29-Mar-18	29-Mar-19	365	277	27-Sep-18		29-Mar-19	17.00	900,000.00	939,821.82	1,053,000.00
OCB BANK	13-Apr-18	13-Apr-19	365	262	N/A		13-Apr-19	16.50	600,000.00	671,093.91	666,000.00
PRUDENTIAL BANK	24-May-18	24-May-19	365	243	31-Oct-18		24-May-19	16.50	1,400,000.00	1,438,095.48	1,438,095.48
TOTAL									4,000,000.00	4,189,572.60	4,444,416.44

GOOB/GOB BONDS

INVESTMENT TYPE

INVESTMENT TYPE	VALUE	MATURITY DATE	TENOR	DAYS HELD	INTEREST PAY DATE	INTEREST PAY DATE	RATE	COST	MARKET VALUE	NET VALUE	
GOOB/GOB BONDS	30-May-16	27-May-19	1,092	763	26-Nov-18		27-May-19	24.50	115,000.00	117,709.13	117,709.13
	27-Jun-16	21-Jun-21	1,820	917	24-Dec-18		24-Jun-19	24.50	400,000.00	401,884.62	401,884.62
	25-Jul-16	19-Jul-21	1,820	889	23-Jul-18		21-Jan-19	24.75	451,254.56	469,262.02	469,262.02
	13-Mar-17	9-Mar-20	1,092	658	10-Sep-18		11-Mar-19	21.50	200,213.21	213,230.77	213,230.77
	5-Jan-17	1-Jan-20	1,092	574	3-Dec-18		3-Jun-19	18.50	220,246.08	223,130.77	223,130.77
	25-Jul-16	19-Jul-21	1,820	889	23-Jul-18		21-Jan-19	24.75	460,214.10	362,853.84	362,853.84
	25-Sep-17	21-Sep-20	1,020	462	24-Sep-18		25-Mar-19	18.25	350,000.00	262,283.65	262,283.65
	1-Nov-17	23-Oct-24	2,548	425	31-Oct-18		1-May-19	19.00	700,000.00	707,694.53	707,694.53
	8-Nov-17	27-Oct-27	3,558	418	7-Nov-18		8-May-19	19.50	399,999.94	393,115.54	393,115.54
	12-Feb-18	6-Feb-23	1,820	322	13-Aug-18		11-Feb-19	16.50	2,126,023.08	2,126,023.08	2,126,023.08
	1-Nov-17	23-Oct-24	2,548	425	31-Oct-18		1-May-19	19.00	319,999.65	303,416.87	303,416.87
	1-Nov-17	23-Oct-24	2,548	425	31-Oct-18		1-May-19	19.00	469,586.77	476,519.34	476,519.34
	20-Mar-18	19-Mar-19	364	286	18-Sep-18		19-Mar-19	17.25	100,000.00	104,928.57	104,928.57
	26-Mar-18	22-Mar-21	1,092	290	24-Sep-18		25-Mar-19	16.50	200,000.00	208,884.82	208,884.82
	16-Apr-18	7-Apr-25	2,548	269	15-Oct-18		15-Apr-19	16.25	400,000.00	413,750.00	413,750.00
8-Nov-17	27-Oct-27	3,548	418	7-Nov-18		8-May-19	19.50	407,978.49	411,571.43	411,571.43	
21-May-18	17-May-21	1,092	224	19-Nov-18		20-May-19	16.25	281,431.10	305,025.00	305,025.00	

3 YEAR GGG BONDS	26-Mar-18	22-May-21	1,092	260	24-Sep-18	25-Mar-19	16.50	188,094.54	202,818.08	202,818.08
10 YEAR GGG BONDS	11-Jun-18	25-May-28	3,640	203	10-Oct-18	11-Jun-19	17.50	200,000.00	202,819.23	202,819.23
5 YEAR GGG BONDS	12-Feb-18	6-Feb-23	1,620	322	13-Aug-18	11-Feb-19	16.50	359,738.21	411,559.62	411,559.62
3 YEAR GGG BONDS	2-Jul-18	28-Jun-21	1,092	162	31-Dec-18	1-Jul-19	17.50	100,000.00	100,000.00	100,000.00
1 YEAR COCOA NOTE	27-Jul-18	25-Jul-19	364	187	N/A	25-Jun-19	18.00	400,000.00	431,054.95	431,054.95
10 YEAR ESIA BOND	30-May-17	27-Oct-27	3,640	418	7-Nov-18	8-May-19	19.50	189,996.96	194,843.89	194,843.89
3 YEAR GGG BONDS	27-Aug-18	27-May-19	1,092	945	26-Nov-18	27-May-19	24.50	111,152.90	102,355.77	102,355.77
10 YEAR GGG BONDS	27-Aug-18	24-Aug-20	728	126	N/A	25-Feb-19	18.00	200,000.00	212,461.54	212,461.54
10 YEAR ESIA BOND	8-May-17	27-Oct-27	3,640	418	7-Nov-18	8-May-19	19.50	207,863.99	205,785.71	205,785.71
3 YEAR GGG BONDS	30-Jul-18	26-Jul-21	1,092	154	26-Nov-18	27-May-19	18.00	208,534.06	427,233.08	427,233.08
7 YEAR GGG BONDS	3-Apr-17	25-Mar-24	2,548	637	1-Oct-18	14-Apr-19	19.75	988,714.54	875,918.75	875,918.75
2 YEAR GGG BONDS	13-Nov-17	11-Nov-19	728	413	12-Nov-18	13-May-19	17.24	603,338.80	708,040.93	708,040.93
2 YEAR GGG BONDS	10-Dec-18	7-Dec-20	728	21	N/A	10-Jun-19	19.50	100,000.00	101,125.00	101,125.00
TOTAL								11,516,334.35	11,820,240.43	11,820,240.43

INVESTMENT TYPE		BONDS		TREASURY BILLS		TREASURY BILLS		TREASURY BILLS		TREASURY BILLS	
INVESTMENT TYPE		VALUE	MATURITY DATE	TENOR	DAYS HELD	LAST INTEREST PAY DATE	NEXT INTEREST PAY DATE	RATE	COST	MARKET VALUE	NET VALUE
CORPORATE NOTE											
3 YEAR BAYPORT FL NOTE	6-May-16	6-May-19	1095	969	6-Nov-18	6-May-19	6-May-19	17.84	116,800.00	119,957.44	119,957.44
3 YEAR BAYPORT FXD NOTE	6-May-16	6-May-19	1095	969	6-Nov-18	6-May-19	6-May-19	27.00	116,800.00	121,552.00	121,552.00
6 YEAR FLR IZWE LOAN LTD NOTE	27-May-16	27-May-22	2191	948	27-Nov-18	27-May-19	27-May-19	20.11	160,000.00	162,897.22	162,897.22
5 YEAR AFB FLR BOND	26-Sep-16	26-Sep-21	1628	828	26-Sep-18	28-Mar-19	28-Mar-19	18.19	342,000.00	358,362.03	358,362.03
7 YEAR AFB FLR BOND	8-Mar-17	3-Mar-24	2552	693	3-Sep-18	3-Mar-19	3-Mar-19	18.12	500,000.00	529,538.08	529,538.08
5 YEAR AFB FLR BOND	3-Jul-18	3-Jul-23	1028	181	N/A	1-Jun-19	1-Jun-19	18.58	800,000.00	873,709.15	873,709.15
6 YEAR AFB BOND	1-Oct-18	1-Oct-24	2162	91	N/A	1-Apr-19	1-Apr-19	19.33	525,000.00	550,301.12	550,301.12
3 YEAR IZWE BOND	29-Oct-18	29-Oct-21	1068	63	29-Oct-18	29-Apr-19	29-Apr-19	21.50	205,000.00	212,897.47	212,897.47
TOTAL									2,765,800.00	2,929,924.51	2,929,924.51

INVESTMENT TYPE		VALUE	MATURITY DATE	TENOR	DAYS TO MATURITY	LAST INTEREST PAY DATE	NEXT INTEREST PAY DATE	DISCOUNT RATE	COST	MARKET VALUE	FACE VALUE
TREASURY BILLS											
Breakdown of Receivables											
Unbank Receivable											
AFB Receivable											
PAC Receivable											
TOTAL									25,615,635.34	27,408,313.36	27,408,167.20

Breakdown of Receivables
Unbank Receivable
AFB Receivable
PAC Receivable

Prepared by : Angela Agyebeh
Authorised by : Ama Martinson

Investor Services
Ghana Bank Ghana Ltd.

PROXY FORM
DATABANK ARK FUND
LIMITED

I/We.....

of..... being a member/members of

Databank Ark Fund Limited hereby appoint

.....
or, failing him the duly appointed chairman of the meeting, as my/our proxy to vote for me/us on my/our behalf at the Annual General Meeting of the Company to be held at the **Accra International Conference Centre on Wednesday July 17, 2019 at 2:30 p.m. prompt** 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 adopt the Reports of the Directors, Auditors and the Financial Statements of the Company for the year ended December 31, 2018.		
2.	To re-elect the following Directors who are retiring by rotation: <ul style="list-style-type: none">• Kojo Addae-Mensah• Adelaide Kastner		
3.	To approve Directors' fees.		
4.	To authorise the Directors to fix the remuneration of the Auditors.		

Signed this day of..... 2019

Signature

INVESTING WITH DATABANK KEEPS GETTING EASIER



19 Locations

Databank branches
Accra, Cape Coast, Ho, Koforidua,
Kumasi, Sunyani, Takoradi,
Tamale, Tema

Partner locations (within GTBank)

Accra (Airport, East Legon, Lapaz,
Madina, Opera Square, Osu)
Ashaiman, Kasoa, Tarkwa

Partner locations (within UBA)
KNUST

470+

partner bank
branches

access>>>

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TEMA

Tel: 0303 213240, 210050
Email: tema@ databankgroup.com

Partner locations (GTBank branches)

Accra

- **Airport:** 0577 702012
- **East Legon:** 0577 702013
- **Lapaz:** 0577 739461
- **Madina:** 0577 739462
- **Osu:** 0577 702014
- **Opera Square:** 0302 668530
- **Kasoa:** 0501 834708
- **Ashaiman:** 0577 702015
- **Tarkwa:** 0577 702010

Partner locations (UBA branch)

- **KNUST:** 0276 138111

Databank is Ghana's leading investment bank and one of the first to emerge from West Africa. Established in 1990, Databank has been instrumental in the development of the Ghanaian capital market and has built a strong reputation for its pioneering works in the industry. Driven by the goal of helping Ghanaians achieve financial independence, Databank is committed to promoting financial literacy and offering a diverse range of investment products and services to suit the investment styles of different investors.