

REGULAR INCOME UNIT TRUST SCHEME-(JIKIMU FUND)



UTT ASSET MANAGEMENT AND INVESTOR SERVICES PLC

REPORT OF THE BOARD OF DIRECTORS OF UTT ASSET MANAGEMENT AND INVESTOR SERVICES PLC FOR THE SIX MONTH PERIOD ENDED 31ST DECEMBER 2022

The Board of Directors of UTT AMIS presents Jikimu Fund report for the six month period ended 31st December 2022. The Scheme which commenced operations in November 2008 reported net income of TZS 1.038 Billion after Income Distribution of TZS 1.389 Billion on its audited accounts for the year ended 30th June 2022. For the six month period ended 31st December 2022, Jikimu Fund reported net income of TZS 287.5 Million after paying Income Distribution of TZS 712.1 Million.

1. Establishment and Management of the Fund

Regular Income Unit Trust Scheme, also known as “Jikimu Fund” is a collective investment scheme formed by the Unit Trust of Tanzania (UTT), a government sponsored institution that was incorporated in 2003 under the Trustees Incorporation Act.

Jikimu Unit Trust Scheme was established under the Deed of Trust of the Jikimu Unit Trust Scheme, on 03 November 2008 and is regulated by Capital Markets and Securities (Collective Investment Schemes) Regulations 1997, prescribed under Capital Markets and Securities Act, 1994.

The Fund was managed by Unit Trust of Tanzania Registered Trustees up to 30 September 2013 and thereafter by the UTT AMIS, a Registered Fund Manager who has set up a management structure to carry out the day-to-day operations of the Fund. The duties of the Directors and the Manager are specified in Sections 2.2 and 4.0 of the Offer Document respectively.

The Custodian of the Fund is CRDB Bank Plc, a commercial bank licensed to carry out banking business under the Banking and Financial Institutions Act, 2006. The duties of the Custodian are specified in Section 5.3 of the Offer Document.

2. Principal Activities and Investment Objectives

The principal activity of the Fund is to invest the pooled funds into a balanced portfolio that enables both high and low income investors to diversify risks and obtain competitive returns over the medium and long term through capital growth or income distribution.

The main objective of the Fund is to empower Tanzanians through wide ownership of its units and encourage a culture of savings in financial assets. It also gives Tanzanians an opportunity to acquire a stake in privatisation, further participate in the capital markets and obtain a good return on their investment.

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3. Financial Performance

The financial performance of the Fund for the six month period is shown on the Statement of Profit or Loss and Other Comprehensive Income.

4. Income Distribution

Pursuant to section 17 of the Jikimu Fund Offer Document, the Fund distributes income quarterly or annually based on choice and financial needs of each investor.

5. Sale and Re-purchase of Units of the Fund

Units of Jikimu Fund are open for sale and re-purchase through the Fund Manager. The sale price is based on prospective Net Asset Value (NAV) per unit of the same working day and re-purchase price is based on the Net Asset Value (NAV) per unit of the date of acceptance, less service charge which is 2% for repurchase done within first year, 1.5% for repurchases done more than a year but before 2 years, 1% for the ones ranging from 2 to 3 years and nil for repurchases done after three years from the date of sale.

6. Risk Warning

Investment in unit trusts should be regarded as medium to long term investment. Investors should note that investments in the Fund are subject to market risks and the Net Asset Value (NAV) of the Fund may go up or down depending upon the factors and forces affecting the securities market. Past performance is not a guide to future performance.

7. Solvency

Solvency is the ability of the Fund in meeting its long-term financial obligations. This can be established through the Fund's Statement of Financial Position at 31st December 2022 herewith indicated. The Manager considers the Fund to be solvent.

8. The Board of Directors

Details of Directors who held office during the six month period and up to the date of this report are found on page 1 of the Jikimu Fund Report available on www.uttamis.co.tz. All the Directors are Tanzanians.

Mr. Casmir S. Kyuki

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Board Chairman

Dr. Judika Loti King'ori

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Director

17th February, 2023
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REGULAR INCOME UNIT TRUST SCHEME-(JIKIMU FUND)

Date

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Report of financial condition of Regular Income Unit Trust Scheme (Jikimu Fund) for the six month period ended 31st December 2022. Published pursuant to Part XIII, Section 38 (1) of The Capital Markets and Securities (Collective Investment Schemes) Regulations, 1997.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTH PERIOD ENDED 31ST DECEMBER 2022

	Six Months to 31 December 2022 TZS'000	Six Months to 31 December 2021 TZS'000	Twelve months to 30 June 2022 TZS'000
Interest income	975,706	1,009,030	1,862,399
Net gain from financial instruments	(26,474)	(95,015)	337,093
Gross dividend Income	67,521	79,450	237,838
Other Income	221,025	320,785	490,255
Total income	1,237,778	1,314,250	2,927,585
Operating expenses	(233,904)	(216,785)	(485,484)
Net income from operations before taxation	1,003,874	1,097,465	2,442,101
Taxation	(4,234)	(5,988)	(14,936)
Net Income from Operations after taxation	999,640	1,091,477	2,427,165
Income distribution	(712,144)	(684,804)	(1,389,365)
Change in net assets attributable to unit holders	287,496	406,673	1,037,800

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STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER 2022

	31 December 2022 TZS'000	31 December 2021 TZS'000	30 June 2022 TZS'000
Assets			
Cash and cash equivalents	381,197	650,819	238,109
Treasury bonds	12,727,310	11,155,753	12,236,806
Equity Investments	5,314,382	4,710,084	5,240,856
Interest receivable	711,305	551,083	615,786
Other receivables	18,676	21,993	70,608
Total assets	19,152,870	17,089,732	18,402,165
Liabilities			
Accounts payable	(741,864)	(443,929)	(519,501)
Total Liabilities	(741,864)	(443,929)	(519,501)
Net-assets attributable to unit holders	18,411,006	16,645,803	17,882,664
Represented by:			
Retained earnings	5,294,252	4,256,451	4,256,451
Unit capital	12,829,258	11,982,679	12,588,413
Profit/Loss for the Period	287,496	406,673	1,037,800
Total Unit holders Equity	18,411,006	16,645,803	17,882,664
Net Asset value based on 120,180,812.85; 114,319,474.66- and 118,211,519-Units outstanding December 2022, December 2021 & June 2022 respectively.	153.19	145.86	151.28

Mr. Casmir S. Kyuki

Dr. Judika Loti King'ori

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Board Chairman

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Director

17th February, 2023

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Date