

UMOJA FUND UNIT TRUST SCHEME – UMOJA 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 Umoja Fund report for the six month period ended 31st December 2022. The Scheme which commenced operations in May 2005 reported net income of TZS 34.11 Billion on its audited accounts for the year ended 30th June 2022. During the Annual General Meeting held in December 2006, a resolution was passed that changed the Scheme from income scheme to Growth scheme. As such no income was distributed in respect to financial results for the year ended 30th June 2022. For the six month period ended 31st December 2022, Umoja Fund reported net income of TZS 14.98 Billion.

1. Establishment and Management of the Fund

Umoja Unit Trust Scheme, also known as “Umoja Fund” is a collective investment scheme formed by the Unit Trust of Tanzania (UTT), a government sponsored institution that was incorporated on 19th June 2003 under the Trustees Incorporation Act. Umoja Unit Trust Scheme was established under the Deed of Trust of the Umoja Unit Trust Scheme, on 12 May 2005 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 the Unit Trust of Tanzania Registered Trustees up to 30 September 2013 and thereafter by 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 Manager are specified in Section 4.0 of the Offer Document.

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 diversify risk and obtain competitive returns over the medium and long term through capital growth.

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. Sale and Re-purchase of Units of the Fund

The Fund is an open-ended scheme with its units available 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 while re-purchase price is based on Net Asset Value (NAV) per unit of the date of acceptance, less 1% service charge.

5. Risk Warning

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

6. 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 Fund Manager considers the Fund to be solvent.

7. 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 Umoja 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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Date

UMOJA UNIT TRUST SCHEME – UMOJA FUND



Report of financial condition of Umoja Unit Trust Scheme (Umoja 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 ended 31 December 2022 TZS'000	Six Months ended 31 December 2021 TZS'000	Twelve Months ended 30 June 2022 TZS'000
Interest income	11,588,273	12,375,669	23,568,708
Gross dividend income	1,943,004	2,225,802	4,740,363
Valuation gain/(loss) on equity investments	(916,240)	1,320,855	7,775,265
Other income/(loss)	6,196,197	1,610,671	5,775,180
Total income	18,811,234	17,532,997	41,859,516
Operating expenses	(3,713,033)	(3,330,755)	(7,452,007)
Net income from operations before taxation	15,098,201	14,202,242	34,407,509
Taxation	(117,272)	(136,420)	(295,234)
Change in net assets attributable to unit holders	14,980,929	14,065,822	34,112,275
Other Comprehensive Income	-	-	-
Change in net assets attributable to unit holders	14,980,929	14,065,822	34,112,275

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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	235,773	1,928,773	442,758
Term deposits with banks	1,000,000	1,500,000	8,000,000
Treasury bonds	161,656,495	139,045,004	145,541,501
Corporate Bonds	6,600,137	6,587,019	6,694,104
Equity Investments	134,118,396	120,769,124	128,943,092
Interest receivable	4,932,398	5,455,313	5,541,161
Other receivables	(54,111)	25,058	57,697
Total assets	308,489,088	275,310,291	295,220,313
Accounts payable	(1,368,622)	(1,274,465)	(1,874,494)
Total Liabilities	(1,368,622)	(1,274,465)	(1,874,494)
Net-assets attributable to unit holders	307,120,466	274,035,826	293,345,819
Represented by:			
Retained earnings	314,316,751	280,204,478	280,204,478
Unit capital	(22,177,214)	(20,234,474)	(20,970,934)
Profit (loss) for the Period	14,980,929	14,065,822	34,112,275
Total Unit holders Equity	307,120,466	274,035,826	293,345,819

Net Asset Value per unit based on **344,671,758.31**;
346,944,029.80 & **346,144,188** units outstanding on
31st December 2022, 31st December 2021 & 30th June
2022 respectively.

891.05

789.86

847.47

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