

LIQUID FUND UNIT TRUST SCHEME - LIQUID FUND



UTT ASSET MANAGEMENT AND INVESTOR SERVICES PLC

REPORT OF THE BOARD OF DIRECTORS OF UTT ASSET MANAGEMENT AND INVESTOR SERVICES PLC FOR THE HALF YEAR ENDED 31ST DECEMBER 2019

The Board of Directors of UTT AMIS presents Liquid Fund report for the half year ended 31st December 2019. The Scheme which commenced operations in April 2013 reported net income of TZS 4.098 Billion on its audited accounts for the year ended 30th June 2019.

1. Establishment and Management of the Fund

Liquid Fund Unit Trust Scheme, also known as “Liquid 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. Liquid Fund Unit Trust Scheme was established under the Deed of Trust of the Liquid Fund Unit Trust Scheme, on 01 April 2013 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 Fund Manager are specified in Sections 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 portfolio that enables both high and low income investors to 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 participate in the capital market and obtain a good return on their investment.

3. Financial Performance

The financial performance of the Fund for the half year is shown on the Statement of Profit or Loss and Other Comprehensive Income.

LIQUID FUND UNIT TRUST SCHEME - UKWASI FUND

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

The Fund is open for sale and re-purchase of units using forward pricing 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.

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 2019 herewith indicated. The Fund Manager considers the Fund to be solvent.

7. The Board of Directors

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

Casmir S. Kyuki

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Board Chairman

Juma A. Muhimbi

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Director

7 February, 2020

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Date

LIQUID FUND UNIT TRUST SCHEME - UKWASI FUND



Report of financial condition of Liquid Fund Unit Trust Scheme (Liquid Fund or Ukwasi Fund) for the half year ended 31st December 2019. 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 2019

	Six Months to 31 December 2019	Six Months to 31 December 2018	Twelve Months to 30 June 2019
	TZS'000	TZS'000	TZS'000
Revenue			
Interest income	3,966,803	2,504,169	4,954,704
Other income	-	-	749
Total Income	3,966,803	2,504,169	4,955,453
Operating Expenses	(608,471)	(383,701)	(830,149)
Net income from operations before taxation	3,358,332	2,120,468	4,125,304
Taxation	(5,467)	(35,091)	(27,083)
Net income from operations after tax	3,352,865	2,085,377	4,098,221
Other Comprehensive Income	-	-	-
Change in net assets attributable to unit holders	3,352,865	2,085,377	4,098,221

LIQUID FUND UNIT TRUST SCHEME - UKWASI FUND

STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER 2019

	31 December 2019	31 December 2018	30 June 2019
	Tzs'000	Tzs'000	Tzs'000
Assets			
Cash and cash equivalents	5,488,618	1,925,256	1,897,058
Term deposits with banks	-	300,000	580,953
Treasury bills	-	-	-
Treasury bonds	54,204,224	35,368,508	45,186,622
Interest receivable	3,446,869	3,325,666	-
Other receivables	3,443	43,507	-
Total assets	63,143,154	40,962,937	47,667,633
Liabilities			
Other account payable	(1,781)	(1,781)	-
Income tax payable	(184)	(184)	-
Accounts payable	(419,918)	(430,552)	(354,213)
Total Liabilities	(421,883)	(432,517)	(354,213)
Net-assets attributable to unit holders	62,721,271	40,530,420	47,310,420
Represented by:			
Unit capital	50,949,134	31,953,816	38,284,022
Investment equalization	-	607,126	607,126
Retained earnings	8,419,272	5,884,101	4,321,051
Change in net assets\Profit	3,352,865	2,085,377	4,098,221
Total Unit holders Equity	62,721,271.00	40,530,420	47,310,420
Net Asset Value per unit based on 275,233,776.3007;191,267,066.3401; & 221,375,248 units outstanding on 31 st December 2019, 31 st December 2018 and 30 th June 2019 respectively.	<u>227.88</u>	<u>211.90</u>	<u>213.71</u>

Casmir S. Kyuki

Board Chairman

7 February, 2020

Date

Juma A. Muhimbi

Director