



# Annual Financial Statements

for the year ended 30 September 2016

**NAM Coronation Capital Plus  
Fund**

**NAM CORONATION CAPITAL PLUS FUND**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016**

**DIRECTORS OF MANAGEMENT COMPANY**

R G Young (Non-Executive Director)\*  
E Emvula (Chief Executive Officer)  
E Le Roux (Resigned: 08 December 2015)\*  
\*(South African)

**MANAGEMENT COMPANY**

Namibia Unit Trust Managers Limited

**NATURE OF THE BUSINESS**

Unit Trust Fund

**TRUSTEE**

Nedbank Namibia Limited

**AUDITORS**

KPMG Namibia

**BANKERS**

Nedbank Namibia Limited

**REGISTERED OFFICE**

Unit no 5, Tenbergen Village  
Cnr Lazarett Street and Robert Mugabe Avenue  
Windhoek  
Namibia

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**NAM CORONATION CAPITAL PLUS FUND**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016**

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**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors of Namibia Unit Trust Managers Limited are responsible for monitoring the preparation and fair presentation of the financial statements and related information included in this report.

In order for the Board to discharge its responsibilities, management has developed and continues to maintain a system of internal control. The Board has ultimate responsibility for the system of internal control.

The financial statements are prepared in accordance with the basis of accounting described in note 1 and the requirements of the Trust Deed and the Unit Trusts Control Act of Namibia. They are based on appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The Board of Namibia Unit Trust Managers Limited has satisfied itself that the Trust has adequate resources to continue as a going concern and has no reason to believe the Trust will not be a going concern in the year ahead.

The auditor is responsible for reporting on whether the financial statements are fairly presented in accordance with the applicable financial reporting framework.

**Approval of financial statements**

The financial statements of NAM Coronation Capital Plus Fund for the year ended 30 September 2016, set out on pages 4 to 15, were approved by the Board of Directors of Namibia Unit Trust Managers Limited on 16 December 2016 and are signed on its behalf by:



\_\_\_\_\_  
E Emvula (Chief Executive Officer)



\_\_\_\_\_  
G Young (Non-executive Director)



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## **INDEPENDENT AUDITOR'S REPORT**

### **To the Directors of Namibia Unit Trust Managers Limited**

We have audited the financial statements of NAM Coronation Capital Plus Fund, which comprise the statement of financial position at 30 September 2016, the statements of comprehensive income, changes in net assets attributable to unitholders and cash flows for the year then ended and the notes to the financial statements, which include the basis of accounting and other explanatory notes, as set out on pages 4 to 15. These financial statements are prepared to meet the requirements of the Trust Deed and the Unit Trusts Control Act of Namibia.

### **Directors' Responsibility for the Financial Statements**

The directors of Namibia Unit Trust Managers Limited are responsible for the preparation and presentation of these financial statements in accordance with the basis of accounting described in note 1 and the requirements of the Trust Deed and Unit Trusts Control Act of Namibia, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments the auditor considers internal control relevant to the entity's preparation and presentation of the financial statements 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 controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion, the financial statements have been prepared, in all material respects, in accordance with the basis of accounting described in note 1 and the requirements of the Trust Deed and the Unit Trusts Control Act of Namibia.

### **Basis of Accounting and Restriction on Distribution**

Without modifying our opinion, we draw attention to note 1 to the financial statements which describes the basis of accounting and the purpose of the financial statements. As a result, the financial statements may not be suitable for another purpose.



Registered Accountants and Auditors  
Chartered Accountants (Namibia)

Per: V Mugabo  
*Partner*

Windhoek, Namibia  
16 December 2016

**NAM CORONATION CAPITAL PLUS FUND**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016**

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**REPORT TO UNITHOLDERS**

The directors of Namibia Unit Trust Managers Limited are pleased to present their report on the activities of the unit trust fund for the year ended 30 September 2016.

**Business and Operations**

The principal activity of the unit trust fund is to invest on behalf of unitholders.

**Unit Holdings**

There were creations of 51,844,153 (2015: 35,344,143) units and cancellations of 116,624,920 (2015: 134,023,136) units during the financial year. There are 190,281,570 (2016: 255,062,337) units in issue at 30 September 2016.

**Distributions**

Distributions of N\$8,827,093 were made during the year (2015: N\$10,347,460).

**Results of Operations**

The operating results of the unit trust fund are reflected in the statement of comprehensive income and the notes thereto.

**NAM CORONATION CAPITAL PLUS FUND**

**STATEMENT OF COMPREHENSIVE INCOME**

FOR THE YEAR ENDED 30 SEPTEMBER 2016

| Note  | 2016<br>N\$       | 2015<br>N\$  |
|---|-------------------|--------------|
| <b>Net investment income</b>                                  | <b>29 996 406</b> | 24 137 760   |
| Dividend income   | <b>4 513 906</b>  | 5 954 417    |
| Interest income   | <b>8 195 438</b>  | 10 644 293   |
| Income adjustments on creation and cancellation of units      | <b>(358 065)</b>  | (1 082 662)  |
| Foreign exchange gains on dividend and interest income        | <b>1 290 330</b>  | 20 342 966   |
| Net fair value gains/(losses) on financial assets             | <b>16 332 514</b> | (11 749 832) |
| Other income (commitment fees)                                | <b>22 283</b>     | 28 578       |
| <b>Operating expenses</b>                                     | <b>3 166 092</b>  | 4 675 887    |
| Audit fees  | <b>85 546</b>     | 73 601       |
| Bank charges  | <b>24 704</b>     | 10 611       |
| Custodian fees  | <b>84 542</b>     | 132 916      |
| Management company fees                                       | <b>2 962 654</b>  | 4 432 349    |
| Other expenses  | <b>8 646</b>      | 26 410       |
| <b>Net income from operations before finance costs</b>        | <b>26 830 314</b> | 19 461 873   |
| <b>Total finance costs</b>                                    | <b>9 230 662</b>  | 10 864 778   |
| Distributions   | <b>8 827 093</b>  | 10 347 460   |
| Withholding tax on dividends                                  | <b>403 569</b>    | 517 318      |
| <b>Total comprehensive income attributable to unitholders</b> | <b>17 599 652</b> | 8 597 095    |

*KPMG*

**NAM CORONATION CAPITAL PLUS FUND**

**STATEMENT OF FINANCIAL POSITION**

AS AT 30 SEPTEMBER 2016

|  | Note | 2016<br>N\$        | 2015<br>N\$ |
|--|------|--------------------|-------------|
| <b>Assets</b>  |      |                    |             |
| Investments at fair value  | 5    | 286 664 342        | 344 464 654 |
| Accounts receivable  | 7    | 2 109 188          | 6 069 355   |
| Cash and cash equivalents  | 6    | 34 539 199         | 63 982 744  |
| <b>Total assets</b>  |      | <b>323 312 729</b> | 414 516 754 |
| <b>Liabilities</b>   |      |                    |             |
| Distributions payable  |      | 4 667 076          | 5 440 594   |
| Accrued expenses   |      | 282 513            | 375 534     |
| Trade payables   |      | 391 583            | 1 115 415   |
| <b>Total liabilities, excluding net assets attributable to unitholders</b> |      | <b>5 341 172</b>   | 6 931 543   |
| <b>Net assets attributable to unitholders</b>                              |      | <b>317 971 557</b> | 407 585 211 |

NAM CORONATION CAPITAL PLUS FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 30 SEPTEMBER 2016

|   | Note | Capital<br>attributable to<br>unitholders<br>N\$ | Income<br>attributable to<br>unitholders<br>N\$ | Total<br>N\$       |
|---|------|--|---|--------------------|
| Balance at 01 October 2014  |      | 560 263 404                                      | (67 656)  | 560 195 748        |
| Total comprehensive income attributable to unitholders                        |      |  | 8 597 095                                       | 8 597 095          |
| Transfer of net fair value gains, net of transaction costs, not distributable |      | 8 593 134  | (8 593 134)                                     | -                  |
| Performance fees paid from capital  |      | (631 109)  |   | (631 109)          |
| Net cancellation of units   |      | (160 576 523)                                    |   | (160 576 523)      |
| Balance at 30 September 2015  |      | 407 648 906                                      | (63 695)  | 407 585 211        |
| Total comprehensive income attributable to unitholders                        |      |  | 17 599 652                                      | 17 599 652         |
| Transfer of net fair value gains, net of transaction costs, not distributable |      | 17 622 844                                       | (17 622 844)                                    | -                  |
| Performance fees paid from capital  |      | (3 017)  |   | (3 017)            |
| Net cancellation of units   |      | (107 210 289)                                    |   | (107 210 289)      |
| <b>Balance at 30 September 2016</b>   | 8    | <b>318 058 444</b>                               | <b>(86 887)</b>                                 | <b>317 971 557</b> |



**NAM CORONATION CAPITAL PLUS FUND**

**STATEMENT OF CASH FLOWS**

FOR THE YEAR ENDED 30 SEPTEMBER 2016

| Note   | 2016<br>N\$   | 2015<br>N\$   |
|--|---------------|---------------|
| <b>Cash flows from operating activities</b>      |               |               |
| Interest received                                | 8 195 438     | 10 644 293    |
| Dividends received                               | 4 110 338     | 5 437 097     |
| Operating expenses                               | (3 146 826)   | (5 278 418)   |
| Movement in working capital                      | 3 143 314     | (3 018 739)   |
| - trade payables                                 | (816 853)     | 578 420       |
| - trade receivables                              | 3 960 167     | (3 597 159)   |
| Sale of investments                              | 75 065 091    | 92 836 108    |
| Net cash from operating activities               | 87 367 355    | 100 620 341   |
| <b>Cash flows from financing activities</b>      |               |               |
| Proceeds from issue of redeemable units          | 85 101 610    | 57 578 521    |
| Payments on redemption of redeemable units       | (192 311 899) | (218 155 044) |
| Dividends paid to holders of redeemable units    | (9 600 611)   | (11 880 704)  |
| Net cash used in financing activities            | (116 810 900) | (172 457 227) |
| Net decrease in cash and cash equivalents        | (29 443 545)  | (71 836 886)  |
| Cash and cash equivalents at 1 October           | 63 982 744    | 135 819 630   |
| <b>Cash and cash equivalents at 30 September</b> | 34 539 199    | 63 982 744    |

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**1 ACCOUNTING POLICIES**

These financial statements are prepared to meet the requirements of the Trust Deed and the Unit Trusts Control Act of Namibia. The financial statements are prepared on the historical cost basis, except for financial instruments described in notes 1.2 and 1.9, and incorporate the following principal accounting policies that have been applied consistently to all periods presented:

**1.1 Statement of compliance**

The financial statements are prepared in accordance with the accounting policies described below and the requirements of the Trust Deed and in the manner required by the Unit Trusts Control Act of Namibia. The basis of accounting and the presentation and disclosures contained in the financial statements are not intended to and do not comply with all the requirements of International Financial Reporting Standards. The principal accounting policies adopted in the preparation of the financial statements are consistent in all material respects with those applied in prior year.

**1.2 Basis of preparation**

The financial statements are presented in Namibia Dollars, being the functional currency of the unit trust fund.

The financial statements are prepared on a fair value basis for financial instruments classified as available-for-sale. Other financial assets and financial liabilities are stated at amortised cost.

**1.3 Dividend income**

Dividend income comprises dividends received from and accrued on investments for which the last date to trade falls within the accounting period. This includes capitalisation issues with a cash dividend option, dividends on preference shares, convertible debentures and exchange traded funds. Dividends are brought into account on the last day to register.

**1.4 Interest**

Interest income is recognised in the statement of comprehensive income for all interest bearing instruments on a yield-to-maturity basis. Interest earned includes coupons earned on fixed income investments and trading securities, discounts on treasury bonds, commercial papers, floating rate notes and other discounted instruments.

**1.5 Unit trust income**

Unit trust income is recognised in profit or loss on the distribution date.

**1.6 Expenses**

Expenses are recognised in profit or loss on an accrual basis. Expenses include, amongst others, service fees. Service fees are paid to the management company as amounting to 1.25% (2015: 1.25%) of the net asset value of the fund.

A performance fee is also applied to both classes at 15% of the outperformance of the benchmark over a rolling 12 month period. This fee is capped at 1.5%. Performance fees are calculated on the net growth in the capital value of the fund, after taking into account allowable deductions and, as such, performance fees are deemed to be capital in nature and thus deducted from the capital account.

**1 ACCOUNTING POLICIES (continued)**

**1.7 Income distributions**

Income distributions are made to unitholders bi-annually on 31 March and 30 September.

**1.8 Taxation**

Under the current system of taxation in Namibia, withholding tax is levied against undistributed interest earned. The interest portion of income earned and distributed is taxable in the hands of the unitholders. Dividend income earned is not taxable. Investment income is recorded gross of such taxes and the withholding tax is recognised as withholding tax on interest in the statement of comprehensive income.

**1.9 Financial instruments**

Financial instruments recognised on the statement of financial position include cash and cash equivalents, trade and other receivables, investments and trade and other payables. Financial instruments are initially measured at cost, including transaction costs, when the fund becomes a party to the contractual arrangements. Trade date accounting is applied by the unit trust fund, and is considered the date that the fund commits to purchase or sell an asset.

**1.9.1 Cash and cash equivalents**

Cash and cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value and are not held for investment purposes. This comprises margin deposits and call and current deposits with banks. Cash equivalents are measured at cost which approximates fair value, due to the short term nature of the instruments.

**1.9.2 Accounts receivable**

Accounts receivable comprise accrued interest income and is recognised and carried at amortised cost.

**1.9.3 Investments**

Investments, other than cash on deposit, are classified as available-for-sale assets and are measured at fair value. Fair value of listed investments is determined by reference to closing prices at reporting date of the investments, as determined by the stock exchanges on which the investments are listed. For unlisted investments and securities, fair values are determined using valuation techniques that refer as far as possible to observable market data. Unless otherwise stated, all shares are listed on stock exchanges.

Gains and losses on financial assets are re-invested and thus are not available for distribution. They are included directly into the capital value of the fund.

**1.9.4 Accounts payable**

Liabilities for trade and other amounts payable are measured at amortised cost.

**1.9.5 Offsetting**

Financial assets and liabilities are offset and the net amount reported in the statement of financial position only when there is a legally enforceable right to set off and there is intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**1 ACCOUNTING POLICIES (continued)**

**1.9.6 Impairment of financial assets**

The fund assesses at reporting date whether there is any objective evidence that a financial asset carried at amortised cost or a group of financial assets, excluding financial assets at fair value through profit or loss, is impaired.

**1.10 Income adjustment on creation and cancellation of units**

The income portion of all creations and cancellations of units is taken into account in determining the amount available for distribution.

**1.11 Foreign currency translation**

Transactions in foreign currencies are translated at the foreign currency exchange rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currency are translated to Namibia Dollars at the foreign currency closing exchange rate ruling at the reporting date. Foreign currency exchange differences arising on translation and realised gains and losses on disposal or settlements of monetary assets and liabilities are recognised in the capital value of the fund.

Non-monetary assets and liabilities denominated in foreign currency that are measured at fair value are translated to Namibia Dollars at the foreign currency exchange rates ruling at the dates that the values were determined.

Foreign currency exchange differences relating to cash equivalents, investments classified as available for sale and derivative instruments are included directly in the capital value of the fund.

**1.12 Use of estimates and judgements**

Significant accounting estimates are those which involve the most complex or subjective judgements or assessments. The area of the fund's business that typically require such estimates is the determination of the fair value for financial assets and liabilities.

The fair values of financial assets and liabilities are classified and accounted for in accordance with the policies set out in section 1.9 above. They are valued on the basis of listed market prices in so far as this is possible. If prices are not readily determinable, fair value is based either on internal valuation models or management estimates of amounts that could be realised under current market conditions. Fair values of certain financial instruments including derivative instruments are determined using pricing models that consider, among other factors, contractual and market prices, correlations, yield curves, credit spreads, and volatility factors.

**2 RELATED PARTIES**

The fund has appointed Namibia Unit Trust Managers Limited ("the Management Company") to implement the investment strategy as specified in the trust deed and to provide administrative services.

In terms of the trust deed, the Management Company receives service fees monthly in arrears based on daily assets under management and a performance fee, as described in 1.6. above.

The management company has appointed Coronation Asset Managers Limited, a company incorporated in South Africa, as the fund's primary investment manager.

In addition the back office administration of the fund has been outsourced to Maitland Fund Services (Proprietary) Limited, a South African company.

Transactions with unitholders are detailed in the Unit Capital note (note 8).

**3 RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS**

**Financial risk management**

Financial risk is limited by the regulatory environment in which the fund operates. The Unit Trust Control Act in Namibia has strict and specific regulations as to what instruments may and may not be held.

In addition, fund is governed by a Trust Deed, which commits it to a specific investment objective. The Trust Deed's investment objective is further refined into an investment mandate which requires the Investment Manager to manage the fund in accordance with the specified mandate. As far as possible, compliance limits are built into the daily pricing systems and processes of the Investment Manager and are checked and reported on daily.

The main financial risks that investors in the fund is exposed to are:

**3.1 Credit risk**

Credit risk is the risk of financial loss to the fund if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the fund's receivables from customers, investment securities, and cash and cash equivalent balances.

The fund's exposure to credit risk mainly arises from investments in Bonds and Certificates of Deposits. The fund only deposits cash surpluses with major banks of high credit quality. Credit risk arising on non-rated investments is monitored through regular analysis of financial statements of their respective issuers. The credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the fact that the majority of financial instrument transactions are exchange traded, with settlement guaranteed by the exchanges.

The maximum credit risk exposure at the reporting date is equal to the carrying amount of the assets as reported.

**3.2 Liquidity risk**

Liquidity risk is the risk that the fund may not be able to liquidate investments quickly enough at an amount close to its fair value in order to meet its obligations associated with its financial liabilities that are settled by delivering cash or another

The fund has minimised its liquidity risk by ensuring that it has sufficient cash equivalents and liquid investments which could be realised at short notice should the liquidity be required.

The fund's listed securities are considered to be readily realisable as they are listed on reputable local and major foreign stock exchanges.

**3 RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)**

**3.3 Market risk**

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the fund's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising returns.

The fund is susceptible to the market risk resulting from fluctuations in the prices of the underlying securities in which it invests. The value of the unitholders participating interest in the fund fluctuates accordingly.

*Price risk*

Price risk is the risk that the value or cash flows of a financial instrument will fluctuate as a result of changes in market prices. The risk is applicable where the fund has invested in financial instruments in different sectors in the economy. The value of the underlying investment fluctuates due to changing economic factors and market expectations.

The Management Company ensures that exposures are in accordance with investment objectives and the Trust Deed.

*Currency risk*

Currency risk is the risk that the value of cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates.

Namibia is part of the Southern African Common Monetary Area. The Namibian dollar is pegged to the South African Rand on a one-to-one basis. The majority of the fund's transactions are conducted within the Southern African Common Monetary Area. The fund however has exposure to currency risks as a result of its offshore holdings. Any foreign exchange gains and losses are recorded directly to the capital account.

*Interest rate risk*

Interest rate risk is the risk that the value or cash flows of a financial instrument will fluctuate due to changes in market interest rates. This is applicable where the fund has invested in fixed rate interest-bearing financial instruments.

The Management Company ensures that exposures are in accordance with investment objectives and the trust deed.

**4 SUBSEQUENT EVENTS**

There were no material facts or circumstances which have arisen between the date of the statement of financial position and the date of this report which affect the financial position or financial performance of the fund as reflected in the financial statements, except for as stated below:

Subsequent to year-end the service fee was changed to 1.45% of the net asset value of the fund. The performance fees were completely removed from the fund fee structure. The new fee structure was introduced to make understanding of the fees charged simpler and aid comparability.

**NAM CORONATION CAPITAL PLUS FUND**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016**

| <b>5</b> | <b>INVESTMENTS AT FAIR VALUE</b>      | <b>Value at<br/>30-Sep-16<br/>N\$</b> | <b>Value<br/>30-Sep-15<br/>N\$</b> |
|----------|---------------------------------------|---------------------------------------|------------------------------------|
|          | Local equities                        | <b>22 696 373</b>                     | 25 524 063                         |
|          | Foreign equities                      | <b>80 635 880</b>                     | 112 654 105                        |
|          | Local bonds                           | <b>76 999 425</b>                     | 53 893 088                         |
|          | Foreign bonds                         | <b>2 082 804</b>                      | 22 946 597                         |
|          | Foreign collective investment schemes | <b>95 464 619</b>                     | 122 350 272                        |
|          | Local exchange traded funds           | <b>6 166 137</b>                      |                                    |
|          | Foreign exchange traded funds         | -                                     | 7 096 529                          |
|          | Preference shares                     | <b>2 619 104</b>                      | -                                  |
|          |                                       | <b>286 664 342</b>                    | 344 464 654                        |
| <br>     |                                       |                                       |                                    |
| <b>6</b> | <b>CASH AND CASH EQUIVALENTS</b>      |                                       |                                    |
|          | Call accounts                         | <b>32 212 425</b>                     | 59 383 614                         |
|          | Current accounts                      | <b>2 326 774</b>                      | 4 599 130                          |
|          |                                       | <b>34 539 199</b>                     | 63 982 744                         |
| <br>     |                                       |                                       |                                    |
| <b>7</b> | <b>ACCOUNTS RECEIVABLE</b>            |                                       |                                    |
|          | Accrued income                        | <b>26 348</b>                         | 2 062 628                          |
|          | Trade receivables                     | <b>2 082 840</b>                      | 4 006 728                          |
|          |                                       | <b>2 109 188</b>                      | 6 069 356                          |

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NAM CORONATION CAPITAL PLUS FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016

8 UNIT CAPITAL

Units issued and cancelled

Issued

|               |     |            |            |
|---------------|-----|------------|------------|
| Number        |     | 51 844 153 | 35 344 143 |
| Consideration | N\$ | 85 101 610 | 57 578 521 |

Cancelled

|               |     |             |             |
|---------------|-----|-------------|-------------|
| Number        |     | 116 624 920 | 134 023 136 |
| Consideration | N\$ | 192 311 899 | 218 155 044 |

Capital value of the fund

|   |  |                    |                    |
|---|--|--------------------|--------------------|
| Balance at beginning of the year            |  | 407 648 907        | 560 262 716        |
| Creations                                   |  | 85 101 610         | 57 578 521         |
| Cancellations                               |  | (192 311 899)      | (218 155 044)      |
| Performance fees paid                       |  | (3 017)            | (631 109)          |
| Realised foreign exchange gains             |  | 17 805 651         | 7 556 720          |
| Unrealised foreign exchange (losses)/ gains |  | (16 515 322)       | 12 786 934         |
| Realised fair value (losses)/gains          |  | (6 755 623)        | 19 801 186         |
| Unrealised fair value gain/(loss)           |  | 23 088 138         | (31 551 015)       |
| Capital attributable to unitholders         |  | <u>318 058 445</u> | <u>407 648 907</u> |

9 COMPARATIVES

During the 2016 financial year the fund took a decision to embark on a process aimed at transitioning to the International Financial Reporting Standards ("IFRS") over the next few years. As a first step, the opening balances have been restated to reflect the impact of this transition on the financial statements and the below table summarises the adjustments made:

Impact of transitioning to IFRS

i) Statement of comprehensive income

|  | As previously reported | Adjustments  | As restated  |
|--|------------------------|--------------|--------------|
| Dividend Income  | 5 437 098              | 517 318      | 5 954 417    |
| Withholding tax on dividends                           | -                      | (517 318)    | (517 318)    |
| Exchange gain  | 19 688                 | (19 688)     | -            |
| Foreign exchange gains on dividend and interest income | -                      | 20 342 966   | 20 342 966   |
| Net fair value gains /(losses) on financial assets     | -                      | (11 749 832) | (11 749 832) |
| Net income from operations before financing costs      | 10 371 107             | 9 090 766    | 19 461 873   |

ii) Statement of cash flows

A statement of cash flows was not presented in the prior year thus there were no opening balances to adjust.

iii) Statement of changes in net assets attributable to unitholders

A statement of changes in net assets attributable to unitholders was not presented in the prior year thus there were no opening balances to adjust.