



*InvestCorp Mid-Tier Financial
Services Investment Fund PLC.*

**ANNUAL
REPORT
2023**

Embark on the journey of growing your family with confident financial planning

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NOTICE OF 6TH ANNUAL GENERAL MEETING OF INVESTCORP MID-TIER FINANCIAL SERVICES INVESTMENT FUND PLC

NOTICE IS HEREBY GIVEN THAT the 6th Annual General Meeting of InvestCorp Mid-Tier Financial Services Investment Fund PLC (the “Company”) will be held **VIRTUALLY and streamed live via Zoom on 29th August, 2024 at 9:00 am** for the transaction of the following business:

AGENDA

ORDINARY BUSINESS

1. To receive and adopt the Financial Statements of the Company for the year ended December 31, 2023, together with the reports of the Directors and the external Auditors thereon.
2. To authorize the Directors to fix the remuneration of the external Auditors.
3. To appoint Mr. Kofi Boateng as a Director of the Company subject to approval by the Securities and Exchanges Commission (“SEC”).
4. To approve Directors’ remuneration

SPECIAL BUSINESS

1. To amend section 53(3) of the Company’s Constitution to read as follows:
 “Except
 - i. as otherwise decided by the members by ordinary resolution; or
 - ii. otherwise specified in this Constitution; or
 - iii. in the case of a director who is a representative of the Fund Manager, a director shall hold office for a term not exceeding four (4) years but may be re-appointed following the expiration of the initial four (4) year term.”

ANY OTHER MATTERS

Dated 24th day of July, 2024.

BY ORDER OF THE BOARD



JLD & MB LEGAL CONSULTANCY
 P.O. BOX 4112
 ACCRA

JLD & MB LEGAL CONSULTANCY
 (COMPANY SECRETARY)

NOTE

- i. A member of the Company is entitled to attend and vote at the meeting or to appoint a proxy to attend and vote in his or her stead. A proxy need not be a member of the Company. A proxy form is enclosed with the accounts.
- ii. Completed proxy forms should be lodged with the Company Secretary, JLD & MB Legal Consultancy, No. 23 Nortei Ababio Street, Airport Residential Area, Accra or sent via email to info@jldmblaw.net not less than 48 hours before the appointed time for meeting (that is, no later than 9:00 am on 27th August, 2024).
- iii. This serves as notice to all shareholders to attend.

PARTICIPATION IN THE AGM VIA ZOOM

Accessing the AGM

- A private Zoom link and password to the meeting will be sent to Board Members and Shareholders by 27th August 2024 via email and/or SMS together with other details of participation.
- Shareholders who do not receive the access details should contact clientexperience@investcorpgh.com or call 0302 50 90 45 or 0501 55 68 70 any time before the date of the AGM
- Shareholders will be granted access once they are verified

Participating in the AGM

- Access to the meeting will be granted from 8:30am and the AGM will officially begin at 9:00am prompt
- Participants can raise their hands to either second a motion or ask a question during the meeting
- At the time of voting, the resolution will appear on your screen. Select your preferred option (For / Against) to vote on a motion

CHAIRMAN'S STATEMENT TO SHAREHOLDERS OF THE INVESTCORP MID-TIER FUND PLC

INTRODUCTION

Dear Valued Shareholders,

I am pleased to welcome you all to the sixth Annual General Meeting (AGM) of the InvestCorp Mid-Tier Fund PLC (IMTF), for the year ended December 31, 2023.

For many of you it has been a rewarding investment journey so far, but not one without challenges. The IMTF has, since its inception, served as a reliable partner in achieving your medium to long-term investment objectives by providing competitive risk adjusted returns on fixed income instruments. Around the period of our last AGM, many of you had concerns about the health of your investments and some of the terms that had suddenly taken over all conversations regarding the financial sector; terms such as debt-restructuring, principal haircut and mark-to-market valuation (which has rather come to stay). We continued to communicate our strategy to keep your investment balances protected and make the best decisions for your portfolio and with our collective efforts, the Fund continues to deliver value to investors.

I would like to extend my profound appreciation to you all for your unyielding confidence in the Mid-Tier through times like these, and I am especially pleased to welcome our new shareholders to our community.

In a moment, I will provide an overview of the global economic landscape, followed by a review of the Ghanaian economy in 2023. I will then talk about the performance of the IMTF during the period and conclude with our outlook for 2024.

Economic Review: Global

The global economy, in 2023, was characterized by elevated public debt and inflation levels, adverse climatic events and spillover from the unprecedented events of 2022. Major central banks maintained restrictive policy rate levels during the year to tame elevated inflation. There were four rate hikes by the United States Federal Reserve (US-Fed) by July 2023 to cool down the “still too high” price pressure. In response to the globally tight policy rate stance, inflationary pressure eased in the first half of the year, supported by energy prices which declined to levels comparable to those observed in mid-2021.

Global growth in 2023 was resilient (3.2% according to IMF estimates), although the stagflation environment coupled with a restrictive monetary policy stance threatened a weakness in global economic activity. China's slowed growth momentum in early 2023, was exacerbated by a further weakening in the country's property sector. There was observed flight to U.S. assets due to a significant rise in interest rates and later, by optimism around U.S. economic growth. The high U.S. interest rates weakened emerging market currencies and worsened productivity in low-income economies. According to the IMF, over 50% of African economies were at high risk of distress or were already in distress as at September 2023 and some of these economies may face sustained weak debt profiles until year-end. Existing uncertainty from the on-going Russia-Ukraine war heightened during the period with the start of the Israel-Palestine war in October 2023, and the fear of a potentially wider Middle East conflict.

Economic Review: Ghana

Real Sector & Government Fiscal Performance

Ghana's real GDP growth in 2023 was 2.9%, a slowdown from the 3.8% recorded in 2022, according to provisional data from the Ghana Statistical Service (GSS). Growth in 2023 was driven by the Services and Agriculture sectors with 5.5% and 4.5% rates respectively, while the Industry sector declined by 1.2%. Growth was subdued at the beginning of the year, due to the tight monetary policy stance, high rate of inflation and elevated interest rates. There was a strong rebound in real sector activity to close the

CHAIRMAN'S STATEMENT TO SHAREHOLDERS OF THE INVESTCORP MID-TIER FUND PLC (CONT'D)

year 2023 despite several headwinds throughout the year. The Composite Index of Economic Activity (CIEA) improved from -3.5% as at year-end 2022 to 2.9% in December 2023. Positive contributions to growth came from domestic Valued Added Tax (VAT), port activity, industrial electricity consumption and imports. Domestic and business confidence improved with easing inflationary pressures and improved consumer demand which led to an optimistic economic outlook.

The government concluded its planned Domestic Debt Exchange Programme (DDEP) in September 2023. According to the Ministry of Finance (MoF), a total of GHS 203 billion was exchanged, resulting in debt service savings of GHS 61 billion.

The banking sector recorded some recovery following the completion of the DDEP, despite the previous year's staggering indications of a potential banking sector meltdown. At the end of December 2023, the Financial Soundness Indicators (FSI) reflected overall positive trends, driven by enhancements in liquidity, efficiency, and profitability throughout the assessment period.

Ghana's request to the International Monetary Fund (IMF) for financial support was approved by the IMF Executive Board in a US\$ 3 billion Extended Credit Facility (ECF) arrangement in May 2023. Fiscal consolidation efforts, as part of the programme resulted in some improvements in government's fiscal operations for 2023. Government's fiscal deficit (on cash basis) stood at 3.3% of GDP at the end of the year (deficit of 10.6% of GDP in 2022). The primary balance (on cash basis) recorded a deficit of 0.2% of GDP, a significant improvement from the 3.2% of GDP recorded at the end of 2022.

Headline Inflation & Interest Rates

The Monetary Policy Committee (MPC) of the Bank of Ghana (BoG) increased the Monetary Policy Rate (MPR) by a cumulative 300bps to 30.0% by July 2023, in line with its inflation targeting strategy. The MPR was maintained at 30% to close the year as headline inflation trended downwards from the 54.1% recorded in December 2022 to close the year at 23.2%. The policy rate tightening and the Central Bank's increase in the cash reserve ratio of commercial banks supported the disinflationary process.

Following the completion of the DDEP, Treasury bill rates across the three tenors, experienced a significant dip from the 35.6% levels to 19.4%, 21.9% and 25.7% for the 91-Day, 182 and 365-Day bills respectively. With the government's continued heavy reliance on the primary market for financing, the decline in yields was quickly reversed and interest rates continued to rise throughout the year. The 91-Day bill yield hit 29.4% at the end of the year. The sharp rise in the interest rates on benchmark Treasury securities significantly depressed bond prices.

Exchange Rate

The resolution of the U.S. debt ceiling talks by mid-2023, occasioned the U.S. Treasury Department targeting a large Treasury bill issuance of about \$1 trillion in H2 2023, signalling a potential flight from other markets to U.S. assets. The elevated interest rates on US securities exerted pressure on many world currencies, although the USD declined in Q4 2023, affected by the US Fed's indication of a scaling back on the policy rate tightening. Our Central Bank supported the spot market with forex supply but could not fully meet demand. The Ghana cedi thus ended the year with a depreciation of 27.8% against the US dollar, 30.3% against the euro and 31.9% against the British pound.

Fund Performance in 2023

At the end of 2023, the Assets under Management (AUM) of the Fund stood at GHS 11,027,036, compared to the prior year's GHS 10,532,415. The increase in AUM was primarily due to the increase in bond prices at the close of the year. The full year return of the Fund improved to 8.12% from the previous year's negative return of 10.69%.

The Fund experienced significant redemptions due to mark-to-market losses resulting from sharp bond price declines and heightened volatility. Nevertheless, the Fund is strategically positioned to gradually

CHAIRMAN'S STATEMENT TO SHAREHOLDERS OF THE INVESTCORP MID-TIER FUND PLC (CONT'D)

reduce its exposure to the new GoG bonds, allowing for greater flexibility with an active investment approach. The IMTF will capitalize on the high yields of short-term fixed income instruments and repurchase agreements (repos) to enhance portfolio returns while strategically managing liquidity to meet redemption requests. We are confident that by maintaining an active fund management strategy, we will deliver superior value to investors compared to 2023.

Outlook for 2024

Global growth is projected to be fairly strong in 2024, as economies initiate recovery from potential policy rate easing. The IMF, in its January 2024 World Economic Outlook (WEO) maintained global GDP growth forecast at 3.1% in 2024 and 3.2% in 2025. Artificial Intelligence (AI) is projected to dominate the technology scene in 2024 as commercialization ramps up. Coupled with stronger structural reforms, AI could spur global productivity.

Major Central Banks have become cautious with the pace of policy easing, due to uncertainty regarding the inflation outlook. There remains the possibility of an upside to energy-driven inflation as the war in the Middle East gradually escalates. The on-going Russia-Ukraine war could contribute to sustained elevated levels of food inflation. With higher barriers to the flow of goods and capital, there is the risk of supply-side price pressure and a slowdown in output. For some economies, the sharp hikes in interest rates in 2023 pose the risk of high debt servicing cost in 2024, leading to financial stress on households. It is also likely to put pressure on fiscal discipline, which is currently a challenge in some countries.

Growth is projected at 4.2% in Emerging Markets and Developing economies in 2024 and 2025. The sub-Saharan Africa region is projected to grow at 3.7% in 2024 and 4.1% in 2025. Inflation is expected to remain higher in emerging markets and developing economies (and to drop more slowly) than in advanced economies. However, with falling energy prices inflation could fall close to pre-pandemic levels relatively quickly.

On the local front, Ghana's economy is projected to sustain a stable growth, primarily driven by a boost from the Services sector. Economic expansion of 2.8% in 2024 has been estimated by the IMF. Growth is expected to be supported by a pause in monetary policy tightening by the Central Bank. Additionally, the surge in cocoa prices on the international market is expected to bolster cocoa exports and improve the Agriculture sector's contribution to GDP growth. Tight macroeconomic conditions and elevated cost of borrowing may, however, threaten to stifle real sector growth.

We expect the disinflation process to continue, however, alignment with the Bank of Ghana's medium-term target of $8\pm 2\%$ is unlikely. Potential risks to the disinflation path include the 2024 general elections, rising utility tariffs and fluctuations in commodity prices from external shocks. Although short-term benchmark interest rates are expected to witness some considerable decline as the government's continuous dependence on the primary market ease following successful disbursements from the IMF in 2024, yields are likely to remain elevated.

The country may encounter a sustained financial squeeze due to the substantial burden of servicing high-interest debt. A successful completion of the External debt restructuring is expected to fortify the gains made from other fiscal consolidation efforts under the IMF ECF and put the economy on the path of stability and sustainable growth.

Closing Remarks

The ever-changing landscape of the financial sector has made us cautious, and we will remain cautious while we invest strategically to generate positive returns on your investments. The extended redemption payment period was a big challenge, undoubtedly but your understanding of the peculiar circumstances the market found itself in, and your cooperation helped us to maintain stability amid the sharp market volatilities.

CHAIRMAN'S STATEMENT TO SHAREHOLDERS OF THE INVESTCORP MID-TIER FUND PLC (CONT'D)

We are mindful of the hard work of our shareholders – teachers, healthcare workers, petty traders, SMEs, corporations, even students and retirees. We applaud your various investment objectives towards securing the future you envision. Thank you once again for your confidence in the IMTF to help you achieve these objectives. I would like to thank the members of the Board and the Fund Manager for their dedication to delivering value to shareholders. We are committed to executing our strategic initiatives, including an enhanced campus plan project, partnership agreements with select financial institutions, and a co-location strategy aimed at expanding our reach. These efforts are designed to drive growth and enhance our Fund's performance in 2024.

Board Chairman

FUND MANAGER'S REPORT

Portfolio & Market Review

The InvestCorp Mid-Tier Fund (IMTF) exhibited a robust performance recovery in 2023, transitioning from a negative return of 10.69% in 2022 to a positive return of 8.12%. This recovery occurred despite the significant impact of the Domestic Debt Exchange Programme (DDEP), which affected the Fund's asset allocation mix and strategy.

The Fund's Assets under Management (AUM) experienced a modest increase, rising to GHS 11,027,036 in 2023 from GHS 10,532,415 in 2022. Post-DDEP, the portfolio was predominantly exposed to treasury bonds with maturities of 4.5 and 5.5 years, with a 10% coupon. The reclassification of the ESLA and Daakye securities as treasury bonds further complicated the asset allocation. These new bonds experienced limited market activity, liquidity and price discovery, limiting the fund manager's capacity to rebalance the portfolio.

Despite these obstacles, the Fund secured repurchase agreements (repos) and sell/buy-backs to ensure sufficient liquidity to meet client redemption demands.

Outlook / Strategy

The global economy is expected to maintain stable growth, with the IMF's January 2024 World Economic Outlook (WEO) report projecting a 3.1% increase in global GDP for 2024 and 3.2% for 2025. This outlook is underpinned by resilient economic performance in the United States, China, and several Emerging Markets and Developing Economies (EMDEs). Key factors contributing to this growth include declining inflation rates, lower interest rates, and the implementation of regulations governing the use of artificial intelligence to enhance productivity.

Central banks are expected to pause rate hikes in the first half of 2024, with potential rate cuts unlikely until the latter half of the year. Consequently, interest rates are anticipated to remain elevated throughout 2024 until there is more definitive evidence of inflation converging towards the targets set by central banks. The continuation of global disinflation is forecasted for 2024, approaching central banks' targets by 2025. This trend is bolstered by the aggressive monetary policy measures undertaken by various policymakers to combat inflation, which are expected to support the ongoing disinflationary process.

The International Monetary Fund (IMF) projects a 2.7% economic growth for Ghana in 2024, largely driven by a pause in the tightening of monetary policy. This moderation in policy is anticipated to further reduce inflation, provided that monetary measures remain restrictive and continue to mitigate price pressures. However, the Ghanaian cedi may experience depreciation pressures in the first quarter of 2024 due to increased demand, particularly for profit repatriation.

Additionally, external debt servicing obligations could exert further pressure if debt restructuring concludes without an extension or moratorium on payments. Election-related uncertainties may also trigger capital outflows as offshore investors potentially reduce their exposure. Nonetheless, an improvement in Ghana's Gross International Reserves is expected, supported by inflows from the IMF's Extended Credit Facility (ECF) and Development Policy Financing from the World Bank, which should help alleviate the projected pressures on the local currency.

We anticipate that Treasury bills will dominate the Fixed Income market, given their status as the government's primary funding instrument. We expect heightened interest from local investors in these money market instruments due to the limited availability of viable alternatives. In 2023, newly issued bonds saw minimal activity, characterized by low liquidity and high price volatility, which adversely affected investment values. While a realignment of the yield curve was anticipated in 2023, driven by anticipated declines in Treasury bill rates, this process has progressed more slowly than expected. Looking ahead, we forecast a further decline in Treasury bill rates in 2024, supported by the

FUND MANAGER'S REPORT (CONT'D)

disinflationary outlook, which should help stimulate the bond market.

With lessons learnt from the impact of the DDEP and its associated challenges, the Board of the Fund, working with the Fund Manager has resolved to create a new sub-class for the Fund to address the challenges. The InvestCorp Mid-Tier Fund Series B (IMTF Series B) aims to diversify its assets away from government securities and expose investors to foreign currency denominated Fixed Income instruments as well as foreign preference shares. This seeks to reduce the inherent risk with the Sovereign and provide global diversification including those issued in emerging markets with competitive returns while taking advantage of currency-based risk diversification. This is however subject to approval by the Securities and Exchange Commission (SEC).

Fund Manager

PERFORMANCE SUMMARY AS AT DECEMBER 2023

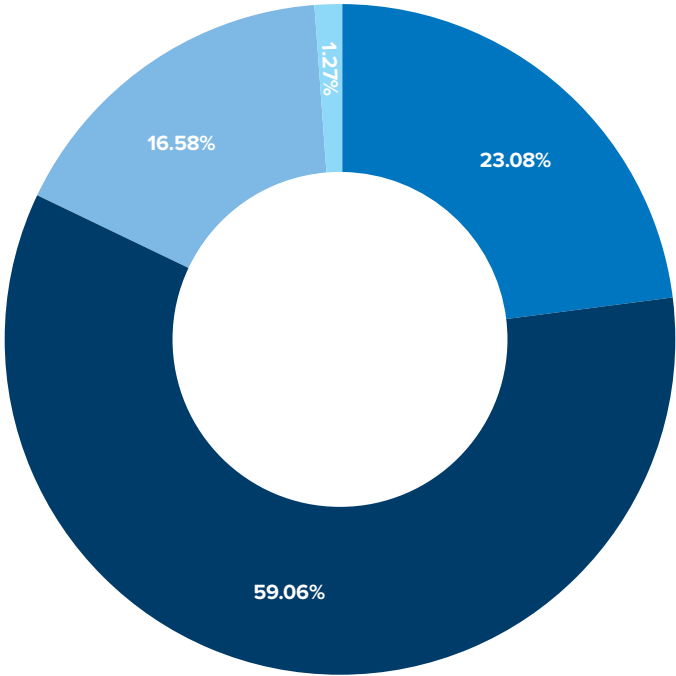
Year	Assets Under Management (AUM)	Annualized Yield
2019	17,230,688	18.29%
2020	18,142,384	17.80%
2021	20,462,456	17.38%
2022	10,532,415*	-10.69%*
2023	11,027,036	8.12%

*The sudden fall in the AUM and performance of the Fund is due to the change in valuation methodology from Amortization (HTM) to Mark-to-Market (MTM) methodology as prescribed by the SEC.

Fund Information

Weighted Average Maturity (Yrs.)	2.93
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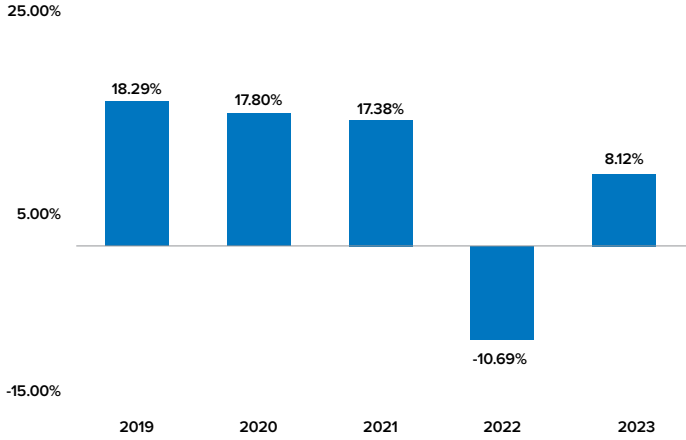
FUND STRUCTURE



■ Corporate Debt ■ GoG Securities ■ NBFI ■ Statutory Agency

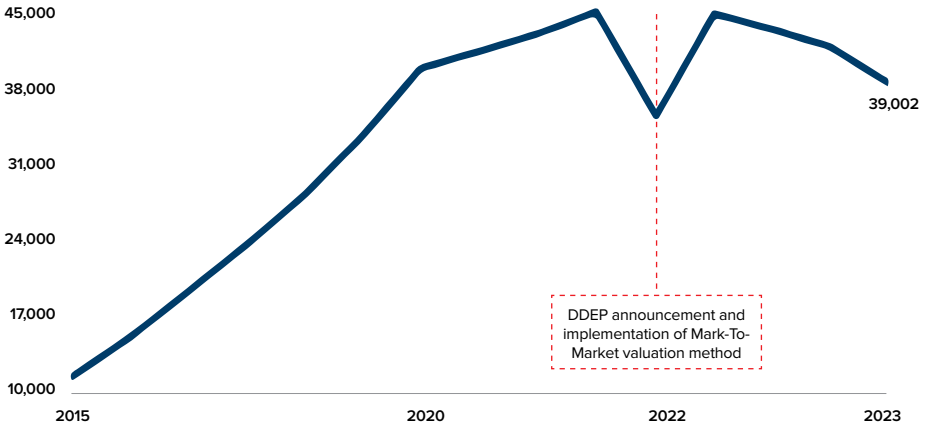
PERFORMANCE SUMMARY AS AT DECEMBER 2023 (CONT'D)

COMPARATIVE PERFORMANCE



The sudden fall in the performance of the Fund is due to the change in valuation methodology from Amortization (HTM) to Mark-to-market (MTM) methodology as prescribed by the SEC.

GROWTH OF GHS 10,000 IN THE FUND SINCE INCEPTION



REPORT OF THE BOARD OF DIRECTORS TO THE MEMBERS OF INVESTCORP MID-TIER FUND PLC

The Directors present their report and the financial statements of the Fund for the year ended 31 December 2023.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors are responsible for the preparation of financial statements that give a true and fair view of InvestCorp Mid-Tier Fund PLC, comprising the statement of assets and liabilities, statement of financial position at 31 December 2023, the statements of profit or loss and other comprehensive income, changes in net assets attributable to holders of redeemable shares and cash flows for the year then ended, and the notes to the financial statements which include a summary of significant accounting policies and other explanatory notes, in accordance with International Financial Reporting Standards and in the manner required by the Companies Act, 2019 (Act 992), the Securities Industry Act, 2016 (Act 929) and the Unit Trust and Mutual Fund Regulations, 2001 (L.I. 1695). In addition, the Directors are responsible for the preparation of the Directors' report.

The Directors are also responsible 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, and for maintaining adequate accounting records and an effective system of risk management.

The Directors have made an assessment of the ability of the Fund to continue as a going concern and have no reason to believe that the business will not be a going concern in the year ahead.

The auditor is responsible for reporting on whether the financial statements give a true and fair view in accordance with the applicable financial reporting framework.

NATURE OF BUSINESS

The Fund is registered as a collective investment scheme to carry on the business of mobilizing funds for investment in commercial paper, fixed or time deposits, listed bonds, preferred stock and other instruments, with the aim of achieving an attractive risk adjusted return for its investors over the medium to long-term. There was no change in the nature of business of the Fund during the year.

DIVIDEND DISTRIBUTION POLICY

The fund does not distribute dividends. All income earned are reinvested. Shareholders should be aware that the mutual fund aims to achieve capital growth and as such income is reinvested to take advantage of the effects of compounding.

Total investment as at 31 December is made up as follows:

	2023 GH¢	2022 GH¢
Investment at FVTOCI	11,011,248	10,099,066
Cash and cash equivalents	41,654	465,637
Total Investments	11,052,902	10,564,703

REPORT OF THE BOARD OF DIRECTORS TO THE MEMBERS OF INVESTCORP MID-TIER FUND PLC (CONT'D)

CORPORATE SOCIAL RESPONSIBILITY

The Fund did not undertake any Corporate Social Responsibility (CSR) programs during the year.

CAPACITY BUILDING OF DIRECTORS TO DISCHARGE THEIR DUTIES

On appointment to the Board, Directors are provided with full, formal and tailored programs of induction, to enable them gain in-depth knowledge about the Fund's business, the risks and challenges faced and the economic knowledge, legal and regulatory environment in which the Fund operates. Programs of strategic and other reviews, together with the other training programs provided during the year, ensure that Directors continually update their skills, knowledge and familiarity with the Fund's businesses. This further provides insights about the industry and other developments to enable them effectively fulfil their role on the Board and committees of the Board.

AUDIT FEES

The auditors of the fund, John Kay & Co. agreed with the directors and charged a fee of GH¢ 23,400 exclusive of NHIL, GET Fund, COVID 19 Levy and VAT.

APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements of InvestCorp Mid-Tier Fund Plc as identified in the first paragraph, were approved by the Board of Directors on 30th May, 2024 and signed on their behalf by:



.....
Signature

Name: Kwabena Apeageyi



.....
Signature

Name: Henry Sunkwa-Mills

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INVESTCORP MID-TIER FUND PLC



Opinion

We have audited the accompanying financial statements of InvestCorp Mid-Tier Fund PLC, which comprise the statement of assets and liabilities, the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income for the year ended, the statement of movements in net assets for the year ended, statement of cash flows for the year ended, and notes to the financial statements, which include a summary of significant accounting policies and other explanatory notes, as set out on pages 22-29.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of InvestCorp Mid-Tier Fund Plc as at 31 December 2023 and the Fund's financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS) in accordance with International Financial Reporting Standards with the IAS 29 directive issued by the Institute of Chartered Accountants Ghana (ICAG) and in the manner required by the Companies Act, 2019 (Act 992), the Securities Industry Act, 2016 (Act 929) and the Unit Trust and Mutual Fund 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 are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) (the Code) issued by the International Ethics Standards Board for Accountants (IESBA) and have fulfilled our other ethical responsibilities in accordance with the code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements for the year ended 31 December 2023. These matters were addressed in the context of the 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. We have determined the following as key audit matters:

1. Existence and Valuation of Investment Assets

The assets of the fund are invested in government bonds, corporate bonds, and local government bonds and fixed deposits. In many respects, the custody of these investments is by third-party entities specifically authorized or nominated for such holding purposes. Based on the business model of the fund, these investments are valued at fair value and the returns on these investments depend on the face value/cost, interest rates, and the number of days the asset is held by the fund.

How the matter was addressed in our audit

- We obtained a list of investments in the name of the Fund from the Central Securities Depository to confirm their existence and agreed the total to the fund manager's accounting records.
- We reviewed the Securities and Exchange Commission's directive on the use of the fair value method in the valuation of investment assets.
- We reviewed the fund manager's valuations of the investment assets to ensure that they were done using the fair value method as directed by the Securities and Exchange Commission (SEC).
- We also reviewed whether the quarterly valuation of the investment portfolio by the fund manager as the basis for determining management fees was reasonably made and accurate.
- We evaluated the adequacy of disclosures of investment assets recognized in the fund's statement of financial position and the statement of assets and liabilities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INVESTCORP MID-TIER FUND PLC (CONT'D)



2. Income Recognition

Interest income is recognized in the statement of profit or loss based on the coupon rate, the face value, and the number of days within the financial year for which the assets were held by the fund. Interest income is recognized in the financial statements on an accrual basis on the basis that it is probable that economic benefits associated with the assets will flow to the fund.

How the matter was addressed in our audit

- We reviewed the design and implementation of controls over the fund's income recognition.
- We recomputed the interest income based on the agreed interest rates, face value/cost, and the duration for which the interest income relates to.
- We reviewed the cut-off period for investment assets of the fund to ensure that interest income accruing to the fund after 31 December 2023 is not recognized as interest income for the current year.
- We evaluated the adequacy of disclosures of interest income recognized in the fund's profit or loss account.

Responsibilities of the Board of Directors for the Financial Statements

The Board of Directors is responsible for the preparation of the financial statements that give a true and fair view in accordance with International Financial Reporting Standards (IFRS) with the IAS 29 directive issued by the Institute of Chartered Accountants Ghana (ICAG) and the requirements of the Companies Act 2019, (Act 992) of Ghana, Unit Trust and Mutual Funds Regulations, 2001 (L.I 1695) 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. The Board of Directors is also responsible for overseeing the Fund's financial reporting process.

In preparing the financial statements, the Board of Directors is 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 management either intends to liquidate the fund or to cease operations or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objective is 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 judgement and maintain professional scepticism throughout 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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INVESTCORP MID-TIER FUND PLC (CONT'D)



opinion on the effectiveness of the Fund'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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion 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 we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Report on Other Legal and Regulatory Requirements

Compliance with the requirements of Section 137 of the Companies Act, 2019 (Act 992) of Ghana.

We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit. In our opinion, proper books of accounts have been kept by the fund so far as it appears from our examination of those books.

The engagement partner on the audit resulting in this Independent Auditor's Report is **Gilbert Adjetej Lomofio (ICAG/P/1417)**

John Kay & Co

For and on behalf of John Kay & Co. (ICAG/P/2024/128)
 Chartered Accountants
 Accra.

30/05/2024 2024



STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2023

	2023 MARKET VALUE GH¢	2023 PERCENTAGE OF NET ASSETS %	2022 MARKET VALUE GH¢	2022 PERCENTAGE OF NET ASSETS %
Government Bonds				
3 Year GoG Bond	-	-	348,423	3.31
4.5 Year GoG Bond	3,614,212	32.77	-	-
5 Year GoG Bond	2,925,264	26.53	2,565,458	24.36
6 Year GoG Bond	-	-	149,649	1.42
7 Year GoG Bond	-	-	365,207	3.47
10 Year GoG Bond	-	-	197,898	1.88
	6,539,476	59.30	3,626,635	34.44
Local Government & Statutory Agencies Securities				
182 Day Cocoa Bill	-	-	110,538	1.05
10 Year ESLA Bond	-	-	276,057	2.62
12 Year ESLA Bond	-	-	105,440	1.00
1 Year Cocoa Bond	7,039	0.06	-	-
2 Year Cocoa Bond	28,157	0.26	-	-
3 Year Cocoa Bond	35,195	0.32	-	-
4 Year Cocoa Bond	35,195	0.32	-	-
5 Year Cocoa Bond	35,195	0.32	-	-
	140,781	1.28	492,035	4.67
Corporate Bonds				
5 Year Letshego Bond	1,061,562	9.63	1,061,562	10.07
6 Year Izwe Bond	536,308	4.86	535,975	5.09
7 Year Daakye Bond	-	-	2,452,525	23.29
10 Year Daakye Bond	-	-	522,195	4.96
270 -Day Comm. Paper	958,212	8.69	-	-
	2,556,082	23.18	4,572,257	43.41
Fixed Deposits				
182 Day FD	1,836,220	16.65	1,456,125	13.83

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 2023 (CONT'D)

	2023 MARKET VALUE GH¢	2023 PERCENTAGE OF NET ASSETS %	2022 MARKET VALUE GH¢	2022 PERCENTAGE OF NET ASSETS %
Cash and Bank				
Cash and Cash Equivalent	41,654	0.38	465,637	4.42
Total Assets	11,114,213	100.79	10,612,689	100.77
Total Liability				
Total Liability	(25,867)	(0.24)	(32,288)	(0.31)
ECL Allowance	(61,310)	(0.56)	(47,986)	(0.46)
Net Assets	11,027,036	100.00	10,532,415	100.00

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Note	2023 GH¢	2022 GH¢
Assets			
Financial assets at FVTOCI	8	11,011,248	10,099,066
Cash and cash equivalents	9	41,654	465,637
Total Assets		11,052,902	10,564,703
Liabilities			
Accounts payable	10	25,867	32,288
Total Liabilities		25,867	32,288
Net Assets		11,027,035	10,532,415
Represented By:			
Capital Account	11	(408,583)	(469,116)
Retained Earnings	12	14,358,250	13,132,759
Investment Revaluation Reserve	17	(2,922,632)	(2,131,228)
		11,027,035	10,532,415

The notes on pages 22 to 29 form an integral part of these financial statements.

The Financial Statements of InvestCorp Mid-Tier Fund PLC were approved by the Board of Directors on 30th May, 2024 and signed on their behalf by:



Signature

Name: Kwabena Apegyei



Signature

Name: Henry Sunkwa-Mills

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2023

		2023 GH¢	2022 GH¢
	Note		
Investment income			
Interest income	13	1,529,463	2,239,311
Total Investment Income		1,529,463	2,239,311
Expenses			
Administrative expenses	15	(290,648)	(402,302)
Expected credit loss allowance	16	(13,324)	65,687
Total Expenses		(303,972)	(336,615)
Net Investment Income		1,225,491	1,902,696
Other Comprehensive Income			
Net gain/(loss) on investments	14	(2,922,632)	(2,131,228)
Total Other Comprehensive Income		(2,922,632)	(2,131,228)
Total Comprehensive Income		(1,697,141)	(228,532)

ACCUMULATED NET INVESTMENT INCOME

	2023 GH¢	2022 GH¢
Balance at 1 January	13,132,759	11,230,063
Net Investment income	1,225,491	1,902,696
Balance at 31 December	14,358,250	13,132,759

The notes on pages 22 to 29 form an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2023

	Capital Transactions GH¢	Investment Income GH¢	Valuation Reserve GH¢	Total GH¢
2023				
At 1 January	(469,116)	13,132,759	(2,131,228)	10,532,415
Reclassification Adjustment			2,131,228	2,131,228
Net Investment Income	-	1,225,491	-	1,225,491
Other Comprehensive Income	-	-	(2,922,632)	(2,922,632)
Share Issue	2,847,293	-	-	2,847,293
Share Redemption	(2,786,760)	-	-	(2,786,760)
At 31 December	(408,583)	14,358,250	(2,922,632)	11,027,035

	Capital Transactions GH¢	Investment Income GH¢	Valuation Reserve GH¢	Total GH¢
2022				
At 1 January	9,232,393	11,230,063	-	20,462,456
Net Investment Income	-	1,902,696	-	1,902,696
Other Comprehensive Income	-	-	(2,131,228)	(2,131,228)
Share Issue	8,926,440	-	-	8,926,440
Share Redemption	(18,627,949)	-	-	(18,627,949)
At 31 December	(469,116)	13,132,759	(2,131,228)	10,532,415

The notes on pages 22 to 29 form an integral part of these financial statements.

STATEMENT OF MOVEMENTS IN NET ASSETS FOR THE YEAR ENDED 31 DECEMBER 2023

		2023 GH¢	2022 GH¢
	Note		
Changes in net assets from operations			
Net investment income		1,225,491	1,902,696
Net gain/(loss) on investments	14	(2,922,632)	(2,131,228)
Net change in net assets from operations		(1,697,141)	(228,532)
Change in net assets from capital transactions			
Proceeds from issue of shares	11	2,847,293	8,926,440
Share redemption	11	(2,786,760)	(18,627,949)
Net change in net assets from capital transactions		60,533	(9,701,509)
Net change in net assets		(1,636,608)	(9,930,041)
At 1 January		10,532,415	20,462,456
At 31 December		8,895,807	10,532,415

The notes on pages 22 to 29 form an integral part of these financial statements.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2023

		2023 GH¢	2022 GH¢
	Notes		
Cash flows from operating activities			
Comprehensive income		(1,697,141)	(228,532)
Adjustment for:			
Interest income accrued		(541,942)	(456,246)
Expected credit loss allowance	16	13,324	(65,687)
Changes in fair value		2,922,632	-
Reclassification adjustment		2,131,228	-
		2,828,101	(750,465)
Changes in			
Accounts Payable	10	(6,421)	(14,659)
Net cash flow from operating activities		2,821,680	(765,124)
Cash Flows from Investing Activities			
Purchase of investments		(13,807,029)	(14,964,940)
Proceeds from redeemed investments		10,500,833	25,757,814
Net cash flow from investing activities		(3,306,196)	10,792,874
Cash Flows from Financing Activities			
Proceeds from issuance of shares	11	2,847,293	8,926,440
Amount paid on redemption of shares	11	(2,786,760)	(18,627,949)
Net cash flow from financing activities		60,533	(9,701,509)
Net increase/(decrease) in cash and cash equivalents		(423,983)	326,241
At 1 January		465,637	139,396
At 31 December	9	41,654	465,637

The notes on pages 22 to 29 form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1. REPORTING ENTITY

InvestCorp Mid-Tier Fund PLC is a unique high-yielding debt and preferred mutual fund whose primary objective is to achieve highly attractive risk-adjusted returns while promoting medium to long-term investment. InvestCorp Mid-Tier Fund PLC is a public limited liability fund that is incorporated and domiciled in the Republic of Ghana. The address and registered office of the company can be found on page 30 of the financial statements.

The Fund was established and operates in accordance with the Unit Trust and Mutual Fund Regulation (L.I.1695). The investment activities are managed by InvestCorp Asset Management Limited (IAML).

2. BASIS OF ACCOUNTING

(a) Basis of preparation

These financial statements have been prepared in accordance with the Unit Trust and Mutual Funds Regulations, 2001 (L.I. 1695) and comply with the International Financial Reporting Standards (IFRS) with the IAS 29 directive issued by the Institute of Chartered Accountants Ghana (ICAG) and the Companies Act, 2019 (Act 992).

(b) Functional and presentation currency

These financial statements are presented in Ghana cedi, which is the fund's functional currency. All amounts have been stated in full.

(c) Use of estimates and judgement

In preparing these financial statements, the Mutual fund's management has made judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

3. SIGNIFICANT ACCOUNTING POLICIES

The following principal accounting policies have been consistently applied during the year in the preparation of the fund's financial statements.

(a) Investment income recognition

(i) Interest Income

Interest income on financial assets at fair value through other comprehensive income (FVTOCI) and amortised cost, is recognized in profit or loss, using the effective interest rate. The effective interest is the rate that exactly discounts the estimated future cash payments or receipts, without consideration of future credit losses, over the expected life of the financial instrument or through to the next market-based re-pricing date to the net carrying amount of the financial instrument on initial recognition. Interest received or receivable and are recognized in the profit or loss as interest income.

(ii) Pooled Investment Income

Income arising from the underlying investment in a collective investment scheme that is reinvested within the pooled investment vehicles is reflected in the unit price. Such income is reported within the change in the market value of the unit of shares in the collective investment scheme.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONT'D)

(b) Financial Assets

(i) Initial Recognition

The fund recognizes financial assets in its statement of financial position when and only when the fund becomes a party to the contractual provisions of the assets. On initial recognition, the fund classifies its financial assets either at fair value through profit or loss or at fair value through other comprehensive income depending on the fund's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. At initial recognition, the fund measures financial assets at their fair value plus or minus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial assets.

(ii) Financial Assets at Fair Value Through Other Comprehensive Income

After initial recognition, the fund measures financial assets at fair value through other comprehensive income if the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and, the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial Assets at Fair Value Through Profit or Loss

After initial recognition, financial assets held for trading are designated at fair value through profit or loss. A financial asset is classified into this category when it is acquired principally for the purpose of selling in the short term and if it forms part of a portfolio of financial assets in which there is evidence of short-term profit taking or if so, designated by the fund.

(iv) Identification and Measurement of Impairment

The fund recognises a loss allowance for expected credit losses on its financial assets at each reporting date. The loss allowance is an amount equal to the lifetime expected credit losses if the credit risk on the financial assets has increased significantly since initial recognition. The objective of the impairment requirements is to recognise lifetime expected credit losses for all financial instruments for which there have been significant increases in credit risk since initial recognition -whether assessed on an individual or collective basis — considering all reasonable and supportable information, including that which is forward-looking.

(v) Derecognition of Financial Assets

Financial assets are derecognized when the right to receive cash flows from the financial assets has expired or where the fund has transferred substantially all risks and rewards of ownership. Any interest in the transferred financial assets that is created or retained by the fund is recognized as a separate asset or liability.

(c) Cash and Cash equivalents

Cash and cash equivalents comprise deposits with banks and highly liquid financial assets with maturity of three months or less from the date of acquisition that are subject to an insignificant risk of changes in their value and are used by the fund in the management of short-term commitment, other than cash collateral provided in respect of derivatives and security borrowing transactions.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONT'D)

4. NEW AND AMENDED STANDARDS EFFECTIVE FOR THE CURRENT PERIOD

Amendments to IFRS 9, Financial Instruments

The amendment clarifies which fees to include in the '10%' test to determine whether a financial liability has been substantially modified (i.e. the derecognition analysis). A borrower includes only fees paid or received between itself and the lender, including fees paid or received by either the borrower or lender on the other's behalf.

5. NEW AND REVISED STANDARDS IN ISSUE NOT YET EFFECTIVE

Amendments to IAS 1 Presentation of Financial Statements—Classification of Liabilities as Current or Noncurrent

The amendments to IAS 1 affect only the presentation of liabilities as current or non-current in the statement of financial position and not the amount or timing of recognition of any asset, liability, income or expenses, or the information disclosed about those items.

The amendments clarify that the classification of liabilities as current or non-current is based on rights that are in existence at the end of the reporting period, specify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability, explain that rights are in existence if covenants are complied with at the end of the reporting period, and introduce a definition of 'settlement' to make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services.

The amendments are applied retrospectively for annual periods beginning on or after 1 January 2024.

Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures—Supplier Finance Arrangements

The amendments add a disclosure objective to IAS 7 stating that an entity is required to disclose information about its supplier finance arrangements that enables users of financial statements to assess the effects of those arrangements on the entity's liabilities and cash flows. In addition, IFRS 7 was amended to add supplier finance arrangements as an example within the requirements to disclose information about an entity's exposure to concentration of liquidity risk.

The amendments, which contain specific transition reliefs for the first annual reporting period in which an entity applies the amendments, are applicable for annual reporting periods beginning on or after 1 January 2024. Earlier application is permitted.

6. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the fund's accounting policies, which are described in note 3, the directors are required to make judgements, estimates, and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONT'D)

7. RELATED PARTIES AND KEY CONTRACTORS

a. Fund Manager

The Directors of the fund appointed InvestCorp Asset Management Limited, an investment management company, incorporated in Ghana, to implement the investment strategy as specified in its prospectus. Under the investment management agreement, the Investment Manager receives a management fee at an annual rate of 1.25% of the net asset value attributable to holders of redeemable share as defined in the prospectus. The investment management fees incurred during the year amounted to GH¢ 146,516 (2022: GH¢201,151).

b. Fund Custodians

The Directors of the fund appointed Standard Chartered Bank Ghana PLC, a limited liability company incorporated in Ghana and duly licensed by the Security and Exchange Commission (SEC) of Ghana, to provide custody services as prescribed in the Fund's policy manual. Under the custody agreement, the Custodian receives a custodian fee as agreed between the parties. Fees are payables within 30 days of the date of the custodian's invoice.

8. FINANCIAL ASSETS AT FVTOCI

	2023 GH¢	2022 GH¢
Government notes and bonds	6,539,476	3,626,635
Local government securities	140,781	492,035
Corporate bonds	1,597,870	4,572,257
Fixed deposits	1,836,220	1,456,125
Commercial Paper	958,211	-
Expected credit	(61,310)	(47,986)
	11,011,248	10,099,066

9. CASH AND CASH EQUIVALENTS

	2023 GH¢	2022 GH¢
Absa Bank Limited	27,745	71,661
Standard Chartered Bank PLC	13,909	393,976
	41,654	465,637

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONT'D)

10. ACCOUNTS PAYABLE

	2023 GH¢	2022 GH¢
Administrative expenses payable	25,867	32,288
	25,867	32,288

11. CAPITAL ACCOUNT

	2023 No. of shares	2023 GH¢	2022 No. of shares	2022 GH¢
Balance at 1/1	2,935,048	(469,116)	5,206,552	9,232,393
Contributions	684,863	2,847,293	2,113,345	8,926,440
	3,619,911	2,378,177	7,319,897	18,158,833
Redemption	(774,094)	(2,786,760)	(4,384,849)	(18,627,949)
Balance at 31/12	2,845,817	(408,583)	2,935,048	(469,116)

12. RETAINED EARNINGS

	2023 GH¢	2022 GH¢
Balance at 1 January	13,132,759	11,230,063
Net income for the year	1,225,491	1,902,696
Balance at 31 December	14,358,250	13,132,759

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONT'D)

13. INTEREST INCOME

	2023 GH¢	2022 GH¢
Fixed deposits	381,044	232,448
Local government bonds	24,107	74,764
Government of Ghana bonds	792,729	993,350
Corporate bonds	331,583	938,749
	1,529,463	2,239,311

14. NET GAIN/(LOSS) ON INVESTMENTS

	2023 GH¢	2022 GH¢
Unrealised gain on investments	58,211	10,258
Unrealised loss on investments	(2,980,843)	(2,141,486)
	(2,922,632)	(2,131,228)

15. ADMINISTRATIVE EXPENSES

	2023 GH¢	2022 GH¢
Management fees	146,516	201,151
Administration fee	144,132	201,151
	290,648	402,302

16. EXPECTED CREDIT LOSS ALLOWANCE

	2023 GH¢	2022 GH¢
Opening balance	47,986	113,673
Allowance for the year	13,324	(65,687)
Closing balance	61,310	47,986

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONT'D)

17. INVESTMENT REVALUATION RESERVE

	2023 GH¢	2022 GH¢
Bal 1/1	(2,131,228)	-
Reclassification Adjustment	2,131,228	-
Gain/(Loss) during the year	(2,922,632)	(2,131,228)
Bal 31/12	(2,922,632)	(2,131,228)

18. FINANCIAL RISK MANAGEMENT

(a) Asset/Portfolio/Credit risk

Credit risk is the risk that counterparties (i.e. financial institutions and companies) in which the fund's assets are invested will fail to discharge their obligations or commitments to the fund, resulting in a financial loss to the fund. The fund's policy over credit risk is to minimize its exposure to counterparties with a perceived higher risk of default by dealing only with counterparties that meet the standards set out in the SEC guidelines and the fund's investment policy statement.

(b) Liquidity risk

Liquidity risk is the risk that the fund either does not have sufficient financial resources available to meet all its obligations and commitments as they fall due. The fund's approach to managing liquidity is to ensure that it will maintain adequate liquidity in the form of cash and very liquid instruments to meet its liabilities when due.

The following are contractual maturities of financial assets

31 December 2023

Financial Assets	3 Months or less (GH¢)	4-6 Months (GH¢)	7 Months or more (GH¢)
Government notes and bonds		-	6,539,476
Local Government Securities		-	140,781
Fixed Deposits	1,836,220	-	
Commercial Paper			958,212
Corporate bonds	-	-	1,597,870
Total	1,836,220	-	9,236,339

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONT'D)

The following are contractual maturities of financial Liabilities

31 December 2023

Financial Liabilities	3 Months or less (GH¢)
Accounts Payable	25,867
Total	25,867

(c) Fair value of financial assets and liabilities

Fair values are based on discounted cash flows using a discount rate based upon the borrowing rate that the Directors expect would be available to the fund at the balance sheet date. The fair values of the fund's financial assets and liabilities approximate the respective carrying amounts.

The fair value hierarchy is as follows:

- Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities
- Level 2: Other techniques for which all inputs have a significant effect on the recorded fair value are observable, either directly or indirectly and
- Level 3: Techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The fair values of the fund's investments at FVTPL and FVTOCI approximate its carrying amounts.

(d) Market risk

The objective of market risk management is to manage and control market risk exposures within acceptable parameters while optimising the return. This systematic risk cannot be mitigated through diversification.

(e) Interest Rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The investment managers advise the board of directors on the appropriate balance of the portfolio. The fund uses duration targeting as a means of mitigating the effects of the risk. The target duration is regularly reviewed by the board of directors.

(f) Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the fund's processes, personnel, technology and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of fund behaviour. Operational risks arise from all of the fund's operations and are faced by similar mutual funds.

The fund's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the funds' reputation with overall cost-effectiveness and to avoid control procedures that restrict initiative and creativity.

19. EVENTS AFTER THE REPORTING PERIOD

No significant event occurred after the end of the reporting date which was likely to affect this financial statement.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Kofi Boateng (Chairman)
 Waltrude Adzoavi Aboagye (Director)
 Henry Sunkwa-Mills (Director)
 Kwabena Apeagyei (Director)

REGISTERED OFFICE

Hno. 15 Wawa Drive
 North Dzorwulu
 P. O. Box GP 22493
 Accra, Ghana
 Tel: (+233) 0302 50 90 45

SECRETARY

JLD & MB Legal Consultancy
 No. 18 Quarter Papafio Avenue
 Airport Residential Area
 P.O. Box 410
 Accra

INVESTMENT MANAGER

InvestCorp Asset Management Limited
 Hno. 15 Wawa Drive
 North Dzorwulu
 P. O. Box GP 22493
 Accra, Ghana

CUSTODIAN

Standard Chartered Bank (Ghana) PLC
 87 Independence Avenue,
 Accra
 P.O. Box 768
 Accra

BANKER

ABSA Bank (Ghana) Limited
 ABSA House,
 High Street
 Accra

AUDITOR

John Kay and Co.
 7th Floor, Trust Towers
 Farrar Avenue
 P. O. Box KIA 16088
 Accra

DIRECTORS' PROFILE

NAME

KOFI BOATENG

OCCUPATION

CHARTERED ACCOUNTANT

POSITION

BOARD CHAIRMAN



Kofi Boateng is the immediate past Managing Director of the Vlisco Ghana Group comprising of TexStyles Ghana Limited; manufacturers of the nation's leading fashion brands; GTP and Woodin. He was again in charge of Premium African Textiles, the distribution, sales and marketing company of the Vlisco Group in Ghana. In this role, he also served as a member of the Vlisco BV's International Executive Committee. Prior to his appointment as the Managing Director, he was the Finance Director, and in that function had the added responsibility for the financial management of the Vlisco Group's retail operations in Africa. Kofi has played other roles in his career at Vlisco. This included the responsibility of a Sales Director and was again as the Financial Director when Vlisco was managing the Juapong Textiles Limited (now Volta Star Textiles Limited) from 1998 to 2005.

Starting as a Management Trainee at Kumasi Brewery Limited in 1979, where he became the Management Accountant/Project Manager, he moved to UAC Textiles Division of Unilever Ghana and then to Ghana Textiles Printing Company (now Tex Styles Ghana Ltd) as the Finance Director and later as the Managing Director until his retirement in July 2016.

He currently serves as the Board Chairman of the Ghana Netherlands Business and Cultural Council; a position he has held since June 2016. With his over thirty-five years' experience in finance, manufacturing, sales and general management, he is well equipped to make significant contributions to the successful operation of InvestCorp Money Market. Kofi is a Chartered Accountant and product of the University of Ghana's Business School.

NAME

WALTRUDE ADZOAVI ABOAGYE

OCCUPATION

LAWYER

POSITION

DIRECTOR



Waltrude is a junior associate at Beyuo & Co. and is heavily involved in arbitration and mediation. She assists the managing partner of the firm in the conduct of all arbitration proceedings, as well as conducting research and writing opinions. Waltrude has attended a number of arbitration conferences including 17th Annual IBA international Arbitration Day, held in Paris, France and the LCIA MIAC International Arbitration Lunch Symposium, held in Accra, Ghana. She also took part in a one day Sensitization Program on Court Connected Alternative Dispute Resolution (CCADR), held in Accra, Ghana. She is also involved in civil litigation and manages the portfolios of clients for which the firm acts as company secretary, including attending board meetings on behalf of the firm.

She is fluent in French and holds a B.A in French and Law from KNUST and a certificate d'étude française from the Université de Caen Basse-Normandie. She studied law at the University of Ghana from 2008-2010 and obtained her professional certificate from the Ghana School of law in 2012. She is a member of the Chartered institute of Arbitrators and a member of the Ghana Bar Association.

DIRECTORS' PROFILE

NAME

HENRY SUNKWA-MILLS

OCCUPATION

INVESTMENT BANKER

POSITION

DIRECTOR



Henry is the Managing Director of InvestCorp. Prior to this role, he was the Deputy Managing Director of the Firm – responsible for planning, monitoring and evaluation of policy and strategy implementation. As Managing Director, he is responsible for the overall strategic management of the Firm, chairs the Investment Committee and serves as a board member of the Firm's managed mutual funds.

He is a member of the Ghana Securities Industry Association's Fund Managers & Advisors Committee and also a member of the Technical Committee of the Ghana Fixed Income Market (GFIM).

Henry worked with Merrill Lynch / Bank of America Merrill Lynch in New York within the Global Energy & Power Investment Banking Group. He possesses strong origination and corporate finance skills, including leveraged finance, deal origination and corporate restructuring. Henry has extensive and key relationships in Ghana and internationally, which are critical to the success of our firm.

He served on the Board of the Ghana Netherlands Business and Culture Council (GNBCC) between 2015 and 2019 and acted as the Treasurer of the Council. He is a member of the Rotary Club of Accra La-East and serves on the Public Image (PI) and Fundraising Committees.

Henry obtained an honors degree in Business Administration (Finance) from Morehouse College in Atlanta, Georgia, USA, graduating summa cum laude. He is a member of the Phi Beta Kappa and Beta Gamma Sigma honor societies. In 2012, Henry was admitted to Cornell University's Johnson School of Management MBA program but did not pursue it.

NAME

KWABENA OFORI APEAGYEI

OCCUPATION

INVESTMENT BANKER

POSITION

DIRECTOR



Kwabena has oversight responsibility for the firm's operations and business development. He helps in overseeing the day-to-day business activities and in ensuring that the firm's client acquisition strategy, operational risk and technology functions are effective and well-coordinated. He is a member of the firm's Investment Committee (IC). Prior to InvestCorp, he worked with Access Bank, Republic Bank, Fidelity Bank, FBN Bank and Omni Bank in roles of client acquisition, branch operations, and team management. He has built immense experience in sales and marketing, organizational efficiency and strategy and has developed key relationships in the financial industry.

He holds a Bachelor of Arts (BA) degree in Psychology with a minor in Philosophy and an MBA in Finance from the University of Ghana. He also undertook the Securities Industry Course at the GSE as well as other professional courses from the Ghana Banking College.

CUSTODIAN'S REPORT

INTERNAL




July 16, 2024

The Board
 InvestCorp Mid-Tier Fund
 15 Wawa Drive, North Dzorwulu
 P.O.BOX 22493
 Accra

REPORT OF THE CUSTODIAN TO THE INVESTORS OF INVESTCORP MID-TIER FUND – DECEMBER 31, 2023

Standard Chartered Bank Ghana PLC confirms the investment holding for InvestCorp Mid-Tier Fund as of December 31, 2023 as follows:

<i>GOVERNMENT BONDS</i>		
Security Name	Position	Valuation
REPUBLIC OF GHANA - 10 PCT SNR BDS 15/08/2028 GH\$1 '2023-A-2'	4,497,870.00	2,925,041.37
REPUBLIC OF GHANA - 10 PCT SNR BDS 17/08/2027 GH\$1 '2023-A-1'	4,691,725.00	3,614,434.62
Classification Total	9,189,595.00	6,539,475.99
<i>CORPORATE DEBTS</i>		
Security Name	Position	Valuation
AFB GHANA - 21 PCT BDS 15/09/2026 GHS	1,000,000.00	1,062,136.99
270 DAY BEST ASSURANCE AT 28.44 PCT FM 05/10/2023 TO 01/07/2024	200,000.00	213,713.53
270 DAY CARDYMART AT 30 PCT FM 19/12/2023 TO 13/09/2024	150,000.00	151,602.74
270 DAY CARDYMART AT 28.44 PCT FM 05/10/2023 TO 01/07/2024	150,000.00	160,285.15
270 DAY CARDYMART AT 28.44 PCT FM 24/08/2023 TO 20/05/2024	400,000.00	440,517.26
IZWE SVGS AND LNS - 24.25 PCT SUB BDS 10/03/2027 GHS	500,000.00	536,308.38
Classification Total	2,400,000.00	2,564,564.05
<i>FIXED DEPOSITS</i>		
Security Name	Position	Valuation
182 DAY BOND S&L ROLLOVER AT 20 PCT FM 18/08/2023 TO 16/02/2024	806,407.88	866,501.84
182 DAY BOND S&L ROLLOVER AT 20 PCT FM 27/09/2023 TO 27/03/2024	922,156.20	970,664.14
Classification Total	1,728,564.08	1,837,165.98
<i>COCOA BILLS</i>		
Security Name	Position	Valuation
CMB-BD-02/09/24-A6313-6175-13.00	6,754.00	7,041.05
CMB-BD-30/08/27-A6302-6175-13.00	33,772.00	35,207.31
CMB-BD-01/09/25-A6312-6175-13.00	27,018.00	28,166.27
CMB-BD-28/08/28-A6301-6175-13.00	33,772.00	35,207.31
CMB-BD-31/08/26-A6303-6175-13.00	33,772.00	35,207.31
Classification Total	135,088.00	140,829.24

Standard Chartered Bank Ghana PLC

Head Office,
 87 Independence Avenue,
 P O Box 768, Accra – Ghana
 SC.com/gh

Tel 0302 610750 / 0302 633366

Ebenezer Twum Asante (Chairman) - Mansa Netey (Managing Director) - Sheikh Jobe - Kwabena Nifa Aning - George Akello - Albert Asante
 Mohanty Subhadeep - Naa Adorkor Codjee - Augustine Xorse Godzi

CUSTODIAN'S REPORT

INTERNAL



standard chartered

SUMMARY		
Description	Market Value	PCT of Total
Government Bonds	6,539,475.99	58.94
Corporate Debts	2,564,564.05	23.11
Fixed Deposits	1,837,165.98	16.56
Cocoa Bills	140,829.24	1.27
Cash Balance	13,908.95	0.13
GRAND TOTAL (GHS)	11,095,944.21	100.00

Yours faithfully

Beverly Frimpong
 Head, Financing and Securities Services

Standard Chartered Bank Ghana PLC
 Head Office,
 87 Independence Avenue,
 P O Box 768, Accra – Ghana
 SC.com/gh

Tel 0302 610750 / 0302 633366

Ebenezer Twum Asante (Chairman) - Mansa Nettey (Managing Director) - Sheikh Jobe - Kwabena Nifa Aning - George Akello - Albert Asante
 Mohanty Subhradeep - Naa Adorkor Codjoe - Augustine Xorse Godzi

**PROXY FORM
INVESTCORP MID-TIER FINANCIAL SERVICES
INVESTMENT FUND PLC**

I/We.....of.....
being a member/members of InvestCorp Mid-Tier Financial Services Investment Fund PLC hereby appoint
 or, failing him/her, the duly appointed Chairman of the meeting, as my/our proxy to vote for me/us on my/our behalf at the 6th Annual General Meeting of the Company to be held **virtually and streamed live via Zoom on 29th August, 2024 at 9:00 am** prompt and any adjournment thereof.

Please indicate with an X in the spaces below how you wish your votes to be cast.

ORDINARY RESOLUTIONS	FOR	AGAINST
1. To receive and adopt the Financial Statements for the year ended December 31, 2023 together with the reports of the Directors and external Auditors thereon		
2. To authorize the Directors to fix the remuneration of the external Auditors		
3. To appoint Mr. Kofi Boateng as a Director of the Company subject to approval by the Securities and Exchanges Commission (“SEC”).		
4. To approve Directors’ remuneration.		
SPECIAL RESOLUTION		
To amend section 53(3) of the Company’s Constitution to read as follows: “Except i. as otherwise decided by the members by ordinary resolution; or ii. otherwise specified in this Constitution; or iii. in the case of a director who is a representative of the Fund Manager, a director shall hold office for a term not exceeding four (4) years but may be re-appointed following the expiration of the initial four (4) year term.”		

Signed this.....day.....2024

Shareholder’s Signature



Innovation | Integrity | Leadership

**Expand and fuel
your business growth**

Secure your future with the InvestCorp Mid-tier Fund



Licensed By



Hurray! We are



*10 years of Innovation,
Integrity & Leadership*

Licensed By





A brighter future hinges on secure and trustworthy investments

At InvestCorp our product solutions are designed to enable you to invest safely while earning competitive returns

Sign up to any of our mutual funds today

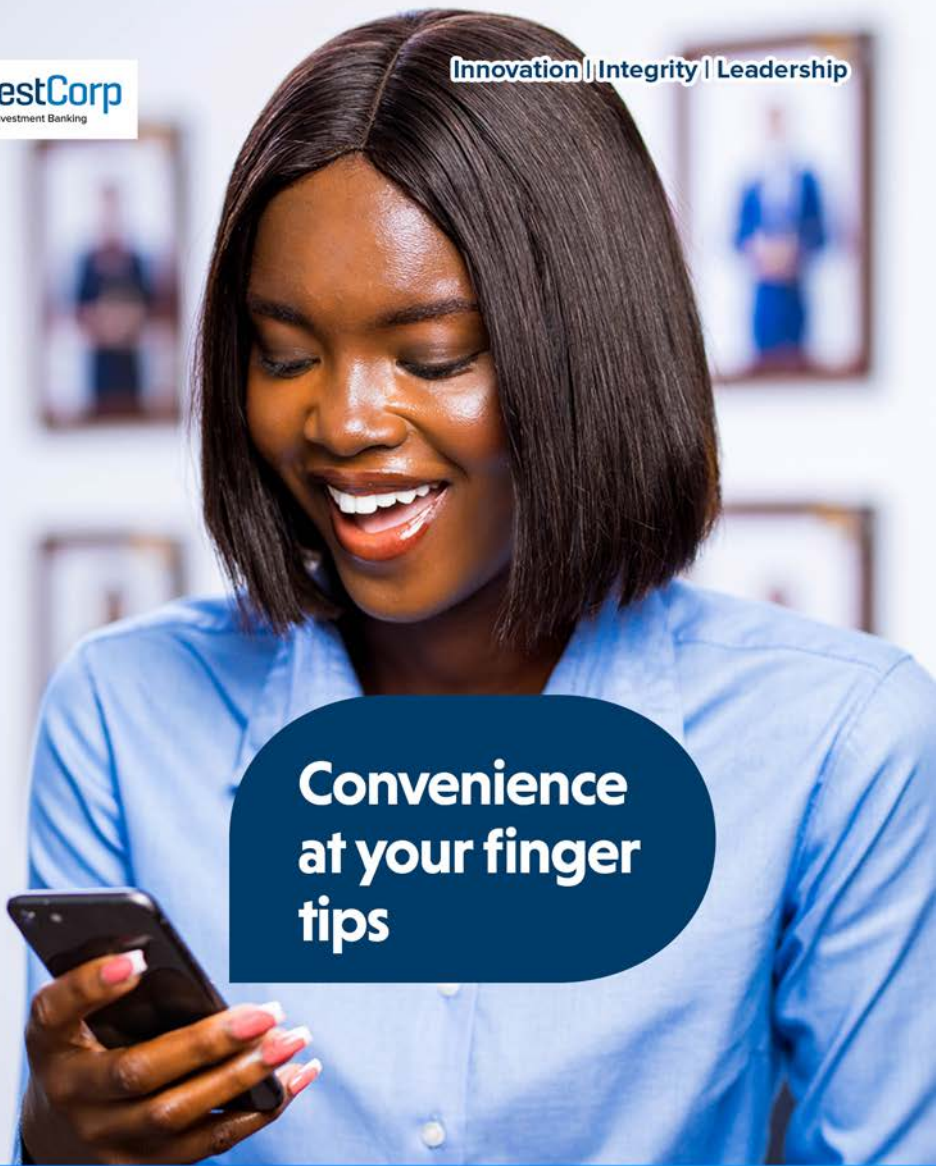
InvestCorp



- Treasury Securities Fund
- Money Market Fund
- Mid-Tier Fund
- Active Equity Fund

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at your finger
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to start your investment
journey with us



Images from last year's AGM





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