

HATIFUNGANI UNIT TRUST SCHEME – BOND FUND



UTT ASSET MANAGEMENT AND INVESTOR SERVICES PLC

REPORT OF THE BOARD OF DIRECTORS OF UTT ASSET MANAGEMENT AND INVESTOR SERVICES PLC FOR THE SIX MONTH PERIOD ENDED 31ST DECEMBER 2025

The Board of Directors of UTT AMIS (Fund Manager) presents Bond Fund report for the six months ended 31st December 2025. The Scheme which commenced operations in Sept 2019, reported net income from operations of TZS **55.3** billion out of which income distribution of TZS **50.7** billion was paid and net assets attributable to unit holders of TZS **1.1** trillion on its unaudited accounts for the six month period of ended 31st December, 2025. Audited accounts for the financial year ended 30th June 2025 reported net income from operations of TZS **24.7** billion after income distribution of TZS **79.3** billion and net assets attributable to unit holders of TZS **938.2** billion.

1. Establishment and Management of the Fund

Hatifungani Unit Trust Scheme, also known as “Bond Fund” is a collective investment scheme formed by UTT AMIS, a government sponsored institution incorporated on 19th June 2013 under the Companies Act, 2002. The Scheme was established under the Deed of Trust of the Hatifungani Unit Trust Scheme on 08 June 2019 and is regulated by Capital Markets and Securities (Collective Investment Schemes) Regulations 1997, prescribed under Capital Markets and Securities Act, 1994.

The Fund is managed by UTT AMIS, a Registered Fund Manager who has set up a management structure to carry out the day-to-day operations of the Fund. The duties of the Fund Manager are specified in Sections 4.0 of the Offer Document.

The Custodian of the Fund is CRDB Bank Plc, a commercial bank licensed to carry out banking business under the Banking and Financial Institutions Act, 2006. The duties of the Custodian are specified in Section 5.4 of the Offer Document.

2. Principal Activities and Investment Objectives

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

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

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3. Financial Performance

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

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

The Fund is open for sale and re-purchase of units using forward pricing through the Fund Manager. The sale price is based on prospective Net Asset Value (NAV) per unit of the same working day and re-purchase price is based on the Net Asset Value (NAV) per unit of the date of acceptance.

5. Risk Warning

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

6. Solvency

Solvency is the ability of the Fund in meeting its long-term financial obligations. This can be established through the Fund's Statement of Financial Position at 31st December 2025 herewith indicated. The Fund Manager considers the Fund to be solvent.

7. The Board of Directors

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

Prof. Faustin Rweshabura Kamuzora

Dr. Judika Loti King'ori

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Board Chairman

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Director

27th February, 2026
Date

HATIFUNGANI UNIT TRUST SCHEME – BOND FUND



Report of financial condition of Hatifungani Unit Trust Scheme (Bond Fund) for the half year ended 31st December 2025. Published pursuant to Part XIII, Section 38 (1) of The Capital Markets and Securities (Collective Investment Schemes) Regulations, 1997.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTH PERIOD ENDED 31ST DECEMBER 2025

	Six Months to 31 December 2025	Six Months to 31 December 2024	Twelve months to 30 June 2025
Revenue	TZS'000	TZS'000	TZS'000
Interest income	66,545,746	45,971,035	101,417,651
Other Income	3,646,417	8,295,933	26,079,154
Total Income	70,192,163	54,266,968	127,496,805
Operating Expenses	(12,859,232)	(9,025,529)	(22,409,050)
Net income from operations before taxation	57,332,931	45,241,439	105,087,755
Taxation	(1,643,324)	(279,623)	(1,052,759)
Net income from operations after tax	55,689,607	44,961,816	104,034,996
Income Distribution	(50,793,636)	(36,628,817)	(79,314,322)
Other Comprehensive Income	-	-	-
Change in net assets attributable to unit holders	4,895,971	8,332,999	24,720,674

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STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2025

	31 December 2025	31 December 2024	30 June 2025
Assets	TZS'000	TZS'000	TZS'000
Cash and cash equivalents	8,000,331	5,657,076	1,442,181
Treasury bonds	748,495,081	700,977,534	800,504,300
Term deposits with Banks	323,837,000	47,800,000	122,800,000
Interest receivable	35,549,397	18,963,431	25,693,629
Other receivables	1,506	213,802	226,152
Total assets	1,115,883,315	773,611,843	950,666,262
Liabilities			
Accounts payable	(21,180,801)	(13,310,808)	(12,423,474)
Total Liabilities	(21,180,801)	(13,310,808)	(12,423,473)
Net-assets attributable to unit holders	1,094,702,514	760,301,035	938,242,788
Represented by:			
Unit Capital	1,040,466,881	727,349,048	888,903,123
Retained earnings	49,339,662	24,618,988	24,618,988
Change in net assets\Profit	4,895,971	8,332,999	3,312,922
Total Unit holders Equity	1,094,702,514	760,301,035	938,242,788
Net Asset Value per unit based on 9,020,140,187.24419; 6,411,274,635.5674 and 7,757,773,851 units outstanding on 31st December 2025; 31st December 2024 and 30th June 2025 respectively.	<u>121.36</u>	<u>118.58</u>	<u>120.94</u>

Prof. Faustin Rweshabura Kamuzora

Dr. Judika Loti King'ori

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Board Chairman

.....
Director

27th February, 2026
Date