





DATVEST MODIFIED CONSUMER STAPLES EXCHANGE TRADED FUND AUDITED FINANCIAL RESULTS

FOR THE YEAR ENDED 31 DECEMBER 2023

FUND MANAGER'S REPORT

Datvest Modified Consumer Staples Exchange Traded Fund "Datvest ETF" provides a unique solution to various clients in helping them invest in various counters on the Zimbabwe Stock Exchange (ZSE) and Victoria Falls Stock Exchange (VFEX) through the Datvest ETF basket. The Datvest ETF tracks counters comprising of consumer staples such as Delta, Innscor, National Foods, Meikles, Simbisa Brands, OK Zimbabwe, TSL, Dairiboard, Hippo and African

Finances

The fund recorded an inflation adjusted profit after tax of ZWL\$255.2 million against prior year inflation adjusted loss of ZW\$1.6 billion driven by fair value gains in inflation adjusted terms on equity investments. The fund managed recorded profit after tax of ZWL1,1 billion in historical terms [prior year; ZWL\$93.5 million].

	AUDITE	D	UNAUDITED		
	INFLATION ADJUSTED 31 DEC 2023 ZWL\$	RESTATED 31 DEC 2022 ZWL\$	HISTORICAL 31 DEC 2023 ZWL\$	HISTORICAL 31 DEC 2022 ZWL\$	
Net assets attributable to unit holders	255 211 311	(1 649 442 581)	1 139 555 112	93 479 240	
Earnings / (loss) per unit	1.87	(7.28)	8.37	0.41	
Net asset value per unit	11.75	6.94	11.75	1.44	
Total liabilities including unit holders' funds	1 628 603 310	1 578 672 573	1 628 603 310	328 522 234	

As at the end of the year, the Fund Manager declared a final dividend of ZWL58.20 cents per unit on 28 March 2024. In light of the current macroeconomic environment, this dividend will be paid in United States Dollars as USD 0.0095 cents per unit. A separate detailed notice to shareholders will be issued in this regard.

The Outlook

Promulgation of Statutory Instrument 218 of 2023 extended the multicurrency regime to 2030 and fostered market confidence in pursuing USD medium term transactions and investments, albeit limited due to general macroeconomic policies instability. In this regard, the fund expects this to translate to increased investor confidence and improve stock market performance. The shares on the Victoria Falls Exchange are expected to preserve value for unitholders.

going concern basis is still appropriate. The Directors have engaged themselves to continuously assess the ability of the Datvest ETF to continue to operate as a going concern and to determine the continued appropriateness of the going concern assumption that has been applied in the preparation of these financial statements. The Directors are responsible for preparing the annual financial statements.

CBZ Asset Management (Private) Limited accelerated its drive to create long-term value through embedding Environmental, Social and Governance (ESG) factors into its strategy and operations. As a result, in addition to the ongoing certification with the European Organisation for Sustainable Development "EOSD", CBZ Asset Management (Private) Limited, through the parent entity CBZ Holdings Limited, also obtained a nomination for accreditation with the Green Climate Fund "GCF". The entity also engaged the International Finance Corporation "IFC" for advisory services on ESG, Climate Governance and Climate Risk which facilitated sustainability training for Board members and senior management of CBZ Asset Management (Private) Limited, aimed at establishing a firm foundation for implementation of ESG aspects. Looking ahead, the CBZ Asset Management (Private) Limited's Board is committed to continue enhancing governance structures and observe sustainability principles through incorporation of 'Green' frameworks in investment policies.

The financial statements were prepared by CBZ Asset Management (Private) Limited, the Datvest ETF's Fund Managers, under the direction and supervision of the CBZ Holdings Limited Group Chief Finance Officer Mr Tawanda Gumbo, PAAB Number 0223.

By order of the Board of CBZ Asset Management (Private) Limited.

T. MUZADZI MANAGING DIRECTOR

31 March 2024

N. MHLANGA CHAIRMAN

31 March 2024

STATEMENT OF FUND MANAGER'S RESPONSIBILITIES

CBZ Asset Management Private Limited, t/a Datvest (Manager), is the fund manager of the Datvest Modified Consumer Staples Exchange Traded Fund (the "Datvest ETF" or "the Fund"). The Directors of CBZ Asset Management Private Limited (the "Directors") are responsible for keeping proper accounting records that disclose with reasonable accuracy the financial position of the Datvest ETF and enable them to ensure that the financial statements comply with the Securities and Exchange Act (Chapter 24:25) and Collective Investments Schemes Act (Chapter 24:19). They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Datvest ETF and to prevent and detect fraud and other irregularities. The Datvest ETF inflation adjusted financial statements are required by Law and IFRS Accounting Standards (IFRS) as issued by International Accounting Standards Board (IASB) to present fairly the financial position of the Datvest ETF as at the year end and their performance for the

In preparation of the Datvest ETF's financial statements, the Manager is required to:

- state whether they have been prepared in accordance with IFRS; and
- state whether they have been prepared on the going concern basis unless it is inappropriate to consider that Datvest ETF will continue in business;
- select suitable accounting policies and then apply them consistently; and
- make judgements and estimates that are reasonable and prudent.

Compliance with Local Legislation

These financial statements comply with the Securities and Exchange Act [Chapter 24:25], Collective Investments Schemes Act [Chapter 24:19] and the Asset Management Act [Chapter 24:26].

Compliance with IFRS Accounting Standards

The financial statements have been prepared to take account of the effects of inflation in accordance with International Accounting Standard (IAS) 29, Financial Reporting in Hyperinflationary Economies. These financial statements are prepared in order to comply with IFRS Accounting Standards, as issued by the International Accounting Standards Board (IASB), which include standards and interpretations approved by the IASB as well as International Accounting Standards (IAS) and Standing Interpretations Committee (SIC) interpretations issued under previous constitutions). The historical cost amounts are shown herein as supplementary information. The Datvest ETF's External Auditors have therefore not expressed an opinion on this historic financial information.

Going concern

The Directors of CBZ Asset Management (Private) Limited ("the Directors" have assessed the ability of the Datvest ETF to continue operating as a going concern and believe that the preparation of these financial statements on a

THE TRUSTEE'S REPORT

Stanbic Investor Services Zimbabwe is the Trustee for the Datvest Modified Consumer Staples Exchange Traded Fund ('the fund') in terms of the Collective Investment Schemes Act (Chapter 24:19) and the Trust Deed.

In terms of the Trust Deed for the Fund, the Trustee is a person or an entity who holds the assets of the Fund in trust for the participants. It is the duty of the Trustee to take reasonable care to ensure that the Fund is managed by the Fund Manager in accordance with the Collective Investment Schemes Act (Chapter 24:19) and the Trust Deed, in relation to the pricing of, and dealings in, units in the Fund; the application of income of the Fund; and the

The Trustee is required to satisfy themselves on reasonable grounds and on a continuing basis that the Fund Manager has maintained and is maintaining sufficient financial records. The Trustee takes into their custody or under their control, all the capital property of the Trust and hold it in trust for the unit holders in accordance with the Trust Deed, and hence, the Trustee along with the Fund Manager, are responsible for taking all reasonable steps for the prevention and detection of fraud, error and non-compliance with law and regulations.

Having carried out such procedures as we consider necessary to discharge our responsibilities as the Trustee of the Fund, based on the information available to us and the explanations provided, we report that in all material aspects the Fund, acting through the Fund Manager:

- has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Fund's units and the application of the Fund's income in accordance with the Collective Investments Schemes Act (Chapter 24:19) and the Trust Deed; and
- has observed the investments and restrictions of the scheme



Trustees Stanbic Investor Services Zimbabwe 59 Samora Machel Avenue Harare 31 March 2024



AUDITED INFLATION ADJUSTED FINANCIAL RESULTS

For the year ended 31 December 2023

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2023

	AUDITED		UNAUDITED	
	INFLATION ADJUSTED 31 DEC 2023 ZWL\$ 000	RESTATED 31 DEC 2022 ZWL\$ 000	HISTORICAL 31 DEC 2023 ZWL\$ 000	HISTORICAL 31 DEC 2022 ZWL\$ 000
Dividend income	68 151	44 749	44 885	7 445
Fair value gains on equity instruments	198 681	(1 677 492)	1 060 812	87 642
Foreign exchange gains	70 149	4 507	70 149	938
Revenue	336 981	(1 628 236)	1175 846	96 025
Management fees	(14 937)	(8829)	(8 336)	(1134)
Trustee fees	(2777)	(2649)	(1413)	(340)
Audit fees	(44 934)	(5 625)	(25 787)	(912)
Custodial fees	(1110)	(883)	(510)	(113)
Other fees	(374)	(362)	(245)	(47)
Operating expenditure	(64 132)	(18 348)	(36 291)	(2 546)
Operating income/ (loss)	272 849	(1 646 584)	1 139 555	93 479
Monetary loss	(17 638)	(2859)	-	-
Total comprehensive income	255 211	(1 649 443)	1 139 555	93 479

STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

A ST				
	AUDITED		UNAUDITED	
	INFLATION ADJUSTED 31 DEC 2023 ZWL\$ 000	RESTATED 31 DEC 2022 ZWL\$ 000	HISTORICAL 31 DEC 2023 ZWL\$ 000	HISTORICAL 31 DEC 2022 ZWL\$ 000
ASSETS				
Cash and cash equivalents	114 062	34 358	114 062	7 150
Equity investments	1 514 542	1 544 153	1 514 542	321 338
Trade and other receivables	-	161	-	34
TOTAL ASSETS	1 628 604	1578 672	1628604	328 522
LIABILITIES				
Creditors	29 482	6 469	29 482	1 346
Net assets attributable to unitholders	1 599 122	1 572 203	1 599 122	327 176
TOTAL LIABILITIES	1628604	1578 672	1628604	328 522

STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2023

AUDITED INFLATION ADJUSTED					
	Units in Issue ZWL\$ 000	Undistributed Income ZWL\$ 000	Total ZWL\$ 000		
Opening balance as at 01 March 2022					
Total comprehensive income attributable to unit holders	-	(1 649 443)	(1 649 443)		
Issue of units during the period	3 221 646	-	3 221 646		
Closing balance as at 31 December 2022	3 221 646	(1 649 443)	1 572 203		
Opening balance as at 01 January 2023	3 221 646	(1 649 443)	1 572 203		
Total comprehensive income attributable to unit holders	-	255 211	255 211		
Net units movement during the period	(228 292)	-	(228 292)		
Closing balance as at 31 December 2023	2 993 354	(1 394 232)	1 599 122		

UNAUDITED HISTORICAL					
	Units in Issue ZWL\$ 000	Undistributed Income ZWL\$ 000	Total ZWL\$ 000		
Opening balance as at 01 March 2022					
Total comprehensive income attributable to unit holders	-	93 479	93 479		
Issue of units during the period	233 697	-	233 697		
Closing balance as at 31 December 2022	233 697	93 479	327 176		
Opening balance as at 01 January 2023	233 697	93 479	327 176		
Total comprehensive income attributable to unit holders	-	1 139 555	1 139 555		
Net units movement during the period	132 391	-	132 391		
Closing balance as at 31 December 2023	366 088	1 233 034	1 599 122		

STATEMENT OF CASH FLOWS

For the year ended 31 December 2023

	AUDITED		UNAUDITED	
	INFLATION ADJUSTED 31 DEC 2023 ZWL\$ 000	RESTATED 31 DEC 2022 ZWL\$ 000	HISTORICAL 31 DEC 2023 ZWL\$ 000	HISTORICAL 31 DEC 2022 ZWL\$ 000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit/ (loss) before taxation Adjust for non-cash items	255 211	(1 649 443)	1 139 555	93 479
Dividend income	(68 151)	(44 749)	(44 885)	(7445)
Fair value adjustments	(198 681)	1 677 492	(1 060 812)	(87 642)
Monetary loss	17 638	2 859	-	-
Unrealised foreign exchange gains	(70 149)	(4 507)	(70 149)	(938)
Cash utilised in operations before working capital changes	(64 132)	(18 348)	(36 291)	(2 546)
Working capital changes				
Purchase of investments	-	(3 221 646)	-	(233 697)
Increase in trade payables	23 013	6 469	28 135	1346
Increase in trade receivables	161	(161)	34	(34)
Cash utilised in operations after working capital changes	(40 958)	(3 233 686)	(8122)	(234 931)
Dividend income	68 151	44 749	44 885	7 445
Cash utilised in operating activities	27 193	(3 188 937)	36 763	(227 486)
Cash flows from investing activities	-	-	-	-
Cash flows from financing activities				
Proceeds from issue of units	-	3 221 646	-	233 697
Cash generated/(utilised) in financing activities		3 221 646	-	233 697
NET INCREASE IN BALANCES WITH BANKS AND CASH	27 193	32 709	36 763	6 212
Cash and cash equivalents at beginning of the year	34 358	-	7 150	-
Exchange gains on foreign cash balances	70 149	4 507	70 149	938
Inflation effects on balances with bank and cash	(17 638)	(2858)	-	-
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	114 062	34 358	114 062	7 150

GROW YOUR INVESTMENT PORTFOLIO WITH DATVEST MODIFIED CONSUMER STAPLES

EXCHANGE TRADED FUND



NOTES TO THE INFLATION ADJUSTED FINANCIAL RESULTS

For the year ended 31 December 2023

1. INCORPORATION ACTIVITIES

The Datvest Modified Consumer Staples ('the Datvest ETF') is a security listed and trading on the Zimbabwe Stock Exchange and is governed by the Collective Investments Schemes Act [Chapter 24:19] and the Asset Management Act [Chapter 24:26]. The main activity of the Datvest ETF is provision of investments into predetermined counters within the modified consumer staples basket. The Datvest ETF is managed by CBZ Asset Management (Private) Limited and is incorporated in Zimbabwe.

2.1 BASIS FOR PREPARATION

The Datvest ETF's financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and interpretations developed and issued by the IFRIC. The financial statements have been prepared in the manner required by the Companies and Other Business Entities Act (Chapter 24:31) Securities and Exchange Act (Chapter 24:25), and Asset Management Act (Chapter 24:26).

Compliance with IFRS is intended to achieve 'consistency and comparability of financial statements. The financial results have been restated to take account of inflation in accordance with IAS 29, Financial Reporting in Hyperinflationary Economies. The historical amounts are shown as supplementary information thus information does not comply with IFRS Accounting Standards. IAS 29 does not take into account historical information hence the auditors have not expressed an opinion on the historical financial information.

Datvest ETF used a combination of the Zimbabwe consumer price index (CPI) compiled by Zimbabwe National Statistics Agency (ZIMSTAT) up to January 2023 and an internal estimation based on the published- Total Consumption Poverty Line (TCPL) from February to December 2023 to determine the Consumer Price Index (CPI). The indices and conversion factors used to restate these financials are given below.

Date	Closing Indices	Movement	Conversion Factors
31 December 2023	65,703.45	381%	1.0000
31 December 2022	13,672.91	187%	4.8054

2.2 REVENUE

Datvest ETF is in the business of asset and exchange traded funds management services. Datvest ETF recognises revenue from contracts with customers under the scope of IFRS 15 as it transfers promised services to customers at an amount that reflects the consideration to which Datvest ETF expects to be entitled to in exchange for those services, excluding amounts collected on behalf of third parties. Datvest ETF applies the five-step approach to revenue recognition under IFRS 15. Datvest ETF recognises revenue when a performance obligation is satisfied by transferring a promised service to the customer (which is when the customer obtains control of that service).

2.3 CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the statement of financial position comprise cash at banks. For the purpose of the cash flow statement, cash and cash equivalents consists of cash at banks

2.4 TAXATION

The Fund is domiciled in Zimbabwe. Under the current laws of Zimbabwe, there is no income, or corporation taxes payable by the Fund.

2.5 FAIR VALUE MEASUREMENT

The determination of fair values of quoted financial assets and financial liabilities in active markets are based on quoted market prices or dealer price quotations. If the market for financial assets or financial liabilities is not actively traded the Datvest ETF fair value by using

These techniques include the use of arm's length transactions, discounted cash flow analysis, and valuation models and techniques commonly used by market participants. Datvest ETF determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

Datvest ETF measures fair values using the following fair value hierarchy that reflects the significance of inputs used in making the measurements:

Level 1: Quoted market price (unadjusted) in an active market for identical instrument.

Level 2: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable input have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

3 EXCHANGE TRADED FUNDS INVESTMENTS

QUOTED INVESTMENTS AS AT 31 DECEMBER 2023

	Share Units	Market Price ZWL\$	Market Value ZWL\$	Market Value ZWL\$
Afdis Distillers Limited	25 469	2 600	66 219 400	66 219 400
Dairibord Holdings Limited	54 405	607	33 023 525	33 023 525
Delta Corporation Limited	201 931	3 509	708 641 951	708 641 951
Hippo Valley Estates Limited	28 964	1900	55 031 600	55 031 600
Innscor Africa Limited	89 549	2 687	240 585 925	240 585 925
Meikles Limited	39 993	1 247	49 870 075	49 870 075
National Foods Limited	9 826	8 823	86 696 468	86 696 468
OK Zimbabwe Limited	192 618	214	41 190 281	41 190 281
Simbisa Brands Limited	88 057	1984	174 744 714	174 744 714
TSL Limited	53 216	1 100	58 537 600	58 537 600
	784 028		1 514 541 539	1 514 541 539
	No of Unitholders	Price (dollars)	Market Value	Number of units
0 to 10 000	744	9.0	17 357 697	1 944 397
10 001- to 50 000	213	9.0	43 818 363	4 868 707
50 001 to 100 000	51	9.0	31 311 081	3 479 009
100 001 to 500 000	57	9.0	122 061 213	13 562 357
500 001 to 1 000 000	7	9.0	45 558 693	5 062 077
1 000 001 to 10 000 000	9	9.0	218 322 198	24 258 022
10 000 001 and above	4	9.0	746 887 347	82 987 483
20 000 002 4.14 45040	1085	3.0	1 225 316 592	136 162 052

QUOTED INVESTMENTS AS AT 31 DECEMBER 2022

	Share Units	Market Price ZWL\$	Market Value ZWL\$	Market Value ZWL\$
Afdis Distillers Limited	40 584	263	51 368 622	10 689 826
Dairibord Holdings Limited	81 779	35	13 754 257	2 862 265
Delta Corporation Limited	327 326	360	565 895 193	117 762 959
Hippo Valley Estates Limited	45 722	183	40 119 141	8 348 805
Innscor Africa Limited	147 288	714	505 115 154	105 114 615
Meikles Limited	65 589	112	35 300 132	7 345 968
National Foods Limited	16 048	1 222	94 274 660	19 618 585
OK Zimbabwe Limited	317 433	32	49 299 516	10 259 244
Simbisa Brands Limited	139 611	250	168 033 577	34 967 838
TSL Limited	99 278	44	20 993 236	4 368 699
i SL Limited	1 280 658		1 544 153 489	321 338 803
	No of Unitholders	Price (dollars)	Market Value	Number of units
0 to 10 000	770	1.5 6	15 905 515	2 121 758
l0 001- to 50 000	254	1.5 6	43 123 563	5 752 581
50 001 to 100 000	52	1.5 6	26 349 816	3 515 003
100 001 to 500 000	64	1.5 6	109 964 370	14 668 986
500 001 to 1 000 000	9	1.5 6	52 175 583	6 960 099
L 000 001 to 10 000 000	12	1.5 6	272 580 568	36 361 601
10 000 001 and above	3	1.5 6	1178 079 873	157 153 060
	1 164		1 698 179 288	226 533 088



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Independent Auditors' Report

To the Unit Holders of Datvest Modified Consumer Staples Exchange Traded Fund

Opinion

We have audited the inflation adjusted financial statements of Datvest Modified Consumer Staples Exchange Traded Fund (the Fund) set out on pages 10 to 36, comprise the inflation adjusted statement of financial position as at 31 December 2023, and the inflation adjusted statement of profit or loss and other comprehensive income, the inflation adjusted statement of changes in net assets of unit holders and inflation adjusted cash flows for the year then ended, accounting policies and notes to the inflation adjusted financial statements.

In our opinion, the inflation adjusted financial statements present fairly, in all material respects, the inflation adjusted financial position of Datvest Modified Consumer Staples Exchange Traded Fund as at 31 December 2023, and its inflation adjusted financial performance and inflation adjusted cash flows for the year then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards) and the manner required by the Securities and Exchange Act (Chapter 24:25), and Asset Management Act (Chapter 24:26), and the Collective Scheme of Investments Act (Chapter 24:19).

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 Auditors' Responsibilities for the Audit of the inflation adjusted Financial Statements section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) together with the ethical requirements that are relevant to our audit of the inflation adjusted financial statements in Zimbabwe, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA 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 our audit of the inflation adjusted financial statements of the current period.

We have determined that there are no key audit matters to communicate in our report.



Other information

The directors of CBZ Asset Management (Private) Limited, the managers of the Fund, ("the directors"), are responsible for the other information. The other information comprises the information in the report titled "Datvest Modified Consumer Staples Exchange Traded Fund Annual Financial Statements for the year ended 31 December 2024", including the unaudited financial information in the inflation adjusted financial statements titled "Unaudited Historical" but does not include the inflation adjusted financial statements and our auditors' report thereon.

Our opinion on the inflation adjusted 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 inflation adjusted financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the inflation adjusted 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.

Responsibilities of the directors for the inflation adjusted financial statements

The directors are responsible for the preparation and fair presentation of the inflation adjusted financial statements in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IFRS Accounting Standards) and in the manner required by the Securities and Exchange Act (Chapter 24:25), Asset Management Act (Chapter 24:26) and the Collective Investments Schemes Act (Chapter 24:19), and for such internal control as the directors determine is necessary to enable the preparation of inflation adjusted financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the inflation adjusted financial statements, the directors are 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 the directors either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the inflation adjusted financial statements

Our objectives are to obtain reasonable assurance about whether the inflation adjusted financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 inflation adjusted 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 inflation adjusted 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 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 the directors.
- Conclude on the appropriateness of the directors' 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 auditors' report to the related disclosures in the inflation adjusted 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 auditors' 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 inflation adjusted financial statements, including the disclosures, and whether the inflation adjusted financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors of CBZ Asset Management (Private) Limited, the managers of the Fund, ("the directors"), we determine those matters that were of most significance in the audit of the inflation adjusted financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Brian Njikizana

Chartered Accountant (Zimbabwe)

Registered Auditor

PAAB Practicing Certificate Number 0363

31 March 2024

For and on behalf of, KPMG Chartered Accountants (Zimbabwe), Reporting Auditors

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