

# 2020

# FCS TRUST

# ANNUAL REPORT

---

*Innovative solutions for development*



**FCS  
TRUST**



# TABLE OF CONTENTS

03 INTRODUCTION

---

03 INCORPORATION

---

03 SHARE CAPITAL STRUCTURE

---

03 SHAREHOLDERS OF THE COMPANY

---

04 BOARD OF DIRECTORS OF FCS TRUST

---

04 CORPORATE GOVERNANCE

---

05 PRINCIPAL ACTIVITIES

---

05 OWNERSHIP OF PROPERTY

---

05 CAPITAL FROM FOUNDATION FOR CIVIL SOCIETY

---

05 INVESTMENTS

---

06 DIVIDENDS

---

06 CORPORATE SOCIAL RESPONSIBILITY

---

06 KEY HIGHLIGHT OF THE PERIOD

---

06 AUDITORS

---

# MESSAGE FROM CHAIRPERSON



**Dr. Stigmata Tenga**

CHAIRPERSON  
FCS TRUST LIMITED

Dear shareholders,

Welcome to the first annual report for FCS TRUST LIMITED. FCS TRUST has officially started its operations from January 2020.

During the year, we have started investing capital received from Foundation for Civil Society in areas that have shown great potential in return with minimum risks despite slow growth in the overall market performance.

In terms of assets, the Uporoto landed property that was previously recorded in the Foundation for Civil Society books of account was officially transferred to FCS TRUST LIMITED. The property has a book value of TZS 1,330,800,000.

We at the Board are committed to promoting transparency as well as fair and timely decision making that carefully considers the interests of our shareholders.

The Board is concerned with the growing threat of COVID-19 and its impact on the performance of FCS TRUST. We will continue to monitor the situation and come up with strategies that will minimize the effects.

Finally, I would like to take this opportunity to thank my fellow Board Member for continuing to volunteer his time and expertise to ensure the realization of the vision for the establishment of FCS TRUST.

# STATEMENT FROM THE CEO



**Martha Olotu**

CEO

FCS TRUST LIMITED

After more than five years of discussions and deliberations at different governance levels, finally in the year 2020, the big dream of operationalization of Foundation for Civil Society's commercial arm came to fruition.

The year 2020 was the year of work by learning. We learned from peers, but more importantly, we made strides in learning what works and what does not work in this new journey that we have commenced.

In the same year, the Board of FCS TRUST LIMITED approved a three-year Business and Investment Plan (2021- 2023) that will be used as a guide by the Secretariat in making informed business and investment decisions.

I would like to take this opportunity to thank Shareholders for having faith to invest in FCS TRUST LIMITED and the Board of Directors of FCS TRUST LIMITED for their continued guidance to the Secretariat.

## 1. INTRODUCTION

The Board of Directors of FCS TRUST LIMITED have the pleasure to present its report together with the audited financial statements for the year ended 31<sup>st</sup> December, 2020 which discloses the state of affairs of FCS TRUST LIMITED.

## 2. INCORPORATION

FCS TRUST LIMITED was incorporated in June 2019 under the Tanzania Companies Act, 2002 (hereinafter, the Company Act) as a limited liability company.

## 3. SHARE CAPITAL STRUCTURE

FCS TRUST share capital structure for the year 2020 is Tanzanian shillings 100,000,000 divided into 1,000 ordinary shares of TZS 100,000 each.

## 4. SHAREHOLDERS OF THE COMPANY

As at 31<sup>st</sup> December 2020, the shareholders of FCS TRUST were as follows:

Category	No of shares	Value of shares	% of holdings
Foundation for Civil Society	999	99,900,000	99%
Dr. Stigmata Tenga	1	100,000	1%

## 5. BOARD OF DIRECTORS OF FCS TRUST

The Directors of FCS TRUST who held office during the year and to the date of this report were:

Name	Position	Professional/ Qualification	Nationality	Date of appointment
Dr. Stigmata Tenga	Chairperson	Agricultural Anthropologist	Tanzanian	26/7/2018
Advocate Francis Kiwanga	Director	Advocate	Tanzanian	26/7/2018

## 6. CORPORATE GOVERNANCE

The Board has overall responsibility for FCS TRUST including monitoring investments decisions and considering financial matters.

The Board is required to meet at least four times a year. The Board delegates the day to day management of the business to the Chief Executive Officer.

During the year, the Board held four ordinary meetings. The Board meetings held during the year are as summarized below:

No.	Name of the Director	Position	Total meeting	Meetings attended	Percentage
1	Dr. Stigmata Tenga	Chairperson	4	4	100%
2	Adv. Francis Kiwanga	Director	4	4	100%

## **7. PRINCIPAL ACTIVITIES**

Principal activities of FCS TRUST LIMITED are to carry out consultancies in fiscal sponsorship services, institutional and staff development and advisory services to the civil society sector. Development partners, Private Foundations, Social Enterprises, Private sector, Academic institutions, Government Institutions and individual philanthropists. FCS TRUST LIMITED also carries out investment in low risk portfolios.

## **8. OWNERSHIP OF PROPERTY**

FCS TRUST LIMITED owns a property at Plot No. 54B, Uporoto Street, Kinondoni Municipality in Dar es salaam that was transferred from Foundation for Civil Society.

## **9. CAPITAL FROM FOUNDATION FOR CIVIL SOCIETY**

In September 2020, FCS TRUST LIMITED received capital of TZS 350,000,000 from Foundation for Civil Society.

## **10. INVESTMENTS**

In October 2020, FCS TRUST LIMITED's Board made a decision to invest TZS 250,000,000 with Liquid Fund Unit Trust Scheme (UKWASI FUND) managed by UTT Asset Management and Investor Services PLC for a span of one year at an annual return of 12% to 14% net of tax.

In order to allow diversification and to minimize investment risks, TZS 100,000,000 will be invested with CRDB Bank as a fixed deposit for a one year term in 2021 at a rate of 8%.



## 11. DIVIDENDS

The Directors do not propose payment of a dividends for 2020

## 12. CORPORATE SOCIAL RESPONSIBILITY

In the year 2020, FCS TRUST participated in a Giving Tuesday event organized by its sister company Foundation for Civil Society.

## 13. KEY HIGHLIGHT OF THE PERIOD

**For the year 2020, below are the major developments that happened within FCS TRUST**

1. Development of company logo, its interpretation and tagline
2. Development of key company policies: Financial manual policy, procurement manual and investment manual.
3. Development of marketing tools such as website, company profile, and social media accounts
4. Implementation of consultancy assignments
5. Carrying out a feasibility study for establishing FCS TRUST conference hall at Uporoto area.

## 14. AUDITORS

HLB MELKONSULT was the auditor of FCS TRUST for 18 months (June 2019 to December 2020). A resolution proposing the appointment of the external auditor of FCS TRUST for the year ending 31<sup>st</sup> December 2020 was done by shareholders in the 1<sup>st</sup> extra ordinary Annual General Meeting held on 4<sup>th</sup> December 2020.







**FCS**  
**TRUST**

DO YOU HAVE ANY  
**QUESTION**  
**FOR US?**

---

**FCS TRUST LIMITED**

7 Madai Crescent, Ada Estate, Plot No. 154  
P.O.BOX 7192, Dar es salaam, Tanzania

**Contact:** +255 222 664890/2

**Email:** [info@fcstrust.co.tz](mailto:info@fcstrust.co.tz)

**Website:** [www.fcstrust.net](http://www.fcstrust.net)



**FCS\_TRUST**