

Semi-Annual Report for

AmMalaysia Equity

30 April 2022



AmInvest

Growing Your Investments in a Changing World

TRUST DIRECTORY

Manager

AmFunds Management Berhad
9th & 10th Floor, Bangunan AmBank Group
55 Jalan Raja Chulan
50200 Kuala Lumpur

Board of Directors

Jeyaratnam A/L Tamotharam Pillai
Dato' Mustafa Bin Mohd Nor
Tai Terk Lin
Ng Chih Kaye
Jas Bir Kaur A/P Lol Singh
Goh Wee Peng

Investment Committee

Jas Bir Kaur A/P Lol Singh
Dato' Mustafa Bin Mohd Nor
Izad Shahadi Bin Mohd Sallehuddin
Goh Wee Peng

Trustee

HSBC (Malaysia) Trustee Berhad

Auditors and Reporting Accountants

Ernst & Young PLT

Taxation Adviser

Deloitte Tax Services Sdn Bhd

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MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the unaudited accounts of AmMalaysia Equity ("Fund") for the financial period from 1 November 2021 to 30 April 2022.

Salient Information of the Fund

Name	AmMalaysia Equity ("Fund")
Category/ Type	Equity / Growth
Objective	<p>The Fund's investment objective is to provide long-term capital appreciation by investing in equity securities of companies listed on Bursa Malaysia Berhad. The Fund will invest in companies across a wide range of industries with above average growth potential*.</p> <p><i>Note:</i> <i>*Above average growth potential in this context refers to the earnings growth higher than the market average.</i> <i>Any material change to the investment objective of the Fund would require Unit Holders' approval.</i></p>
Duration	The Fund was established on 17 March 2010 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.
Performance Benchmark	<p>FTSE Bursa Malaysia Emas Index ("FBM Emas") (Available at www.aminvest.com / www.bursamalaysia.com)</p> <p><i>Note: The benchmark does not imply that the risk profile of the Fund is the same as the risk profile of the benchmark. Investors of the Fund will assume a higher risk compared to the benchmark. Hence, the returns of the Fund may be potentially higher due to the higher risk faced by the investors.</i></p> <p><i>Source: FTSE International Limited ("FTSE") © FTSE 2022. "FTSE®" is a trade mark of the London Stock Exchange Group companies and is used by FTSE International Limited under licence. "BURSA MALAYSIA" is a trade mark of Bursa Malaysia Berhad ("BURSA MALAYSIA"). All intellectual property rights in the index values and constituent list vests in FTSE and BURSA MALAYSIA. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and / or FTSE ratings or underlying data. No further distribution of FTSE Data is permitted without FTSE's express written consent.</i></p>
Income Distribution Policy	Income distribution (if any) is incidental.

Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 30 April 2022 and for the past three financial years are as follows:			
	As at 30.4.2022 %	As at 31 October		
		2021 %	2020 %	2019 %
Collective investment scheme	-	-	0.62	-
Consumer discretionary	7.88	7.95	-	4.32
Consumer staples	4.61	6.47	5.19	-
Energy	1.67	3.38	-	7.68
Exchange Traded Funds	-	1.87	-	-
Financials	31.14	28.97	14.54	19.46
Health care	3.18	1.82	16.38	8.63
Industrials	11.18	12.27	8.85	9.90
Information technology	8.60	10.71	10.28	1.44
Materials	4.49	6.67	7.04	2.36
REITs	1.76	-	4.79	20.72
Telecommunication services	7.59	8.09	11.29	3.02
Utilities	5.18	4.67	8.19	3.67
Money market deposits and cash equivalents	12.72	7.13	12.83	18.80
Total	100.00	100.00	100.00	100.00

Note: The abovementioned percentages are calculated based on total net asset value.

Performance Details	Performance details of the Fund for the financial period ended 30 April 2022 and three financial years ended 31 October are as follows:			
	Half year ended 30.4.2022	FY 2021	FY 2020	FY 2019
Net asset value (RM)*	5,405,993	6,409,370	7,635,781	9,987,782
Units in circulation*	2,852,159	3,265,070	4,147,406	6,625,626
Net asset value per unit (RM)*	1.8954	1.9630	1.8411	1.5074
Highest net asset value per unit (RM)*	1.9372	2.0084	1.9241	1.5300
Lowest net asset value per unit (RM)*	1.7454	1.8216	1.1186	1.3543
Benchmark performance (%)	-0.80	8.91	-6.12	-3.94
Total return (%) ⁽¹⁾	-3.40	6.57	22.14	4.33
- Capital growth (%)	-3.40	6.57	22.14	4.33
- Income distribution (%)	-	-	-	-
Gross distribution (sen per unit)	-	-	-	-
Net distribution (sen per unit)	-	-	-	-
Total expense ratio (%) ⁽²⁾	2.67	1.81	1.78	1.80
Portfolio turnover ratio (times) ⁽³⁾	0.40	1.15	2.15	1.96

* Above prices and net asset value per unit are not shown as ex-distribution.

Note:

- (1) Total return is the actual return of the Fund for the respective financial period/years computed based on the net asset value per unit and net of all fees.
- (2) Total expense ratio ("TER") is calculated based on the total fees and expenses incurred by the Fund divided by the average fund size calculated on a daily basis. The TER increased by 0.86% as compared to 1.81% per annum for the financial year ended 31 October 2021 mainly due to decrease in average fund size.
- (3) Portfolio turnover ratio ("PTR") is calculated based on the average of the total acquisitions and total disposals of investment securities of the Fund divided by the average fund size calculated on a daily basis. The PTR decreased by 0.75 times (65.2%) as compared to 1.15 times for the financial year ended 31 October 2021 mainly due to decrease in investing activities.

Average Total Return (as at 30 April 2022)

	AmMalaysia Equity ^(a) %	FBM Emas ^(b) %
One year	-2.61	-2.82
Three years	7.40	-0.54
Five years	8.23	-1.92
Ten years	8.79	0.62

Annual Total Return

Financial Years Ended (31 October)	AmMalaysia Equity ^(a) %	FBM Emas ^(b) %
2021	6.57	8.91
2020	22.14	-6.12
2019	4.33	-3.94
2018	10.93	-6.57
2017	10.95	6.89

(a) Source: Novagni Analytics and Advisory Sdn Bhd.

(b) FTSE Bursa Malaysia Emas Index ("FBM Emas")

(Available at www.aminvest.com / www.bursamalaysia.com)

The Fund performance is calculated based on the net asset value per unit of the Fund. Average total return of the Fund and its benchmark for a period is computed based on the absolute return for that period annualised over one year.

Note: Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

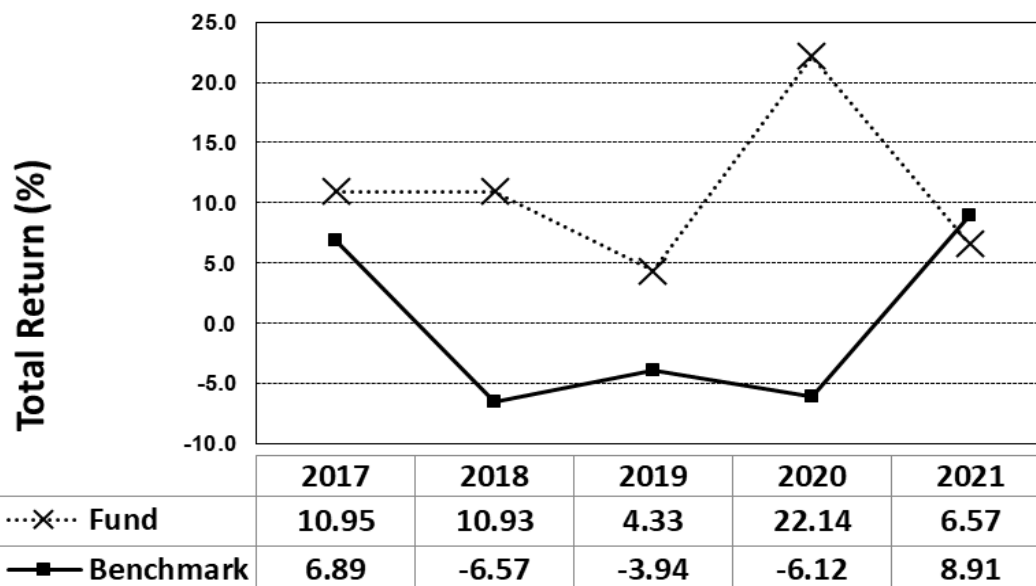
Fund Performance

For the financial period under review, the Fund registered a negative return of 3.40% which was entirely capital in nature.

Thus, the Fund's negative return of 3.40% has underperformed the benchmark's negative return of 0.80% by 2.60%.

As compared with the financial year ended 31 October 2021, the net asset value ("NAV") per unit of the Fund decreased by 3.44% from RM1.9630 to RM1.8954, while units in circulation decreased by 12.65% from 3,265,070 units to 2,852,159 units.

The following line chart shows comparison between the annual performances of AmMalaysia Equity and its benchmark, FBM Emas for the financial years ended 31 October.



Financial Years Ended (31 October)

Note: Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

Strategies and Policies Employed

For the financial period under review, the Fund invested primarily in Malaysian equities. Liquid assets are strategically used for defensive measures in the short-term, if the Manager views market risk to be high.

The Manager adopted a top-down investment approach followed by both quantitative and qualitative screens for stock selection. The Fund will actively balance between 'growth' and 'defensive' stocks depending on the Manager's view of the market cycle. The asset allocation and stock selection will be reviewed periodically depending on the country's economic and stock market outlook.

Portfolio Structure

The table below shows the asset allocation of the Fund as at 30 April 2022 and 31 October 2021.

	As at 30.4.2022 %	As at 31.10.2021 %	Changes %
Consumer discretionary	7.88	7.95	-0.07
Consumer staples	4.61	6.47	-1.86
Energy	1.67	3.38	-1.71
Exchange Traded Funds	-	1.87	-1.87
Financials	31.14	28.97	2.17
Health care	3.18	1.82	1.36
Industrials	11.18	12.27	-1.09
Information technology	8.60	10.71	-2.11
Materials	4.49	6.67	-2.18
REITs	1.76	-	1.76
Telecommunication services	7.59	8.09	-0.50
Utilities	5.18	4.67	0.51
Money market deposits and cash equivalents	12.72	7.13	5.59
Total	100.00	100.00	

	At the end of the financial period under review, there were some changes to the portfolio, the most notable being the increase in exposure to financials and REITs, at the expense of materials and information technology.
Securities Lending / Repurchase Transactions	The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).
Cross Trade	There were no cross trades undertaken during the financial period under review.
Distribution/ Unit Splits	There is no income distribution and unit split declared for the financial period under review.
State of Affairs	There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unitholders during the financial period under review.
Rebates and Soft Commission	<p>During the period, the management company received soft commissions by virtue of transactions conducted for the Fund, in the form of research services, systems and services relating to performance measurement of portfolios and subscription fees for fund’s benchmark indices. All of these assist in the investment decision making process which are of demonstrable benefit to unitholders of the Fund.</p> <p>The company has soft commission arrangement with a total of 8 brokers, who execute trades for the Fund and other funds or investments managed by the company. The soft commission received would be in the form of research services, systems and services relating to performance measurement of portfolios and/or subscription fees for fund’s benchmark indices. All of these assist in the investment decision making process which are of demonstrable benefit to unitholders of the Fund and other funds or investments managed by the company.</p> <p>Soft commissions received were for the benefit of the Fund and there was no churning of trades.</p>
Market Review	<p>The KLCI gained 2.44% from Nov 21 to Apr 22 while the Dow Jones tumbled 7.94%. The mid and small cap underperformed as FBM 70 and FBMSC Index dropped 10.00% and 2.47% respectively. Sector wise, Plantation was the best performing sector, increasing 29.93%. On the other hand, Technology was the worst performing sector, down by -27.93%. The top three gainers in KLCI components stocks were Kuala Lumpur Kepong (+36.26%), Sime Darby Plantation (+30.67%) and IOI Corp (+18.83%) while the worst performing stocks were Top Glove (-38.24%), Inari (-26.61%) and Hartalega (-24.91%).</p> <p>During 4Q2021, key developments that happened in the local political landscape such as the landslide win in the Malacca and Sarawak state elections by the coalition government, have increased the prospects of an early 15th General Elections (GE). Additionally, Malaysia’s Ministry of Finance (MoF) announced the stamp duty cap for the trading of shares which is to be reinstated but at a higher MYR1,000, while the rate of 0.15% is maintained. The government had also announced a revision on tax for foreign sourced income, although the exemption is only for individuals.</p> <p>Moving into 1Q2022, politics was the key development for Malaysia in 1Q2022. Barisan Nasional secured yet another state election victory in Johor, marking their third win since 2020. Expectations for an earlier 15th General Election have started to pick up steam. In addition, the MRT3 circle line was approved, while Transport Minister Wee Ka Siong had spoken of a KL-Singapore High Speed Rail revival. Spurring on the</p>

	<p>expectations of the early elections were various “feel-good” announcements by the government which included an increase in the nation’s minimum wage to MYR1,500 and yet another Employees Provident Fund (EPF) withdrawal scheme (MYR10,000).</p> <p>Outside of politics, Malaysia had also announced the re-opening of its borders with effect from 1st of April 2022. While Malaysia’s borders had already been open prior, the latest development no longer imposes those entering the country to be quarantine. The new rule also saw the Malaysia-Singapore Vaccinated Travel Lane (VTL) being lifted. From a daily quota of just 3,420 earlier, there will no longer be any restrictions.</p> <p>On the other side of the globe, Russia’s invasion of Ukraine on 24th Feb led to boycotts on Russian oil and gas by the United States (US) and the United Kingdom (UK). This increased pressure on the prices of key commodities such as the Brent Crude, Coal and Gold, all of which spiked in early March. In anticipation of the inflationary impact from the crisis and the impact on global growth, Bank Negara Malaysia (BNM), in its 2021 Annual Report briefing on 30th March, lowered its 2022 Gross Domestic Product (GDP) projections to between 5.3% and 6.3% (from 5.5% to 6.5% previously). Growth is expected to be driven by the full uplifting of containment measures, as well as the reopening of international borders.</p> <p>Foreign institutional was net buyer of MYR0.8b worth of equities in April 2022, bringing Year to Date (YTD) inflow to MYR7.3b. Local institution investors were net sellers of MYR1.1b equities. Average daily value traded plunged 30% MoM to MYR2b in April.</p>
<p>Market Outlook</p>	<p>We are cautiously optimistic for the equity market as we expect the recovery scenario will continue to unfold going into 2022 and the world adapts to COVID-19 in our midst. Market is expected to remain volatile as investors digest each Federal Open Market Committee (FOMC) policy rate hike to determine how many more hikes to go to address inflation and growth. The conflict in Ukraine continues with no end in sight while news and speculation of sanctions and possible de-escalation in conflict would continue to affect commodity prices and portfolio positioning by investors.</p> <p>As such, a barbell strategy is deployed, balancing high quality dividend-yielding stocks with stocks poised to benefit from the recovery theme. The portfolio will maintain the current equity range, trading the price swings where possible and look to add weights in reopening plays like banks and consumer stocks in addition to selected commodity stocks on price weakness.</p>
<p>Additional Information</p>	<p>The following information was updated:</p> <p>1) The Eighth Supplementary Master Prospectus dated 20 December 2021 has been registered with the Securities Commission Malaysia, to include the changes of but not limited to:</p> <ul style="list-style-type: none"> • the update on definition of “Classes”; • the update on the investment committee; • the revision made to the section on Related Party Transactions / Conflict of Interest; and • the update to the section on Taxation. <p>Notice of the changes for the Eighth Supplementary Master Prospectus dated 20 December 2021 has been published on our website at www.aminvest.com and sent to the Unit Holders.</p> <p>2) With effect from 14 February 2022, the business and registered address of the trustee of the Fund is as follows:</p>

TRUSTEE

HSBC (Malaysia) Trustee Berhad
Registered & Business Office
Level 19, Menara IQ
Lingkaran TRX
55188 Tun Razak Exchange
Kuala Lumpur
Tel: 603 2075 7800
Fax: 603 8894 2611

Kuala Lumpur, Malaysia
AmFunds Management Berhad

24 June 2022

AmMalaysia Equity**CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2022**

	Note	30.4.2022 (unaudited) RM	31.10.2021 (audited) RM
ASSETS			
Investments	4	4,718,463	5,952,317
Amount due from Manager	5(a)	-	34,838
Amount due from broker	6	28,082	87,417
Dividends receivable		1,780	5,311
Deposit with financial institution	7	505,024	270,013
Cash at banks		209,919	128,760
TOTAL ASSETS		5,463,268	6,478,656
LIABILITIES			
Amount due to Manager	5(b)	6,873	45,289
Amount due to broker	6	43,504	13,046
Amount due to Trustee	8	215	251
Sundry payables and accruals		6,683	10,700
TOTAL LIABILITIES		57,275	69,286
NET ASSET VALUE ("NAV") OF THE FUND		5,405,993	6,409,370
EQUITY			
Unit holders' capital	10(a)	(364,673)	409,314
Retained earnings	10(b)(c)	5,770,666	6,000,056
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	5,405,993	6,409,370
UNITS IN CIRCULATION	10(a)	2,852,159	3,265,070
NAV PER UNIT		1.8954	1.9630

The accompanying notes form an integral part of the unaudited financial statements.

AmMalaysia Equity

CONDENSED STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

	Note	1.11.2021 to 30.4.2022 RM	1.11.2020 to 30.4.2021 RM
INVESTMENT (LOSS)/INCOME			
Gross dividend/distribution income		87,775	113,863
Interest income		2,863	9,777
Net (loss)/gain from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	9	(247,139)	455,790
Other unrealised foreign exchange loss		-	(6)
		<u>(156,501)</u>	<u>579,424</u>
EXPENDITURE			
Manager’s fee	5	(40,954)	(51,195)
Trustee’s fee	8	(1,365)	(1,723)
Audit fee		(2,693)	(3,207)
Tax agent’s fee		(2,565)	(2,579)
Brokerage and other transaction fees		(20,186)	(34,644)
Other expenses		(5,126)	(3,948)
		<u>(72,889)</u>	<u>(97,296)</u>
Net (loss)/income before taxation		(229,390)	482,128
Taxation	12	-	(362)
Net (loss)/income after taxation, representing total comprehensive (loss)/income for the financial period		<u>(229,390)</u>	<u>481,766</u>
Total comprehensive (loss)/income comprises the following:			
Realised income		70,787	713,488
Unrealised losses		(300,177)	(231,722)
		<u>(229,390)</u>	<u>481,766</u>

The accompanying notes form an integral part of the unaudited financial statements.

AmMalaysia Equity

CONDENSED STATEMENT OF CHANGES IN EQUITY *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

	Note	Unit holders' capital RM	Retained earnings RM	Total equity RM
At 1 November 2021		409,314	6,000,056	6,409,370
Total comprehensive loss for the financial period		-	(229,390)	(229,390)
Creation of units	10(a)	1,536,196	-	1,536,196
Cancellation of units	10(a)	(2,310,183)	-	(2,310,183)
Balance at 30 April 2022		<u>(364,673)</u>	<u>5,770,666</u>	<u>5,405,993</u>
At 1 November 2020		2,178,390	5,457,391	7,635,781
Total comprehensive income for the financial period		-	481,766	481,766
Creation of units		7,809,730	-	7,809,730
Cancellation of units		(10,932,547)	-	(10,932,547)
Balance at 30 April 2021		<u>(944,427)</u>	<u>5,939,157</u>	<u>4,994,730</u>

The accompanying notes form an integral part of the unaudited financial statements.

AmMalaysia Equity**CONDENSED STATEMENT OF CASH FLOWS (Unaudited)
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

	1.11.2021 to 30.4.2022 RM	1.11.2020 to 30.4.2021 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investments	2,746,236	5,608,673
Purchase of investments	(1,669,727)	(2,903,863)
Dividends/distributions received	91,305	117,058
Interest received	2,863	9,777
Manager's fee paid	(42,092)	(54,993)
Trustee's fee paid	(1,401)	(1,841)
Tax agent's fee paid	(5,200)	(5,200)
Payments for other expenses	(29,387)	(43,595)
Net cash generated from operating and investing activities	<u>1,092,597</u>	<u>2,726,016</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	1,571,034	7,809,723
Payments for cancellation of units	(2,347,461)	(10,986,866)
Net cash used in financing activities	<u>(776,427)</u>	<u>(3,177,143)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	316,170	(451,127)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>398,773</u>	<u>1,047,726</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>714,943</u>	<u>596,599</u>
Cash and cash equivalents comprise:		
Deposit with financial institution	505,024	584,028
Cash at banks	209,919	12,571
	<u>714,943</u>	<u>596,599</u>

AmMalaysia Equity

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

1. GENERAL INFORMATION

AmMalaysia Equity (“the Fund”) was established pursuant to a Deed dated 3 October 2001 as amended by Deeds Supplemental thereto (“the Deed”), between AmFunds Management Berhad as the Manager, HSBC (Malaysia) Trustee Berhad as the Trustee and all unit holders. By a Supplemental Master Deed dated 5 February 2010, the Fund has changed its name from AmNew Frontier to AmMalaysia Equity.

The Fund was first set up with the objectives of providing medium to long-term investors with a vehicle to pool and invest their funds in order to obtain reasonable returns through investing in securities with management and business philosophies of knowledge, innovation and technology. Pursuant to a unit holders’ meeting held on 2 December 2009 and the adjourned meeting on 22 December 2009, the Fund’s investment objective was modified to provide long-term capital appreciation by investing in equity securities of companies listed on Bursa Malaysia Securities Berhad. The Fund will invest in companies across a wide range of industries with above average growth potential.

The financial statements were authorised for issue by the Manager on 24 June 2022.

2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Fund have been prepared on a historical cost basis, except as otherwise stated in the accounting policies and comply with Malaysian Financial Reporting Standards 134: Interim Financial Reporting (“MFRS 134”) as issued by the Malaysian Accounting Standards Board (“MASB”).

Standards effective during the financial period

The adoption of MFRS which has been effective during the financial period did not have any material financial impact to the financial statements, which as per the following:

Description	Effective for financial periods beginning on or after
<i>Interest Rate Benchmark Reform – Phase 2</i> (Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16)	1 January 2021

Standards issued but not yet effective

The standards and amendments to standards that have been issued but not yet effective up to the date of issuance of the Fund’s financial statements are disclosed below. The Fund intends to adopt these new pronouncements, if applicable, when they become effective:

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS (CONT'D.)

Description	Effective for financial periods beginning on or after
<i>Covid-19 - Related Rent Concessions beyond 30 June 2021</i> (Amendments to MFRS 16)*	1 April 2021
Amendments to MFRSs contained in the document entitled “Annual Improvements to MFRS Standards 2018-2020”	1 January 2022
Reference to the Conceptual Framework (Amendments to MFRS 3 <i>Business Combinations</i>)*	1 January 2022
Property, Plant and Equipment – Proceeds before Intended Use (Amendments to MFRS 116 <i>Property, Plant and Equipment</i>)*	1 January 2022
Onerous Contracts - Cost of Fulfilling a Contract (Amendments to MFRS 137 <i>Provisions, Contingent Liabilities and Contingent Assets</i>)	1 January 2022
Extension of the Temporary Exemption from Applying MFRS 9 (Amendments to MFRS 4 <i>Insurance Contracts</i>)*	1 January 2022
MFRS 17 <i>Insurance Contracts</i> and Amendments to MFRS 17*	1 January 2023
Initial Application of MFRS 17 and MFRS 9 - <i>Comparative Information</i> (Amendments to MFRS 17 <i>Insurance Contracts</i>)*	1 January 2023
Amendments to MFRS 101: <i>Presentation of Financial Statements Classification of Liabilities as Current or Non-Current</i>	1 January 2023
Amendments to MFRS 101: <i>Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 108: <i>Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 112 <i>Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*</i>	Deferred

* *These MFRS and Amendments to MFRSs are not relevant to the Fund.*

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Income recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the income can be reliably measured. Income is measured at the fair value of consideration received or receivable.

(i) Dividend/distribution income

Dividend/distribution income is recognised when the Fund’s right to receive payment is established.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

3.1 Income recognition (cont'd.)

(ii) Interest income

Interest income on short-term deposits is recognised on an accrual basis using the effective interest method.

(iii) Gain or loss on disposal of investments

On disposal of investments, the net realised gain or loss on disposal is measured as the difference between the net disposal proceeds and the carrying amount of the investments. The net realised gain or loss is recognised in profit or loss.

3.2 Income tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

3.3 Functional and presentation currency

Functional currency is the currency of the primary economic environment in which the Fund operates that most faithfully represents the economic effects of the underlying transactions. The functional currency of the Fund is Ringgit Malaysia ("RM") which reflects the currency in which the Fund competes for funds, issues and redeems units. The Fund has also adopted RM as its presentation currency.

3.4 Foreign currency transactions

Transactions in currencies other than the Fund's functional currency (foreign currencies) are recorded in the functional currency using exchange rates prevailing at the transaction dates. At each reporting date, foreign currency monetary items are translated into RM at exchange rates ruling at the reporting date. All exchange gains or losses are recognised in profit or loss.

3.5 Statement of cash flows

The Fund adopts the direct method in the preparation of the statement of cash flows.

Cash and cash equivalents are short-term, highly liquid investments that are readily convertible to cash with insignificant risk of changes in value.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

3.6 Distribution

Distributions are at the discretion of the Manager. A distribution to the Fund's unit holders is accounted for as a deduction from the retained earnings and realised income. Realised income is the income earned from dividend/distribution income, interest income and net gain on disposal of investments after deducting expenses and taxation. A proposed distribution is recognised as a liability in the period in which it is approved. Distribution is either reinvested or paid in cash to the unit holders on the income payment date. Reinvestment of units is based on the NAV per unit on the income payment date, which is also the time of creation.

3.7 Unit holders' capital

The unit holders' capital of the Fund meets the definition of puttable instruments and is classified as equity instruments under MFRS 132 *Financial Instruments: Presentation* ("MFRS 132").

3.8 Financial assets – initial recognition and measurement

(i) Initial recognition

Financial assets and financial liabilities are recognised when the Fund becomes a party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognised using trade date accounting or settlement date accounting. The method used is applied consistently for all purchases and sales of financial assets that belong to the same category of financial assets.

(ii) Initial measurement

All financial assets are recognised initially at fair value, in the case of financial assets not recorded at FVTPL, transaction costs that are attributable to the acquisition of the financial asset. All financial liabilities are recognised initially at fair value and, in the case of financial liabilities not recorded at FVTPL, net of directly attributable transaction costs.

(iii) "Day 1" profit or loss

At initial measurement, if the transaction price differs from the fair value, the Fund immediately recognises the difference between the transaction price and fair value (a "Day 1" profit or loss) in profit or loss provided that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. Level 1 input) or based on a valuation technique that uses only data from observable markets. In all other cases, the difference between the transaction price and model value is recognised in profit or loss on a systematic and rational basis that reflects the nature of the instrument over its tenure.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

3.9 Financial assets – classification and subsequent measurement

The Fund subsequently measures its investments in equity investments and collective investment schemes (“CIS”) at FVTPL. Dividends/distribution earned whilst holding the investments are recognised in profit or loss when the right to receive the payment has been established. Gains and losses on the investments, realised and unrealised, are included in profit or loss.

3.10 Financial assets under MFRS 9

(i) Classification and measurement

The classification of financial assets depends on the Fund’s business model of managing the financial assets in order to generate cash flows (“business model test”) and the contractual cash flow characteristics of the financial instruments (“SPPI test”). The business model test determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both and the assessment is performed on a portfolio basis. The SPPI test determines whether the contractual cash flows are solely for payments of principal and interest and the assessment is performed on a financial instrument basis.

The Fund may classify its financial assets under the following categories:

Financial assets at amortised cost

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets include in this category are deposits with financial institutions, cash at banks, amounts due from brokers/financial institutions, amount due from Manager and other receivables.

Financial assets at FVOCI

A financial asset is measured at fair value through other comprehensive income (“FVOCI”) if its business model is both to hold the asset to collect contractual cash flows and to sell the financial asset. In addition, the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the outstanding principal.

These investments are initially recorded at fair value and transaction costs are expensed in the profit or loss. Subsequent to initial recognition, these investments are remeasured at fair value. All fair value adjustments are initially recognised through OCI. Debt instruments at FVOCI are subject to impairment assessment.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

3.10 Financial assets under MFRS 9 (cont'd.)

(i) Classification and measurement (cont'd.)

Financial assets at FVTPL

Any financial assets that are not measured at amortised cost or FVOCI are measured at FVTPL. Subsequent to initial recognition, financial assets at FVTPL are measured at fair value. Changes in the fair value of those financial instruments are recorded in "Net gain or loss on financial assets at FVTPL". Interest earned and dividend/distribution revenue elements of such instruments are recorded separately in "Interest income" and "Dividend/distribution income" respectively. Exchange differences on financial assets at FVTPL are not recognised separately in profit or loss but are included in net gain or net loss on changes in fair value of financial assets at FVTPL.

Instruments that qualify for amortised cost or FVOCI may be irrevocably designated as FVTPL, if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Equity instruments are normally measured at FVTPL, nevertheless, the Fund is allowed to irrevocably designate equity instruments that are not held for trading as FVOCI, with no subsequent reclassification of gains or losses to profit or loss.

3.11 Financial liabilities – classification and subsequent measurement

Financial liabilities issued by the Fund are classified as financial liabilities at amortised cost, where the substance of the contractual arrangement results in the Fund having an obligation either to deliver cash or another financial asset to the holder. After initial measurement, financial liabilities are subsequently measured at amortised cost using the effective interest method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

3.12 Derecognition of financial instruments

(i) Derecognition of financial asset

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised when:

- the rights to receive cash flows from the asset have expired, or
- the Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and either:
 - the Fund has transferred substantially all the risks and rewards of the asset, or

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

3.12 Derecognition of financial instruments (cont'd.)

(i) Derecognition of financial asset (cont'd.)

- the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

For investments classified as FVOCI - debt instruments, the cumulative fair value change recognised in OCI is recycled to profit or loss.

(ii) Derecognition of financial liability

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Gains and losses are recognised in profit or loss when the liabilities are recognised, and through the amortisation process.

3.13 Financial instruments – expected credit losses (“ECL”)

The Fund assesses on a forward-looking basis the ECL associated with its financial assets at amortised cost. The Fund recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- the time value of money; and
- reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The ECL in respect of financial assets at amortised cost, if any, is recognised in profit or loss.

Financial assets together with the associated allowance are written off when it has exhausted all practical recovery efforts and there is no realistic prospect of future recovery. The Fund may also write-off financial assets that are still subject to enforcement activity when there is no reasonable expectation of full recovery. If a write-off is later recovered, the recovery is credited to profit or loss.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

3.14 Determination of fair value

For investments in local quoted equity securities and CIS, fair value is determined based on the closing price quoted on Bursa Malaysia Berhad. For investments in foreign listed securities, which are quoted in the respective stock exchanges, fair value will be determined based on the published market price quoted by the respective exchanges at the end of each business day. For investments in unquoted CIS, fair value is determined based on the closing NAV per unit of the CIS. Purchased cost is the quoted price that the Fund paid when buying its investments. The difference between the purchased cost and fair value is treated as unrealised gain or loss and is recognised in profit or loss. Unrealised gains or losses recognised in profit or loss are not distributable in nature.

3.15 Classification of realised and unrealised gains and losses

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period's unrealised gains and losses for financial instruments which were realised (i.e. sold, redeemed or matured) during the reporting period.

Realised gains and losses on disposals of financial instruments classified at FVTPL are calculated using weighted average method. They represent the difference between an instrument's initial carrying amount and disposal amount.

3.16 Significant accounting estimates and judgments

The preparation of the Fund's financial statements requires the Manager to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability in the future.

The Fund classifies its investments as financial assets at FVTPL as the Fund may sell its investments in the short-term for profit-taking or to meet unit holders' cancellation of units.

No major judgments have been made by the Manager in applying the Fund's accounting policies. There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

4. INVESTMENTS

		30.4.2022 RM	31.10.2021 RM
Financial assets at FVTPL	Note		
Quoted CIS	(a)	79,190	119,514
Quoted equity securities - local	(b)	4,639,273	5,775,368
Quoted equity securities - foreign	(c)	-	57,435
		<u>4,718,463</u>	<u>5,952,317</u>

Details of investments as at 30 April 2022 are as follows:

Name of trust/company	Number of units/shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
(a) Quoted CIS				
REITs				
IGB Real Estate Investment Trust	17,000	27,710	24,225	0.52
Pavilion Real Estate Investment Trust	39,000	51,480	50,430	0.95
	<u>56,000</u>	<u>79,190</u>	<u>74,655</u>	<u>1.47</u>
Total quoted CIS	<u>56,000</u>	<u>79,190</u>	<u>74,655</u>	<u>1.47</u>
(b) Quoted equity securities - local				
Consumer discretionary				
AEON Co. (M) Bhd.	39,000	63,570	56,450	1.17
Genting Berhad	26,000	120,380	120,262	2.23
Genting Malaysia Berhad	42,500	129,625	118,891	2.40
Mr. D.I.Y. Group (M) Berhad	32,000	112,320	105,131	2.08
	<u>139,500</u>	<u>425,895</u>	<u>400,734</u>	<u>7.88</u>
Consumer staples				
Carlsberg Brewery Malaysia Berhad	3,000	66,420	65,527	1.23
Farm Fresh Berhad	14,000	24,080	23,140	0.45
Guan Chong Berhad	31,000	81,840	92,138	1.51
QL Resources Berhad	15,000	76,650	79,748	1.42
	<u>63,000</u>	<u>248,990</u>	<u>260,553</u>	<u>4.61</u>

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 April 2022 are as follows: (cont'd.)

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
(b) Quoted equity securities - local (cont'd.)				
Energy				
Dialog Group Berhad	36,000	90,000	107,592	1.67
Financials				
CIMB Group Holdings Berhad	62,000	322,400	275,650	5.96
Hong Leong Bank Berhad	7,000	146,860	114,022	2.72
Malayan Banking Berhad	53,000	480,710	423,520	8.89
Public Bank Berhad	102,000	478,380	383,949	8.85
RHB Bank Berhad	27,000	168,750	156,732	3.12
Syarikat Takaful Malaysia Keluarga Berhad	24,287	86,219	97,923	1.60
	<u>275,287</u>	<u>1,683,319</u>	<u>1,451,796</u>	<u>31.14</u>
Health care				
Focus Point Holdings Berhad	66,400	52,124	50,542	0.96
IHH Healthcare Berhad	12,000	79,320	77,785	1.47
Top Glove Corporation Bhd.	24,000	40,320	94,394	0.75
	<u>102,400</u>	<u>171,764</u>	<u>222,721</u>	<u>3.18</u>
Industrials				
CTOS Digital Berhad	40,000	60,400	63,380	1.12
Dufu Technology Corp. Berhad	23,000	57,960	96,822	1.07
Econpile Corporation Berhad	158,000	45,030	64,088	0.83
Frontken Corporation Berhad	25,000	69,750	68,251	1.29
Gamuda Berhad	15,000	55,800	51,183	1.03
Kobay Technology Bhd.	4,000	14,440	14,560	0.27
Malaysia Airports Holdings Berhad	8,000	54,880	48,589	1.01
MISC Berhad	15,000	117,150	115,553	2.17
Pentamaster Corporation Berhad	12,000	41,280	54,830	0.76
SIME Darby Berhad	10,000	23,400	23,784	0.43
Solarvest Holdings Berhad	42,000	35,490	44,455	0.66
UWC Berhad	9,000	28,980	41,018	0.54
	<u>361,000</u>	<u>604,560</u>	<u>686,513</u>	<u>11.18</u>

AmMalaysia Equity

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 April 2022 are as follows: (cont'd.)

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
(b) Quoted equity securities - local (cont'd.)				
Information technology				
Dagang NeXchange Berhad	46,000	47,380	52,645	0.88
Globetronics Technology Berhad	37,000	50,690	73,602	0.94
Greatech Technology Berhad	12,000	48,360	69,525	0.89
Inari Amertron Berhad	25,400	72,136	72,699	1.33
JHM Consolidation Berhad	28,000	34,720	51,386	0.64
Malaysian Pacific Industries Berhad	1,000	31,700	32,876	0.59
MY E.G. Services Berhad	105,000	98,700	104,576	1.82
Unisem (M) Berhad	18,000	52,380	74,201	0.97
V.S. Industry Berhad	29,000	29,000	32,242	0.54
	<u>301,400</u>	<u>465,066</u>	<u>563,752</u>	<u>8.60</u>
Materials				
PETRONAS Chemicals Group Berhad	7,000	71,540	61,966	1.32
Press Metal Aluminium Holdings Berhad	18,100	108,419	107,303	2.01
SCGM Bhd.	28,000	63,000	66,260	1.16
	<u>53,100</u>	<u>242,959</u>	<u>235,529</u>	<u>4.49</u>
Real estate				
SIME Darby Property Berhad	27,000	15,930	17,815	0.29
Telecommunication services				
Axiata Group Berhad	30,000	105,300	112,554	1.95
Digi.Com Berhad	26,000	99,320	109,747	1.83
Telekom Malaysia Berhad	27,000	134,730	101,559	2.49
TIME dotCom Berhad	16,000	71,200	52,289	1.32
	<u>99,000</u>	<u>410,550</u>	<u>376,149</u>	<u>7.59</u>
Utilities				
Tenaga Nasional Berhad	31,000	280,240	350,812	5.18
Total quoted equity securities - local	<u>1,488,687</u>	<u>4,639,273</u>	<u>4,673,966</u>	<u>85.81</u>

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 April 2022 are as follows: (cont'd.)

	Number of units	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
Total financial assets at FVTPL	<u>1,544,687</u>	<u>4,718,463</u>	<u>4,748,621</u>	<u>87.28</u>
Shortfall of fair value over purchased cost		<u>(30,158)</u>		

Details of investments as at 31 October 2021 are as follows:

Name of trust/company	Number of units/shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
(a) Quoted CIS				
Exchange Traded Fund				
iShares FTSE China A50 ETF	<u>12,000</u>	<u>119,514</u>	<u>123,533</u>	<u>1.87</u>
Total quoted CIS	<u>12,000</u>	<u>119,514</u>	<u>123,533</u>	<u>1.87</u>
(b) Quoted equity securities - local				
Consumer discretionary				
Berjaya Food Berhad	19,000	39,330	38,619	0.61
Genting Berhad	26,000	134,680	120,262	2.10
Genting Malaysia Berhad	42,500	134,725	118,891	2.10
Mr. D.I.Y. Group (M) Berhad	<u>38,000</u>	<u>143,260</u>	<u>121,134</u>	<u>2.24</u>
	<u>125,500</u>	<u>451,995</u>	<u>398,906</u>	<u>7.05</u>

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 October 2021 are as follows: (cont'd.)

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
(b) Quoted equity securities - local (cont'd.)				
Consumer staples				
British American Tobacco (Malaysia) Berhad	8,000	120,800	104,078	1.88
Carlsberg Brewery Malaysia Berhad	2,000	44,360	44,929	0.69
Guan Chong Berhad	22,000	66,660	66,476	1.04
Kuala Lumpur Kepong Berhad	1,000	21,620	22,400	0.34
MSM Malaysia Holdings Berhad	31,000	48,050	51,381	0.75
QL Resources Berhad	13,000	65,650	70,109	1.02
Sime Darby Plantation Berhad	12,000	48,120	48,691	0.75
	<u>89,000</u>	<u>415,260</u>	<u>408,064</u>	<u>6.47</u>
Energy				
Dialog Group Berhad	31,000	87,730	93,642	1.37
KNM Group Berhad	457,000	93,685	114,448	1.46
Yinson Holdings Berhad	6,000	35,100	34,920	0.55
	<u>494,000</u>	<u>216,515</u>	<u>243,010</u>	<u>3.38</u>
Financials				
BIMB Holdings Berhad	35,000	112,000	101,446	1.75
Bursa Malaysia Berhad	7,000	52,570	61,474	0.82
CIMB Group Holdings Berhad	62,000	323,640	273,136	5.05
Hong Leong Bank Berhad	8,000	150,560	130,310	2.35
Malayan Banking Berhad	59,000	474,950	471,425	7.41
Public Bank Berhad	119,000	496,230	443,336	7.74
RHB Bank Berhad	27,000	150,660	156,732	2.35
Syarikat Takaful Malaysia Keluarga Berhad	24,287	96,419	97,923	1.50
	<u>341,287</u>	<u>1,857,029</u>	<u>1,735,782</u>	<u>28.97</u>
Health care				
Duopharma Biotech Berhad	30,533	51,601	79,667	0.80
Top Glove Corporation Bhd.	24,000	65,280	94,394	1.02
	<u>54,533</u>	<u>116,881</u>	<u>174,061</u>	<u>1.82</u>

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 October 2021 are as follows: (cont'd.)

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
Dufu Technology Corp. Berhad	16,000	71,040	68,067	1.11
Econpile Holdings Berhad	158,000	63,990	64,088	1.00
Frontken Corporation Berhad	35,000	133,350	94,890	2.08
Gamuda Berhad	23,000	74,520	78,481	1.16
Malaysia Airports Holdings Berhad	15,000	97,200	90,913	1.52
MISC Berhad	15,000	106,050	115,553	1.64
Pentamaster Corporation Berhad	19,000	101,650	94,662	1.59
Sime Darby Berhad	26,000	59,020	58,823	0.92
UWC Berhad	13,000	79,820	74,794	1.25
	320,000	786,640	740,271	12.27
Information technology				
ATA IMS Berhad	35,000	87,850	70,885	1.37
Dagang NeXchange Berhad	105,000	81,900	79,189	1.28
Globetronics Technology Berhad	30,000	62,700	61,495	0.98
Greatech Technology Berhad	6,000	43,020	41,730	0.67
Inari Amertron Berhad	18,400	71,208	47,105	1.11
JHM Consolidation Berhad	18,000	35,640	33,443	0.56
Mi Technovation Bhd	25,000	96,000	111,875	1.50
MY E.G. Services Berhad	80,000	83,200	80,564	1.30
Unisem (M) Berhad	18,000	77,040	74,201	1.20
V.S. Industry Berhad	30,000	47,400	36,000	0.74
	365,400	685,958	636,487	10.71
Materials				
PETRONAS Chemicals Group Berhad	19,000	165,110	155,710	2.58
Press Metal Aluminium Holdings Berhad	21,000	116,760	120,040	1.82
SCGM Bhd.	29,000	75,690	72,549	1.18
Scientex Berhad	15,000	69,900	45,829	1.09
	84,000	427,460	394,128	6.67

AmMalaysia Equity

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 October 2021 are as follows: (cont'd.)

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
(b) Quoted equity securities - local (cont'd.)				
Telecommunication services				
Axiata Group Berhad	26,000	102,700	97,394	1.60
Digi.Com Berhad	26,000	109,980	109,747	1.72
Telekom Malaysia Berhad	27,000	156,330	101,559	2.44
TIME dotCom Berhad	33,000	149,160	107,847	2.33
	<u>112,000</u>	<u>518,170</u>	<u>416,547</u>	<u>8.09</u>
Utilities				
Tenaga Nasional Berhad	<u>31,000</u>	<u>299,460</u>	<u>350,812</u>	<u>4.67</u>
Total quoted equity securities - local	<u>2,016,720</u>	<u>5,775,368</u>	<u>5,498,068</u>	<u>90.10</u>
(c) Quoted equity securities - foreign				
Hong Kong				
Consumer discretionary				
Meituan	<u>400</u>	<u>57,435</u>	<u>60,697</u>	<u>0.90</u>
Total quoted equity securities - foreign	<u>400</u>	<u>57,435</u>	<u>60,697</u>	<u>0.90</u>
Total financial assets at FVTPL	<u>2,029,120</u>	<u>5,952,317</u>	<u>5,682,298</u>	<u>92.87</u>
Excess of fair value over purchased cost		<u>270,019</u>		

AmMalaysia Equity

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

5. AMOUNT DUE FROM/TO MANAGER

	Note	30.4.2022 RM	31.10.2021 RM
(a) Due from Manager			
Creation of units	(i)	<u>-</u>	<u>34,838</u>
(b) Due to Manager			
Redemption of units	(ii)	-	37,278
Manager's fee payable	(iii)	<u>6,873</u>	<u>8,011</u>
		<u>6,873</u>	<u>45,289</u>

(i) The amount represents amount receivable from the Manager for units created.

(ii) The amount represents amount payable to the Manager for units redeemed.

The normal credit period in the previous financial year and current financial period for creation and redemption of units is three business days.

(iii) Manager's fee is at a rate of 1.50% (2021: 1.50%) per annum on the NAV of the Fund, calculated on a daily basis.

The normal credit period in the previous financial year and current financial period for Manager's fee payable is one month. As the Fund invested in the CIS, the Manager's fee related to CIS has been charged by the Manager, accordingly, and can only be changed once in accordance with the SC Guidelines on Unit Trust Funds. As at 30 April 2022 and 31 October 2021, there was no double charging of Manager's fee.

6. AMOUNT DUE FROM/TO BROKERS

Amount due from/to brokers relates to the amount receivable/payable from/to brokers arising from the sale/purchase of investments. The receipt/settlement period is within two business days from the deal date.

7. DEPOSIT WITH FINANCIAL INSTITUTION

	30.4.2022 RM	31.10.2021 RM
At nominal value:		
Short-term deposit with a licensed bank	<u>505,000</u>	<u>270,000</u>
At carrying value:		
Short-term deposit with a licensed bank	<u>505,024</u>	<u>270,013</u>

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

7. DEPOSIT WITH FINANCIAL INSTITUTION (CONT'D.)

Details of deposit with financial institution are as follows:

Maturity date	Bank	Nominal value RM	Carrying value RM	Carrying value as a percentage of NAV %
30.4.2022				
Short-term deposit with a licensed bank				
05.05.2022	CIMB Bank Berhad	505,000	505,024	9.34
31.10.2021				
Short-term deposit with a licensed bank				
01.11.2021	Public Bank Berhad	270,000	270,013	4.21

8. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.05% (2021: 0.05%) per annum on the NAV of the Fund, calculated on a daily basis.

The normal credit period in the previous financial year and current financial period for Trustee's fee payable is one month.

9. NET (LOSS)/GAIN FROM INVESTMENTS

	1.11.2021 to 30.4.2022 RM	1.11.2020 to 30.4.2021 RM
Net (loss)/gain on financial assets at FVTPL comprised:		
- Net realised gains on sale of investments	46,859	687,510
- Net realised gain/(loss) on foreign currency exchange	6,179	(4)
- Net unrealised losses on changes in fair value of investments	(301,328)	(235,230)
- Net unrealised gains on foreign currency fluctuation of investments denominated in foreign currency	1,151	3,514
	<u>(247,139)</u>	<u>455,790</u>

AmMalaysia Equity

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

10. TOTAL EQUITY

Total equity is represented by:

	Note	30.4.2022 RM	31.10.2021 RM
Unit holders' capital	(a)	(364,673)	409,314
Retained earnings			
– Realised income	(b)	5,800,824	5,730,037
– Unrealised (loss)/gain	(c)	(30,158)	270,019
		<u>5,405,993</u>	<u>6,409,370</u>

(a) Unit holders' capital/units in circulation

	30.4.2022		31.10.2021	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	3,265,070	409,314	4,147,406	2,178,390
Creation during the financial period/year	807,619	1,536,196	5,374,565	10,330,880
Cancellation during the financial period/year	<u>(1,220,530)</u>	<u>(2,310,183)</u>	<u>(6,256,901)</u>	<u>(12,099,956)</u>
At end of the financial period/year	<u>2,852,159</u>	<u>(364,673)</u>	<u>3,265,070</u>	<u>409,314</u>

The negative balance of unit holders' capital was due to the cancellation of units at a higher NAV per unit following the price appreciation of the Fund as compared to the units being created at a lower NAV per unit in prior years.

(b) Realised – distributable

	30.4.2022 RM	31.10.2021 RM
At beginning of the financial period/year	5,730,037	4,776,502
Net realised income for the financial period/year	70,787	953,535
At end of the financial period/year	<u>5,800,824</u>	<u>5,730,037</u>

(c) Unrealised – non-distributable

	30.4.2022 RM	31.10.2021 RM
At beginning of the financial period/year	270,019	680,889
Net unrealised losses for the financial period/year	<u>(300,177)</u>	<u>(410,870)</u>
At end of the financial period/year	<u>(30,158)</u>	<u>270,019</u>

AmMalaysia Equity

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

11. UNITS HELD BY THE MANAGER AND RELATED PARTIES

The related parties and their relationships with the Fund are as follows:

<u>Related parties</u>	<u>Relationships</u>
AmFunds Management Berhad	The Manager
AmInvestment Bank Berhad	Holding company of the Manager
AMMB Holdings Berhad ("AMMB")	Ultimate holding company of the Manager
Subsidiaries and associates of AMMB as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Manager

There were no units held by the Manager or any related party as at 30 April 2022 and 31 October 2021.

12. TAXATION

	1.11.2021 30.4.2022	1.11.2020 to 30.4.2021
Current financial period - local taxation	-	362

Income tax payable is calculated on investment income less deduction for permitted expenses as provided for under Section 63B of the Income Tax Act, 1967.

Pursuant to Schedule 6 of the Income Tax Act 1967, provided that the exemption shall not apply to the interest paid or credited to a unit trust that is a wholesale fund which is a money market fund. Interest income earned by Funds other than wholesale money market fund is exempted from taxation.

A reconciliation of income tax expense applicable to net (loss)/income before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Fund is as follows:

	1.11.2021 30.4.2022 RM	1.11.2020 to 30.4.2021 RM
Net (loss)/income before taxation	(229,390)	482,128
Taxation at Malaysian statutory rate of 24% (2021: 24%)	(55,054)	115,711
Tax effects of:		
Income not subject to tax	(37,703)	(195,519)
Effect of different tax rate	-	362
Loss not allowed for tax deduction	75,264	56,458
Restriction on tax deductible expenses for unit trust fund	9,532	11,848
Non-permitted expenses for tax purposes	6,902	10,187
Permitted expenses not used and not available for future financial periods	1,059	1,315
Tax expense for the financial period	-	362

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

13. DISTRIBUTION

No distribution was declared by the Fund for the financial periods ended 30 April 2022 and 30 April 2021.

14. TOTAL EXPENSE RATIO (“TER”)

The Fund’s TER is as follows:

	1.11.2021 to 30.4.2022	1.11.2020 30.4.2021
	% p.a.	% p.a.
Manager’s fee	1.50	1.49
Trustee’s fee	0.05	0.05
Fund’s other expenses	1.12	0.28
Total TER	<u>2.67</u>	<u>1.82</u>

The TER of the Fund is the ratio of the sum of annualised fees and expenses incurred by the Fund to the average NAV of the Fund calculated on a daily basis.

15. PORTFOLIO TURNOVER RATIO (“PTR”)

The PTR of the Fund, which is the ratio of average total acquisitions and disposals of investments to the average NAV of the Fund calculated on a daily basis, is 0.40 times (2021: 0.62 times).

16. SEGMENTAL REPORTING

The Manager and Investment Committee of the Fund are responsible for allocating resources available to the Fund in accordance with the overall investment strategies as set out in the Investment Guidelines of the Fund. The Fund is managed by three segments:

- A portfolio of equity instruments;
- A portfolio of CIS; and
- A portfolio of fixed income instruments, including deposits with financial institutions.

The investment objective of each segment is to achieve consistent returns from the investments in each segment while safeguarding capital by investing in diversified portfolios. There have been no changes in reportable segments in the current financial period.

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NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

16. SEGMENTAL REPORTING (CONT'D.)

	Equity portfolio RM	CIS portfolio RM	Fixed income portfolio RM	Total RM
1.11.2021 to 30.4.2022				
Gross dividend/distribution income	86,104	1,671	-	87,775
Interest income	-	-	2,863	2,863
Net (loss)/gain from investments:				
- Financial assets at FVTPL	(280,011)	32,872	-	(247,139)
Total segment investment loss for the financial period	<u>(193,907)</u>	<u>34,543</u>	<u>2,863</u>	<u>(156,501)</u>
1.11.2020 to 30.4.2021				
Gross dividend/distribution income	107,630	6,233	-	113,863
Interest income	-	-	9,777	9,777
Net gain from investments:				
- Financial assets at FVTPL	470,063	(14,273)	-	455,790
Other unrealised foreign exchange loss	-	(6)	-	(6)
Total segment investment income for the financial period	<u>577,693</u>	<u>(8,046)</u>	<u>9,777</u>	<u>579,424</u>
30.4.2022				
Financial assets at FVTPL	4,639,273	79,190	-	4,718,463
Amount due from broker	28,082	-	-	28,082
Dividends receivable	1,780	-	-	1,780
Deposit with financial institution	-	-	505,024	505,024
Total segment assets	<u>4,669,135</u>	<u>79,190</u>	<u>505,024</u>	<u>5,253,349</u>
Amount due to broker	<u>43,504</u>	<u>-</u>	<u>-</u>	<u>43,504</u>
Total segment liability	<u>43,504</u>	<u>-</u>	<u>-</u>	<u>43,504</u>
31.10.2021				
Financial assets at FVTPL	5,832,803	119,514	-	5,952,317
Amount due from broker	41,254	46,163	-	87,417
Dividends receivable	5,311	-	-	5,311
Deposit with financial institution	-	-	270,013	270,013
Total segment assets	<u>5,879,368</u>	<u>165,677</u>	<u>270,013</u>	<u>6,315,058</u>

AmMalaysia Equity

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

16. SEGMENTAL REPORTING (CONT'D.)

	Equity portfolio RM	CIS portfolio RM	Fixed income portfolio RM	Total RM
31.10.2021 (cont'd.)				
Amount due to brokers	13,046	-	-	13,046
Total segment liability	<u>13,046</u>	<u>-</u>	<u>-</u>	<u>13,046</u>

Expenses of the Fund are not considered part of the performance of any investment segment. The following table provides reconciliation between the net reportable segment (loss)/income and net (loss)/income after taxation:

	1.11.2021 to 30.4.2022 RM	1.11.2020 to 30.4.2021 RM
Net reportable segment investment (loss)/income	(156,501)	579,424
Less: Expenses	<u>(72,889)</u>	<u>(97,296)</u>
Net (loss)/income before taxation	(229,390)	482,128
Taxation	-	(362)
Net (loss)/income after taxation	<u>(229,390)</u>	<u>481,766</u>

In addition, certain assets and liabilities are not considered to be part of the net assets or liabilities of an individual segment. The following table provides reconciliation between the net reportable segment assets and liabilities and total assets and liabilities of the Fund.

	30.4.2022 RM	31.10.2021 RM
Total segment assets	5,253,349	6,315,058
Amount due from Manager	-	34,838
Cash at banks	<u>209,919</u>	<u>128,760</u>
Total assets of the Fund	<u>5,463,268</u>	<u>6,478,656</u>
Total segment liabilities	43,504	13,046
Amount due to Manager	6,873	45,289
Amount due to Trustee	215	251
Sundry payables and accruals	<u>6,683</u>	<u>10,700</u>
Total liabilities of the Fund	<u>57,275</u>	<u>69,286</u>

AmMalaysia Equity

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022

17. TRANSACTIONS WITH THE MANAGER, BROKERS AND FINANCIAL INSTITUTIONS

Details of transactions with the Manager, brokers and financial institutions for the financial period ended 30 April 2022 are as follows:

Manager/Brokers/ Financial institutions	Transaction value		Brokerage fee, stamp duty and clearing fee	
	RM	%	RM	%
Maybank Investment Bank Berhad	895,001	20.43	4,391	21.73
RHB Investment Bank Berhad	623,908	14.24	3,027	14.98
AmInvestment Bank Berhad*	518,727	11.84	2,539	12.56
CGS-CIMB Securities Sdn. Bhd.	390,819	8.92	1,850	9.15
Public Investment Bank Berhad	389,968	8.90	1,629	8.06
Credit Suisse Securities (Malaysia) Sdn. Bhd.	297,599	6.79	1,292	6.39
Macquarie Capital Securities (Australia) Limited	290,576	6.63	1,032	5.10
Kaf Seagroatt & Campbell Securities Sdn. Bhd.	227,025	5.18	1,006	4.98
JF Apex Securities Berhad	198,829	4.54	937	4.64
Affin Hwang Investment Bank Berhad	175,884	4.01	828	4.10
Other brokers and financial institutions	373,211	8.52	1,680	8.31
	<u>4,381,547</u>	<u>100.00</u>	<u>20,211</u>	<u>100.00</u>

* A financial institution related to the Manager.

The Manager is of the opinion that the above transactions have been entered in the normal course of business and have been established under terms that are no less favourable than those arranged with independent third parties.

The above transactions were in respect of listed securities and CIS. Transactions in unquoted CIS do not involve any commission or brokerage.

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks that include market risk, credit risk, liquidity risk, single issuer risk, regulatory risk, country risk, management risk and non-compliance risk.

Risk management is carried out by closely monitoring, measuring and mitigating the above said risks, careful selection of investments coupled with stringent compliance to investment restrictions as stipulated by the Capital Market and Services Act 2007, Securities Commission Malaysia's Guidelines on Unit Trust Funds and the Deed as the backbone of risk management of the Fund.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(a) Market risk

The Fund's principal exposure to market risk arises primarily due to changes in the market environment, global economic and geo-political developments.

Financial markets have experienced and may continue to experience significant volatility resulting from the spread of a novel coronavirus known as Covid-19. The outbreak of Covid-19 has resulted in travel and border restrictions, quarantines, supply chain disruptions, lower consumer demand and general market uncertainty. The outcomes of global and local financial markets are highly uncertain and cannot be predicted at this point in time. Due to this, the Manager of the Fund is unable to reliably estimate the quantitative impact of Covid-19 towards the Fund's performance for the next twelve months. The Manager of the Fund will continue to actively monitor the developments in the market to minimise any potential impact to the Fund.

The Fund's market risk is affected primarily by the following risks:

(i) Price risk

Price risk refers to the uncertainty of an investment's future prices. In the event of adverse price movements, the Fund might endure potential loss on its quoted investments. In managing price risk, the Manager actively monitors the performance and risk profile of the investment portfolio.

(ii) Interest rate risk

Interest rate risk will affect the value of the Fund's investments, given the interest rate movements, which are influenced by regional and local economic developments as well as political developments.

Domestic interest rates on deposits and placements with licensed financial institutions are determined based on prevailing market rates.

(iii) Currency risk

Currency risk is associated with the Fund's assets and liabilities that are denominated in currencies other than the Fund's functional currency. Currency risk refers to the potential loss the Fund might face due to unfavorable fluctuations of currencies other than the Fund's functional currency against the Fund's functional currency.

The net unhedged financial assets and financial liabilities of the Fund that are not denominated in Fund's functional currency are as follows:

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(a) Market risk (cont'd)

(iii) Currency risk (cont'd)

Assets denominated in	30.4.2022		31.10.2021	
	RM equivalent	% of NAV	RM equivalent	% of NAV
Australian Dollar				
Cash at bank	57,199	1.06	57,437	0.90
Hong Kong Dollar				
Investment	-	-	176,949	2.77
United States Dollar				
Cash at bank	138,383	2.56	60,260	0.94

(b) Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge an obligation. Credit risk applies to short-term deposits and dividends receivable. The issuer of such instruments may not be able to fulfill the required interest payments or repay the principal invested or amount owing. These risks may cause the Fund's investments to fluctuate in value.

For deposits with financial institutions, the Fund makes placements with financial institutions with sound rating of P1/MARC-1 and above. Cash at banks are held for liquidity purposes and are not exposed to significant credit risk.

(c) Liquidity risk

Liquidity risk is defined as the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Exposure to liquidity risk arises because of the possibility that the Fund could be required to pay its liabilities or redeem its units earlier than expected. The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by unit holders. Liquid assets comprise of deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 5 to 7 days. The Fund's policy is to always maintain a prudent level of liquid assets so as to reduce liquidity risk.

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 30 APRIL 2022**

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(d) Single issuer risk

Internal policy restricts the Fund from investing in securities issued by any issuer of not more than a certain percentage of its NAV. Under such restriction, the risk exposure to the securities of any single issuer is diversified and managed based on internal/external ratings.

(e) Regulatory risk

Any changes in national policies and regulations may have effects on the capital market and the NAV of the Fund.

(f) Management risk

Poor management of the Fund may cause considerable losses to the Fund that in turn may affect the NAV of the Fund.

(g) Non-compliance risk

This is the risk of the Manager or the Trustee not complying with their respective internal policies, the Deed and its Supplemental Deed, securities law or guidelines issued by the regulators relevant to each party, which may adversely affect the performance of the Fund.

AmMalaysia Equity

STATEMENT BY THE MANAGER

I, Goh Wee Peng, being the Director of and on behalf of the Board of Directors of AmFunds Management Berhad (the “Manager”), do hereby state that in the opinion of the Manager, the accompanying condensed financial statements are drawn up in accordance with Malaysian Financial Reporting Standards so as to give a true and fair view of the financial position of AmMalaysia Equity (the “Fund”) as at 30 April 2022 and the comprehensive income, the changes in equity and cash flows for the financial period then ended.

For and on behalf of the Manager

GOH WEE PENG

Executive Director

Kuala Lumpur, Malaysia

24 June 2022

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF AMMALAYSIA EQUITY ("Fund")

We have acted as Trustee of the Fund for the financial period ended 30 April 2022 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AmFunds Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the Management Company under the Deeds, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement.

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur
Date: 24 June 2022

DIRECTORY

Head Office 9th & 10th Floor, Bangunan AmBank Group
55, Jalan Raja Chulan, 50200 Kuala Lumpur
Tel: (03) 2032 2888 Facsimile: (03) 2031 5210
Email: enquiries@aminvest.com

Postal Address AmFunds Management Berhad
P.O Box 13611, 50816 Kuala Lumpur

*For enquiries about this or any of the other Funds offered by AmFunds Management Berhad
Please call 2032 2888 between 8.45 a.m. to 5.45 p.m. (Monday to Thursday),
Friday (8.45 a.m. to 5.00 p.m.)*

