



**SEMI-ANNUAL REPORT**  
31 October 2024

# AHAM Enhanced Deposit Fund

MANAGER  
AHAM Asset Management Berhad  
199701014290 (429786-T)

TRUSTEE  
HSBC (Malaysia) Trustee Berhad  
193701000084 (1281-T)

**Built On Trust**

[aham.com.my](http://aham.com.my)

# AHAM ENHANCED DEPOSIT FUND

## Semi-Annual Report and Unaudited Financial Statements For the Financial period Ended 31 October 2024

---

| Contents                   | Page |
|----------------------------|------|
| FUND INFORMATION .....     | III  |
| FUND PERFORMANCE DATA..... | IV   |
| MANAGER'S REPORT .....     | V    |
| TRUSTEE'S REPORT .....     | X    |
| FINANCIAL STATEMENT        |      |
| DIRECTORY OF SALES OFFICE  |      |

## FUND INFORMATION

|                      |  |
|----------------------|--|
| Fund Name            | AHAM Enhanced Deposit Fund   |
| Fund Type            | Income   |
| Fund Category        | Money Market   |
| Investment Objective | The Fund aims to provide investors with a regular income stream and high level of liquidity to meet cash flow requirement whilst maintaining capital preservation. |
| Benchmark            | The performance benchmark of the Fund is the Maybank Overnight Repo Rate   |
| Distribution Policy  | The Fund endeavours to distribute income on a monthly basis.   |

## FUND PERFORMANCE DATA

| Category  | As at<br>31 Oct 2024<br>(%) | As at<br>31 Oct 2023<br>(%) | As at<br>31 Oct 2022<br>(%) |
|---|-----------------------------|-----------------------------|-----------------------------|
| Portfolio composition                           |                             |                             |                             |
| <b>Cash &amp; cash equivalent</b>               | <b>88.98</b>                | <b>94.32</b>                | <b>80.76</b>                |
| <b>Unquoted Fixed Income Securities – Local</b> | <b>11.02</b>                | <b>5.68</b>                 | <b>19.24</b>                |
| <b>Total</b>                                    | <b>100.00</b>               | <b>100.00</b>               | <b>100.00</b>               |
| Total NAV (RM'million)                          | 1,592.543                   | 1,901.171                   | 968.199                     |
| NAV per Unit (RM)                               | 1.2244                      | 1.1989                      | 1.1762                      |
| Unit in Circulation (million)                   | 1,300.634                   | 1,585.799                   | 823.131                     |
| Highest NAV                                     | 1.2250                      | 1.1996                      | 1.1773                      |
| Lowest NAV                                      | 1.2116                      | 1.1871                      | 1.1724                      |
| Return of the Fund (%)                          | 1.86                        | 1.81                        | 1.14                        |
| - Capital Growth (%)                            | 1.06                        | 0.99                        | 0.32                        |
| - Income Distribution (%)                       | 0.79                        | 0.78                        | 0.82                        |
| Gross Distribution per Unit (sen)               | 0.96                        | 0.96                        | 0.96                        |
| Net Distribution per Unit (sen)                 | 0.96                        | 0.96                        | 0.96                        |
| Total Expense Ratio (%) <sup>1</sup>            | 0.16                        | 0.15                        | 0.16                        |
| Portfolio Turnover Ratio (times) <sup>2</sup>   | 15.99                       | 19.67                       | 12.48                       |

*\*\* Total assets holding more than 100% of Net Asset Value due to the timing of trade settlement.*

### **Basis of calculation and assumption made in calculating the returns:-**

The performance figures are a comparison of the growth/decline in NAV for the stipulated period taking into account all the distribution payable (if any) during the stipulated period.

An illustration of the above would be as follow:-

|                |   |
|----------------|---|
| Capital return | = NAV per Unit end / NAV per Unit begin – 1           |
| Income return  | = Income distribution per Unit / NAV per Unit ex-date |
| Total return   | = (1+Capital return) x (1+Income return) – 1          |

<sup>1</sup>The Fund's TER was higher than previous period under review due to higher expenses incurred for the Fund for the financial period.

<sup>2</sup>The decrease in the Fund's PTR was due to lower trading activities of the Fund for the financial period.

### **Income Distribution / Unit Split**

The Net Asset Value per unit prior and subsequent to the distribution was as follows:-

| <b>Cum Date</b> | <b>Ex-Date</b> | <b>Cum-distribution (RM)</b> | <b>Distribution per Unit (RM)</b> | <b>Ex-distribution (RM)</b> |
|-----------------|----------------|------------------------------|-----------------------------------|-----------------------------|
| 22-Oct-24       | 23-Oct-24      | 1.2250                       | 0.0016                            | 1.2235                      |
| 24-Sep-24       | 25-Sep-24      | 1.2232                       | 0.0016                            | 1.2218                      |
| 27-Aug-24       | 28-Aug-24      | 1.2215                       | 0.0016                            | 1.2200                      |
| 23-Jul-24       | 24-Jul-24      | 1.2189                       | 0.0016                            | 1.2174                      |
| 25-Jun-24       | 26-Jun-24      | 1.2168                       | 0.0016                            | 1.2154                      |
| 22-May-24       | 23-May-24      | 1.2142                       | 0.0016                            | 1.2128                      |
| 24-Oct-23       | 25-Oct-23      | 1.1996                       | 0.0016                            | 1.1981                      |
| 26-Sep-23       | 27-Sep-23      | 1.1981                       | 0.0016                            | 1.1966                      |
| 22-Aug-23       | 23-Aug-23      | 1.1957                       | 0.0016                            | 1.1942                      |
| 25-Jul-23       | 26-Jul-23      | 1.1940                       | 0.0016                            | 1.1925                      |
| 27-Jun-23       | 28-Jun-23      | 1.1924                       | 0.0016                            | 1.1909                      |
| 23-May-23       | 24-May-23      | 1.1899                       | 0.0016                            | 1.1884                      |
| 25-Oct-22       | 26-Oct-22      | 1.1773                       | 0.0016                            | 1.1758                      |
| 27-Sep-22       | 28-Sep-22      | 1.1764                       | 0.0016                            | 1.1749                      |
| 23-Aug-22       | 24-Aug-22      | 1.1753                       | 0.0016                            | 1.1738                      |
| 26-Jul-22       | 27-Jul-22      | 1.1749                       | 0.0016                            | 1.1733                      |
| 21-Jun-22       | 22-Jun-22      | 1.1733                       | 0.0008                            | 1.1726                      |
| 7-Jun-22        | 8-Jun-22       | 1.1732                       | 0.0008                            | 1.1725                      |
| 24-May-22       | 25-May-22      | 1.1732                       | 0.0008                            | 1.1724                      |
| 10-May-22       | 11-May-22      | 1.1731                       | 0.0008                            | 1.1724                      |

No unit splits were declared for the financial period ended 31 October 2024.

### **Income Distribution Breakdown**

| <b>Class</b> | <b>Ex-Date</b> | <b>Income (per unit) (sens)</b> | <b>Income (%)</b> | <b>Capital (per unit) (sens)</b> | <b>Capital (%)</b> |
|--------------|----------------|---------------------------------|-------------------|----------------------------------|--------------------|
| MYR          | 2024-10-23     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2024-09-25     | -                               | -                 | 0.1600                           | 100                |
| MYR          | 2024-08-28     | -                               | -                 | 0.1600                           | 100                |
| MYR          | 2024-07-24     | -                               | -                 | 0.1600                           | 100                |
| MYR          | 2024-06-26     | -                               | -                 | 0.1600                           | 100                |
| MYR          | 2024-05-23     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2024-10-23     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2023-10-25     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2023-09-27     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2023-08-23     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2023-07-26     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2023-06-28     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2023-05-24     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2022-10-26     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2022-09-28     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2022-08-24     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2022-07-27     | 0.1600                          | 100               | -                                | -                  |
| MYR          | 2022-06-22     | 0.0800                          | 100               | -                                | -                  |

|     |            |        |     |   |   |
|-----|------------|--------|-----|---|---|
| MYR | 2022-06-08 | 0.0800 | 100 | - | - |
| MYR | 2022-05-25 | 0.0800 | 100 | - | - |
| MYR | 2022-05-11 | 0.0800 | 100 | - | - |

## **Fund Performance**

Table 1: Performance of the Fund

|                | 6 Months<br>(1/5/24 -<br>31/10/24) | 1 Year<br>(1/11/23 -<br>31/10/24) | 3 Years<br>(1/11/21 -<br>31/10/24) | 5 Years<br>(1/11/19 -<br>31/10/24) | Since<br>Commencement<br>(14/6/05 -<br>31/10/24) |
|----------------|------------------------------------|-----------------------------------|------------------------------------|------------------------------------|--|
| Fund           | 1.86%                              | 3.76%                             | 9.67%                              | 14.65%                             | 84.19%   |
| Benchmark      | 0.65%                              | 1.30%                             | 2.98%                              | 4.12%                              | 40.32%   |
| Outperformance | 1.21%                              | 2.46%                             | 6.69%                              | 10.53%                             | 43.87%   |

Source of Benchmark: Maybank

Table 2: Average Total Return

|                | 1 Year<br>(1/11/23 -<br>31/10/24) | 3 Years<br>(1/11/21 -<br>31/10/24) | 5 Years<br>(1/11/19 -<br>31/10/24) | Since Commencement<br>(14/6/05 - 31/10/24) |
|----------------|-----------------------------------|------------------------------------|------------------------------------|--|
| Fund           | 3.76%                             | 3.12%                              | 2.77%                              | 3.20%                                      |
| Benchmark      | 1.30%                             | 0.98%                              | 0.81%                              | 1.76%                                      |
| Outperformance | 2.46%                             | 2.14%                              | 1.96%                              | 1.44%                                      |

Source of Benchmark: Maybank

Table 3: Annual Total Return

|                | FYE 2024<br>(1/5/23 -<br>30/4/24) | FYE 2023<br>(1/5/22 -<br>30/4/23) | FYE 2022<br>(1/5/21 -<br>30/4/22) | FYE 2021<br>(1/5/20 -<br>30/4/21) | FYE 2020<br>(1/5/19 -<br>30/4/20) |
|----------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| Fund           | 3.71%                             | 2.91%                             | 1.76%                             | 2.05%                             | 3.35%                             |
| Benchmark      | 1.30%                             | 0.88%                             | 0.25%                             | 0.31%                             | 1.48%                             |
| Outperformance | 2.41%                             | 2.03%                             | 1.51%                             | 1.74%                             | 1.87%                             |

Source of Benchmark: Maybank

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

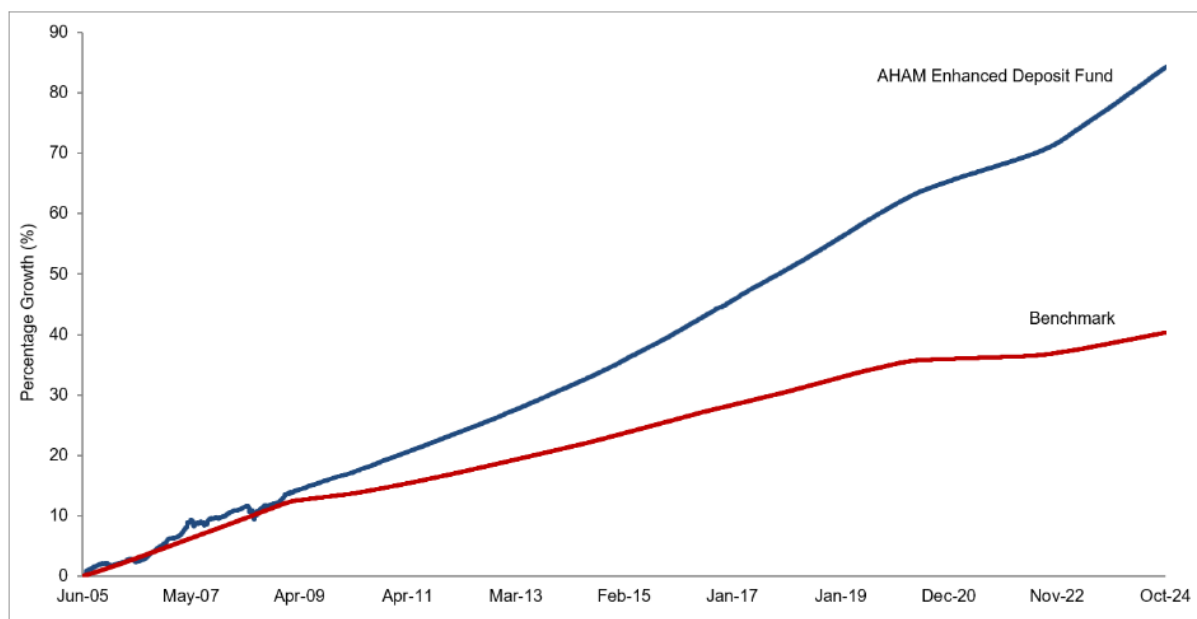
## MANAGER'S REPORT

### Performance Review (1 May 2024 to 31 October 2024)

For the period 1 May 2024 to 31 October 2024, the Fund has registered a return of 1.86% as compared to the benchmark return of 0.65%. The Fund thus outperformed the benchmark by 1.21%. The Net Asset Value (NAV) per unit of the Fund as at 31 October 2024 was RM1.2244 while the NAV per unit on 30 April 2024 was RM1.2116. During the same period under review, the Fund has declared a total income distribution of RM0.0096 per unit.

Since commencement, the Fund has registered a return of 84.19% compared to the benchmark return of 40.32%, outperforming by 43.87%.

Figure 1: Movement of the Fund versus the Benchmark since commencement.



*"This information is prepared by AHAM Asset Management Berhad (AHAMAM), for information purposes only. Past earnings or the fund's distribution record is not a guarantee or reflection of the fund's future earnings/future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down as well as up. Source of Benchmark is from Maybank."*  
Benchmark: Maybank Overnight Repo Rate

### Asset Allocation

For a snapshot of the Fund's asset mix during the period under review, please refer to Fund Performance Data.

As at 31 October 2024, the Fund's asset allocation stood at 88.98% in cash and cash equivalent and 11.02% in local unquoted fixed income securities. The fund manager included exposures to short-term bonds and commercial paper which gives a higher yield pick-up compared to fixed deposits during the period under review.

### Strategies Employed

The Fund maintained a portfolio of short-dated fixed income instruments and deposits as it focuses in providing investors with high level of liquidity and higher return than overnight deposit. The fund manager will continually look out for high yielding quality short-term bonds and commercial papers to add to the portfolio, on top of deposit placements.

## **Market Review**

Malaysia third quarter of 2024 ("Q32024") Gross Domestic Product ("GDP") registered a growth rate of 5.3% YoY (Q22024: 5.9%) and 1.8% QoQ (Q22024: 2.9%). Despite the moderation in the Q32024 GDP number, the growth rate was commendable of which was mainly supported by strong domestic demand and higher exports. Private and public investments expanded by 15.5% (Q22024: 12.0%) and 14.4% (Q22024: 9.1%) respectively, on the demand side while construction and manufacturing activities expanded by 19.9% (Q22024: 17.3%) and 5.6% (Q22024: 4.7%) respectively, on the supply side.

Inflation in October 2024 ticked up to 1.9% from 1.8% in September 2024. The higher inflation was mainly driven by higher prices in food and beverages, which saw a 2.3% increase, and personal care, social protection, and miscellaneous goods and services, which increased by 3.4.

Bank Negara Malaysia ("BNM") held its Monetary Policy Committee ("MPC") meetings 3 times within the review period, in May, July and September 2024. In all its MPC meetings, the Overnight Policy Rate ("OPR") remained at 3.00% and unchanged for the eight consecutive meetings since May 2023 when BNM raise OPR by 25bps. In its monetary policy statement, BNM notes that the monetary policy stance remained supportive of the economy and is consistent with assessment of inflation and growth prospects.

## **Investment Outlook**

The local domestic economy outlook remains to be supportive of growth from resilient domestic expenditures and higher export activities. Inflation remains to be modest and averaging around 1.8% despite rationalization of subsidies. In view of the domestic growth and inflation outlook, OPR is expected to remain stable at 3.00% for a longer period.

## **State of Affairs of the Fund**

There is neither any significant change to the state affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the period under review.

## **Soft Commissions received from Brokers**

Soft commissions received from brokers/dealers may be retained by the management company only if the:–

- (i) goods and services provided are of demonstrable benefit to Unit holders of the Fund; and
- (ii) goods and services are in the form of research and advisory services that assists in the decision making process.

During the financial period under review, no soft commission was received by the Manager on behalf of the Fund.

## **Cross Trade**

Cross trade transactions have been carried out during the reported period and the Compliance and Risk Oversight Committee of the fund has reviewed that such transaction are in the best interest of the Fund and transacted on an arm's length and fair value basis

## **Securities Financing Transactions**

The Fund has not undertaken any securities lending or repurchase transactions during the financial period under review.

## **Changes Made To the Fund's Prospectus**

There were no changes made to the Fund's prospectus during the financial period under review.



## **TRUSTEE'S REPORT**

### **TO THE UNITHOLDERS OF AHAM ENHANCED DEPOSIT FUND ("FUND")**

We have acted as Trustee of the Fund for the financial period ended 31 October 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AHAM Asset 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 the Guidelines on Unit Trust Funds;
2. Valuation and pricing are 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.

We are of the opinion that the distributions of income by the Fund are appropriate and reflects the investment objective of the Fund.

For HSBC (Malaysia) Trustee Berhad

Lee Cincee  
Senior Manager, Trustee and Fiduciary Services

Kuala Lumpur  
16 December 2024

**AHAM ENHANCED DEPOSIT FUND**

**UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENT**

**FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024**

# **AHAM ENHANCED DEPOSIT FUND**

## **UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS**

### **FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024**

| <b>CONTENTS</b>   | <b>PAGE(S)</b> |
|---|----------------|
| UNAUDITED SEMI-ANNUAL STATEMENT OF COMPREHENSIVE INCOME | 1              |
| UNAUDITED SEMI-ANNUAL STATEMENT OF FINANCIAL POSITION   | 2              |
| UNAUDITED SEMI-ANNUAL STATEMENT OF CHANGES IN EQUITY    | 3              |
| UNAUDITED SEMI-ANNUAL STATEMENT OF CASH FLOWS           | 4              |
| SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES              | 5 - 9          |
| NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS | 10 - 31        |
| STATEMENT BY THE MANAGER                                | 32             |

## AHAM ENHANCED DEPOSIT FUND

### UNAUDITED SEMI-ANNUAL STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

|  | <u>Note</u> | 6 months<br>financial<br>period ended<br><u>31.10.2024</u><br>RM | 6 months<br>financial<br>period ended<br><u>31.10.2023</u><br>RM |
|--|-------------|--|--|
| <b>INVESTMENT INCOME</b>   |             |  |  |
| Interest income from financial assets<br>at amortised cost                                       |             | 113  | 251  |
| Interest income for financial assets<br>at fair value through profit or loss                     | 4           | 31,245,112   | 34,417,958   |
| Net gain/(loss) on financial assets at fair value<br>through profit or loss                      | 10          | 427,574  | (48,850)   |
|  |             | <u>31,672,799</u>  | <u>34,369,359</u>  |
| <b>EXPENSES</b>  |             |  |  |
| Management fee   | 5           | (2,380,031)  | (2,613,848)  |
| Trustee fee  | 6           | (159,709)  | (178,286)  |
| Fund accounting fee  | 7           | (9,000)  | (9,000)  |
| Auditors' remuneration   |             | (4,079)  | (4,067)  |
| Tax agent's fee  |             | (1,988)  | (1,983)  |
| Other expenses   |             | (1,112)  | (6,557)  |
|  |             | <u>(2,555,919)</u>   | <u>(2,813,741)</u>   |
| <b>NET PROFIT BEFORE TAXATION</b>  |             | 29,116,880   | 31,555,618   |
| Taxation   | 8           | -  | -  |
| <b>NET PROFIT AFTER TAXATION AND<br/>TOTAL COMPREHENSIVE INCOME<br/>FOR THE FINANCIAL PERIOD</b> |             | <u>29,116,880</u>  | <u>31,555,618</u>  |
| Net profit after taxation is made up of the following:   |             |  |  |
| Realised amount  |             | 29,631,279   | 31,604,468   |
| Unrealised amount  |             | (514,399)  | (48,850)   |
|  |             | <u>29,116,880</u>  | <u>31,555,618</u>  |

The accompanying summary of significant accounting policies and notes to the unaudited semi-annual financial statements form an integral part of these financial statements.

## AHAM ENHANCED DEPOSIT FUND

### UNAUDITED SEMI-ANNUAL STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2024

|  | <u>Note</u> | <u>2024</u><br>RM    | <u>2023</u><br>RM    |
|--|-------------|----------------------|----------------------|
| <b>ASSETS</b>  |             |                      |                      |
| Cash and cash equivalents                                |             | 142,613              | 1,671                |
| Financial assets at fair value<br>through profit or loss | 10          | 1,592,850,542        | 1,901,707,567        |
| <b>TOTAL ASSETS</b>                                      |             | <u>1,592,993,155</u> | <u>1,901,709,238</u> |
| <b>LIABILITIES</b>                                       |             |                      |                      |
| Amount due to Manager<br>- management fee                |             | 402,278              | 485,571              |
| Amount due to Trustee                                    |             | 26,818               | 32,371               |
| Fund accounting fee                                      |             | 1,500                | 1,500                |
| Auditors' remuneration                                   |             | 4,079                | 4,067                |
| Tax agent's fee  |             | 5,888                | 5,882                |
| Other payables and accruals                              |             | 9,541                | 8,633                |
| <b>TOTAL LIABILITIES</b>                                 |             | <u>450,104</u>       | <u>538,024</u>       |
| <b>NET ASSET VALUE OF THE FUND</b>                       |             | <u>1,592,543,051</u> | <u>1,901,171,214</u> |
| <b>EQUITY</b>  |             |                      |                      |
| Unitholders' capital                                     |             | 1,488,687,937        | 1,832,746,449        |
| Retained earnings  |             | 103,855,114          | 68,424,765           |
| <b>NET ASSETS ATTRIBUTABLE TO UNITHOLDERS</b>            |             | <u>1,592,543,051</u> | <u>1,901,171,214</u> |
| <b>NUMBER OF UNITS IN CIRCULATION</b>                    | 11          | <u>1,300,634,000</u> | <u>1,585,799,000</u> |
| <b>NET ASSET VALUE PER UNIT (RM)</b>                     |             | <u>1.2244</u>        | <u>1.1989</u>        |

The accompanying summary of significant accounting policies and notes to the unaudited semi-annual financial statements form an integral part of these financial statements.

## AHAM ENHANCED DEPOSIT FUND

### UNAUDITED SEMI-ANNUAL STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

|   | Unitholders'<br><u>capital</u><br>RM | Retained<br><u>earnings</u><br>RM | <u>Total</u><br>RM   |
|---|--------------------------------------|-----------------------------------|----------------------|
| Balance as at 1 May 2024                            | 1,544,251,209                        | 87,200,980                        | 1,631,452,189        |
| Total comprehensive income for the financial period | -                                    | 29,116,880                        | 29,116,880           |
| Distributions (Note 8)                              | -                                    | (12,462,746)                      | (12,462,746)         |
| Movement in unitholders' capital:                   |                                      |                                   |                      |
| Creation of units arising from applications         | 234,409,343                          | -                                 | 234,409,343          |
| Creation of units arising from distributions        | 12,428,509                           | -                                 | 12,428,509           |
| Cancellation of units                               | (302,401,124)                        | -                                 | (302,401,124)        |
| Balance as at 31 October 2024                       | <u>1,488,687,937</u>                 | <u>103,855,114</u>                | <u>1,592,543,051</u> |
| Balance as at 1 May 2023                            | 1,259,407,856                        | 51,436,979                        | 1,310,844,835        |
| Total comprehensive income for the financial period | -                                    | 31,555,618                        | 31,555,618           |
| Distributions (Note 8)                              | -                                    | (14,567,832)                      | (14,567,832)         |
| Movement in unitholders' capital:                   |                                      |                                   |                      |
| Creation of units arising from applications         | 780,801,890                          | -                                 | 780,801,890          |
| Creation of units arising from distributions        | 14,548,803                           | -                                 | 14,548,803           |
| Cancellation of units                               | (222,012,100)                        | -                                 | (222,012,100)        |
| Balance as at 31 October 2023                       | <u>1,832,746,449</u>                 | <u>68,424,765</u>                 | <u>1,901,171,214</u> |

The accompanying summary of significant accounting policies and notes to the unaudited semi-annual financial statements form an integral part of these financial statements.

## AHAM ENHANCED DEPOSIT FUND

### UNAUDITED SEMI-ANNUAL STATEMENT OF CASH FLOWS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

|   | 6 months<br>financial<br>period ended<br>31.10.2024<br>RM | 6 months<br>financial<br>period ended<br>31.10.2023<br>RM |
|---|---|---|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                                   |   |   |
| Proceeds from sale of investments   | 60,739,000  | 100,000,000   |
| Proceeds from redemption of investments                                       | 296,000,000   |   |
| Purchase of investment  | (212,283,878)   | (146,734,098)   |
| Placement of deposits with<br>licensed financial institutions                 | (25,063,400,444)  | (37,229,646,515)  |
| Proceeds from maturity of deposits<br>with licensed financial institutions    | 24,959,767,945  | 36,686,503,321  |
| Interest received   | 29,772,292  | 33,735,686  |
| Management fee paid   | (2,385,347)   | (2,440,344)   |
| Trustee fee paid  | (160,064)   | (166,719)   |
| Fund accounting fee paid  | (9,000)   | (9,000)   |
| Payment for other fees and expenses   | (11,529)  | (13,072)  |
| Net cash flows generated from/(used in) operating activities                  | 68,028,975  | (558,770,741)   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                                   |   |   |
| Proceeds from creation of units   | 234,409,343   | 780,801,890   |
| Payments for cancellation of units  | (302,401,124)   | (222,012,100)   |
| Payment for distributions   | (34,237)  | (21,215)  |
| Net cash flows (used in)/generated from financing activities                  | (68,026,018)  | 558,768,575   |
| <b>NET INCREASE/(DECREASE) IN CASH AND<br/>CASH EQUIVALENTS</b>               | 2,957   | (2,166)   |
| <b>CASH AND CASH EQUIVALENTS AT THE<br/>BEGINNING OF THE FINANCIAL PERIOD</b> | 139,656   | 3,837   |
| <b>CASH AND CASH EQUIVALENTS AT THE<br/>END OF THE FINANCIAL PERIOD</b>       | 142,613   | 1,671   |

The accompanying summary of significant accounting policies and notes to the unaudited semi-annual financial statements form an integral part of these financial statements.

## AHAM ENHANCED DEPOSIT FUND

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

The following accounting policies have been used in dealing with items which are considered material in relation to the financial statements.

#### A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reported financial period. It also requires the Manager to exercise their judgment in the process of applying the Fund's accounting policies. Although these estimates and judgment are based on the Manager's best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note I.

(a) Standards, amendments to published standards and interpretations that are effective:

- Amendments to MFRS 3 'Reference to Conceptual Framework' (effective 1 January 2022) replace the reference to Framework for Preparation and Presentation of Financial Statements with 2018 Conceptual Framework.
- Annual Improvements to MFRSs 2018 – 2020 Cycle (effective for annual periods beginning on or after 1 January 2022).
- Amendments to MFRS 137 'Onerous contracts - cost of fulfilling a contract' (effective 1 January 2022) clarify that direct costs of fulfilling a contract include both the incremental cost of fulfilling the contract as well as an allocation of other costs directly related to fulfilling contracts.

The adoption of the above standards, amendments to standards or interpretations did not have a material effect on the financial statements of the Fund.

(b) Standards and amendments that have been issued but not yet effective:

- Amendments to MFRS 101 'Classification of liabilities as current or non-current' (effective 1 January 2024) clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the entity's expectations or events after the reporting date (e.g. the receipt of a waiver or a breach of covenant). In addition, the amendments clarify that when a liability could be settled by the transfer of an entity's own equity instruments (e.g. a conversion option in a convertible bond), conversion option meeting the definition of an equity instrument in MFRS 132 'Financial Instruments: Presentation' does not impact the current or non-current classification of the convertible instrument.

The amendments also specify that covenants of loan arrangements which an entity must comply with only after the reporting date would not affect classification of a liability as current or non-current at the reporting date. However, those covenants that an entity is required to comply with on or before the reporting date would affect classification of a liability as current or non-current, even if the covenant is only assessed after the reporting date.



## AHAM ENHANCED DEPOSIT FUND

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONTINUED)

(a) Standards and amendments that have been issued but not yet effective: (continued)

The adoption of the above standards, amendments to standards or interpretations is not expected to have a material effect on the financial statements of the Fund.

#### B INCOME RECOGNITION

##### Interest income

Interest income from deposits with licensed financial institutions and unquoted fixed income securities are recognised on effective interest method on an accrual basis.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

##### Realised gains and losses on sale of investments

For unquoted fixed income securities, realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on cost adjusted for accretion of discount or amortisation of premium on investments.

#### C TAXATION

Current tax expense is determined according to the Malaysian tax laws at the current rate based upon the taxable profits earned during the financial period.

#### D DISTRIBUTION

A distribution to the Fund's unitholders is accounted for as a deduction from realised reserve. A proposed distribution is recognised as a liability in the period in which it is approved by the Trustee of the Fund.

#### E FUNCTIONAL AND PRESENTATION CURRENCY

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements are presented in Ringgit Malaysia ("RM"), which is the Fund's functional and presentation.

#### F FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

- The Fund classifies its financial assets in the following measurement categories:
- those to be measured at fair value through profit or loss, and
- those to be measured at amortised cost.

## AHAM ENHANCED DEPOSIT FUND

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

##### (i) Classification (continued)

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any securities as fair value through other comprehensive income.

The contractual cash flows of the Fund's debt securities are solely principal and interest ("SPPI"). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents as financial assets at amortised cost as these financial assets are held to collect contractual cash flows that represent SPPI.

The Fund classifies amount due to Manager, amount due to Trustee, auditors' remuneration, tax agent's fee and other payables and accruals as financial liabilities measured at amortised cost.

##### (ii) Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date – the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value.

Financial liabilities, within the scope of MFRS 9, are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the statement of comprehensive income within 'net gain/(loss) on financial assets at fair value through profit and loss' in the period which they arise.

Unquoted fixed income including money market instruments denominated in Ringgit Malaysia are revalued on a daily basis based on fair value prices quoted by a bond pricing agency ("BPA"). Where such quotation are not available or where the Manager is of the view that the price quoted by the BPA for a specific unquoted sukuk differs from the market price by more than 20 basis points, the Manager may use the market price, provided that the Manager:

- (i) records its basis for using non-BPA price;
- (ii) obtains necessary internal approvals to use the non-BPA price; and
- (iii) keeps an audit trail of all decisions and basis for adopting the market yield.

## AHAM ENHANCED DEPOSIT FUND

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement (continued)

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest method.

(iii) Impairment

The Fund's financial assets measured at amortised cost are subject to expected credit losses. The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. Management consider the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12 month expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

The Fund defines a financial instrument as default, which is fully aligned with the definition of credit-impaired, when it meets one or more of the following criteria:

Quantitative criteria:

Any contractual payment which is more than 90 days past due is considered credit-impaired.

Qualitative criteria:

The debtor meets unlikeliness to pay criteria, which indicates the debtor is in significant financial difficulty. The Fund considers the following instances:

- the debtor is in breach of financial covenants
- concessions have been made by the lender relating to the debtor's financial difficulty
- it is becoming probable that the debtor will enter bankruptcy or other financial reorganisation
- the debtor is insolvent

Financial instruments that are credit-impaired are assessed on individual basis.

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount.

The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in bad debt recoveries. There are no write-offs/recoveries during the financial period.

## **AHAM ENHANCED DEPOSIT FUND**

### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)**

#### **G CASH AND CASH EQUIVALENTS**

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances which is subject to an insignificant risk of change in value.

#### **H UNITHOLDERS' CAPITAL**

The unitholders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's net assets value ("NAV");
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial period if unitholder exercises the right to put the unit back to the Fund.

Units are created and cancelled at the unitholder's option at prices based on the Fund's NAV per unit at the time of creation or cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units.

#### **I CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES**

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information contents on the estimates, certain key variables that are anticipated to have material impacts to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgments are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

However, the Manager is of the opinion that there are no accounting policies which require significant judgment to be exercised.

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the Securities Commission's ("SC") Guidelines on Unit Trust Funds.

#### **J REALISED AND UNREALISED PORTIONS OF PROFIT OR LOSS AFTER TAX**

The analysis of realised and unrealised profit or loss after tax as presented on the statement of comprehensive income is prepared in accordance with SC's Guidelines on Unit Trust Funds

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

#### 1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name Hwang Enhanced Deposit Fund (the "Fund") pursuant to the execution of a Master Deed dated 4 April 2005, First Supplemental Deed dated 29 December 2005, Second Supplemental Deed dated 20 February 2006, Third Supplemental Deed dated 18 June 2007, Fourth Supplemental Deed dated 15 October 2008, Fifth Supplemental Deed dated 12 March 2009, Sixth Supplemental Deed dated 19 March 2010, Seventh Supplemental Deed dated 18 January 2012, Eighth supplemental Deed dated 27 June 2014, Ninth Supplemental Deed dated 19 December 2016, Tenth Supplemental Deed dated 25 January 2022 and Eleventh Supplemental Deed dated 6 October 2022 (the "Deeds") entered into between AHAM Asset Management Berhad (the "Manager") and HSBC (Malaysia) Trustee Berhad (the "Trustee"). The Fund has changed its name from HwangDBS Enhanced Deposit Fund to Hwang Enhanced Deposit Fund as amended by Seventh Supplemental Deed dated 18 January 2012 and from Hwang Enhanced Deposit Fund to AHAM Enhanced Deposit Fund as amended by Eighth supplemental Deed dated 27 June 2014.

The Fund was launched on 18 April 2005 and will continue its operations until terminated by the Trustee as provided under Clause 3.1 of the Deed.

The Fund may invest in any of the following investments:

- (a) Debentures;
- (b) Unlisted securities, including without limitation, securities that have been approved by the relevant regulatory authorities for the listing of and quotation of such securities
- (c) Money market instruments;
- (d) Ringgit-denominated deposits;
- (e) Units or shares in collective investment schemes;
- (f) Any other form of investments as may be permitted by the SC from time to time which are in line with the objective of the Fund.

All investment will be subjected to SC's Guidelines on Unit Trust Funds, the Deeds and the objective of the Fund.

The Fund will select debt securities, the selection of which will depend largely on credit quality, to assure relative certainty of principal repayment and overall total return stability.

The Manager is a company incorporated in Malaysia. The principal activities of the Manager are establishment and management of unit trust funds, exchange-traded funds and private retirement schemes as well as providing fund management services to private clients. On 10 November 2022, the Manager has changed its name from Affin Hwang Asset Management Berhad to AHAM Asset Management Berhad.

The financial statements were authorised for issue by the Manager on xx December 2024.

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments are as follows:

|   | <u>Note</u> | At<br>amortised<br><u>cost</u><br>RM | At fair value<br>through<br><u>profit or loss</u><br>RM | <u>Total</u><br>RM   |
|---|-------------|--------------------------------------|---|----------------------|
| <u>2024</u>                                   |             |                                      |   |                      |
| <u>Financial assets</u>                       |             |                                      |   |                      |
| Cash and cash equivalents                     |             | 142,613                              | -   | 142,613              |
| Deposits with licensed financial institutions | 9           | -                                    | 1,417,354,693   | 1,417,354,693        |
| Unquoted fixed income securities              | 9           |                                      | 175,495,849   | 175,495,849          |
|   |             | <u>142,613</u>                       | <u>1,592,850,542</u>                                    | <u>1,592,993,155</u> |
| <u>Financial liabilities</u>                  |             |                                      |   |                      |
| Amount due to Manager                         |             |                                      |   |                      |
| - management fee                              |             | 402,278                              | -   | 402,278              |
| Amount due to Trustee                         |             | 26,818                               | -   | 26,818               |
| Fund accounting fee                           |             | 1,500                                | -   | 1,500                |
| Auditor's remuneration                        |             | 4,079                                | -   | 4,079                |
| Tax agent's fee                               |             | 5,888                                | -   | 5,888                |
| Other payables and accruals                   |             | 9,541                                | -   | 9,541                |
|   |             | <u>450,104</u>                       | <u>-</u>  | <u>450,104</u>       |
| <u>2023</u>                                   |             |                                      |   |                      |
| <u>Financial assets</u>                       |             |                                      |   |                      |
| Cash and cash equivalents                     |             | 1671                                 | -   | 1671                 |
| Deposits with licensed financial institutions | 9           | -                                    | 1,793,684,673   | 1,793,684,673        |
| Unquoted fixed income securities              | 9           |                                      | 108,022,894   | 108,022,894          |
|   |             | <u>1,671</u>                         | <u>1,901,707,567</u>                                    | <u>1,901,709,238</u> |
| <u>Financial liabilities</u>                  |             |                                      |   |                      |
| Amount due to Manager                         |             |                                      |   |                      |
| - management fee                              |             | 485,571                              | -   | 485,571              |
| Amount due to Trustee                         |             | 32,371                               | -   | 32,371               |
| Fund accounting fee                           |             | 1,500                                | -   | 1,500                |
| Auditor's remuneration                        |             | 4,067                                | -   | 4,067                |
| Tax agent's fee                               |             | 5,882                                | -   | 5,882                |
| Other payables and accruals                   |             | 8,633                                | -   | 8,633                |
|   |             | <u>538,024</u>                       | <u>-</u>  | <u>538,024</u>       |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

The Fund is exposed to a variety of risks which include market risk (including price risk and interest rate risk), credit risk, liquidity risk and capital risk.

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated by the SC's Guidelines on Unit Trust Funds.

#### Market risk

##### (a) Price risk

Price risk arises mainly from the uncertainty about future prices of investments. It represents the potential loss the Fund might suffer through holding market positions in the face of price movements. The Manager manages the risk of unfavourable changes in prices by continuous monitoring of the performance and risk profile of the investment portfolio.

The Fund's overall exposure to price risk was as follows:

|                                   | <u>2024</u><br>RM | <u>2023</u><br>RM |
|-----------------------------------|-------------------|-------------------|
| <b>Unquoted investment</b>        |                   |                   |
| Unquoted fixed income securities* | 175,495,849       | 108,022,894       |

\* Include interest receivable of RM 1,959,918 (2023: RM1,138,449)

The following table summarises the sensitivity of the Fund's profit after taxation and NAV to price risk movements. The analysis is based on the assumptions that the market price increased by 5% (2023: 5%) and decreased by 5% (2023: 5%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted and unquoted securities, having regard to the historical volatility of the prices.

| <u>% Change in price</u> | <u>Market value</u><br>MYR | <u>Impact on<br/>profit after<br/>tax/NAV</u><br>MYR |
|--------------------------|----------------------------|--|
| <u>2024</u>              |                            |  |
| -3%                      | 168,329,853                | (5,206,078)  |
| 0%                       | 173,535,931                | -  |
| +3%                      | 178,742,009                | 5,206,078  |
| <u>2023</u>              |                            |  |
| -5%                      | 101,540,223                | (5,344,222)  |
| 0%                       | 106,884,445                | -  |
| +5%                      | 112,228,667                | 5,344,222  |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

##### Market risk (continued)

##### (a) Interest rate risk

In general, when interest rates rise, unquoted fixed income securities prices will tend to fall and vice versa. Therefore, the NAV of the Fund may also tend to fall when interest rates rise or are expected to rise. However, investors should be aware that should the Fund hold unquoted fixed income securities till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the NAV shall not be affected at maturity. In order to mitigate interest rates exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future interest rate trend of the Manager, which is based on its continuous fundamental research and analysis.

This risk is crucial in an unquoted fixed income securities fund since unquoted fixed income securities portfolio management depends on forecasting interest rate movements. Prices of unquoted fixed income securities move inversely to interest rate movements, therefore as interest rates rise, the prices of unquoted fixed income securities decrease and vice versa. Furthermore, unquoted fixed income securities with longer maturity and lower yield coupon rates are more susceptible to interest rate movements.

Investors should note that unquoted fixed income securities and money market instruments are subject to interest rate fluctuations. Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to make payments of interest income and principal, especially if the issuers are highly leveraged. An increase in interest rates may therefore increase the potential for default by an issuer.

The table below summarises the sensitivity of the Fund's profit after tax and NAV to movements in prices of unquoted fixed income securities held by the Fund as a result of movement in interest rate. The analysis is based on the assumptions that the interest rate increased and decreased by 2.00% (2023: 2%) with all other variables held constant.

| <u>% Change in interest rate</u> | <u>Impact on profit after tax/NAV</u> |             |
|----------------------------------|---------------------------------------|-------------|
|                                  | <u>2024</u>                           | <u>2023</u> |
|                                  | MYR                                   | MYR         |
| + 1% (2023: 2%)                  | (31,210)                              | (5,079,179) |
| - 2% (2023: 2%)                  | (32,443)                              | (4,870,324) |

The Fund's exposure to interest rate risk associated with deposit with a licensed financial institution is not material as the deposit are held on a short-term basis.



## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

##### Credit risk

Credit risk refers to the ability of an issuer or counterparty to make timely payments of interest, principals and proceeds from realisation of investments. The Manager manages the credit risk by undertaking credit evaluation to minimise such risk.

Credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

The following table sets out the credit risk concentration of the Fund:

|                        | <u>Unquoted<br/>fixed<br/>income<br/>securities</u><br>RM | <u>Deposits<br/>with licensed<br/>financial<br/>institutions</u><br>RM | <u>Cash<br/>and cash<br/>equivalents</u><br>RM | <u>Total</u><br>RM   |
|------------------------|---|--|--|----------------------|
| <u>2024</u>            |   |  |  |                      |
| Commercial Services    |   |  |  |                      |
| - AA                   | 20,482,993  | -  | -  | 20,482,993           |
| Consumer Discretionary |   |  |  |                      |
| - AA-                  | 41,566,380  | -  | -  | 41,566,380           |
| Financials             |   |  |  |                      |
| - AAA                  | -   | 1,050,027,672  | 142,613  | 1,050,170,285        |
| - AA                   | 60,847,123  | -  | -  | 60,847,123           |
| - AA3                  | -   | 367,327,021  | -  | 367,327,021          |
| Industrials            |   |  |  |                      |
| - AA3                  | 15,404,766  | -  | -  | 15,404,766           |
| Real Estate            |   |  |  |                      |
| - AA-                  | 5,035,210   | -  | -  | 5,035,210            |
| - MARC-1               | 29,857,500  | -  | -  | 29,857,500           |
| Utilities              |   |  |  |                      |
| - AAA                  | 1,270,343   | -  | -  | 1,270,343            |
| - AA-                  | 1,031,534   | -  | -  | 1,031,534            |
|                        | <u>175,495,849</u>  | <u>1,417,354,693</u>   | <u>142,613</u>                                 | <u>1,592,993,155</u> |

**AHAM ENHANCED DEPOSIT FUND**  
**(FORMERLY KNOWN AS AFFIN HWANG ENHANCED DEPOSIT FUND)**

**NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS**  
**FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)**

**2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**

Credit risk (continued)

The following table sets out the credit risk concentration of the Fund: (continued)

|                        | Unquoted<br>fixed<br>income<br><u>securities</u><br>RM | Deposits<br>with licensed<br>financial<br><u>institutions</u><br>RM | Cash<br>and cash<br><u>equivalents</u><br>RM | <u>Total</u><br>RM |
|------------------------|--|---|--|--------------------|
| <u>2023</u>            |  |   |  |                    |
| Consumer Discretionary |  |   |  |                    |
| - AA1                  | 20,286,460   | -   | -  | 20,286,460         |
| - AA-                  | 5,099,362  | -   | -  | 5,099,362          |
| - A+                   | 9,698,468  | -   | -  | 9,698,468          |
| Financials             |  |   |  |                    |
| - AA3                  | -  | 10,225,362  | -  | 10,225,362         |
| - AAA                  | 5,047,949  | 1,731,955,976   | 1,671  | 1,737,005,596      |
| - AA2                  | 20,168,369   | -   | -  | 20,168,369         |
| - AA1                  | 10,153,048   | 51,503,335  | -  | 61,656,383         |
| - AA                   | 25,244,038   | -   | -  | 25,244,038         |
| Industrials            |  |   |  |                    |
| - AAA                  | 5,030,340  | -   | -  | 5,030,340          |
| Real Estate            |  |   |  |                    |
| - P1                   | 4,974,950  | -   | -  | 4,974,950          |
| Utilities              |  |   |  |                    |
| - AAA                  | 1,281,043  | -   | -  | 1,281,043          |
| - AA-                  | 1,038,867  | -   | -  | 1,038,867          |
|                        | 108,022,894  | 1,793,684,673   | 1,671  | 1,901,709,238      |
|                        | 108,022,894  | 1,793,684,673   | 1,671  | 1,901,709,238      |

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations. The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payment and cancellations of unit by unitholders, liquid assets comprise cash, deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 7 days.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date.

The amounts in the table below are the contractual undiscounted cash flows.

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

##### Liquidity risk (continued)

The amounts in the table below are the contractual undiscounted cash flows.

|                             | Within<br><u>one month</u><br>RM | Between<br>one month<br><u>to one year</u><br>RM | <u>Total</u><br>RM |
|-----------------------------|----------------------------------|--|--------------------|
| <u>2024</u>                 |                                  |  |                    |
| Amount due to Manager       |                                  |  |                    |
| - management fee            | 402,278                          | -  | 402,278            |
| Amount due to Trustee       | 26,818                           | -  | 26,818             |
| Fund accounting fee         | 1,500                            | -  | 1,500              |
| Auditor's remuneration      | -                                | 4,079  | 4,079              |
| Tax agent's fee             | -                                | 5,888  | 5,888              |
| Other payables and accruals | -                                | 9,541  | 9,541              |
|                             | <u>430,596</u>                   | <u>19,508</u>                                    | <u>448,604</u>     |
| <u>2023</u>                 |                                  |  |                    |
| Amount due to Manager       |                                  |  |                    |
| - management fee            | 485,571                          | -  | 485,571            |
| Amount due to Trustee       | 32,371                           | -  | 32,371             |
| Fund accounting fee         | 1,500                            | -  | 1,500              |
| Auditor's remuneration      | -                                | 4,067  | 4,067              |
| Tax agent's fee             | -                                | 5,882  | 5,882              |
| Other payables and accruals | -                                | 8,633  | 8,633              |
|                             | <u>519,442</u>                   | <u>18,582</u>                                    | <u>538,024</u>     |

##### Capital risk

The capital of the Fund is represented by equity consisting of unitholders' capital and retained earnings. The amount of equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unitholders.

The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

Financial instruments comprise financial assets and financial liabilities. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets traded in active markets (such as trading securities) is based on quoted market prices at the close of trading on the period end date.

An active market is a market in which transactions for the asset take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 3 FAIR VALUE ESTIMATION

##### Capital risk (continued)

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

##### (i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Fund's financial assets (by class) measured at fair value:

|  | <u>Level 1</u><br>RM | <u>Level 2</u><br>RM | <u>Level 3</u><br>RM | <u>Total</u><br>RM   |
|--|----------------------|----------------------|----------------------|----------------------|
| <u>2024</u>  |                      |                      |                      |                      |
| Financial assets at fair value through profit or loss: |                      |                      |                      |                      |
| - deposits with licensed financial institutions        | -                    | 1,417,354,693        | -                    | 1,417,354,693        |
| - unquoted fixed income securities                     | -                    | 175,495,849          | -                    | 175,495,849          |
|  | <u>-</u>             | <u>1,592,850,542</u> | <u>-</u>             | <u>1,592,850,542</u> |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

|  | <u>Level 1</u><br>RM | <u>Level 2</u><br>RM | <u>Level 3</u><br>RM | <u>Total</u><br>RM |
|--|----------------------|----------------------|----------------------|--------------------|
| <u>2023</u>  |                      |                      |                      |                    |
| Financial assets at fair value through profit or loss: |                      |                      |                      |                    |
| - deposits with licensed financial institutions        | -                    | 1,793,684,673        | -                    | 1,793,684,673      |
| - unquoted fixed income securities                     | -                    | 108,022,894          | -                    | 108,022,894        |
|  | -                    | 1,901,707,567        | -                    | 1,901,707,567      |

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include unquoted fixed income securities and deposits with licensed financial institutions. As Level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

- (ii) The carrying values of cash and cash equivalents and all current liabilities are a reasonable approximation of the fair values due to their short-term nature.

#### 4 INTEREST INCOME

|   | 6 months<br>financial<br>period ended<br><u>31.10.2024</u><br>RM | 6 months<br>financial<br>period ended<br><u>31.10.2023</u><br>RM |
|---|--|--|
| Interest income from financial assets at fair value through profit or loss: |  |  |
| - deposits with licensed financial institutions                             | 25,675,167   | 32,625,607   |
| - unquoted fixed income securities  | 5,569,945  | 1,792,351  |
|   | 31,245,112   | 34,417,958   |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 5 MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a management fee at a rate not exceeding 3.00% per annum on the NAV of the Fund, calculated on daily basis.

For the 6 months financial period ended 31 October 2024, the management fee is recognised at the rate of 0.30% (2023: 0.30%) per annum on the NAV of the Fund, calculated on daily basis as stated in the Funds' Prospectus.

There will be no further liability to the Manager in respect of management fee other than the amounts recognised above.

#### 6 TRUSTEE FEE

In accordance with the Deeds, the Trustee is entitled to an annual fee at a rate not exceeding 0.30% per annum on the NAV of the Fund.

The trustee imposes a tiered trustee fee in respect of the Fund:-

| <b>Net Asset Value (NAV)</b> | <b>% of NAV of the Fund</b> |
|------------------------------|-----------------------------|
| < RM500 Million              | 0.03% per annum             |
| ≥ RM500 Million              | 0.02% per annum             |

For the 6 months financial period ended 31 October 2024 and 31 October 2023, the Trustee's fee is recognised at the rates stated above.

There will be no further liability to the Trustee in respect of trustee fee other than the amounts recognised above.

#### 7 FUND ACCOUNTING FEE

The fund valuation and accounting fee for the Fund is RM9,000 (2023: RM9,000) for the financial period.

#### 8 TAXATION

|                  | 6 months<br>financial<br>period ended<br><u>31.10.2024</u><br>RM | 6 months<br>financial<br>period ended<br><u>31.10.2023</u><br>RM |
|------------------|--|--|
| Current taxation | -  | -  |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 8 TAXATION (CONTINUED)

The numerical reconciliation between net profit before taxation multiplied by the Malaysian statutory tax rate and tax expense of the Fund is as follows:

|   | 6 months<br>financial<br>period ended<br><u>31.10.2024</u><br>RM | 6 months<br>financial<br>period ended<br><u>31.10.2023</u><br>RM |
|---|--|--|
| Net profit before taxation                                  | 29,116,880   | 31,555,618   |
| Tax at Malaysian statutory rate of 24% (2023: 24%)          | 6,988,051  | 7,573,348  |
| Tax effects of:   |  |  |
| Investment income not subject to tax                        | (7,601,472)  | (8,248,646)  |
| Expenses not deductible for tax purposes                    | 37,489   | 45,656   |
| Restriction on tax deductible expenses for Unit Trust Funds | 575,932  | 629,642  |
| Tax expense   | -  | -  |

#### 9 DISTRIBUTIONS

|   | 6 months<br>financial<br>period ended<br><u>31.10.2024</u><br>RM | 6 months<br>financial<br>period ended<br><u>31.10.2023</u><br>RM |
|---|--|--|
| Distribution to unitholders are from the following sources: |  |  |
| Interest income   | 13,709,020   | 11,175,065   |
| Previous year's realised income                             | -  | 4,291,910  |
| Gross realised income                                       | 13,709,020   | 14,567,832   |
| Less: Expenses  | (1,246,275)  | (899,143)  |
| Net distribution amount                                     | 12,462,746   | 14,567,832   |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 9 DISTRIBUTIONS (CONTINUED)

During the 6 months financial period 31 October 2024, distributions were made as follows:

| <u>Ex-date</u> | <u>Gross/Net distribution per unit</u><br>(sen) |
|----------------|---|
| 23.05.2024     | 0.16  |
| 26.06.2024     | 0.16  |
| 27.04.2024     | 0.16  |
| 28.08.2024     | 0.16  |
| 25.09.2024     | 0.16  |
| 23.10.2024     | 0.16  |
|                | <hr/>   |
|                | 0.96  |
|                | <hr/> <hr/>                                     |

During the 6 months financial period 31 October 2023, distributions were made as follows:

| <u>Ex-date</u> | <u>Gross/Net distribution per unit</u><br>(sen) |
|----------------|---|
| 24.05.2023     | 0.16  |
| 28.06.2023     | 0.16  |
| 26.07.2023     | 0.16  |
| 23.08.2023     | 0.16  |
| 27.09.2023     | 0.16  |
| 25.10.2023     | 0.16  |
|                | <hr/>   |
|                | 0.96  |
|                | <hr/> <hr/>                                     |

Gross distribution per unit is derived from gross realised income less expenses divided by the number of units in circulation, while net distribution per unit is derived from gross realised income less expenses and taxation divided by the number of units in circulation.

Included in distribution for the financial period is an amount of RMNil (2023: RM4,291,910) made from previous year's realised income.



## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

|   | <u>2024</u><br>RM  | <u>2023</u><br>RM  |
|---|--|--|
| Financial assets at fair value through profit or loss:                |  |  |
| - deposits with licensed financial institutions                       | 1,417,354,693  | 1,793,684,673  |
| - unquoted fixed income securities – local                            | 175,495,849  | 108,022,894  |
|   | <u>1,592,850,542</u>   | <u>1,901,707,567</u>   |
|   | 6 months<br>financial<br>period ended<br><u>31.10.2024</u><br>RM | 6 months<br>financial<br>period ended<br><u>31.10.2023</u><br>RM |
| Net loss on financial assets at fair value<br>through profit or loss: |  |  |
| - unrealised loss on changes in fair value                            | (514,399)  | (48,850)   |

#### (a) Deposits with licensed financial institutions

|  | <u>2024</u><br>RM    | <u>2023</u><br>RM    |
|--|----------------------|----------------------|
| Financial assets at fair value through profit or loss: |                      |                      |
| - deposits with licensed financial institutions        | <u>1,417,354,693</u> | <u>1,793,684,673</u> |

\*Includes interest receivable of RM18,934,825 (2023: RM17,904,549).

Weighted average effective interest rates per annum of deposits with licensed financial institutions are as follows:

|   | <u>2024</u><br>% | <u>2023</u><br>% |
|---|------------------|------------------|
| Deposits with licensed financial institutions | <u>3.93</u>      | <u>3.84</u>      |

The deposits have an average day to maturity of 81 days (2023: 69 days).

#### (b) Unquoted fixed income securities - local

##### (i) Unquoted fixed income securities - local as at 31 October 2024 are as follows:

| <u>Name of issuer</u>                   | <u>Nominal<br/>value</u><br>RM | <u>Adjusted<br/>cost</u><br>RM | <u>Fair<br/>value</u><br>RM | <u>Percentage<br/>of NAV</u><br>% |
|---|--------------------------------|--------------------------------|-----------------------------|-----------------------------------|
| <u>Bonds</u>                            |                                |                                |                             |                                   |
| 4.43% DRB-HICOM Bhd<br>29.08.2025 (AA-) | 3,000,000                      | 3,007,442                      | 3,036,547                   | 0.19                              |
| 4.55% DRB-HICOM Bhd<br>12.12.2024 (AA-) | 24,500,000                     | 24,506,879                     | 24,955,244                  | 1.57                              |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Unquoted fixed income securities - local (continued)

(i) Unquoted fixed income securities - local as at 31 October 2024 are as follows: (continued)

| <u>Name of issuer</u>   | <u>Nominal<br/>value<br/>RM</u> | <u>Adjusted<br/>cost<br/>RM</u> | <u>Fair<br/>value<br/>RM</u> | <u>Percentage<br/>of NAV<br/>%</u> |
|---|---------------------------------|---------------------------------|------------------------------|------------------------------------|
| <u>Bonds (continued)</u>  |                                 |                                 |                              |                                    |
| 5.42% Jimah East Power Sdn Bhd<br>04.06.2025 (AA-)                            | 1,000,000                       | 1,007,108                       | 1,031,534                    | 0.06                               |
| 5.25% Malayan Cement Berhad<br>13.01.2026 (AA3)                               | 10,000,000                      | 10,151,924                      | 10,323,681                   | 0.65                               |
| 5.42% Malayan Cement Berhad<br>31.10.2025 (AA3)                               | 5,000,000                       | 5,072,316                       | 5,081,085                    | 0.32                               |
| 5.78% Northport Malaysia Bhd<br>19.12.2024 (AA)                               | 20,000,000                      | 20,052,726                      | 20,482,993                   | 1.29                               |
| 4.15% Pac Lease Bhd<br>05.08.2025 (AA)  | 10,000,000                      | 10,001,828                      | 10,134,555                   | 0.64                               |
| 4.15% Pac Lease Bhd<br>29.07.2025 (AA)  | 50,000,000                      | 49,999,422                      | 50,712,568                   | 3.18                               |
| 4.99% STM Lottery Sdn Bhd<br>30.06.2025 (AA-)                                 | 13,300,000                      | 13,332,294                      | 13,574,589                   | 0.85                               |
| 5.10% TNB Western Energy Bhd<br>30.01.2025 (AAA)                              | 1,250,000                       | 1,253,293                       | 1,270,343                    | 0.08                               |
| 4.79% UEM Sunrise Bhd<br>11.04.2025 (AA-)                                     | 5,000,000                       | 5,015,480                       | 5,035,210                    | 0.32                               |
|   | <u>143,050,000</u>              | <u>143,678,431</u>              | <u>145,638,349</u>           | <u>9.15</u>                        |
| <u>Commercial papers</u>  |                                 |                                 |                              |                                    |
| 0.00% Trusmadi Capital Sdn Bhd<br>13.12.2024 (MARC-1)                         | 25,000,000                      | 24,877,968                      | 24,881,250                   | 1.56                               |
| 0.00% Trusmadi Capital Sdn Bhd<br>13.12.2024 (MARC-1)                         | 5,000,000                       | 4,974,147                       | 4,976,250                    | 0.31                               |
|   | <u>30,000,000</u>               | <u>29,852,114</u>               | <u>29,857,500</u>            | <u>1.87</u>                        |
| Total unquoted fixed income<br>securities - local                             | <u>173,050,000</u>              | <u>173,530,545</u>              | <u>175,495,849</u>           | <u>11.02</u>                       |
| Accumulated unrealised gain<br>on unquoted fixed income<br>securities - local |                                 | <u>1,965,304</u>                |                              |                                    |
| Total unquoted fixed income<br>securities - local                             |                                 | <u>175,495,849</u>              |                              |                                    |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2023 are as follows:

| <u>Name of issuer</u>                                 | <u>Nominal<br/>value<br/>RM</u> | <u>Adjusted<br/>cost<br/>RM</u> | <u>Fair<br/>value<br/>RM</u> | <u>Percentage<br/>of NAV<br/>%</u> |
|---|---------------------------------|---------------------------------|------------------------------|------------------------------------|
| <u>Bonds</u>  |                                 |                                 |                              |                                    |
| 4.28% Amanat Lebuhraya<br>Rakyat Bhd 11.10.2024 (AAA) | 5,000,000                       | 5,011,041                       | 5,030,340                    | 0.26                               |
| 3.14% Ambank (M) Bhd<br>29.12.2023 (AA2)              | 15,000,000                      | 5,158,673                       | 15,140,661                   | 0.80                               |
| 4.1% Ambank Islamic Bhd<br>27.03.2025 (AA2)           | 5,000,000                       | 15,001,561                      | 5,027,708                    | 0.26                               |
| 3.88% CIMB Group Holdings Bhd<br>12.06.2024 (AA1)     | 10,000,000                      | 10,150,623                      | 10,153,048                   | 0.53                               |
| 4.55% DRB-HICOM Bhd<br>12.12.2024 (A+)                | 9,500,000                       | 9,684,910                       | 9,698,468                    | 0.51                               |
| 4.90% GENM Capital Bhd<br>22.08.2025 (AA1)            | 20,000,000                      | 20,338,129                      | 20,286,460                   | 1.07                               |
| 5.42% Jimah East Power Sdn Bhd<br>04.06.2025 (AA-)    | 1,000,000                       | 1,040,807                       | 1,038,867                    | 0.05                               |
| 4.15% Pac Lease Bhd<br>05.08.2025 (AA)                | 5,000,000                       | 20,050,108                      | 5,044,864                    | 0.27                               |
| 4.15% Pac Lease Bhd<br>29.07.2025 (AA)                | 20,000,000                      | 5,224,873                       | 20,199,174                   | 1.06                               |
| 4.99% STM Lottery Sdn Bhd<br>30.06.2025 (AA-)         | 5,000,000                       | 5,108,134                       | 5,099,362                    | 0.27                               |
| 5.10% TNB Western Energy Bhd<br>30.01.2025 (AA-)      | 1,250,000                       | 1,282,988                       | 1,281,043                    | 0.07                               |
| 4.27% Zamarad Assets Bhd<br>09.08.2024 (AAA)          | 5,000,000                       | 5,048,277                       | 5,047,949                    | 0.27                               |
|   | <u>101,750,000</u>              | <u>103,100,124</u>              | <u>103,047,944</u>           | <u>5.42</u>                        |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2023 are as follows: (continued)

| <u>Name of issuer</u>   | <u>Nominal<br/>value</u><br>RM | <u>Adjusted<br/>cost</u><br>RM | <u>Fair<br/>value</u><br>RM | <u>Percentage<br/>of NAV</u><br>% |
|---|--------------------------------|--------------------------------|-----------------------------|-----------------------------------|
| <u>Commercial papers</u>  |                                |                                |                             |                                   |
| 0.00% Trusmadi Capital Sdn Bhd<br>15.12.2023 (P1)                             | 5,000,000                      | 4,972,981                      | 4,974,950                   | 0.26                              |
|   | 5,000,000                      | 4,972,981                      | 4,974,950                   | 0.26                              |
| Total unquoted fixed income<br>securities - local                             | <u>106,750,000</u>             | <u>108,073,105</u>             | <u>108,022,894</u>          | <u>5.68</u>                       |
| Accumulated unrealised loss<br>on unquoted fixed income<br>securities - local |                                | <u>(50,211)</u>                |                             |                                   |
| Total unquoted fixed income<br>securities - local                             |                                | <u>108,022,894</u>             |                             |                                   |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 11 NUMBER OF UNITS IN CIRCULATION

|  | <u>2024</u>                 | <u>2023</u>                 |
|--|-----------------------------|-----------------------------|
|  | No of units                 | No of units                 |
| At beginning of the financial period         | 1,346,488,000               | 1,104,217,000               |
| Creation of units arising from applications  | 192,176,569                 | 655,195,326                 |
| Creation of units arising from distributions | 10,199,387                  | 12,186,363                  |
| Cancellation of units                        | <u>(248,229,956)</u>        | <u>(185,799,689)</u>        |
| At the end of the financial period           | <u><u>1,300,634,000</u></u> | <u><u>1,585,799,000</u></u> |

#### 12 TRANSACTIONS WITH DEALERS

- (i) Details of transactions with the top 10 dealers for the 6 months financial period ended 31 October 2024 are as follows:

| <u>Name of dealers</u>            | <u>Value<br/>of trade</u><br>RM | <u>Percentage<br/>of total trade</u><br>% |
|-----------------------------------|---------------------------------|---|
| Malayan Banking Berhad            | 103,897,488                     | 46.73                                     |
| OCBC Bank (Malaysia) Berhad       | 69,776,500                      | 31.38                                     |
| Affin Hwang Investment Bank Bhd#* | 30,309,000                      | 13.63                                     |
| RHB Bank Bhd                      | 10,350,140                      | 4.66                                      |
| Ambank (M) Berhad                 | 4,990,750                       | 2.24                                      |
| Hong Leong Bank Berhad            | 3,009,000                       | 1.35                                      |
|                                   | <u><u>222,332,878</u></u>       | <u><u>100.00</u></u>                      |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 12 TRANSACTIONS WITH DEALERS (CONTINUED)

- (ii) Details of transactions with the top 10 dealers for the 6 months financial period ended 31 October 2023 are as follows:

| <u>Name of dealers</u>            | <u>Value<br/>of trade<br/>RM</u> | <u>Percentage<br/>of total trade<br/>%</u> |
|-----------------------------------|----------------------------------|--|
| OCBC Bank (Malaysia) Berhad       | 49,905,420                       | 34.01                                      |
| Ambank (M) Berhad                 | 25,099,410                       | 17.10                                      |
| Affin Hwang Investment Bank Bhd#* | 23,278,688                       | 15.86                                      |
| CIMB Bank Bhd                     | 15,005,000                       | 10.23                                      |
| RHB Bank Bhd                      | 10,038,250                       | 6.84                                       |
| Malayan Banking Berhad            | 9,888,830                        | 6.74                                       |
| Hong Leong Islamic Bank Bhd       | 5,015,000                        | 3.42                                       |
| Hong Leong Investment Bank Berhad | 5,000,000                        | 3.41                                       |
| Hong Leong Bank Berhad            | 3,503,500                        | 2.39                                       |
|                                   | <u>146,734,098</u>               | <u>100.00</u>                              |

There is no brokerage fee paid to the dealer.

# Included in transactions with dealers are trades conducted with Affin Hwang Investment Bank Bhd, former companies related to the Manager amounting to RM30,309,000 (2023: RM23,278,688). The Manager is of the opinion that the transactions with the related company have been entered into in the normal course of business at agreed terms between the related parties.

\* Included in the transactions with dealers are cross trades conducted between the Fund and other Funds; and private mandates managed by the Manager amounting to:

| <u>Name of dealers</u>          | <u>6 months<br/>financial<br/>period ended<br/>31.10.2024<br/>RM</u> | <u>6 months<br/>financial<br/>period ended<br/>31.10.2023<br/>RM</u> |
|---------------------------------|--|--|
| Affin Hwang Investment Bank Bhd | 30,000,000   | 8,319,938  |
| CIMB Bank Bhd                   | -  | 5,005,000  |
| RHB Investment Bank Bhd         | 300,000  | -  |
|                                 | <u>30,300,000</u>  | <u>13,324,938</u>  |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 12 TRANSACTIONS WITH DEALERS (CONTINUED)

The cross trades are conducted between the Funds and other funds; and private mandates managed by the Manager as follows:

|                        | 6 months<br>financial<br>period ended<br><u>31.10.2024</u><br>RM | 6 months<br>financial<br>period ended<br><u>31.10.2023</u><br>RM |
|------------------------|--|--|
| AHAM Income Extra Fund | 20,000,000   | 5,005,000  |
| AHAM Income Fund 5     | 5,000,000  | -  |
| Private mandates       | 5,300,000  | 3,293,938  |
|                        | <u>30,300,000</u>  | <u>13,324,937</u>  |

#### 13 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

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

| <u>Related parties</u>                             | <u>Relationships</u>   |
|--|--|
| CVC Capital Partners Asia V L.P.<br>("CVC Asia V") | Ultimate holding companies of the Provider   |
| Lembaga Tabung Angkatan<br>Tentera ("LTAT")        | Substantial shareholder of the Manager and<br>former ultimate holding corporate body of<br>the Manager |
| Affin Bank Berhad ("ABB")                          | Former penultimate holding company<br>of the Provider  |
| Affin Hwang Investment Bank Berhad                 | Former immediate holding company of the<br>Manager   |
| Starlight TopCo Limited                            | Penultimate holding company of the Manager   |
| Starlight Universe Limited                         | Intermediate holding company of the Manager  |
| Starlight Asset Sdn Bhd                            | Immediate holding company of the Manager   |

## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 13 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER (CONTINUED)

The related parties of and their relationships with the Fund are as follows: (continued)

| <u>Related parties</u>   | <u>Relationships</u>   |
|--|--|
| Nikko Asset Management International Limited (“NAMI”)  | Former substantial shareholder of the Manager  |
| Nikko Asset Management International Limited (“NAM”)   | Substantial shareholder of the Manager   |
| AHAM Asset Management Berhad   | The Manager  |
| Subsidiaries and associated companies of CVC Asia V as disclosed in their financial statements | Subsidiaries and associated companies of the ultimate holding companies of the Manager         |
| Subsidiaries and associated companies of ABB as disclosed in its financial statements          | Subsidiaries and associated companies of the former penultimate holding company of the Manager |
| Directors of AHAM Asset Management Berhad  | Directors of the Manager   |

The units held by the Manager and parties related to the Manager as at the end of the financial period are as follows:

|   | <u>2024</u>        |                  | <u>2023</u>         |                  |
|---|--------------------|------------------|---------------------|------------------|
|   | <u>No of units</u> | <u>RM</u>        | <u>No. of units</u> | <u>RM</u>        |
| <u>The Manager:</u>   |                    |                  |                     |                  |
| AHAM Asset Management Berhad<br>(The units are held legally for booking purposes) | <u>1,056,102</u>   | <u>1,293,129</u> | <u>48,190</u>       | <u>57,775</u>    |
| <u>Party related to the Manager:</u>  |                    |                  |                     |                  |
| Director of AHAM Asset Management Berhad<br>(The units are held beneficially)     | <u>50,943</u>      | <u>62,376</u>    | <u>1,018,926</u>    | <u>1,221,590</u> |



## AHAM ENHANCED DEPOSIT FUND

### NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

#### 14 TOTAL EXPENSE RATIO (“TER”)

|     | 6 months<br>financial<br>period ended<br><u>31.10.2024</u><br>% | 6 months<br>financial<br>period ended<br><u>31.10.2023</u><br>% |
|-----|---|---|
| TER | <u>0.16</u>   | <u>0.15</u>   |

TER is derived from the following calculation:

$$\text{TER} = \frac{(A + B + C + D + E + F) \times 100}{G}$$

|   |   |  |
|---|---|--|
| A | = | Management fee                                       |
| B | = | Trustee fee  |
| C | = | Fund accounting fee                                  |
| D | = | Auditors' remuneration                               |
| E | = | Tax agent's fee                                      |
| F | = | Other expenses                                       |
| G | = | Average NAV of the Fund, calculated on a daily basis |

The average NAV of the Fund for the financial period calculated on a daily basis is RM1,582,105,589 (2023: RM1,885,464,455).

#### 15 PORTFOLIO TURNOVER RATIO (“PTR”)

|             | 6 months<br>financial<br>period ended<br><u>31.10.2024</u> | 6 months<br>financial<br>period ended<br><u>31.10.2023</u> |
|-------------|--|--|
| PTR (times) | <u>15.99</u>   | <u>19.67</u>   |

PTR is derived from the following calculation:

$$\frac{(\text{Total acquisition for the financial period} + \text{total disposal for the financial period}) \div 2}{\text{Average NAV of the Fund for the financial period calculated on a daily basis}}$$

where: total acquisition for the financial period = RM25,275,684,322 (2023: RM37,376,380,613)  
total disposal for the financial period = RM25,316,506,945 (2023: RM36,786,503,321)

## **AHAM ENHANCED DEPOSIT FUND**

### **STATEMENT BY THE MANAGER**

I, Dato' Teng Chee Wai, for and on behalf of the board of directors of the Manager, **AHAM Asset Management Berhad**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 30 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 October 2024 and of its financial performance, changes in equity and cash flows for the financial period ended 31 October 2024 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,  
**AHAM ASSET MANAGEMENT BERHAD**

**DATO' TENG CHEE WAI**  
**EXECUTIVE DIRECTOR/MANAGING DIRECTOR**

Kuala Lumpur  
16 December 2024

## **DIRECTORY OF SALES OFFICE**

### **HEAD OFFICE**

AHAM Asset Management Berhad  
Ground Floor,  
Menara Boustead,  
69, Jalan Raja Chulan,  
50200 Kuala Lumpur

Tel : 03 – 2116 6000  
Toll free no : 1-800-88-7080  
[Email:customer@aham.com.my](mailto:customer@aham.com.my)

### **PENANG**

AHAM Asset Management Berhad  
No. 123, Jalan Macalister,  
10450 Georgetown,  
Penang

Toll free no : 1-800-88-8377

### **PERAK**

AHAM Asset Management Berhad  
1, Persiaran Greentown 6,  
Greentown Business Centre,  
30450 Ipoh, Perak

Tel : 05 – 241 0668  
Fax : 05 – 255 9696

### **PETALING JAYA**

AHAM Asset Management Berhad  
C-31-1, Jaya One,  
72A Jalan Prof Diraja Ungku Aziz,  
Section 13,  
46200 Petaling Jaya,  
Selangor

Tel : 03 – 7760 3062

### **MELAKA**

AHAM Asset Management Berhad  
Ground Floor, No. 584, Jalan Merdeka Taman  
Melaka Raya,  
75000 Melaka

Tel : 06 – 281 2890  
Fax : 06 – 281 2937

### **JOHOR**

AHAM Asset Management Berhad  
Unit 22-05, Level 22 Menara Landmark  
No. 12, Jalan Ngee Heng  
80000 Johor Bahru, Johor

Tel : 07 – 227 8999  
Fax : 07 – 223 8998

## **DIRECTORY OF SALES OFFICE (CONTINUED)**

### **SABAH**

AHAM Asset Management Berhad  
Unit 1.09(a), Level 1 Plaza Shell,  
29, Jalan Tunku Abdul Rahman,  
88000 Kota Kinabalu, Sabah

Tel : 088 – 252 881  
Fax : 088 – 288 803

### **SARAWAK - KUCHING**

AHAM Asset Management Berhad  
Ground Floor, No. 69  
Block 10, Jalan Laksamana Cheng Ho  
93200 Kuching,  
Sarawak

Tel : 082 – 233 320  
Fax : 082 – 233 663

### **SARAWAK - MIRI**

AHAM Asset Management Berhad  
1st Floor, Lot 1291  
Jalan Melayu, MCLD,  
98000 Miri,  
Sarawak

Tel : 085 – 418 403  
Fax : 085 – 418 372

**AHAM Asset Management Berhad**

Registration No: 199701014290 (429786-T)

Ground Floor, Menara Boustead, 69, Jalan Raja Chulan, 50200 Kuala Lumpur, Malaysia.

Toll Free Number: 1800 88 7080 T: +603 2116 6000

[aham.com.my](http://aham.com.my)