

RHB GLOBAL EQUITY YIELD FUND

ANNUAL REPORT 2022

For the financial year ended 30 June 2022

GENERAL INFORMATION ABOUT THE FUND

Name, Category and Type

Fund Name - RHB Global Equity Yield Fund

Fund Category - Equity Fund

Fund Type - Income and Growth Fund

Investment Objective, Policy and Strategy

Objective of the Fund

This Fund aims to achieve long term* capital appreciation and provide a source of income^ through investments in securities of companies listed or traded in the global emerging and developed markets.

Note: * “long term” in this context refers to a period of between 5-7 years.

^ The income is in the form of units. Please refer to the Fund’s distribution mode.

Strategy

The asset allocation of the Fund will be as follows:-

Up to 98% of Net Asset Value - Investments in securities of and securities relating to companies that have attractive dividend yields and good growth potential.

2% - 10% of Net Asset Value - Investments in liquid assets including bonds, money market instruments and deposits with financial institutions.

Subject to the range stipulated above, the above asset allocation will be reviewed from time to time depending on the judgement of the Manager as to the general market and economic conditions.

Performance Benchmark

The performance of the Fund is benchmarked against Morgan Stanley Capital International (“MSCI”) AC World Free Index (RM).

Permitted Investments

This Fund may invest in securities traded on the Bursa Malaysia Securities Berhad or any other market considered as an eligible market, unlisted securities, collective investment schemes, securities/instruments in foreign markets, financial derivatives, structured products, liquid assets (including money market instruments and deposits with any financial institutions), participate in the lending of securities, and any other investments permitted by the Securities Commission Malaysia from time to time.

Distribution Policy

Consistent with the Fund’s objective to achieve long term* capital growth and current income, the Fund will distribute a substantial portion of its returns to unit holders. Distributions, if any, after deduction of taxation and expenses, are generally declared semi-annually and will be reinvested.

*Note: * “long term” in this context refers to a period of between 5 – 7 years*

MANAGER'S REPORT

MARKET REVIEW

Global markets, as measured by the Morgan Stanley Capital International All-Country World Index (“MSCI ACWI”), fell 12.00% in Malaysia Ringgit (“RM”) terms during the period of 1 July 2021 to 30 June 2022. Within sectors, Energy (+16.30%) and Utilities (+0.70%) outperformed the global index (-17.10% in United States Dollar (“USD”) terms) while Communication Services (-30.40%), Consumer Discretionary (-29.50%), and Information Technology (-21.10%) underperformed. Within regions, the United States (“US”) (-14.00%) outperformed the global index (in USD terms) while the Europe (-21.90%), Asia ex-Japan (-26.60%) and Japan (-21.50%) underperformed.

Equity markets remain supported in second half of year 2021 (“2H21”) and peaked in December 2021. The re-nomination of Jerome Powell as Chairman for the US Federal Reserve (“Fed”) and the subsequent move for faster tapering and increased pace of rate hike amid elevated inflation saw market selling off since. Russia’s invasion of Ukraine on 24 February 2022 added to volatility and downside pressures to growth, while inflation and commodities prices soared. The ongoing scrutiny from Chinese official did not help the market until Vice Premier Liu held a meeting in March 2022 to send key signals directly to the markets. Nonetheless, a hawkish Fed rhetoric and upwardly biased inflation expectations continued to exert upward pressure on US yields. The Fed announced its first hike by 25basis points (“bps”) in March 2022. This was followed by a subsequent 50bps (rather than its usual 25bps) hike at the 3-4 May 2022 Federal Open Market Committee (“FOMC”) meeting and delivered a 75bps rate hike to reach 1.50%-1.75% in June 2022. The Fed also started its Quantitative Tightening in June 2022 at the rate of USD47.5 billion monthly, with the cap being raised to USD95 billion in September 2021.

ECONOMIC REVIEW AND OUTLOOK

The global composite Purchasing Managers’ Index (“PMI”) increased by 2.20points (“pts”) in June 2022 to 53.50, as a rise in China outweighed the declines in developed markets. While global services PMI increased by 2.00pts to 53.90, global manufacturing PMI remains unchanged at 52.20. Within countries, the manufacturing PMI decreased by 3.70pts in the US to reach a 2-year low of 52.90 (averaged weighted score of Institute of Supply Management (“ISM”) and Standard and Poor (“S&P”) Global) and decrease by 2.50pts in the Euro zone to 52.10, but China enjoyed an improvement of 2.10pts to 51.00 (average of Caixin and NBS). Similarly, services PMI surged by 10.10pts in China to 54.40 as restrictions eased, but decreased by 0.60pts in the US to 54.00, and by -3.10pts in the Euro Area to 53.00.

The US FOMC delivered a 75bps rate hike at its June 2022 meeting, with the median dot projecting a target range for a funds rate of 3.25-3.50% at end of year 2022. At

the testimony in front of Congress, Fed chair Jerome Powell reportedly said the Fed is "strongly committed" to bringing down inflation and will do its best and take the quickest route to tame an inflation rate that is currently at a 40-year high. He acknowledged that recession risks are building and a soft landing will be "very challenging", marking a very clear change in tone. He later softened the message by saying that the likelihood of recession is not elevated now, but admitted that growth is slowing. World Interest Rate Probability ("WIRP") suggests that a 75bps is fully priced in, with a 68.00% chance of a 100 bps hike in July 2022.

The European Central Bank ("ECB") is likely to hike all three key interest rates by 25bps at its July 2022 meeting, as pre-announced on 9 June 2022. Some members of the Governing Council ("GC") may attempt to push for a 50bps hike (perhaps also in light of the weak euro). The ECB is also likely to present the key features of its new anti-fragmentation tool ("Transmission Protection Mechanism"), however the actual activation of the tool would follow at a later stage depending on market conditions. Given the further drop in Russian gas supplies, the Euro zone is at the edge of a recession. The risks may skew towards a contraction, or even higher inflation, if Russian gas flows stop completely.

Japan's Upper House election (6-year term, with half of the seats up for re-election every 3 years) was held on 10 July 2022, with the ruling Liberal Democratic Party ("LDP")/Komeito coalition securing a majority of the seats by a large margin. Combined with the seats not up for re-election this time, the ruling coalition now has 146 of the 248 seats in the Upper House, surpassing the majority line of 125 by a wide margin. Since the Kishida administration continues to enjoy a high support rate of over 50%, the Upper House election results could pave way for Kishida to establish a long-term administration. The Bank of Japan ("BOJ") remained dovish and had bought Japanese Government Bond ("JGB") to defend its Yield Curve Control target.

The Governor of the People's Bank of China, Yi, pledged to maintain stimulus and monetary policy, and "will continue to be accommodative to support economic recovery in aggregate sense." However, he noted that China's "real interest rate is pretty low," which suggests limited room for aggressive rate cuts. Instead, the bank will likely focus on boosting lending in a more targeted manner. Beijing is ramping up stimulus again, giving policy banks another Renminbi ("RMB")300 billion worth of bond issuance quota. Credit data rebounded strongly, while exports surprised on the upside in June, boosted by the resumption of activities. While the move to reduce the required quarantine times for international arrivals to 7 days, down from the initial 14, will be welcomed, China is still one of the few countries to maintain a quarantine policy for travelers. Officials said the decision was based on the shorter incubation period of the omicron variant.

REVIEW OF FUND PERFORMANCE AND STRATEGY DURING THE FINANCIAL YEAR

For the financial year under review, the Fund registered a negative return of 13.76% whilst its benchmark recorded negative returned of 12.00%. The fund managed to meet its investment objectives over the reporting period. Longer term returns remained positive at 18.05% over a 3-year period. Over the reporting period, the main value detractors were our overweight position and stock selection in Asia. This was partly offset by our overweight in cash and underweight in Europe, as well as stock selection within US.

During the reporting year, the portfolio was well-positioned in the energy and value companies to ride on the reflation theme. The portfolio invested in quality companies, which were trading at attractive valuations as the market volatility increase. We also opportunistically added to value names on recovering yields. Nonetheless, our efforts were insufficient to achieve greater returns than the benchmark.

** Source: Lipper Investment Management (“Lipper IM”), 7 July 2022*

MARKET OUTLOOK AND STRATEGY GOING FORWARD

Market volatility remains elevated amid concerns over high inflation accompanied with policy tightening, and these factors have already started to impact the global economy. Global growth is facing a risk of demand destruction as consumer sentiments continue to fall. Russia’s invasion of Ukraine and stringent COVID-19 policies in China have added to uncertainties over the recovery of global growth. At the time of writing, Russia’s invasion of Ukraine is far from over and any drag or escalation would further exacerbate commodity prices, which in turn would have negative implications on global inflation and growth. China’s COVID-19 situation amid its zero-COVID-19 policy also added to strains on global inflation amid supply-chain disruption slowing growth. The reduction in required quarantine duration for travelers has been welcomed, even though the decision was based on the shorter incubation period of the omicron variant.

Prolonged war and policy mistakes could lead to stagflation, before turning into a recession. So far, the high commodity prices post COVID-19 and the Ukraine conflict has somewhat eased from record highs, albeit with rate hikes and recession fears rising. We are cautiously optimistic, though markets may prove to be bumpy and volatile, caught between the crossfires of tighter monetary policies, inflation pressures from higher commodities prices and possible new virus strains.

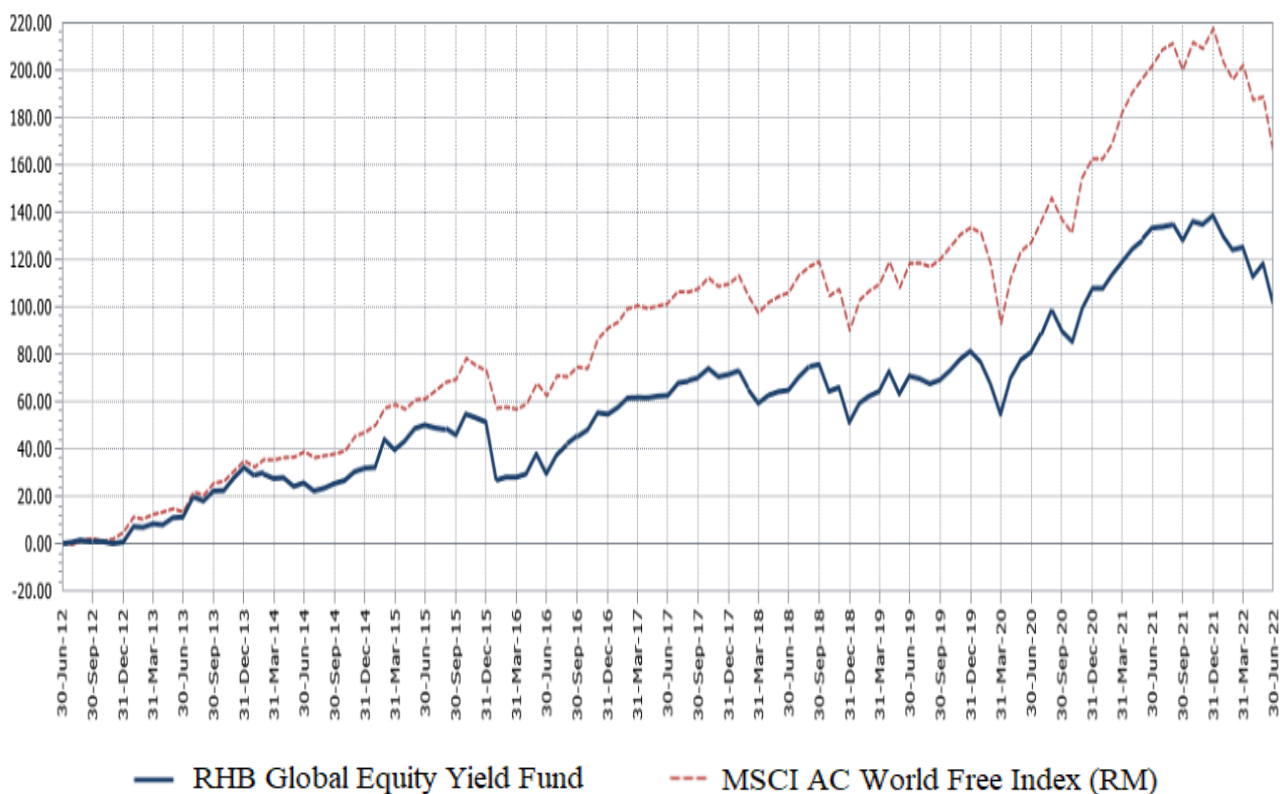
We have moved our strategy towards quality value names and reopening plays as the growth moderates. Our portfolio continues to be positive on structural shifts such as carbon-neutral industries, technology innovation and security (tech, food, defense).

PERFORMANCE DATA

	Annual Total Returns				
	Financial Year Ended 30 June				
	2022	2021	2020	2019	2018
	%	%	%	%	%
RHB Global Equity Yield Fund					
- Capital Return	(13.76)	29.36	5.81	3.32	1.29
- Income Return	-	-	-	-	-
- Total Return	(13.76)	29.36	5.81	3.32	1.29
MSCI AC World Free Index (RM)	(12.00)	32.89	3.98	6.00	2.22

	Average Annual Returns			
	1 Year	3 Years	5 Years	10 Years
	30.06.2021-	30.06.2019-	30.06.2017-	30.06.2012-
	30.06.2022	30.06.2022	30.06.2022	30.06.2022
	%	%	%	%
RHB Global Equity Yield Fund	(13.76)	5.68	4.32	7.24
MSCI AC World Free Index (RM)	(12.00)	6.73	5.67	10.25

**Performance of RHB Global Equity Yield Fund
for the period from 30 June 2012 to 30 June 2022
Cumulative Return Over The Period (%)**



Source: Lipper IM, 7 July 2022

The abovementioned performance figures are indicative returns based on daily Net Asset Value of a unit (as per Lipper Database) since inception.

The calculation of the above returns is based on computation methods of Lipper.

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

The abovementioned performance computations have been adjusted to reflect distribution payments and unit splits wherever applicable.

Fund Size	As at 30 June		
	2022	2021	2020
Net Asset Value (RM million)	12.50	11.55	8.63
Units In Circulation (million)	18.10	14.42	13.94
Net Asset Value Per Unit (RM)	0.6908	0.8010	0.6192

Historical Data	Financial Year Ended 30 June		
	2022	2021	2020
Unit Prices			
NAV - Highest (RM)	0.8330	0.8022	0.6356
- Lowest (RM)	0.6812	0.6220	0.4816
Distribution and Unit Split	-	-	-
Others			
Total Expense Ratio (TER) (%) #	1.72	1.93	2.16
Portfolio Turnover Ratio (PTR) (times) ##	0.34	0.37	0.38

The TER for the financial year was lower compared with previous financial year due to higher average net asset value during the financial year under review.

The PTR for the financial year was lower compared with previous financial year due to higher average net asset value during the financial year under review.

DISTRIBUTION

For the financial year under review, no distribution has been proposed by the Fund.

PORTFOLIO STRUCTURE

The asset allocations of the Fund as at reporting date were as follows:

Sectors	As at 30 June		
	2022	2021	2020
	%	%	%
Equities			
Consumer Products & Services	16.48	19.10	19.08
Energy	6.74	4.20	2.18
Financial Services	13.30	11.61	13.30
Health Care	8.34	8.04	9.35
Industrial Products & Services	5.12	5.78	5.17
Materials	2.30	1.83	1.67
Plantation	0.52	-	-
Property	-	0.72	0.73
Technology	20.06	21.63	18.09
Telecommunications & Media	9.58	13.31	13.05
	<hr/>	<hr/>	<hr/>
	82.44	86.22	82.62
Collective investment schemes			
Exchange-Traded Fund	10.58	4.42	13.51
Liquid assets and other net current assets			
	6.98	9.36	3.87
	<hr/>	<hr/>	<hr/>
	100.00	100.00	100.00
	<hr/>	<hr/>	<hr/>

The asset allocation was reflective of the Manager's stance to risk manage its portfolio in an environment of volatile markets.

BREAKDOWN OF UNIT HOLDINGS BY SIZE

Size of Holdings	Account Holders		No. Of Units Held*	
	No.	%	('000)	%
5,000 and below	172	31.50	496	2.74
5,001 to 10,000	91	16.67	642	3.55
10,001 to 50,000	215	39.38	4,372	24.16
50,001 to 500,000	65	11.90	7,546	41.70
500,001 and above	3	0.55	5,039	27.85
Total	546	100.00	18,095	100.00

* Excluding Manager's stock

SOFT COMMISSION

Soft commissions were received by the management company for the financial year under review from brokers/dealers who have also executed trades for other funds or investment managed by the management company or Fund Manager. The soft commissions were utilised for research data and materials that assist in the decision making process relating to the Fund's investment. The soft commissions received were for the benefit of the funds and there were no churning of trades.

**RHB GLOBAL EQUITY YIELD FUND
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

	<u>Note</u>	<u>2022</u> RM	<u>2021</u> RM
ASSETS			
Bank balances	5	188,381	95,206
Deposits with licensed financial institutions	5	734,458	486,082
Investments	6	11,632,023	10,466,087
Amount due from brokers		42,684	8,003
Amount due from Manager		5,677	552,200
Dividend receivables		39,060	9,270
TOTAL ASSETS		<u>12,642,283</u>	<u>11,616,848</u>
LIABILITIES			
Amount due to brokers		74,231	-
Amount due to Trustee		636	533
Accrued management fee		15,901	13,316
Other payables and accruals		41,899	52,866
Tax payable		4,823	2,646
TOTAL LIABILITIES		<u>137,490</u>	<u>69,361</u>
NET ASSET VALUE		<u>12,504,793</u>	<u>11,547,487</u>
EQUITY			
Unit holders' capital		17,559,941	14,564,612
Accumulated losses		(5,055,148)	(3,017,125)
		<u>12,504,793</u>	<u>11,547,487</u>
UNITS IN CIRCULATION (UNITS)	7	<u>18,101,000</u>	<u>14,417,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.6908</u>	<u>0.8010</u>

The accompanying notes are an integral part of the financial statements.

**RHB GLOBAL EQUITY YIELD FUND
STATEMENT OF INCOME AND EXPENSES
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022**

	<u>Note</u>	<u>2022</u> RM	<u>2021</u> RM
(LOSS)/INCOME			
Dividend income		216,643	137,631
Interest income from deposits with licensed financial institutions		17,286	5,614
Net (loss)/gain on investments	6	(1,965,352)	2,761,402
Net loss on foreign currency exchange		(12,867)	(4,931)
		<u>(1,744,290)</u>	<u>2,899,716</u>
EXPENSES			
Management fee	8	(193,115)	(155,538)
Trustee's fee	9	(7,725)	(6,222)
Audit fee		(5,850)	(5,850)
Tax agent's fee		(3,000)	(22,730)
Transaction costs		(19,985)	(18,615)
Other expenses		(61,881)	(43,404)
		<u>(291,556)</u>	<u>(252,359)</u>
Net (loss)/income before taxation		(2,035,846)	2,647,357
Taxation	10	(2,177)	-
Net (loss)/income after taxation		<u>(2,038,023)</u>	<u>2,647,357</u>
Net (loss)/income after taxation is made up as follow:			
Realised amount		(328,340)	460,366
Unrealised amount		(1,709,683)	2,186,991
		<u>(2,038,023)</u>	<u>2,647,357</u>

The accompanying notes are an integral part of the financial statements.

RHB GLOBAL EQUITY YIELD FUND
STATEMENT OF CHANGES IN NET ASSET VALUE
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022

	Unit holders’ capital RM	Accumulated losses RM	Total net asset value RM
Balance as at 1 July 2020	14,297,093	(5,664,482)	8,632,611
Movement in net asset value:			
Net income after taxation	-	2,647,357	2,647,357
Creation of units arising from applications	4,278,123	-	4,278,123
Cancellation of units	(4,010,604)	-	(4,010,604)
Balance as at 30 June 2021	<u>14,564,612</u>	<u>(3,017,125)</u>	<u>11,547,487</u>
Balance as at 1 July 2021	14,564,612	(3,017,125)	11,547,487
Movement in net asset value:			
Net loss after taxation	-	(2,038,023)	(2,038,023)
Creation of units arising from applications	4,774,206	-	4,774,206
Cancellation of units	(1,778,877)	-	(1,778,877)
Balance as at 30 June 2022	<u>17,559,941</u>	<u>(5,055,148)</u>	<u>12,504,793</u>

The accompanying notes are an integral part of the financial statements.

**RHB GLOBAL EQUITY YIELD FUND
STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022**

	<u>Note</u>	<u>2022</u> RM	<u>2021</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of investments		2,778,071	4,328,628
Purchase of investments		(5,889,488)	(3,744,512)
Dividends received		136,787	96,787
Interest received from deposits with licensed financial institutions		17,286	5,614
Management fee paid		(190,530)	(152,720)
Trustee's fee paid		(7,622)	(6,109)
Payment for other fees and expenses		(31,604)	(29,093)
Net cash (used in)/generated from operating activities		<u>(3,187,100)</u>	<u>498,595</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		5,320,729	3,727,141
Cash paid for units cancelled		(1,778,877)	(4,010,604)
Net cash generated from/(used in) financing activities		<u>3,541,852</u>	<u>(283,463)</u>
Net increase in cash and cash equivalents		354,752	215,132
Foreign currency translation differences		(13,201)	(19,548)
Cash and cash equivalents at the beginning of the financial year		<u>581,288</u>	<u>385,704</u>
Cash and cash equivalents at the end of the financial year	5	<u>922,839</u>	<u>581,288</u>

The accompanying notes are an integral part of the financial statements.

**RHB GLOBAL EQUITY YIELD FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022**

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

The RHB Global Equity Yield Fund was constituted pursuant to the execution of a Master Deed dated 27 April 2004 as modified via its subsequent Supplemental Master Deed dated 8 June 2004, Second Supplemental master deed dated 19 October 2005, Third Supplemental Master Deed dated 8 December 2005, Fourth Supplemental Master Deed dated 28 February 2006, Fifth Supplemental Master Deed dated 9 March 2006, Sixth Supplemental Master Deed dated 22 September 2006, Seventh Supplemental Master Deed dated 15 December 2006, Eighth Supplemental Master Deed dated 30 January 2007, Ninth Supplemental Master Deed dated 9 April 2007, Tenth Supplemental Master Deed dated 14 May 2007, Eleventh Supplemental Master Deed dated 15 May 2007, Twelfth Supplemental Master Deed dated 27 June 2007, Thirteenth Supplemental Master Deed dated 24 December 2007, Fourteenth Supplemental Master Deed dated 28 February 2013, Fifteenth Supplemental Master Deed dated 4 September 2013, Sixteenth Supplemental Master Deed dated 2 March 2015, Seventeenth Supplemental Master Deed dated 8 May 2015, Eighteenth Supplemental Master Deed dated 25 May 2015 and Nineteenth Supplemental Master Deed dated 3 June 2015 (hereinafter referred to as “the Deeds”) between RHB Asset Management Sdn Bhd (“the Manager”) and HSBC (Malaysia) Trustee Berhad (“the Trustee”).

The Fund was launched on 9 November 2005 and will continue its operations until terminated according to the conditions provided in the Deeds. The principal activity of the Fund is to invest in Permitted Investments as defined in the Deeds.

All investments will be subject to the Securities Commission Malaysia (“SC”)’s Guidelines on Unit Trust Funds, SC requirements, the Deeds, except where exemptions or variations have been approved by the SC, internal policies and procedures and objective of the Fund.

The main objective of the Fund is to achieve long term capital appreciation and provide a source of income through investments in securities of companies listed or traded in the global emerging and developed markets.

The Manager, a company incorporated in Malaysia and is a wholly-owned subsidiary of RHB Investment Bank Berhad, effective 6 January 2003. Its principal activities include rendering of investment management services, management of unit trust funds and private retirement schemes and provision of investment advisory services.

These financial statements were authorised for issue by the Manager on 22 August 2022.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of the financial statements

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss, except those as disclosed in this summary of significant accounting policies, and in accordance with Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

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 income and expenses during the financial year. It also requires the Manager to exercise its judgement in the process of applying the Fund’s accounting policies. Although these estimates and judgement are based on the Manager’s best knowledge of current events and actions, actual results may differ. There were no areas involving higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements.

(a) Standards and amendments to existing standards effective 1 July 2021

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 July 2021 that have a material effect on the financial statements of the Fund.

(b) New standards, amendments and interpretations effective after 1 July 2021 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2021, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Financial assets

Classification

The Fund classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value through profit or loss (“FVTPL”), and
- those to be measured at amortised cost.

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 equity securities as fair value through other comprehensive income. The contractual cash flows of the Fund’s debt securities are solely principal and interest, 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, amount due from brokers, amount due from Manager and dividend receivables as financial assets measured at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

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. Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of income and expenses.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Financial assets (continued)

Recognition and measurement (continued)

Subsequent to initial recognition, all financial assets at fair value through profit or loss are measured at fair value. 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 statement of income and expenses within net gain or losses on investments in the period in which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of income and expenses within dividend income when the Fund's right to receive payments is established.

Quoted investments and collective investment schemes are initially recognised at fair value and subsequently re-measured at fair value based on the market price quoted on the relevant stock exchanges at the close of the business on the valuation day, where the close price falls within the bid-ask spread. In circumstances where the close price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

If a valuation based on the market price does not represent the fair value of the securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated on the effective interest method over the period from the date of placement to the date of the statement of financial position, which is a reasonable estimate of fair value due to the short-term nature of the deposits.

Financial assets at amortised cost are subsequently carried at amortised cost using the effective interest method.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Financial assets (continued)

Impairment of financial assets

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward-looking information in determining any expected credit loss. Management considers 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 the 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 or a counterparty credit rating which has fallen below BBB/Baa.

Definition of default and credit-impaired financial assets

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

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 the 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 impairment gains. There are no write-offs/recoveries during the financial year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

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.

The Fund's financial liabilities which include amount due to brokers, amount due to Trustee, accrued management fee and other payables and accruals are recognised initially at fair value plus directly attributable transaction cost and subsequently measured at amortised cost using the effective interest method.

A financial liability is derecognised when the obligation under the liability is extinguished. Gains and losses are recognised in statement of income and expenses when the liabilities are derecognised, and through the amortisation process.

2.4 Unit holders' capital

The unit holders' contributions to the Fund meet the criteria of the definition of puttable instruments 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 asset value;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligation 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 statement of income and expenses of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial year if the unit holders exercise the right to put the units back to the Fund.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.5 Income recognition

Dividend income from quoted investments and collective investment schemes are recognised when the Fund's right to receive payment is established. Dividend income are received from financial assets measure at FVTPL.

Interest income from deposits with licensed financial institutions is recognised on an accrual basis using the effective interest method.

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 assets (after deduction of the loss allowance).

Realised gain or loss on sale of quoted investments and collective investment schemes are arrived at after accounting for cost of investments, determined on the weighted average cost method.

Net income or loss is the total of income less expenses.

2.6 Taxation

Current tax expense is determined according to Malaysian tax laws and includes all taxes based upon the taxable income earned during the financial year.

2.7 Cash and cash equivalents

For the purpose of the statement of cash flows, cash and cash equivalents comprise bank balances and deposits with licensed financial institutions which are subject to an insignificant risk of changes in value.

2.8 Amount due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the date of the statement of financial position respectively. The amount due from brokers balance is held for collection.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.8 Amount due from/to brokers (continued)

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from brokers at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the brokers, probability that the brokers will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

2.9 Presentation and functional 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 presentation and functional currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in RM primarily due to the following factors:

- Part of the Fund’s cash is denominated in RM for the purpose of making settlement of the creation and cancellation.
- The Fund’s units are denominated in RM.
- The Fund’s significant expenses are denominated in RM.
- The Fund’s investments are significantly denominated in RM.

2.10 Foreign currency translation

Foreign currency transactions in the Fund are accounted for at exchange rates prevailing at the transaction dates. Foreign currency monetary assets and liabilities are translated at exchange rates prevailing at the reporting date. Exchange differences arising from the settlement of foreign currency transactions and from the translation of foreign currency monetary assets and liabilities are recognised in statement of income and expenses.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks, which include market risk, price risk, interest rate risk, currency 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 in the SC Guidelines on Unit Trust Funds.

Market risk

Securities may decline in value due to factors affecting securities markets generally or particular industries represented in the securities markets. The value of a security may decline due to general market conditions which are not specifically related to a particular company, such as real or perceived adverse economic conditions, changes in the general outlook for corporate earnings, changes in interest or currency rates or adverse investors' sentiment generally. They may also decline due to factors that affect a particular industry or industries, such as labour shortages or increased production costs and competitive conditions within an industry. Equity securities generally have greater price volatility than fixed income securities. The market price of securities owned by a unit trust fund might go down or up, sometimes rapidly or unpredictably.

Price risk

Price risk is the risk that the fair value of the investments of the Fund will fluctuate because of changes in market prices.

The Fund is exposed to equity securities and collective investment schemes (other than arising from interest rate risk) price risk for its investments of RM11,632,023 (2021: RM10,466,087) in quoted investments and collective investment schemes.

The sensitivity analysis is based on the assumption that the price of the quoted securities investments and collective investment schemes fluctuate by +/-(-) 5% with all other variables held constant, the impact on statement of income and expenses and net asset value is +/-(-) RM581,601 (2021: RM523,304).

Interest rate risk

Interest rate risk is the risk that the cost or the value of the financial instruments will fluctuate due to changes in market interest rates. The Fund's exposure to the interest rate risk is mainly from short term placements with licensed financial institutions. The Manager overcomes the exposure by way of maintaining deposits on short term basis. Therefore, exposure to interest rate fluctuation is minimal.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Currency risk

Currency risk is associated with financial instruments that are quoted and/or priced in foreign currency denomination. Malaysian based investor should be aware that if the Ringgit Malaysia appreciates against the currencies in which the portfolio of the investment is denominated, this will have an adverse effect on the net asset value of the Fund and vice versa. The Fund did not have any significant financial liabilities denominated in foreign currencies as at the financial year end date.

The Manager or its fund management delegate could utilise two pronged approaches in order to mitigate the currency risk; firstly by spreading the investments across different currencies (i.e. diversification) and secondly, by hedging the currencies when it deemed necessary.

The sensitivity analysis is based on the assumption that the foreign exchange rate fluctuates by +/- 5% with all other variables held constant, the impact on statement of income and expenses and net asset value is +/- RM584,032 (2021: RM523,759).

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

	<u>Investments</u> RM	<u>Cash and cash equivalents</u> RM	<u>Other financial assets*</u> RM	<u>Other financial liabilities**</u> RM	<u>Total</u> RM
2022					
Australian Dollar	92,043	-	-	-	92,043
Chinese Yuan	65,798	420	-	-	111,963
Euro	1,168,448	-	3,907	-	1,291,028
Great Britain Pound					
Sterling	179,485	-	-	-	179,485
Hong Kong Dollar	1,197,391	-	20,107	-	1,217,498
Indian Rupee	65,638	-	-	(10,973)	54,665
Indonesian Rupiah	163,557	-	-	-	163,557
Japanese Yen	316,218	-	1,591	-	317,809
Korean Won	235,094	-	43,046	-	278,140
Taiwan Dollar	237,564	-	9,692	(21,858)	225,398
Thai Baht	62,831	-	-	-	62,831
United States Dollar	7,783,006	138,456	3,401	(74,232)	7,850,631
	<u>11,567,073</u>	<u>138,876</u>	<u>81,744</u>	<u>(107,063)</u>	<u>11,680,630</u>

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Currency risk (continued)

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

	<u>Investments</u>	<u>Cash and cash equivalents</u>	<u>Other financial assets*</u>	<u>Other financial liabilities**</u>	<u>Total</u>
	RM	RM	RM	RM	RM
<u>2021</u>					
Chinese Yuan	229,954	154	-	-	230,108
Euro	802,507	-	2,671	-	805,178
Great Britain Pound					
Sterling	60,108	-	-	-	60,108
Hong Kong Dollar	1,035,230	-	3,005	-	1,038,235
Indian Rupee	-	-	-	(10,973)	(10,973)
Japanese Yen	374,999	-	66	-	375,065
Korean Won	350,745	-	242	-	350,987
Taiwan Dollar	177,072	-	587	(32,787)	144,872
United States Dollar	7,435,472	35,433	10,702	-	7,481,607
	<u>10,466,087</u>	<u>35,587</u>	<u>17,273</u>	<u>(43,760)</u>	<u>10,475,187</u>

* Comprise of amount due from brokers and dividend receivables.

** Comprise of amount due to brokers, other payables and accruals.

Credit risk

Credit risk refers to the possibility that the issuer of a particular investment will not be able to make timely or full payments of principal or income due on that investment. The credit risk arising from cash and cash equivalents is managed by ensuring that the Fund will only maintain cash balances and place deposits with reputable licensed financial institutions. For amount due from brokers, the settlement terms are governed by the relevant rules and regulations as prescribed by the Bursa Malaysia Securities Berhad (“Bursa Malaysia”). The settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC Guidelines on Unit Trust Funds.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Credit risk (continued)

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

	Cash and cash equivalents	Other financial assets*	Total
	RM	RM	RM
<u>2022</u>			
AAA	922,839	-	922,839
Others	-	87,421	87,421
	<u>922,839</u>	<u>87,421</u>	<u>1,010,260</u>
<u>2021</u>			
AAA	581,288	-	581,288
Others	-	569,473	569,473
	<u>581,288</u>	<u>569,473</u>	<u>1,150,761</u>

* Comprise of amount due from brokers, amount due from Manager and dividend receivables.

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

Liquidity risk exists when particular investments are difficult to sell. As such, the Fund may not be able to sell such illiquid investments at an advantageous time or price to meet its liquidity requirements. Unit trust funds with principal investment strategies that involve securities or securities with substantial market and/or credit risk tend to have the greater exposure to liquidity risk. As part of its risk management, the Manager will attempt to manage the liquidity of the Fund through asset allocation and diversification strategies within the portfolio. The Manager will also conduct constant fundamental research and analysis to forecast future liquidity of its investments.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Liquidity risk (continued)

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining period from the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month <u>RM</u>	Between 1 month to 1 year <u>RM</u>
<u>2022</u>		
Amount due to brokers	74,231	-
Amount due to Trustee	636	-
Accrued management fee	15,901	-
Other payables and accruals	-	41,899
	<u>90,768</u>	<u>41,899</u>
<u>2021</u>		
Amount due to Trustee	533	-
Accrued management fee	13,316	-
Other payables and accruals	-	52,866
	<u>13,849</u>	<u>52,866</u>

Capital risk

The capital of the Fund is represented by equity consisting of unit holders' capital of RM17,559,941 (2021: RM14,564,612) and accumulated losses of RM5,055,148 (2021: RM3,017,125). 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 unit holders. 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 unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

4. FAIR VALUE ESTIMATION

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 (i.e. an exit price).

The fair value of financial assets traded in an active market (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the financial year end date.

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

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each financial year end date. Valuation techniques used for non-standardised financial instruments such as options, currency swaps and other over-the-counter derivatives, include the use of comparable recent transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

The fair values are based on the following methodologies and assumptions:

- (i) For bank balances and deposits with licensed financial institutions with maturities less than 1 year, the carrying value is a reasonable estimate of fair value.
- (ii) The carrying value of receivables and payables are assumed to approximate their fair values due to their short term nature.

4. FAIR VALUE ESTIMATION (CONTINUED)

Fair value hierarchy

The Fund adopted MFRS 13 “Fair Value Measurement” in respect of disclosures about the degree of reliability of fair value measurement. This requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities
- Level 2: 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 3: Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs)

The following table analyses within the fair value hierarchy the Fund’s financial assets at fair value through profit or loss (by class) measured at fair value:

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2022</u>				
Financial assets at fair value through profit or loss (“FVTPL”):				
- Quoted investments	10,309,574	-	-	10,309,574
- Collective investment schemes	1,322,449	-	-	1,322,449
Total	<u>11,632,023</u>	-	-	<u>11,632,023</u>

<u>2021</u>				
Financial assets at fair value through profit or loss (“FVTPL”):				
- Quoted investments	9,955,479	-	-	9,955,479
- Collective investment schemes	510,608	-	-	510,608
Total	<u>10,466,087</u>	-	-	<u>10,466,087</u>

Investments in active listed equities, i.e. quoted investments and collective investment schemes whose values are based on quoted market prices in active markets are classified within Level 1. The Fund does not adjust the quoted prices for these instruments. The Fund’s policies on valuation of these financial assets are stated in Note 2.2.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise:

	<u>2022</u> RM	<u>2021</u> RM
Bank balances	188,381	95,206
Deposits with licensed financial institutions	734,458	486,082
	<u>922,839</u>	<u>581,288</u>

6. INVESTMENTS

	<u>2022</u> RM	<u>2021</u> RM
Investments:		
- Quoted investments – local	64,950	-
- Quoted investments – foreign	10,244,624	9,955,479
- Collective investment schemes – foreign	1,322,449	510,608
	<u>11,632,023</u>	<u>10,466,087</u>
Net (loss)/gain on investments comprised:		
- Net realised (loss)/gain on disposal	(268,869)	554,871
- Net unrealised (loss)/gain on changes in fair value	(1,696,483)	2,206,531
	<u>(1,965,352)</u>	<u>2,761,402</u>

Investments as at 30 June 2022 are as follows:

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net Asset Value</u> %
QUOTED INVESTMENTS – LOCAL				
Plantation				
Sime Darby Plantation Berhad	15,000	59,745	64,950	0.52
TOTAL QUOTED INVESTMENTS – LOCAL		<u>59,745</u>	<u>64,950</u>	<u>0.52</u>

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
<u>AUSTRALIA</u>				
Energy				
Woodside Energy Group Ltd	258	23,867	24,906	0.20
Materials				
Newcrest Mining Ltd	1,060	80,783	67,137	0.54
TOTAL AUSTRALIA		104,650	92,043	0.74
<u>CHINA</u>				
Consumer Products & Services				
Xpeng Inc	327	65,870	45,745	0.37
Materials				
Yunnan Energy New Material Co Ltd	400	63,677	65,798	0.53
TOTAL CHINA		129,547	111,543	0.90
<u>FRANCE</u>				
Energy				
TotalEnergies SE	1,713	327,518	397,527	3.18
Financial Services				
BNP Paribas SA	395	99,467	82,557	0.66
TOTAL FRANCE		426,985	480,084	3.84

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>GERMANY</u>				
Industrial Products & Services				
Siemens AG	528	258,092	236,741	1.89
Technology				
SAP SE	277	99,332	110,123	0.88
TOTAL GERMANY		357,424	346,864	2.77
<u>UNITED KINGDOM</u>				
Energy				
BP PLC	3,330	48,996	69,227	0.55
Financial Services				
Prudential PLC	2,027	139,041	110,258	0.88
TOTAL UNITED KINGDOM		188,037	179,485	1.43
<u>HONG KONG</u>				
Consumer Products & Services				
BYD Co Ltd	1,000	134,724	176,374	1.41
JD.com Inc	24	3,290	3,408	0.03
		138,014	179,782	1.44
Energy				
CNOOC Ltd	25,000	99,695	145,480	1.16
Financial Services				
AIA Group Ltd	2,600	88,413	124,209	0.99
China Construction Bank Corp	22,000	69,121	65,123	0.52
		157,534	189,332	1.51

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>HONG KONG (CONTINUED)</u>				
Technology				
Qingdao Ainnovation Technology Group Co Ltd	6,500	81,867	74,482	0.60
Telecommunications & Media				
BAIDU Inc	850	67,206	70,901	0.57
Tencent Holdings Ltd	500	103,233	99,533	0.80
		170,439	170,434	1.37
TOTAL HONG KONG		647,549	759,510	6.08
<u>INDIA</u>				
Energy				
Reliance Industries Ltd	454	65,214	65,638	0.53
TOTAL INDIA		65,214	65,638	0.53
<u>INDONESIA</u>				
Consumer Products & Services				
PT Astra International Tbk	31,600	57,449	61,968	0.50
Financial Services				
PT Bank Rakyat Indonesia Persero Tbk	82,700	99,974	101,589	0.81
TOTAL INDONESIA		157,423	163,557	1.31

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>IRELAND</u>				
Health Care				
Medtronic PLC	300	110,251	118,672	0.95
TOTAL IRELAND		110,251	118,672	0.95
<u>JAPAN</u>				
Consumer Products & Services				
Sony Corporation	500	115,770	179,966	1.44
Toyota Motor Corporation	2,000	101,505	136,252	1.09
		217,275	316,218	2.53
TOTAL JAPAN		217,275	316,218	2.53
<u>KOREA</u>				
Consumer Products & Services				
Hyundai Motor Company	72	48,851	44,082	0.35
Financial Services				
KB Financial Group Inc	316	60,093	51,611	0.41
Technology				
Samsung Electronics Co Ltd	721	176,719	139,401	1.11
TOTAL KOREA		285,663	235,094	1.87
<u>NETHERLANDS</u>				
Technology				
ASML Holding N.V.	85	162,308	178,516	1.43
TOTAL NETHERLANDS		162,308	178,516	1.43

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>TAIWAN</u>				
Technology				
MediaTek Inc	1,000	152,294	96,478	0.77
Taiwan Semiconductor Manufacturing Co Ltd	2,000	157,153	141,086	1.13
		309,447	237,564	1.90
TOTAL TAIWAN		309,447	237,564	1.90
<u>THAILAND</u>				
Consumer Products & Services				
CP All Pcl	8,400	70,748	62,831	0.50
TOTAL THAILAND		70,748	62,831	0.50
<u>UNITED STATES OF AMERICA</u>				
Consumer Products & Services				
Amazon.com Inc	920	436,190	430,671	3.44
McDonalds Corporation	192	159,856	208,920	1.67
Nike Inc	210	74,088	94,594	0.76
Starbucks Corporation	265	86,591	89,223	0.71
The Coca-Cola Co	794	152,694	220,157	1.76
The Home Depot Inc	55	50,325	66,486	0.53
The Procter & Gamble Co	178	84,191	112,808	0.90
Tesla Inc	43	123,354	127,628	1.02
		1,167,289	1,350,487	10.79
Energy				
Exxon Mobil Corporation	371	69,025	140,037	1.12

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>UNITED STATES OF AMERICA</u>				
(CONTINUED)				
Financial Services				
Bank of America Corporation	1,785	240,469	244,912	1.96
Berkshire Hathaway Inc	150	114,100	180,500	1.45
Citigroup Inc	1,136	293,317	230,268	1.84
JP Morgan Chase & Co	310	92,445	153,862	1.23
Morgan Stanley	951	151,009	318,808	2.55
		891,340	1,128,350	9.03
Health Care				
Boston Scientific Corporation	1,115	180,609	183,158	1.46
Johnson & Johnson	200	106,793	156,475	1.25
Merck & Company Inc	780	181,717	313,429	2.51
UnitedHealth Group Inc	120	136,166	271,659	2.17
		605,285	924,721	7.39
Industrial Products & Services				
Honeywell International Inc	220	153,355	168,535	1.35
Lockheed Martin Corporation	51	72,426	96,647	0.77
The Boeing Company	229	165,960	137,994	1.11
		391,741	403,176	3.23
Materials				
DuPont de Nemours Inc	631	178,124	154,575	1.23

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>UNITED STATES OF AMERICA</u>				
(CONTINUED)				
Technology				
Advanced Micro Devices Inc	217	85,411	73,138	0.58
Apple Inc	833	140,125	501,960	4.01
Microsoft Corporation	478	256,349	541,086	4.33
Nvidia Corporation	313	82,618	209,126	1.67
Qualcomm Inc	262	76,580	147,510	1.18
Visa Inc - Class A Shares	341	278,501	295,917	2.37
		<u>919,584</u>	<u>1,768,737</u>	<u>14.14</u>
Telecommunications & Media				
Alphabet Inc	48	203,664	462,777	3.70
Comcast Corporation	213	34,006	36,839	0.30
Electronic Arts Inc	297	129,085	159,243	1.27
Meta Platforms Inc	248	202,193	176,256	1.41
The Walt Disney Co	461	256,518	191,807	1.53
		<u>825,466</u>	<u>1,026,922</u>	<u>8.21</u>
TOTAL UNITED STATES OF AMERICA		<u>5,047,854</u>	<u>6,897,005</u>	<u>55.14</u>
TOTAL QUOTED INVESTMENTS – FOREIGN		<u>8,280,375</u>	<u>10,244,624</u>	<u>81.92</u>

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
COLLECTIVE INVESTMENT SCHEMES - FOREIGN				
<u>GERMANY</u>				
Exchange-Traded Fund				
iShares STOXX Europe 600 Automobiles & Parts UCITS ETF DE	504	138,674	110,877	0.89
iShares STOXX Europe 600 Personal & Household Goods UCITS ETF DE	128	56,388	52,108	0.42
		<u>195,062</u>	<u>162,985</u>	<u>1.31</u>
TOTAL GERMANY		<u>195,062</u>	<u>162,985</u>	<u>1.31</u>
<u>HONG KONG</u>				
Exchange-Traded Fund				
CSOP Huatai-PineBridge CSI Photovoltaic Industry ETF	41,200	210,175	248,314	1.98
Premia CSI Caixin China New Economy ETF	33,250	186,069	189,567	1.52
		<u>396,244</u>	<u>437,881</u>	<u>3.50</u>
TOTAL HONG KONG		<u>396,244</u>	<u>437,881</u>	<u>3.50</u>

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2022 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
COLLECTIVE INVESTMENT SCHEMES – FOREIGN (CONTINUED)				
<u>UNITED STATES OF AMERICA</u>				
Exchange-Traded Fund				
iShares Global Consumer Staples ETF				
	217	55,127	55,301	0.44
iShares Global Healthcare ETF				
	325	115,109	116,228	0.93
iShares Global Utilities ETF				
	547	145,264	144,919	1.16
iShares U.S. Industrials ETF				
	1,043	395,726	405,135	3.24
TOTAL UNITED STATES OF AMERICA		711,226	721,583	5.77
TOTAL COLLECTIVE INVESTMENT SCHEMES - FOREIGN		1,302,532	1,322,449	10.58
TOTAL INVESTMENTS		9,642,652	11,632,023	93.02

Investments as at 30 June 2021 are as follows:

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
<u>CHINA</u>				
Industrial Products & Services				
Contemporary Amperex Technology Co Ltd				
	300	41,759	102,986	0.89

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2021 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN (CONTINUED)				
<u>CHINA (CONTINUED)</u>				
Technology				
Luxshare Precision Industry Co Ltd	4,300	115,379	126,968	1.10
TOTAL CHINA		157,138	229,954	1.99
<u>FRANCE</u>				
Energy				
Total S.A.	1,120	210,215	210,134	1.82
TOTAL FRANCE		210,215	210,134	1.82
<u>GERMANY</u>				
Industrial Products & Services				
Siemens AG	407	189,555	268,620	2.33
Property				
Deutsche Wohnen SE	330	37,930	83,472	0.72
Technology				
SAP SE	158	43,471	92,129	0.80
TOTAL GERMANY		270,956	444,221	3.85
<u>UNITED KINGDOM</u>				
Energy				
BP PLC	3,330	48,996	60,108	0.52
TOTAL UNITED KINGDOM		48,996	60,108	0.52

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2021 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>HONG KONG</u>				
Consumer Products & Services				
Meituan	600	98,013	102,695	0.89
Sands China Ltd	2,800	48,781	48,911	0.42
		146,794	151,606	1.31
Energy				
CNOOC Ltd	25,000	99,695	117,925	1.02
Financial Services				
AIA Group Ltd	2,600	88,414	134,031	1.16
China Merchants Bank Co Ltd	1,500	48,848	53,086	0.46
Ping An Insurance (Group) Co of China Ltd	3,000	77,267	121,878	1.06
		214,529	308,995	2.68
Health Care				
Pharmaron Beijing Co Ltd	800	39,618	88,464	0.77
Telecommunications & Media				
BAIDU Inc	300	29,401	31,956	0.28
Kuaishou Technology	500	72,366	52,031	0.45
Tencent Holdings Ltd	700	127,232	218,381	1.89
		228,999	302,368	2.62
TOTAL HONG KONG		729,635	969,358	8.40

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2021 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>JAPAN</u>				
Consumer Products & Services				
Sony Corporation	500	87,670	202,068	1.75
Toyota Motor Corporation	400	101,505	145,137	1.26
		<u>189,175</u>	<u>347,205</u>	<u>3.01</u>
Health Care				
Takeda Pharmaceutical Co Ltd	200	32,593	27,794	0.24
TOTAL JAPAN		<u>221,768</u>	<u>374,999</u>	<u>3.25</u>
<u>KOREA</u>				
Consumer Products & Services				
Cosmax Inc	129	48,803	62,222	0.54
Hyundai Motor Company	72	48,851	63,492	0.55
		<u>97,654</u>	<u>125,714</u>	<u>1.09</u>
Technology				
Samsung Electronics Co Ltd	563	133,197	167,288	1.45
SK Hynix Inc	123	34,742	57,743	0.50
		<u>167,939</u>	<u>225,031</u>	<u>1.95</u>
TOTAL KOREA		<u>265,593</u>	<u>350,745</u>	<u>3.04</u>
<u>NETHERLANDS</u>				
Technology				
ASML Holding N.V.	52	62,611	148,152	1.28
TOTAL NETHERLANDS		<u>62,611</u>	<u>148,152</u>	<u>1.28</u>

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2021 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN (CONTINUED)				
<u>TAIWAN</u>				
Technology				
Taiwan Semiconductor Manufacturing Co Ltd	2,000	142,384	177,072	1.53
TOTAL TAIWAN		142,384	177,072	1.53
<u>UNITED STATES OF AMERICA</u>				
Consumer Products & Services				
Alibaba Group Holding Ltd	197	147,607	185,310	1.61
Amazon.com Inc	37	309,732	527,969	4.57
McDonalds Corporation	152	119,776	145,635	1.26
Nike Inc	210	74,088	134,570	1.17
Starbucks Corporation	265	86,591	122,901	1.07
The Coca-Cola Co	794	152,694	178,208	1.54
The Home Depot Inc	47	39,219	62,168	0.54
The Procter & Gamble Co	178	84,191	99,622	0.86
Tesla Inc	44	98,917	124,051	1.07
		1,112,815	1,580,434	13.69
Energy				
Exxon Mobil Corporation	371	69,025	97,072	0.84

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2021 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>UNITED STATES OF AMERICA</u>				
(CONTINUED)				
Financial Services				
Bank of America Corporation	1,193	134,132	204,024	1.76
Berkshire Hathaway Inc	150	114,100	172,918	1.50
Citigroup Inc	730	200,070	214,229	1.85
JP Morgan Chase & Co	250	53,299	161,291	1.40
Morgan Stanley	734	70,281	279,155	2.42
		571,882	1,031,617	8.93
Health Care				
Boston Scientific Corporation	663	99,098	117,592	1.02
Johnson & Johnson	200	106,793	136,665	1.18
Medtronic PLC	300	110,251	154,464	1.34
Merck & Company Inc	630	133,694	203,227	1.76
UnitedHealth Group Inc	120	136,166	199,318	1.73
		586,002	811,266	7.03
Industrial Products & Services				
Honeywell International Inc	173	113,456	157,403	1.36
Lockheed Martin Corporation	51	72,426	80,037	0.69
The Boeing Company	59	48,583	58,627	0.51
		234,465	296,067	2.56
Materials				
DuPont de Nemours Inc	657	183,567	210,955	1.83

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2021 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS – FOREIGN				
(CONTINUED)				
<u>UNITED STATES OF AMERICA</u>				
(CONTINUED)				
Technology				
Advanced Micro Devices Inc	140	47,916	54,546	0.47
Apple Inc	833	140,125	473,224	4.10
Daqo New Energy Corporation	279	102,718	75,245	0.65
Microsoft Corporation	430	190,765	483,176	4.18
Nvidia Corporation	70	42,262	232,312	2.01
Qualcomm Inc	262	76,580	155,329	1.35
Visa Inc - Class A Shares	263	212,992	255,074	2.21
		813,358	1,728,906	14.97
Telecommunications & Media				
Alphabet Inc	43	144,857	447,026	3.87
BAIDU Inc	149	139,251	126,018	1.09
Comcast Corporation	470	75,036	111,161	0.96
Electronic Arts Inc	229	92,773	136,620	1.18
Facebook Inc	115	48,470	165,860	1.44
Netflix Inc	35	44,102	76,684	0.67
Sea Ltd	58	59,618	66,063	0.57
The Walt Disney Co	144	74,585	104,987	0.91
		678,692	1,234,419	10.69
TOTAL UNITED STATES				
OF AMERICA		4,249,806	6,990,736	60.54
TOTAL QUOTED				
INVESTMENTS –				
FOREIGN		6,359,102	9,955,479	86.22

6. INVESTMENTS (CONTINUED)

Investments as at 30 June 2021 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
COLLECTIVE INVESTMENT SCHEMES - FOREIGN				
<u>HONG KONG</u>				
Exchange-Traded Fund				
Premia CSI Caixin China New Economy ETF	9,500	65,578	65,872	0.57
TOTAL HONG KONG		65,578	65,872	0.57
<u>UNITED STATES OF AMERICA</u>				
Exchange-Traded Fund				
iShares Global Consumer Staples ETF	217	55,127	55,032	0.48
iShares Global Healthcare ETF	160	55,202	55,164	0.48
iShares Global Utilities ETF	310	77,683	76,428	0.66
iShares U.S. Industrials ETF	560	167,541	258,112	2.23
TOTAL UNITED STATES OF AMERICA		355,553	444,736	3.85
TOTAL COLLECTIVE INVESTMENT SCHEMES - FOREIGN		421,131	510,608	4.42
TOTAL INVESTMENTS		6,780,233	10,466,087	90.64

7. UNITS IN CIRCULATION

	<u>2022</u> Units	<u>2021</u> Units
At beginning of the financial year	14,417,000	13,941,000
Creation of units arising from applications during the financial year	5,965,000	5,785,000
Cancellation of units during the financial year	<u>(2,281,000)</u>	<u>(5,309,000)</u>
At end of the financial year	<u>18,101,000</u>	<u>14,417,000</u>

8. MANAGEMENT FEE

In accordance with the Prospectus, the management fee provided in the financial statements is 1.50% (2021: 1.50%) per annum based on the net asset value of the Fund, calculated on a daily basis for the financial year.

9. TRUSTEE'S FEE

In accordance with the Prospectus, the Trustee's fee provided in the financial statements is 0.06% (2021: 0.06%) per annum based on the net asset value of the Fund, calculated on a daily basis for the financial year.

10. TAXATION

(a) Tax charge for the financial year

	<u>2022</u> RM	<u>2021</u> RM
Current taxation	<u>2,177</u>	<u>-</u>

10. TAXATION (CONTINUED)

(b) Numerical reconciliation of income tax expense

The numerical reconciliation between the net (loss)/income before taxation multiplied by the Malaysian statutory tax rate and the tax expense of the Fund is as follows:

	<u>2022</u> RM	<u>2021</u> RM
Net (loss)/income before taxation	<u>(2,035,846)</u>	<u>2,647,357</u>
Tax calculated at a statutory income tax rate of 24%	(488,603)	635,366
Tax effects of:		
- Loss not deductible for tax purposes/(Income not subject to tax)	418,630	(695,932)
- Expenses not deductible for tax purposes	22,064	21,833
- Restriction on tax deductible expenses	47,909	38,733
- Foreign source of income subject to tax	<u>2,177</u>	<u>-</u>
Tax expense	<u>2,177</u>	<u>-</u>

11. TOTAL EXPENSE RATIO (“TER”)

	<u>2022</u> %	<u>2021</u> %
TER	<u>1.72</u>	<u>1.93</u>

The TER ratio is calculated based on total expenses excluding investment transaction related costs of the Fund to the average net asset value of the Fund calculated on a daily basis.

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2022</u>	<u>2021</u>
PTR (times)	<u>0.34</u>	<u>0.37</u>

The PTR ratio is calculated based on average of acquisition and disposals of the Fund for the financial year to the average net asset value of the Fund calculated on a daily basis.

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

The number of units held by the Manager and related party are as follows:

	<u>2022</u>		<u>2021</u>	
	<u>Units</u>	<u>RM</u>	<u>Units</u>	<u>RM</u>
The Manager	5,676	3,921	5,960	4,774
RHB Capital Nominees (Tempatan) Sdn Bhd	<u>1,407,171</u>	<u>972,074</u>	<u>171,657</u>	<u>137,497</u>

The units are held beneficially by the Manager for booking purposes. The Manager is of the opinion that all transactions with the related parties have been entered into in the normal course of business at agreed terms between the related parties.

The units held by RHB Capital Nominees (Tempatan) Sdn Bhd, a wholly owned subsidiary of ultimate holding company of the Manager, are under nominees structure.

Other than the above, there were no units held by Directors or parties related to the Manager.

The holding company and the ultimate holding company of the Manager is RHB Investment Bank Berhad and RHB Bank Berhad respectively. The Manager treats RHB Bank Berhad group of companies including RHB Investment Bank Berhad and its subsidiaries as related parties.

14. TRANSACTIONS BY THE FUND

Details of transactions by the Fund for the financial year ended 30 June 2022 are as follows:

Brokers/Financial institutions	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
J.P. Morgan Securities LLC	1,801,165	20.54	678	5.07
J.P. Morgan Securities PLC	1,473,007	16.80	2,985	22.31
Macquarie Capital (Australia) Ltd	857,133	9.78	1,162	8.69
CLSA Limited	585,732	6.68	736	5.50
Credit Suisse Taipei	505,436	5.76	1,011	7.56
Credit Suisse (Hong Kong) Ltd	375,410	4.28	780	5.83
RHB Investment Bank Berhad*	363,385	4.14	769	5.75
KAF Equities Sdn Bhd	336,602	3.84	518	3.87
China International Capital Corporation Hong Kong Securities Ltd	333,862	3.81	1,109	8.29
Citigroup Global Markets Asia Ltd	327,609	3.74	655	4.90
Others	1,809,209	20.63	2,974	22.23
	<u>8,768,550</u>	<u>100.00</u>	<u>13,377</u>	<u>100.00</u>

14. TRANSACTIONS BY THE FUND (CONTINUED)

Details of transactions by the Fund for the financial year ended 30 June 2021 are as follows:

Brokers/Financial institutions	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
KAF Equities Sdn Bhd	1,260,925	15.64	2,088	16.12
J.P. Morgan Securities PLC	1,026,859	12.74	2,092	16.15
Citigroup Global Market Incorporation	928,823	11.52	318	2.46
J.P. Morgan Securities LLC	592,326	7.35	985	7.60
RHB Investment Bank Berhad*	572,185	7.10	1,144	8.83
Macquarie Bank Ltd Hong Kong	563,316	6.99	985	7.60
Instinet Singapore Services Pte Ltd	533,134	6.61	859	6.63
Macquarie Capital (Australia) Ltd	516,049	6.40	862	6.66
Citigroup Global Markets Incorporation - London	330,264	4.10	171	1.32
Citigroup Global Markets Asia Ltd	325,667	4.04	651	5.03
Others	1,411,664	17.51	2,797	21.60
	<u>8,061,212</u>	<u>100.00</u>	<u>12,952</u>	<u>100.00</u>

* Included in transactions by the Fund are trades with RHB Investment Bank Bhd, the holding company of the Manager. The Manager is of the opinion that all transactions with the related company have been entered into the normal course of business at agreed terms between the related parties.

15. FINANCIAL INSTRUMENTS BY CATEGORIES

	<u>2022</u> RM	<u>2021</u> RM
Financial assets		
Financial assets at fair value through profit or loss (“FVTPL”)		
• Quoted investments	10,309,574	9,955,479
• Collective investment schemes	1,322,449	510,608
	<u>11,632,023</u>	<u>10,466,087</u>
Financial assets at amortised cost		
• Bank balances	188,381	95,206
• Deposits with licensed financial institutions	734,458	486,082
• Amount due from brokers	42,684	8,003
• Amount due from Manager	5,677	552,200
• Dividend receivables	39,060	9,270
	<u>1,010,260</u>	<u>1,150,761</u>
Financial liabilities		
Financial liabilities at amortised cost		
• Amount due to brokers	74,231	-
• Amount due to Trustee	636	533
• Accrued management fee	15,901	13,316
• Other payables and accruals	41,899	52,866
	<u>132,667</u>	<u>66,715</u>

**STATEMENT BY MANAGER
RHB GLOBAL EQUITY YIELD FUND**

We, Dato' Darawati Hussain and Chin Yoong Kheong, two of the Directors of RHB Asset Management Sdn Bhd, do hereby state that in the opinion of the Directors of the Manager, the accompanying statement of financial position, statement of income and expenses, statement of changes in net asset value, statement of cash flows and the accompanying notes, are drawn up in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards so as to give a true and fair view of the financial position of the Fund as at 30 June 2022 and of its financial performance and cash flows for the financial year then ended and comply with the provisions of the Deeds.

On behalf of the Manager,

Dato' Darawati Hussain
Director

Chin Yoong Kheong
Director

22 August 2022

**TRUSTEE'S REPORT TO THE UNIT HOLDERS OF
RHB GLOBAL EQUITY YIELD FUND ("Fund")**

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

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

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur
22 August 2022

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF RHB GLOBAL EQUITY YIELD FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of RHB Global Equity Yield Fund (“the Fund”) give a true and fair view of the financial position of the Fund as at 30 June 2022 and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 30 June 2022, and the statement of income and expenses, statement of changes in net asset value and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 11 to 52.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the “Auditors’ responsibilities for the audit of the financial statements” section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and other ethical responsibilities

We are independent of the Fund in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants (“By-Laws”) and the International Ethics Standards Board for Accountants’ International Code of Ethics for Professional Accountants (including International Independence Standards) (“IESBA Code”), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF RHB GLOBAL EQUITY YIELD FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Information other than the financial statements and auditors' report thereon

The Manager of the Fund is responsible for the other information. The other information comprises Manager's Report, but does not include the financial statements of the Fund and our auditors' report thereon.

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Fund, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Fund or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the financial statements

The Manager of the Fund is responsible for the preparation of the financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Fund, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or to terminate the Fund, or has no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF RHB GLOBAL EQUITY YIELD FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Fund as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF RHB GLOBAL EQUITY YIELD FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements (continued)

- (d) Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

OTHER MATTERS

This report is made solely to the unit holders of the Fund and for no other purpose. We do not assume responsibility to any other person for the content of this report.

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146

Chartered Accountants

Kuala Lumpur
22 August 2022

CORPORATE INFORMATION

MANAGER

RHB Asset Management Sdn Bhd

REGISTERED OFFICE

Level 10, Tower One, RHB Centre, Jalan Tun Razak, 50400 Kuala Lumpur

PRINCIPAL AND BUSINESS OFFICE

Level 8, Tower Two & Three, RHB Centre, Jalan Tun Razak, 50400 Kuala Lumpur

E-mail address: rhbam@rhbgroup.com

Tel: 03-9205 8000

Fax: 03-9205 8100

Website: www.rhbgroup.com

BOARD OF DIRECTORS

Mr Yap Chee Meng (*Independent Non-Executive Chairman*)

Mr Chin Yoong Kheong (*Senior Independent Non-Executive Director*)

Ms Ong Yin Suen (*Managing Director/Chief Executive Officer*)

YBhg Dato' Darawati Hussain (*Independent Non-Executive Director*)

YBhg Datuk Seri Dr Govindan A/L Kunchambo

(*Independent Non-Executive Director*)

Encik Mohd Rashid Bin Mohamad (*Non-Independent Non-Executive Director*)

(*Resigned with effect from 20 June 2022*)

Tuan Syed Ahmad Taufik Albar (*Non-Independent Non-Executive Director*)

(*Appointed with effect from 20 June 2022*)

INVESTMENT COMMITTEE MEMBERS

Mr Yap Chee Meng (*Independent Chairman*)

YBhg Dato' Darawati Hussain

Puan Sharifatu Laila Syed Ali

CHIEF EXECUTIVE OFFICER

Ms Ong Yin Suen

SECRETARIES

Encik Azman Shah Md Yaman (LS No. 0006901)

Cik Hasnita Sulaiman (MAICSA No. 7060582)

BRANCH OFFICE

Kuala Lumpur Office	B-9-6, Megan Avenue 1 No. 189, Jalan Tun Razak 50400 Kuala Lumpur Tel: 03-2171 2755/ 03-2166 7011 Fax: 03-2770 0022
Shah Alam Office	B-3-1, 1st Floor Jalan Serai Wangi G16/G, Alam Avenue Persiaran Selangor, Section 16 40200 Shah Alam Tel: 03-5523 1909 Fax: 03-5524 3471
Sri Petaling Office	Level 1 & 2, No 53 Jalan Radin Tengah Bandar Baru Seri Petaling 57000 Kuala Lumpur Tel: 03-9054 2470 Fax: 03-9054 0934
Batu Pahat Office	53, 53-A and 53-B Jalan Sultanah 83000 Batu Pahat, Johor Tel: 07-438 0271/ 07-438 0988 Fax: 07-438 0277
Ipoh Office	No.7A, Persiaran Greentown 9 Pusat Perdagangan Greentown 30450 Ipoh, Perak Tel: 05-242 4311 Fax: 05-242 4312
Johor Bahru Office	No 34 Jalan Kebun Teh 1 Pusat Perdagangan Kebun Teh 80250 Johor Bahru, Johor Tel: 07-221 0129 Fax: 07-221 0291 2nd Floor, 21 & 23 Jalan Molek 1/30, Taman Molek 81100 Johor Bahru, Johor Tel: 07-358 3587 Fax: 07-358 3581
Kuantan Office	1st Floor, Lot 10, Jalan Putra Square 1 Putra Square 25300 Kuantan, Pahang Tel: 09-517 3611/ 09-517 3612/ 09-531 6213 Fax: 09-517 3615

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Lot 133, Section 20, Sublot 2 & 3
1st Floor, Jalan Tun Ahmad Zaidi Adruce
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Yung Kong Abell, Units 1-10
2nd Floor Lot 365
Section 50 Jalan Abell
93100 Kuching, Sarawak
Tel: 082-245 611 Fax: 082-230 326

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Ground Floor, No 3486-G
Jalan Sultan Ibrahim
15050 Kota Bharu, Kelantan
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Kota Kinabalu Office
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Sabah
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Fax: 088-528 685

Melaka Office
581B, Taman Melaka Raya
75000 Melaka
Tel: 06-284 4211/ 06-281 4110
Fax: 06-292 2212

Penang Office
3rd Floor, 44 Lebuh Pantai
10300 Georgetown, Penang
Tel: 04-264 5639 Fax: 04-264 5640

Prai Office
No 38, First Floor
Jalan Todak 2
Seberang Jaya
13700 Perai, Penang
Tel: 04-386 6670 Fax: 04-386 6528

TRUSTEE	HSBC (Malaysia) Trustee Berhad
BANKER	RHB Bank Berhad
AUDITORS	PricewaterhouseCoopers PLT
TAX ADVISER	PricewaterhouseCoopers Taxation Services Sdn Bhd
DISTRIBUTORS	RHB Asset Management Sdn Bhd RHB Bank Berhad RHB Investment Bank Berhad Affin Bank Berhad Alliance Bank Berhad AmBank Berhad AmInvestment Bank Berhad Apex Investment Services Berhad Areca Capital Sdn Bhd CIMB Private Banking CIMB Wealth Advisors Berhad Citibank Berhad Genexus Advisory Sdn Bhd Hong Leong Bank Berhad iFAST Capital Sdn Berhad Kenanga Investors Berhad Manulife Investment Management OCBC Bank (Malaysia) Berhad Phillip Mutual Berhad Standard Chartered Bank (Malaysia) Berhad Standard Financial Adviser United Overseas Bank (Malaysia) Berhad UOB Kay Hian Securities (M) Sdn Bhd

RHB ♦ Asset Management

RHB Asset Management Sdn Bhd 198801007231 (174588-X)

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