

RHB MALAYSIA DIVIDEND FUND

SEMI-ANNUAL REPORT 2023

For the financial period ended 30 September 2023

GENERAL INFORMATION ABOUT THE FUND

Name, Category and Type

Fund Name - RHB Malaysia Dividend Fund

Fund Category - Equity fund

Fund Type - Growth and income

Investment Objective, Policy and Strategy

Objective of the Fund

This Fund aims to provide investors with capital growth and recurring income[^] in the medium to long term* through investments in securities of and securities relating to Malaysian companies which offer attractive yields and sustainable dividend payments.

Note: [^] The income is in the form of units.

* “medium to long term” in this context refers to a period between 3-7 years.

Strategy

The Fund aims to achieve its objective through investments in companies that focus on shareholder value in the form of sustainable dividend returns or have the potential to offer dividend yields combined with the prospect for growth.

Hence, the Manager’s strategy is to identify companies that offer or have the potential to offer dividend yields and whose cash flow generated by business and management activities are expected to support such dividend payment. The Manager may also invest in growth or recovery stocks which have the potential to adopt a strong dividend payout policy.

The Fund will also invest in fixed income securities where the potential returns from these securities are favourable as compared to equities. The Fund’s investment in fixed income securities will be that of debt securities issued by corporations, financial institutions and government (comprising amongst others of convertible debt securities, redeemable debt securities, bonds / securities that are issued and/or guaranteed by the government or quasi-government agencies, corporate bonds carrying at least BBB ratings by any Domestic Rating Agencies or its equivalent rating by a reputable rating establishment) as well as fixed income collective investment scheme, money market instruments, cash and deposits with financial institutions.

The Manager employs fundamental and bottom-up valuation analysis as an integral part of their investment process. This includes evaluation of company management, products & services, competitive positioning, operating outlook, earnings prospects, risk factors and corporate governance standards, looking at discounted cashflow models,

comparative multiples (eg. price earnings ratio, price to book value) and profitability measures (eg. returns on equity).

Its indicative asset allocation is as follows:-

70% to 98% of Net Asset Value - Investments in equity and equity-related securities of Malaysian companies which offer attractive yields[#] and sustainable dividend payments.

2% to 30% of Net Asset Value - Investments in liquid assets, fixed income securities, money market instruments and deposits with financial institutions.

Note: [#] This refers to Malaysian companies that have the potential to offer dividend yields combined with the prospect for growth.

Subject to the range stipulated above, the asset allocation will be reviewed from time to time depending on the judgement of the Manager as to the general market and economic conditions. Although the Fund is actively managed, how active or the frequency of its trading strategy will depend on market opportunities.

The risk management strategies and techniques employed by the Manager include diversification of the Fund's investments in terms of its exposure to various industries, sectors and asset classes and/or type of investments (i.e. equity, fixed income securities and money market instruments). Financial derivatives may also be used for hedging purposes where appropriate. Generally, the assets of the Fund will be invested over a medium to long term period with disposal of the investments when necessary to control risk as well as to optimise capital gains. This is especially so when the full growth potential of an investment is deemed to have been reduced over a prolonged rise in market value and other available investments may present cheaper valuations and potential higher returns. The Fund also complies with the permitted investments and restrictions imposed by the Securities Commission. Adherence to the permitted investments and restrictions also helps the Manager to riskmanage the Fund's portfolio in terms of diversification. Moreover, the Manager in making its investment decisions shall at all times comply with the investment restrictions of the Fund and requirements as set out in the Deed.

The Manager may take temporary defensive positions that may be inconsistent with the Fund's principal strategy in attempting to respond to adverse economic, political or any other market conditions. In such circumstances, the Manager may reallocate up to 100% of the Fund's equity investments into other asset classes such as fixed income securities, money market instruments and deposits with financial institutions, which are defensive in nature. These are deposits that are not embedded with or linked to financial derivative instruments (structured deposits) and (where applicable) these are current accounts, short term money market deposits and short term deposits with financial institutions.

Performance Benchmark

The performance of the Fund is benchmarked against the FTSE Bursa Malaysia Emas Index.

Permitted Investments

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

Distribution Policy

Consistent with the Fund's objective to provide medium to long term* capital growth and recurring income^, the Fund will distribute a substantial portion of its returns to the unit holders. Distributions, if any, will be declared annually and will be reinvested after deduction of taxation and expenses.

Note: * “medium to long term” in this context refers to a period between 3-7 years.

^ The income is in the form of units.

Notification of Changes

In addition to the changes mentioned in the letter dated 27 April 2023, below are the remaining changes: -

General

The references to “interim report(s)”, “Shariah-compliant liquid assets” and “debenture” wherever they appear in the Prospectuses will be amended to “semi-annual report(s)”, “Islamic liquid assets” and “fixed income securities”.

The reference to “(structured deposit)” wherever they appear in the Prospectuses is hereby deleted in its entirety.

“DEFINITIONS”

Domestic Rating Agency/(ies)	Local credit assessment institutions that are recognised by the Securities Commission Malaysia.
Eligible Market	An exchange, government securities market or an over-the-counter market that is regulated by a regulatory authority of that jurisdiction; that is open to the public or to a substantial number of market participants; and on which financial instruments are regularly traded.
EPF-MIS	Employees Provident Fund – Members’ Investment Scheme.
FBM Second Board Index	Deleted
financial institution(s)	(a) If the institution is in Malaysia – (i) licensed bank or licensed investment bank as defined under the Financial Services Act 2013; or (ii) licensed Islamic bank as defined under the Islamic Financial Services Act 2013; or (b) If the institution is outside Malaysia, any institution that is licensed, registered, approved or authorised by the relevant banking regulator to provide financial services.
Global Rating Agency/(ies)	Global credit assessment institutions that are recognised in line with the relevant laws.
Guidelines	Guidelines on Unit Trust Funds issued by the Securities Commission including all amendments and/or revision thereto issued by the Securities Commission and any other relevant guidelines issued by the Securities Commission.
IUTA(s)	Institutional Unit Trust Scheme Adviser(s).
KLIBOR	Deleted
US Person	Institutional Unit Trust Scheme Adviser(s).

Chapter 1 – Fund Information, Section 1.10.7 – Collective Investment Schemes

The Manager will only make such investments where the Manager expects those investments to complement the objective and enhance the performance of this Fund. In addition, the Manager will only make such investments if the collective investment scheme is authorised or recognised by the Securities Commission, or is registered/authorised/approved by the relevant regulatory authority in its home jurisdiction as the case may be and which operates within the general investment principles of the Guidelines. The Fund's investments in collective investment schemes (if any) shall always be subject to the restrictions stipulated in Section 1.10.13(f), (g), (m) and (q).

Chapter 1 – Fund Information, Section 1.10.8 – Financial Derivatives

The Manager may participate in futures contracts and other financial derivatives, when appropriate. The category of financial derivatives to be participated in shall be stock index futures contracts, stock index options contracts, single stock futures contracts, interest rate futures contracts, bond futures contracts or any other categories and/or types of futures contracts or financial derivatives that may be allowable by the relevant authorities from time to time. The Fund's participation in financial derivatives is to hedge the portfolio from any unexpected price or interest rate movement in the underlying market as well as to hedge against any opportunity loss arising from its uninvested cash. The benefit of any upside of price or interest rate movement in the underlying market is limited as the primary interest is to protect the value of the portfolio and to manage risks in relation to the benchmark. When participating in such instruments, the Manager will monitor the financial derivatives' valuation and credit ratings of the financial institutions as counterparty to the financial derivatives, where applicable and take appropriate actions to mitigate any risk associated with such financial derivatives. This may extend to unwinding of the financial derivatives in the event where there is a need to terminate current position due to reversal in market movement, redemptions in Units or upon downgrade of the credit ratings of the financial institutions. Commitment approach is used to calculate the Fund's net market exposure. It is calculated as the sum of the (a) absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements; (b) absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and (c) the values of cash collateral received pursuant to the reduction of exposure to counterparties of OTC financial derivatives. The Fund's investment holding in financial derivatives (if any) shall always be subject to the restrictions stipulated in Section 1.10.13 (e), (n), (o) and (p).

Chapter 1 – Fund Information, Section 1.10.9 – Structured Products

The Manager may also invest in structured products where the Manager expects those investments to complement the objective and enhance the performance of the Fund.

Chapter 1 – Fund Information, Section 1.10.13 – Permitted Investments and Restrictions

The Fund may invest in securities traded on Bursa Malaysia or any other market considered as an Eligible Market, unlisted securities, collective investment schemes, structured products, liquid assets (including money market instruments and deposits with any financial institutions) and any other investments permitted by the Securities Commission from time to time.

The acquisition of such permitted investments is subject to the following restrictions:

- a) The aggregate value of the Fund's investments in transferable securities that are not traded or dealt in or under the rules of an Eligible Market (i.e., unlisted securities) must not exceed fifteen (15) per cent of the Fund's Net Asset Value, subject to a maximum limit of ten (10) per cent of the Fund's Net Asset Value in a single issuer, or any other limit as may be prescribed by the Securities Commission from time to time.
- b) The value of the Fund's investments in ordinary shares issued by any single issuer must not exceed ten (10) per cent of the Fund's Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- c) The value of the Fund's investments in transferable securities (i.e. equities, fixed income securities and warrants) and money market instruments issued by any single issuer must not exceed fifteen (15) per cent of the Fund's Net Asset Value ("single issuer limit"), or any other limit as may be prescribed by the Securities Commission from time to time. In determining the single issuer limit, the value of the Fund's investments in instruments in paragraph (a) issued by the same issuer must be included in the calculation.
- d) The value of the Fund's placement in deposits with any single financial institution must not exceed twenty (20) per cent of the Fund's Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- e) The aggregate value of the Fund's investments in, or exposure to, a single issuer through transferable securities, money market instruments, deposits, underlying assets of financial derivatives and counterparty exposure arising from the use of OTC financial derivatives must not exceed twenty-five (25) per cent of the Fund's Net Asset Value ("single issuer aggregate limit"), or any other limit as may be prescribed by the Securities Commission from time to time. In determining the single issuer aggregate limit, the value of the Fund's investments in instruments in paragraph (a) issued by the same issuer must be included in the calculation.
- f) The value of the Fund's investments in units or shares of a collective investment scheme must not exceed twenty (20) per cent of the Fund's Net Asset Value, provided that the collective investment scheme complies with paragraphs (q)(i), (ii) or (iii), excluding collective investment scheme that invests in real estate, or any other limit as may be prescribed by the Securities Commission from time to time.
- g) The value of the Fund's investments in units or shares of a collective investment scheme that invests in real estate pursuant to paragraph (q)(iii) must not exceed fifteen (15) per cent of the Fund's Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.

- h) The value of the Fund's investments in transferable securities and money market instruments issued by any group of companies must not exceed twenty (20) per cent of the Fund's Net Asset Value ("group limit"), or any other limit as may be prescribed by the Securities Commission from time to time. In determining the group limit, the value of the Fund's investments in instruments in paragraph (a) issued by the issuers within the same group of companies must be included in the calculation.
- i) The single financial institution limit in paragraph (d) does not apply to placements of deposits arising from:
- (i) subscription monies received prior to the commencement of investment by the Fund;
 - (ii) liquidation of investments prior to the termination of the Fund, where the placement of deposits with various financial institutions would not be in the best interests of Unit Holders; or
 - (iii) monies held for the settlement of redemption or other payment obligations, where the placement of deposits with various financial institutions would not be in the best interest of Unit Holders.
- j) The Fund's investments in shares or securities equivalent to shares must not exceed ten (10) per cent of the shares or securities equivalent to shares, as the case may be, issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time.
- k) The Fund's investments in fixed income securities must not exceed twenty (20) per cent of the fixed income securities issued by a single issuer, or any other limit as may be prescribed by the Securities Commission from time to time. This limit may be disregarded at the time of acquisition if at that time of acquisition, the gross amount of fixed income securities in issue cannot be determined.
- l) The Fund's investments in money market instruments must not exceed ten (10) per cent of the instruments issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time. This limit does not apply to money market instruments that do not have a pre-determined issue size.
- m) The Fund's investments in collective investment scheme must not exceed twenty-five (25) per cent of the units or shares in the collective investment scheme, or any other limit as may be prescribed by the Securities Commission from time to time.
- n) The counterparty of an OTC financial derivatives must be a financial institution with a minimum long-term credit rating of investment grade (including gradation and subcategories). Subject to the aggregate limit as stipulated in Schedule B of the Guidelines, the maximum exposure of the Fund to the counterparty must not exceed ten (10) per cent of the Fund's Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time based on the maximum potential loss that may be incurred by the Fund if the counterparty defaults and not on the basis of the notional value of the OTC financial derivatives. The total exposure to a single counterparty is calculated by summing the exposure arising from all OTC financial derivatives transactions entered into with the same counterparty.
- o) The Fund's exposure to the underlying assets (vide the financial derivatives) must not exceed the investment limits and restrictions applicable to such underlying assets as stipulated in Schedule B of the Guidelines, or any other limit as may be prescribed by the Securities Commission from time to time.
- p) The Fund's global exposure from its financial derivatives positions must not exceed the Fund's Net Asset Value at all times, or any other limit as may be prescribed by the Securities Commission from time to time.
- q) The Fund may invest in other collective investment scheme that fall within the following categories:
- (i) a collective investment scheme authorised or recognised by the Securities Commission; or
 - (ii) a collective investment scheme that meets the following criteria:
 - the collective investment scheme is constituted and regulated in a jurisdiction where the laws and practices provide the level of investor protection that is at least equivalent to that offered in Malaysia;
 - the rules on investments, borrowing and lending are substantially similar to the requirements in the Guidelines. This would exclude hedge funds;
 - the assets of the collective investment scheme are managed by an entity which is approved, authorised or licensed by a securities regulator to conduct fund management activities; and
 - the business of the collective investment scheme is reported in half-yearly and annual reports to enable an assessment to be made of the assets and liabilities, income and operations over the reporting period; or
 - (iii) a collective investment scheme that meets the following criteria:
 - the collective investment scheme invests in permissible investments under the Guidelines, physically-backed metal exchange traded funds that comply with the Guidelines, or real estate;
 - the collective investment scheme meets the criteria imposed on transferable securities as prescribed under the Guidelines;
 - the units or shares in the collective investment scheme are listed for quotation and traded on a stock exchange that is an Eligible Market; and
 - the collective investment scheme is not an inverse or leveraged product.

The limits and restrictions mentioned herein must be complied with at all times based on the most up-to-date value of the Fund's investments. The Manager must notify the Securities Commission within seven (7) Business Days of any breach of investment limits and restrictions with the steps taken to rectify and prevent such breach from recurring. However, any breach as a result of (a) appreciation or depreciation in value of the Fund's investments; (b) repurchase of Units or payment made from the Fund; (c) change in capital of a corporation in which the Fund has invested in; or (d) downgrade in or cessation of a credit rating, need not be reported to the Securities Commission but must be rectified as soon as practicable within three (3) months from the date of the breach unless otherwise specified in the Guidelines. The three (3) -month period may be extended if it is in the best interest of the Unit Holders and the Trustee's consent

is obtained. Such extension must be subject to at least a monthly review by the Trustee. The limits and restrictions in this Section 1.10.13, however, do not apply to securities or instruments that are issued or guaranteed by the Malaysian government or Bank Negara Malaysia. Note: If the Fund is eligible to be invested via the EPF-MIS and you transfer your moneys from your EPF account to invest in the Fund, the investments made by the Fund as well as your investment in the Fund from your EPF account will be subject to the EPF's requirements. Please refer to the website at <http://www.kwsp.gov.my> for updated information.

Chapter 2 – Risk Factors, Section 2.1 – General Risks of Investing in Unit Trusts, item d) Loan/ Financing Risk

Investors should assess the inherent risk of investing with borrowed money or through financing facility which would include the following:

- i) the ability to service the loan repayments or financing instalments and the effect of increase in interest rates or profit rates on the loan repayments or financing instalments; and
- ii) (in a case where Units of the Fund are used as collateral to the loan or financing instalments) the ability to provide additional collateral should the Unit prices of the Fund fall beyond a certain level,

failing which, the investors' Units may be sold off to realise the proceeds towards settlement of the outstanding loan or financing instalments taken.

Islamic unit trust fund's investors are advised to seek Islamic financing to finance their acquisition.

[Please see Unit Trust Loan Financing Risk Disclosure Statement in the application form]

Chapter 3 – Valuation of Assets

Equity Trust*	SCOUT*	KidSave*	Tracker
Dana Islam*	Income Fund*	EOUT*	GIFT*
TGF	MDIV	CASH	Dana Hazeem*

*Funds with mandates investing in foreign markets

The Fund must be valued at least once every Business Day. However, certain foreign markets in which the Fund may invest in have different time zones from that of Malaysia.

Accordingly, for Funds investing solely in the local market, the valuation of the respective Funds for a Business Day will be conducted at the close of Bursa Malaysia for that Business Day. Thus, the daily price of the Fund for a particular Business Day will be published online on the Manager's website on the next day, with the exception of **CASH**, whose price shall be the Net Asset Value per Unit as at the valuation point of the Fund immediately preceding the Fund's relevant Business Day when the request for Units of the Fund is received by the Manager ("historical pricing"). [Please refer section 5.2 (Computation of Purchase of Units – **CASH**)].

For Funds which have investments in foreign markets, the valuation of the respective Funds for a Business Day will be conducted by 5.00 pm (or such other time as may be determined by the Manager from time to time) on the following day on which the Manager is open for business.

Accordingly, the price of the Fund for a particular Business Day will not be published online on the Manager's website on the next day but will instead be published the next following day (i.e. price will be two (2) days old). This will be specifically indicated on the Manager's website.

Illustration (for Funds investing in foreign markets)

When markets are closed for trading on 18 April 2023 (Tuesday), the valuation date will be the next day on which the Manager is open for business, i.e. 19 April 2023 (Wednesday). Thus, the publication date for the price as at 18 April 2023 (Tuesday) will be on 20 April 2023 (Thursday) on the Manager's website.

Investors may obtain the most current computed price by contacting the Manager directly or visiting the Manager's website, www.rhbgroup.com [please refer to section 5.5 (g) (Availability of Information on Investment)].

In undertaking any of the Fund's investments, the Manager will ensure that all the assets of the respective Funds will be valued at fair value and at all times in compliance with the relevant laws (including approved accounting standards).

Accordingly, where applicable:

- (i) Listed securities / Shariah-compliant securities
- (ii) Listed securities / Shariah-compliant securities will be valued daily based on the last done market price or such other basis as may be prescribed by the relevant laws from time to time including approved accounting standards.

However, if: -

- (a) a valuation based on the market price does not represent the fair value of the listed securities / Shariah-compliant securities, for example during abnormal market conditions; or

- (b) no market price is available, including in the event of a suspension in the quotation of the listed securities / Shariah-compliant securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee,

then the listed securities / Shariah-compliant securities would be valued at fair value, as determined in good faith by the Manager based on the methods or bases approved by the Trustee after appropriate technical consultation.

(iii) Unlisted fixed income securities / sukuk

Investments in unlisted fixed income securities / sukuk denominated in Ringgit Malaysia will be valued on a daily basis by reference to the prices quoted by a bond pricing agency (BPA) registered with the Securities Commission. However, where quotations are not available, such unlisted fixed income securities / sukuk will generally be valued on a weekly basis or as and when appropriate, by reference to the average indicative yield quoted by three independent and reputable financial institutions in OTC market at the close of trading. These institutions include investment banks and commercial banks dealing in fixed income securities / sukuk.

Investments in foreign unlisted fixed income securities / sukuk are valued daily using the Bloomberg Generic Price (BGN) provided by Bloomberg. Where BGN prices are not available on any Business Day, these fixed income securities / sukuk will be valued by reference to the average indicative yield quoted by three independent and reputable financial institutions.

In a case where the Manager is of the view that the price quoted by BPA or the BGN price for a specific unlisted fixed income security / sukuk differs from the market price (i.e., the Manager's view of the market yield) by more than 20 basis points, the Manager may use the market price, provided that the Manager records its basis for using a non BPA price or non BGN price, obtains necessary internal approvals to use the non BPA price or non BGN price and keeps an audit trail of all decisions and basis for adopting its own view of the market price.

However, when the Manager, after taking all reasonable efforts, is unable to obtain quotations from BPA or any BGN price or quotations from three independent and reputable financial institutions due to circumstances such as extreme market conditions, such unlisted fixed income securities / sukuk (denominated in Ringgit Malaysia and denominated in foreign currencies) will be valued according to an alternative method determined in good faith by the Manager, which has been verified by the auditor of the Fund and approved by the Trustee provided that the Manager records its basis for using the alternative method, obtains necessary internal approvals to use the alternative method and keeps an audit trail of all decisions and basis for adopting the alternative method. Any alternative method shall be consistently applied unless advised otherwise by the auditors of the Fund and the Trustee.

(iv) Unlisted securities / Shariah-compliant unlisted securities

Investments in unlisted securities / Shariah-compliant unlisted securities will be valued at the cost price of each investment until the securities / Shariah-compliant securities of the investee companies are successfully listed on a recognised stock exchange, upon which quoted prices will be available and valuation will be based on the last done market price or such other basis as may be prescribed by the relevant laws from time to time including approved accounting standards.

(v) Collective investment schemes / Islamic collective investment schemes

Collective investment schemes / Islamic collective investment schemes which are quoted on an approved exchange shall be valued in the same manner as listed securities as described above. When investing in unlisted collective investment schemes / Islamic collective investment schemes, the value shall be determined by reference to the last published repurchase price per unit for that unlisted collective investment scheme / Islamic collective investment schemes.

(vi) Financial derivatives / Islamic financial derivatives

Financial derivatives / Islamic financial derivatives positions will be 'marked-to-market' at the close of each trading day.

(vii) Deposits / Islamic deposits

Deposits / Islamic deposits placed with financial institutions will be valued each day by reference to the principal value of such investments and the interest / profits accrued thereon for the relevant period.

(viii) Money market instruments / Islamic money market instruments

Money market instruments / Islamic money market instruments that are held for collecting contractual cash flow purpose i.e. commercial papers / Islamic commercial papers and money market placements / Islamic money market placements which have a remaining term to maturity of not more than 90 days at the time of acquisition will be measured on an ongoing basis at amortised cost. The risk of using amortised cost is the mismatch between the fair value and book value of a money market instrument / an Islamic money market instrument. The Manager will monitor closely and consider prompt action to discontinue the use of amortised cost method and adopt the fair value as the valuation for money market instrument / Islamic money market instrument in the event the variance is above 3%.

Money market instruments / Islamic money market instruments other than the aforesaid will be valued on a daily basis by reference to the fair value prices quoted by a BPA registered with the Securities Commission.

(ix) Foreign exchange translation of foreign investments into Ringgit Malaysia for a particular Business Day is determined based on the bid rate quoted by Bloomberg or Reuters at 4.00 p.m. (United Kingdom time) or such other time as may be prescribed from time to time by the relevant laws.

- (x) Any other investments / Shariah-compliant investments as may be held by the Fund will be valued based on fair value as determined in good faith by the Manager, on methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.

Chapter 4 – Fees, Charges and Expenses, Section 4.1(c) – Other Charges

(i) Switching of units

Equity Trust	SCOUT	KidSave	Tracker
Dana Islam	Income Fund	EOUT	GIFT
TGF	MDIV	Dana Hazeem	

Units can only be switched to other unit trust funds under the management of the Manager that are of the same currency units and that allow switching. A switching fee¹ of RM25.00 will be imposed and deducted from the redemption amount of the Units to be switched for a switch between funds that impose a similar sales charge or a switch to a fund that impose a lower sales charge. Unit Holders switching to a fund that imposes a higher sales charge will pay the difference in sales charge which is deductible from the redemption amount of the Units to be switched.

The Manager however, reserves the right to vary this switching fee or to vary the terms of the switching facility. For switching into non-money market fund, units of the fund to be switched into shall be purchased at the net asset value per unit as at the next valuation point of the fund's relevant business day after the form of request to switch is received by the Manager ("forward pricing"). For switching into money market fund, units shall be purchased at the net asset value per unit as at the next valuation point of the fund's relevant business day after money is received by the switch in fund.

Illustration (based on Equity Trust and KidSave)

If a Unit Holder switches 5,000 Units in **Equity Trust** at the Repurchase Price of RM0.4277 and wishes to invest in **KidSave** at the Selling Price of RM0.5215 (where both Funds have the sales charge of 6.38%).

Proceeds from switch (Equity Trust) (5,000 Units x RM0.4277)	= RM	2,138.50
Less: Switching fee RM25.00	= RM	(25.00)
Net proceed from switch:	= RM	<u>2,113.50</u>
Proceeds from Equity Trust invested in KidSave :		<u>RM2,113.50</u> RM0.5215
	=	4,052.73 units**

** Units computed are rounded to the nearest 2 decimal places.

Switching from a Shariah-compliant fund to a conventional fund is discouraged especially for Muslim Unit Holders.

(ii) Transfer of units

Equity Trust	SCOUT	KidSave	Tracker
Dana Islam	Income Fund	EOUT	GIFT
TGF	MDIV	CASH	Dana Hazeem

The Manager charges a transfer fee¹ of RM5.00 for each transfer.

- (iii) Any bank charges imposed by the relevant financial institutions will be borne by the Unit Holders.

Note: ¹All fees and charges payable to the Manager and the Trustee are subject to any applicable taxes and/or duties and at such rate as may be imposed by the government from time to time

Chapter 4 – Fees, Charges and Expenses, Section 4.4 – Policy on Rebates and Soft Commissions

It is the Manager's policy to credit all rebates to the account of the respective Funds.

However, goods and services ("soft commissions") provided by any broker or dealer may be retained by the Manager or the External Investment Manager if:

- the soft commissions bring direct benefit or advantage to the management of the Funds and may include research and advisory related services;
- any dealing with broker or dealer is executed on terms which are the most favourable for the Funds; and
- the availability of soft commissions is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and the Manager or External Investment Manager must not enter into unnecessary trades to achieve a sufficient volume of transactions to qualify for soft commissions.

Chapter 4 – Fees, Charges and Expenses, Section 4.5 – Tax

All fees and charges payable to the Manager and the Trustee are subject to any applicable taxes and/or duties and at such rate as may be imposed by the Malaysian government from time to time.

Based on the Finance Act 2021, income derived by the Fund from foreign sources and received in Malaysia from 1 January 2022 onwards will be subject to Malaysian income tax. A transitional tax rate of 3% is accorded on the gross amount of the foreign income received in Malaysia from 1 January 2022 to 30 June 2022. From 1 July 2022 onwards, the prevailing tax rate of 24% will apply to the chargeable income computed in respect of the foreign source income remitted into Malaysia by the Fund.

Where the same foreign income has been taxed in both Malaysia and the foreign country, a tax credit in the form of bilateral relief under a Double Tax Agreement (“DTA”) or unilateral relief under the domestic law (if there is no available DTA or a limited DTA which does not provide such relief) may be given in respect of such income, subject to conditions.

There are fees and charges involved and investors are advised to consider them before investing in the Funds.

Chapter 5 – Transaction Information, Section 5.5(b) – Cooling-off Period

Equity Trust Dana Islam TGF	SCOUT Income Fund MDIV	KidSave EOUT CASH	Tracker GIFT Dana Hazeem
--	---	--	---

The cooling-off right refers to the right of an individual investor to obtain a refund of his investment if he so requests within the cooling-off period. The cooling-off right is only given to an individual investor, other than those listed below, who is investing in any unit trust funds managed by the Manager for the first time:

- (i) a staff of the Manager; and/or
- (ii) a person registered with a body approved by the Securities Commission to deal in unit trust funds.

The refund to the investor pursuant to the exercise of his cooling-off right must be as follows:

- a) the Net Asset Value per Unit at the point of exercise of the cooling-off right (“market price”), if the Net Asset Value per Unit on the day the Units were purchased (“original price”) is higher than the market price; or
- b) the original price, if the market price is higher than the original price.

If the market price is higher than the original price paid by the investor, the Manager may agree to pay the investor the excess amount, provided that such amount is not paid out of the Funds or the assets of the Funds.

The Manager must also refund the sales charge originally imposed on the day the Units were purchased.

The cooling-off period shall be within six (6) Business Days which shall be effective from the date of receipt of the application by the Manager. Where applicable, if you have invested via the EPF-MIS, the cooling-off period shall be subject to EPF’s terms and conditions.

The cooling-off right allows investors the opportunity to reverse an investment decision which could have been unduly influenced by certain external elements or factors.

Withdrawal proceeds will only be paid to the investors once the Manager has received cleared funds for the original investment. For investors who paid by cheque, the refund will be made upon clearance of the cheque. The Manager shall refund the investor in cash within seven (7) Business Days of receiving the cooling-off notice. Where applicable, if you have invested via the EPF-MIS, the refund will be credited back into your EPF accounts.

Chapter 5 – Transaction Information, Section 5.5(c) – Where Units can be Purchased or Redeemed

Equity Trust Dana Islam TGF	SCOUT Income Fund MDIV	KidSave EOUT Dana Hazeem	Tracker GIFT
--	---	---	-------------------------------

Units can be purchased or redeemed at the Manager’s registered/principal office or any of its branches, or from any of its participating IUTAs and any other authorised distributors or any other channels as the Manager may decide from time to time. For further information, please call us at 03-9205 8000 at any time during our office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. Alternatively, investors may e-mail their enquiries to rhbam@rhbgroup.com.

Please refer to our Directory of Outlets for Purchase and Sale of Units at the end of this master prospectus. Application forms, redemption forms and this master prospectus are also available from these distributors.

Chapter 5 – Transaction Information, Section 5.5(d) – How to Switch between Funds

Equity Trust Dana Islam TGF	SCOUT Income Fund MDIV	KidSave EOUT Dana Hazeem	Tracker GIFT
--	---	---	-------------------------------

Unit Holders may switch to units of any unit trust fund under the management of the Manager that are of the same currency and that allows for switching by forwarding the completed form of request to switch to the Manager's registered/principal office or any of its branches, or to any of its participating IUTAs and any other authorised distributors before their respective cut-off times on any Business Day. The minimum amount for a switch into another fund is RM100.00 or such other amount as the Manager may from time to time decide. There is no restriction as to the number of switches a Unit Holder may perform or the frequency of switching. The minimum investment balance must be at least one hundred (100) Units or such other lower quantity as the Manager may from time to time decide after the switch. Following a switching transaction, if the quantity of Units held by a Unit Holder in the Fund falls below its minimum investment balance, the Manager can switch the entire investment and forward the proceeds to the fund that the Unit Holder intends to switch into. The Manager however, reserves the right to vary these terms.

Chapter 5 – Transaction Information, Section 5.5(e) – How to Transfer Ownership of Units

Unit Holders may transfer their holdings of Units to another investor by forwarding the completed form of transfer to the Manager's registered/principal office or any of its branches or to any of its participating IUTAs and any other authorised distributors before their respective cut-off times on any Business Day.

If the transferee is a new investor, the transferee must also forward the following:

- 1) completed application form; and
- 2) relevant supporting documents such as a photocopy of the transferee's identity card (for an individual applicant) or certified true copies of the certificate of incorporation or registration, memorandum and articles of association or constitution or by-laws, and relevant resolutions (for a corporate applicant).

However, the Manager may refuse to register any partial transfer of Units if the registration would result in the transferor or the transferee holding less than the minimum investment balance of one hundred (100) Units or such other lower quantity as the Manager may from time to time decide. The Manager may also refuse an entry of transfer during the fourteen (14) days preceding an income distribution date.

Chapter 5 – Transaction Information, Section 5.5(f) – Unclaimed Monies

All money payable to a Unit Holder may be paid by electronic payments or cheques. However, after the lapse of one (1) year from the date of the cheque or any moneys payable to Unit Holders which remain unclaimed for such period of time, the Manager shall file and pay the unrepresented payments to the Registrar of Unclaimed Moneys in accordance with the requirements of the Unclaimed Moneys Act 1965. Thereafter, the Unit Holders are to claim such monies from the Registrar of Unclaimed Moneys.

Chapter 5 – Transaction Information, Section 5.5(g) – Availability of Information on Investment

After purchasing Units in any of the Funds, the value of the investment can be monitored easily as the Unit price of the respective Funds are published online daily on the Manager's website, www.rhbgroup.com.

Unit Holders of the **Tracker** can also obtain the latest information and other important news on the FBM KLCI from any of the local newspapers or from the website, www.bursamalaysia.com.

Unit Holders will receive an unaudited semi-annual report and an audited annual report of the Fund from the Manager within two (2) months after the end of the financial period/financial year end that the report covers. The Manager may also issue updates on the performance of the Fund either quarterly or semi-annually, or as and when appropriate.

Customers or investors may call us at 03-9205 8000 at any time during our office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. or e-mail their enquiries to rham@rhbgroup.com.

Investors may also refer to FIMM for any queries and/or concerns regarding their investments in unit trust funds.

*Investors must not make payment in cash to any individual agent when purchasing Units of a Fund.
The Funds' annual report is available upon request.*

Chapter 5 – Transaction Information, Section 5.5(h) – Dealing Hours

9:00 a.m. to 4:00 p.m. (Malaysia time) on any Business Day or such later time as the Manager may determine provided always that complete applications for the Fund are received before the next valuation point. The Manager may also vary the dealing hours as it may deem appropriate. Investors will be notified on the change of dealing hours via email or notification published on the Manager's website.

Chapter 5 – Transaction Information, Section 5.6 – Mode of Distribution

Equity Trust	SCOUT	KidSave	Tracker
Dana Islam	Income Fund	EOUT	GIFT
TGF	MDIV	Dana Hazeem	

Distribution, if any, after deduction of taxation and expenses (i.e. net distribution), will be reinvested to purchase additional units of the Funds based on the Net Asset Value per Unit as at the first Business Day when units in the Funds are quoted ex-entitlement. Allotment of such units shall be within two (2) weeks thereafter.

No sales charge/transaction fee will be imposed for any reinvestment of distribution into the respective Funds.

Unit price and distributions payable, if any, may go down as well as up.

Chapter 6 – Salient Terms of the Deed, Section 6.1.2 - Rights of Unit Holders

Unit Holders shall have the right in respect of the Funds in which they hold Units, amongst others, to the following:

- (a) to receive distributions of the Funds, to participate in any increase in the value of the Units and to enjoy such other rights and privileges as set out in the Deeds;
- (b) to call for Unit Holders’ meetings, and to vote for the removal of the Trustee or the Manager through a special resolution as provided for in the Deeds;
- (c) to exercise the cooling-off right, if applicable; and
- (d) to receive annual reports, semi-annual reports or any other reports of the Funds.

No Unit Holder shall be entitled to require the transfer to him of any assets of the Funds or be entitled to interfere with or question the exercise by the Trustee, or the Manager on the Trustee’s behalf, of the rights of the Trustee as the registered owner of such assets.

Note: If your investments are made through an IUTA which adopts the nominee system of ownership, you would not be deemed to be a Unit Holder under the Deeds and as a result, you may not exercise all the rights ordinarily conferred to a Unit Holder (e.g. the right to call for Unit Holders’ meetings and the right to vote at a Unit Holders’ meeting). Accordingly, the Manager will only recognise the IUTA as a Unit Holder and the IUTA shall be entitled to all the rights conferred to it under the Deeds.

Chapter 6 – Salient Terms of the Deed, Section 6.2.3 - Maximum Annual Trustee Fee, first paragraph

Fund	Maximum Allowable Rate
Equity Trust	0.10% per annum of the Net Asset Value
SCOUT	<ul style="list-style-type: none"> • 0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges) in the case of local investments; or • 0.20% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges) in the case of local and foreign investments
KidSave	<ul style="list-style-type: none"> • 0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges) in the case of local investments; or • 0.20% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges) in the case of local and foreign investments
Tracker	0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges)
Dana Islam	<ul style="list-style-type: none"> • 0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges) in the case of local investments; or • 0.20% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges) in the case of local and foreign investments
Income Fund	0.07% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges)
EOUT	0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges)
GIFT	0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges)
TGF	0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges)
MDIV	0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges)
CASH	0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges)
Dana Hazeem	0.15% per annum of the Net Asset Value (including local custodian fees and charges but excluding foreign custodian fees and charges)

Chapter 7 – The Management and Administration of the Funds, Section 7.2 Board of Directors

The board of directors of the Manager takes an active part in the affairs of the Manager and the unit trust funds under its management. The board of directors of the Manager meets at least once every three (3) months to receive recommendations and reports on investment activities from the committee undertaking the oversight function of the Funds, set policies and guidelines of the Manager and to review performance, financial and audit reports of the Manager. Additional meetings shall also be convened, should the need arise.

The list of board of directors are available on the Manager’s website, www.rhbgroup.com.

Chapter 7 – The Management and Administration of the Funds, Section 7.4 The Investment Committee

The paragraph of the “functions of the investment committee” under above section is hereby deleted.

Chapter 7 – The Management and Administration of the Funds, Section 7.5 – The Investment Team

Equity Trust Dana Islam MDIV	SCOUT EOUT Dana Hazeem	KidSave GIFT	Tracker TGF
---	---------------------------------------	-------------------------	------------------------

The designated fund manager is Mohd Fauzi bin Mohd Tahir.

Mohd Fauzi bin Mohd Tahir (“Mohd Fauzi”) joined RHBAM in February 2017 as the Chief Investment Officer (“CIO”) for equity in Malaysia. As the CIO of equity, his primary role is to set the strategic direction for the equity investment team in Malaysia, covering fund managers and analyst for both conventional and Islamic funds at RHBAM. His other roles, amongst others, include integrating the Malaysian team with the rest of RHB Group Asset Management investment team as well as ensuring the investment team operates in a prudent and compliant manner.

He has total of 26 years’ of working experience in managing life, private, government linked funds as well as portfolios for retail and high net worth individuals. In his last employment, he was the Executive Director and Head of Equities for AmFunds Management Berhad. He was responsible for the investment of all conventional and Islamic equity funds. His duties included managing insurance funds as well as research of companies listed on Bursa Malaysia and also unlisted companies.

Mohd Fauzi holds a Bachelor of Accounting & Finance from Leeds Metropolitan University, Leeds, England. He is a graduate of Chartered Association of Certified Accountants (ACCA, UK). He also holds a Capital Markets Services Representative’s License for the regulated activity for fund management.

Chapter 7 – The Management and Administration of the Funds, Section 7.7 – Shariah Adviser, “Roles and Responsibilities of the Shariah Adviser” and “Members of RHB Islamic Bank’s Shariah Committee”

Roles and Responsibilities of the Shariah Adviser

The Shariah Adviser is backed by the respective Shariah Committee of RHB Islamic Bank, which comprises eminent Shariah scholars from various jurisdictions. The Shariah Adviser also conducts monthly review of the Fund to ensure compliance with Shariah principle.

In line with the Securities Commission’s guidelines, the roles and responsibilities of the Shariah Adviser are:

- 1) To ensure that the Fund is managed and administered in accordance with Shariah principles.
- 2) To provide expertise and advice in all matters relating to Shariah principles, including the Fund’s deed and prospectus, its structure and ensure that all aspects of the Fund are in accordance with Shariah requirement.
- 3) To consult Securities Commission where there is any ambiguity or uncertainty as to any Shariah matters.
- 4) To ensure that all applicable Shariah rulings, principles and concepts endorsed by the SACSC are complied with.
- 5) To act with due care, skill and diligence in carrying out its duties and responsibilities.
- 6) To review the report of compliance officer or any investment transaction reports provided by, or duly approved by, the Trustee to ensure that the Fund’s management business and investments activities are Shariah-compliant.
- 7) To prepare a report to be included in the Fund’s semi-annual and annual reports certifying whether the Fund have been managed and administered in accordance with Shariah principles for the respective periods concerned.
- 8) To apply ijtehad (intellectual reasoning) to ensure all aspects relating to the Fund are in compliance with Shariah, in the absence of any rulings, principles and concepts endorsed by the Securities Commission.

Members of RHB Islamic Bank’s Shariah Committee

The members of RHB Islamic Bank’s Shariah committee are the designated persons responsible for the Shariah matters of the Fund. The list of members of RHB Islamic Bank’s Shariah Committee are available on the Manager’s website, www.rhbgroup.com.

Chapter 7 – The Management and Administration of the Funds, Section 7.9 – Other Information

Further information on the Manager, the External Investment Manager and the Shariah Adviser is provided on the Manager’s website, www.rhbgroup.com.

Chapter 8 – The Trustee of the Funds

The Trustee is HSBC (Malaysia) Trustee Berhad, a company incorporated in Malaysia since 1937 and registered as a trust company under the Trust Companies Act 1949, with its registered address at Level 19, Menara IQ, Lingkaran TRX, 55188 Tun Razak Exchange, Kuala Lumpur, Malaysia.

Chapter 8 – The Trustee of the Funds, Section 8.5 - Trustee’s Delegate

The Trustee has appointed The Hongkong And Shanghai Banking Corporation Limited as the custodian of both the local and foreign assets of the Fund. For quoted and unquoted local investments of the Fund, the assets are held through their nominee company, HSBC Nominees (Tempatan) Sdn Bhd and/or HSBC Bank Malaysia Berhad. The Hongkong And Shanghai Banking Corporation Limited is a wholly owned subsidiary of HSBC Holdings Plc, the holding company of the HSBC Group. The custodian’s comprehensive custody and clearing services cover traditional settlement processing and safekeeping as well as corporate related services including cash and security reporting, income collection and corporate events processing. All investments are registered in the name of the Trustee or to the order of the Trustee. The custodian acts only in accordance with instructions from the Trustee.

The Trustee shall be responsible for the acts and omissions of its delegate as though they were its own acts and omissions.

However, the Trustee is not liable for the acts, omissions or failure of third party depository including central securities depositories, or clearing and/or settlement systems and/or authorised depository institutions, where the law or regulations of the relevant jurisdiction requires the Trustee to deal or hold any asset of the Fund through such third parties.

Particulars of the Trustee's Delegate

For foreign asset:

The Hongkong And Shanghai Banking Corporation Limited
6/F, Tower 1,
HSBC Centre,
1 Sham Mong Road, Hong Kong.
Telephone No: (852)2288 1111

For local asset:

The Hongkong And Shanghai Banking Corporation Limited (As Custodian) and assets held through HSBC Nominees (Tempatan) Sdn Bhd (Registration No: 199301004117 (258854-D))
Level 21, Menara IQ
Linkaran TRX
55188 Tun Razak Exchange
Kuala Lumpur, Malaysia
Telephone No: (603)2075 3000 Fax No: (603)8894 2588

The Hongkong and Shanghai Banking Corporation Limited (As Custodian) and assets held through HSBC Bank Malaysia Berhad (Registration No.: 198401015221(127776-V))
Level 21, Menara IQ
Lingkaran TRX
55188 Tun Razak Exchange
Kuala Lumpur, Malaysia
Telephone No: (603)2075 3000 Fax No: (603) 8894 2588

Chapter 9 – Related-Party Transaction and Conflict of Interest, first paragraph

The directors and officers of the Manager, and the person(s) or members of a committee undertaking the oversight function of the Funds should avoid any conflict of interest arising, and if any conflict arises, should ensure that the Funds are not disadvantaged by the transaction concerned. Any transaction carried out by or on behalf of the Funds should be executed on terms which are the best available for the Funds and which are no less favourable to the Funds than an arm's length transaction between independent parties. In the event the interest of any directors and employees of the Manager, and the person(s) or members of a committee undertaking the oversight function of the Funds is directly or indirectly involved, he or she would abstain from being involved with any decision making process of the said transaction.

Chapter 9 – Related- Party Transaction and Conflict of Interest, HSBC (Malaysia) Trustee Berhad, first paragraph

As the trustee for the Funds, there may be related party transaction involving or in connection with the Funds in the following events:-

- 1) where the Funds invest in instruments offered by the related party of the Trustee (e.g placement of monies, transferable securities, etc);
- 2) where the Funds are being distributed by the related party of the Trustee as IUTA;
- 3) where the assets of the Funds are being custodised by the related party of the Trustee both as sub-custodian and/or global custodian of the Funds (Trustee's delegate); and
- 4) where the Funds obtain financing as permitted under the Guidelines, from the related party of the Trustee.

Chapter 10 – Tax Adviser's Letter on the Taxation of the Fund and Unit Holders

The Tax adviser's letter has been updated.

Chapter 14 – Consent

The Trustee, Shariah Adviser, External Investment Manager and solicitors have given their consent for the inclusion of their names and statements in the form and context in which they appear in the Prospectuses and have not withdrawn such consent.

The tax adviser has given its consent for the inclusion of its name and tax adviser's letter in the form and context in which they appear in this Second Supplementary Master Prospectus and has not withdrawn such consent.

Directory of Outlets for Purchase and Sale of Units

For information on the participating distributors, please contact:

RHB Asset Management Sdn Bhd's Registered/Principal Office:
(Kindly refer to the Corporate Directory for details.)

Or call us at 03-9205 8000 at any time during our office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. or e-mail your enquiries to rhbam@rhbgroup.com.

MANAGER'S REPORT

EQUITIES MARKET REVIEW

The FTSE Bursa Malaysia Kuala Lumpur Composite Index (“FBM KLCI”) fell 0.47% Month-on-Month (“MoM”) to 1,415.95 points in April 2023 due possibly to concerns over global growth and United States (“US”) financial sector turmoil. The FBM KLCI fell 2.04% MoM to 1,387.12 points in May 2023 due possibly to lacklustre first quarter corporate reporting season and concerns over the US debt ceiling issues. The FBM KLCI fell 0.75% MoM to 1,376.68 points in June 2023 possibly due to concerns over the global economy’s slowdown and weakness in the Malaysian Ringgit currency exchange.

The FBM KLCI increased by 6.01% MoM to 1,459.43 points in July 2023 possibly due to positive sentiments from the unveiling of Madani Economy Framework and National Energy Transition Roadmap. In the same month Bank Negara Malaysia (“BNM”) has decided to maintain its Overnight Policy Rate (“OPR”) at 3.00% and Gross Domestic Product (“GDP”) growth forecast at between 4.00% to 5.00%, while the upcoming six state elections will be held on 12 August 2023. The FBM KLCI decreased by 0.51% MoM to 1,451.94 points in August 2023 possibly due to profit taking, uninspiring recent second quarterly result and slower second quarter GDP growth. The FBM KLCI decreased by 1.91% MoM to 1,424.17 points in September 2023 possibly due to profit taking activities and concerns over external factors like indications from global central bankers that interest rates would remain elevated and sluggish property market in China. BNM decided to maintain the OPR at 3.00% on 7 September 2023. The Budget 2024 this month will be closely monitored by investors.

ECONOMIC REVIEW AND OUTLOOK

BNM, in its penultimate meeting for the year held on 7 September 2023 maintained the benchmark OPR at 3.00%, citing continued expansion in the global economy supported by strong labour market conditions. However, the global growth was weighed down by elevated core inflation and higher interest rates in advanced economies in addition to the slower than expected growth in China.

The OPR will remain accommodative as the Malaysian economy was affected by slower external demand and a decline in commodity production coupled with softened inflationary pressure at home. That said, BNM stated that risks to the inflation outlook remain highly subject to changes to domestic policy on subsidies and price controls, global commodity prices and financial market developments, as well as the degree of persistence in core inflation.

Malaysia’s consumer price index inflation rate remained stable at 2.00% in August 2023 (July 2023: 2.00%) on base effects. The country’s headline inflation rate was driven by a lower increase in restaurants, hotels and, food and non-alcoholic beverages. Core inflation, which excludes volatile items and those with government-administered prices, fell to 2.50% in August 2023 from 2.80% in July 2023.

MARKET OUTLOOK AND STRATEGY GOING FORWARD

The equity market will still be clouded by external headwinds in the near term, considering geopolitical tensions, the US Federal Reserve's monetary policy and global growth slowdown. Domestically, the equity market will continue to be volatile amidst the external headwinds despite the attractive valuations, low foreign shareholdings and resilient corporate earnings growth.

In terms of strategy, we are cognizant of concerns on global economic growth and market volatility, therefore, we will focus on stocks with strong balance sheet, cashflows and good earnings growth potential, plus accumulating good quality stocks during weakness to benefit the Fund in the longer term.

FUND PERFORMANCE REVIEW

During the financial period under review, the Fund registered a total return of 0.80%* compared to its benchmark return of 1.56%*. The Net Asset Value per unit of the Fund was RM0.2267 (31.03.2023: RM0.2249) as at 30 September 2023.

The underperformance was due to weakness of the stocks holdings in the Utilities, Consumer Discretionary and Real Estate sectors.

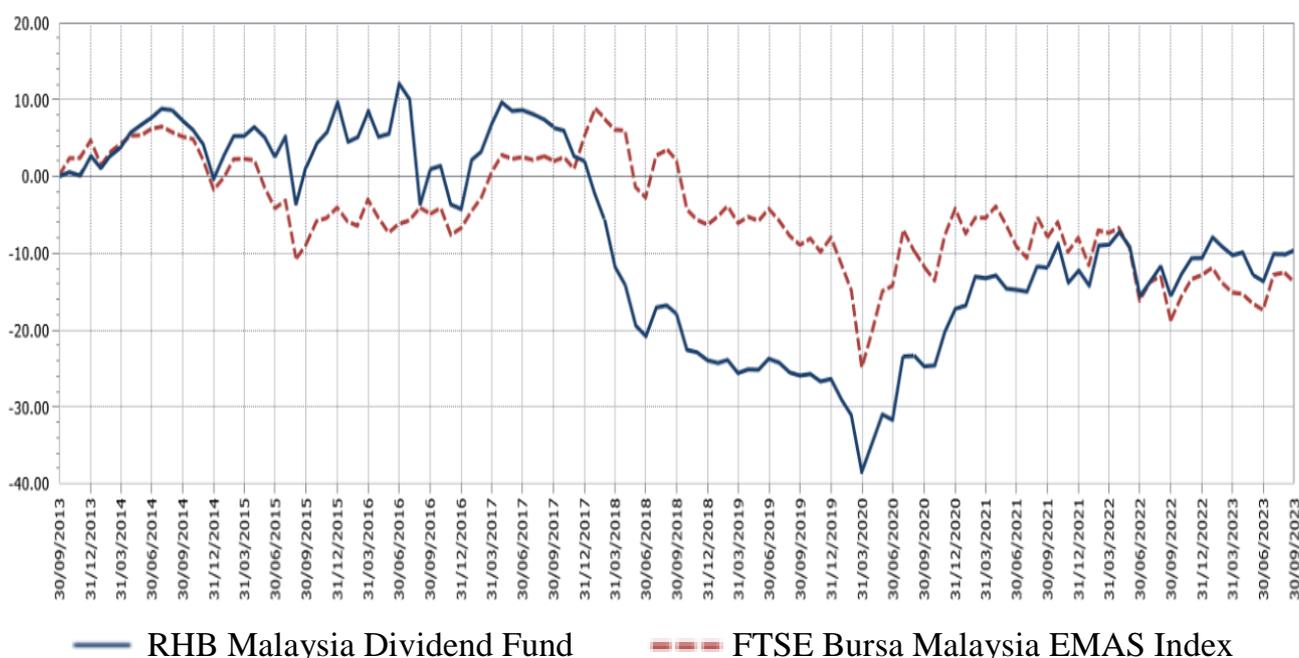
** Source: Lipper Investment Management ("Lipper IM") 13 October 2023*

PERFORMANCE DATA

	31.03.2023- 30.09.2023 %	Annual Total Returns Financial Year Ended 31 March				
		2023 %	2022 %	2021 %	2020 %	2019 %
RHB Malaysia Dividend Fund						
- Capital Return	0.80	(1.58)	5.11	40.99	(17.32)	(15.73)
- Income Return	-	-	-	-	-	-
- Total Return	0.80	(1.58)	5.11	40.99	(17.32)	(15.73)
FTSE Bursa Malaysia EMAS Index	1.56	(8.50)	(1.96)	25.70	(20.03)	(11.43)

	Average Annual Returns			
	1 Year 30.09.2022- 30.09.2023 %	3 Years 30.09.2020- 30.09.2023 %	5 Years 30.09.2018- 30.09.2023 %	10 Years 30.09.2013- 30.09.2023 %
RHB Malaysia Dividend Fund	7.14	6.33	1.94	(1.01)
FTSE Bursa Malaysia EMAS Index	6.07	(0.77)	(3.33)	(1.48)

**Performance of RHB Malaysia Dividend Fund
for the period from 30 September 2013 to 30 September 2023
Cumulative Return Over The Period (%)**



Source: Lipper IM, 13 October 2023

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 30.09.2023	As at 31 March		
		2023	2022	2021
Net Asset Value (RM million)	5.68	6.10	6.70	15.46
Units In Circulation (million)	25.07	27.11	29.34	71.13
Net Asset Value Per Unit (RM)	0.2267	0.2249	0.2285	0.2174

Historical Data	01.04.2023- 30.09.2023	Financial Year Ended 31 March		
		2023	2022	2021
Unit Prices				
NAV - Highest (RM)	0.2297	0.2326	0.2338	0.2235
NAV - Lowest (RM)	0.2161	0.2051	0.2084	0.1526
Distribution and Unit Split	-	-	-	-
Others				
Total Expense Ratio (TER) (%) #	0.92	1.74	1.66	1.65
Portfolio Turnover Ratio (PTR) (times) ##	0.28	0.99	1.00	1.36

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

The PTR for the financial period was consistent compared with the previous financial period.

DISTRIBUTION

For the financial period 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	As at 31 March		
	30.09.2023	2023	2022	2021
	%	%	%	%
Equities				
Construction	5.40	-	2.08	-
Consumer Products & Services	8.29	12.26	7.72	17.84
Energy	16.27	17.61	7.09	7.17
Financial Services	26.03	22.79	29.84	24.39
Health Care	-	-	-	1.73
Industrial Products & Services	5.71	5.45	11.82	16.34
Plantation	5.93	6.08	10.12	9.20
Property	1.30	-	1.47	1.75
Technology	2.50	1.51	9.94	11.59
Telecommunications & Media	6.43	9.74	6.69	3.16
Transportation & Logistics	3.79	6.60	0.83	-
TSR & Warrants	-	0.13	-	-
Utilities	7.78	2.96	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	89.43	85.13	87.60	93.17
Collective investment schemes	6.74	7.15	-	-
Liquid assets and other net current assets				
	3.83	7.72	12.40	6.83
	<hr/>	<hr/>	<hr/>	<hr/>
	100.00	100.00	100.00	100.00
	<hr/>	<hr/>	<hr/>	<hr/>

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

SECURITIES FINANCING TRANSACTIONS

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

CROSS TRADE

The Fund has not carried out any cross trade transactions for the financial period under review.

SOFT COMMISSION

Soft commissions were received by the management company for the financial period 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 MALAYSIA DIVIDEND FUND
UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023

	<u>Note</u>	<u>30.09.2023</u> RM	<u>31.03.2023</u> RM
ASSETS			
Bank balances	5	71,954	60,203
Deposits with licensed financial institutions	5	141,986	419,419
Investments	6	5,465,590	5,626,316
Amount due from brokers		65,578	-
Dividend receivables		25,388	12,035
TOTAL ASSETS		<u>5,770,496</u>	<u>6,117,973</u>
LIABILITIES			
Amount due to brokers		62,898	-
Amount due to Manager		6,154	-
Accrued management fee		7,029	7,723
Amount due to Trustee		281	309
Other payables and accruals		10,981	12,800
TOTAL LIABILITIES		<u>87,343</u>	<u>20,832</u>
NET ASSET VALUE		<u>5,683,153</u>	<u>6,097,141</u>
EQUITY			
Unit holders' capital		10,870,914	11,330,028
Accumulated losses		(5,187,761)	(5,232,887)
		<u>5,683,153</u>	<u>6,097,141</u>
UNITS IN CIRCULATION (UNITS)	7	<u>25,069,297</u>	<u>27,108,297</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.2267</u>	<u>0.2249</u>

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

RHB MALAYSIA DIVIDEND FUND
UNAUDITED STATEMENT OF INCOME AND EXPENSES
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023

	<u>Note</u>	<u>01.04.2023-</u> <u>30.09.2023</u> RM	<u>01.04.2022-</u> <u>30.09.2022</u> RM
INCOME/(LOSS)			
Dividend income		136,383	108,267
Interest income from deposits with licensed financial institutions		5,593	6,741
Net realised gain/(loss) on disposal		120,146	(168,207)
Net unrealised loss on changes in fair value		(146,460)	(371,933)
		<u>115,662</u>	<u>(425,132)</u>
EXPENSES			
Management fee	8	(43,799)	(48,368)
Trustee's fee	9	(1,752)	(1,935)
Audit fee		(3,457)	(3,237)
Tax agent's fee		(1,524)	(1,530)
Transaction cost		(15,705)	(15,692)
Other expenses		(4,299)	(2,083)
		<u>(70,536)</u>	<u>(72,845)</u>
Net income/(loss) before taxation		45,126	(497,977)
Taxation	10	-	-
Net income/(loss) after taxation		<u>45,126</u>	<u>(497,977)</u>
Net income/(loss) after taxation is made up as follow:			
Realised amount		191,587	(126,042)
Unrealised amount		(146,461)	(371,935)
		<u>45,126</u>	<u>(497,977)</u>

The accompanying notes are an integral part of the financial statements

RHB MALAYSIA DIVIDEND FUND
UNAUDITED STATEMENT OF CHANGES IN NET ASSET VALUE
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023

	<u>Unit holders’ capital</u> RM	<u>Accumulated losses</u> RM	<u>Total net asset value</u> RM
Balance as at 1 April 2022	11,947,941	(5,243,191)	6,704,750
Movement in net asset value:			
Net loss after taxation	-	(497,977)	(497,977)
Creation of units arising from applications	242,822	-	242,822
Cancellation of units	(402,222)	-	(402,222)
Balance as at 30 September 2022	<u>11,788,541</u>	<u>(5,741,168)</u>	<u>6,047,373</u>
Balance as at 1 April 2023	11,330,028	(5,232,887)	6,097,141
Movement in net asset value:			
Net income after taxation	-	45,126	45,126
Creation of units arising from applications	105,624	-	105,624
Cancellation of units	(564,738)	-	(564,738)
Balance as at 30 September 2023	<u>10,870,914</u>	<u>(5,187,761)</u>	<u>5,683,153</u>

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

RHB MALAYSIA DIVIDEND FUND
UNAUDITED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023

	<u>01.04.2023-</u> <u>30.09.2023</u> RM	<u>01.04.2022-</u> <u>30.09.2022</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	1,698,441	1,515,828
Purchase of investments	(1,582,414)	(1,826,062)
Dividends received	122,055	85,738
Interest received from deposits with licensed financial institutions	5,593	6,741
Management fee paid	(44,493)	(49,152)
Trustee's fee paid	(1,780)	(1,967)
Payment for other fees and expenses	(10,124)	(11,246)
Net cash generated from/(used in) operating activities	<u>187,278</u>	<u>(280,120)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	105,624	242,822
Cash paid for units cancelled	(558,584)	(410,948)
Net cash used in financing activities	<u>(452,960)</u>	<u>(168,126)</u>
Net decrease in cash and cash equivalents	(265,682)	(448,246)
Cash and cash equivalents at the beginning of the financial period	<u>479,622</u>	<u>842,888</u>
Cash and cash equivalents at the end of the financial period	<u>213,940</u>	<u>394,642</u>

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

**RHB MALAYSIA DIVIDEND FUND
NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

RHB Malaysia Dividend Fund (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of a Deed dated 22 November 2007 as amended via its First Supplemental Deed dated 4 September 2013, Second Supplemental Deed dated 16 February 2015, Third Supplemental Deed dated 25 May 2015 and Fourth Supplemental Deed dated 2 February 2023 (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 4 March 2008 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 set out in the Deeds. All investments will be subject to the Securities Commission Malaysia (“SC”)’s Guidelines on Unit Trust Funds, SC’s requirements, the Deed, 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 provide investors with capital growth and recurring income in the medium to long term through investments in securities of and securities relating to Malaysian companies which offer attractive yields and sustainable dividend payments.

The Manager is 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 November 2023.

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 the 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 period. 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 April 2022

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 April 2022 that have a material effect on the financial statements of the Fund.

(b) New standards, amendments and interpretations effective after 1 April 2022 and have not been early adopted

A number of new standards and amendments to standards and interpretations are effective for the financial year beginning after 1 April 2022. None of these is expected to have a significant effect on the financial statements of the Fund, except the following set out below:

- Amendments to MFRS 101 ‘Classification of liabilities as current or non-current’ 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).

The amendment is effective for the annual financial reporting period beginning on or after 1 April 2024.

The amendment shall be applied retrospectively.

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 and deposits with licensed financial institutions are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from brokers 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 at 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.

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 investment in the period in which they arise.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Financial assets (continued)

Recognition and measurement (continued)

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.

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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Financial assets (continued)

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 period.

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 Manager, accrued management fee, amount due to Trustee, 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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". These 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 period 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.

2.5 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 is received from financial assets measured at FVTPL.

Interest income from deposits with licensed financial institutions are 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 scheme 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 period.

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 with original maturities of three months or less that are readily convertible to known amounts of cash 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.

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.

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, 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 scheme are (other than those arising from interest rate risk) price risk for its investments of RM5,465,590 (31.03.2023: RM5,626,316) in quoted securities investments.

The sensitivity analysis is based on the assumption that the price of the quoted securities investment and collective investment schemes fluctuate by +/- 5% with all other variables held constant, the impact on the statement of income and expenses and net asset value is +/- RM273,280 (31.03.2023: RM281,316).

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)

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.

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

	Cash and cash equivalents	Other financial assets*	Total
	RM	RM	RM
<u>30.09.2023</u>			
AAA	213,940	-	213,940
Others	-	90,966	90,966
	<u>213,940</u>	<u>90,966</u>	<u>304,906</u>
<u>31.03.2023</u>			
AAA	479,622	-	479,622
Others	-	12,035	12,035
	<u>479,622</u>	<u>12,035</u>	<u>491,657</u>

* Comprise of amount due from brokers and dividend receivables.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

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, possibly preventing a unit trust fund from selling such illiquid securities at an advantageous time or price. 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.

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 <u>month</u> RM	Between 1 <u>month to 1 year</u> RM
<u>30.09.2023</u>		
Amount due to brokers	62,898	-
Amount due to Manager	6,154	-
Accrued management fee	7,029	-
Amount due to Trustee	281	-
Other payables and accruals	-	10,981
	<u>76,362</u>	<u>10,981</u>
<u>31.03.2023</u>		
Accrued management fee	7,723	-
Amount due to Trustee	309	-
Other payables and accruals	-	12,800
	<u>8,032</u>	<u>12,800</u>

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Capital risk

The capital of the Fund is represented by equity consisting of unit holders' capital of RM10,870,914 (31.03.2023: RM11,330,028) and accumulated losses of RM5,187,761 (31.03.2023: RM5,232,887). 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 and liabilities 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 period 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 and liabilities 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 period 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>30.09.2023</u>				
Financial assets at FVTPL:				
- Quoted investments	5,082,568	-	-	5,082,568
- Collective investment schemes	383,022	-	-	383,022
	<u>5,465,590</u>	-	-	<u>5,465,590</u>
<u>31.03.2023</u>				
Financial assets at FVTPL:				
- Quoted investments	5,190,774	-	-	5,190,774
- Collective investment schemes	435,542	-	-	435,542
	<u>5,626,316</u>	-	-	<u>5,626,316</u>

Investments in active listed equities, i.e. quoted investments and collective investment scheme are 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>30.09.2023</u> RM	<u>31.03.2023</u> RM
Bank balances	71,954	60,203
Deposits with licensed financial institutions	141,986	419,419
	<u>213,940</u>	<u>479,622</u>

6. INVESTMENTS

	<u>30.09.2023</u> RM	<u>31.03.2023</u> RM
Investments:		
- Quoted investments - local	5,082,568	5,190,774
- Collective investment schemes - local	383,022	435,542
	<u>5,465,590</u>	<u>5,626,316</u>

Investments as at 30 September 2023 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

Construction

IJM Corporation Berhad	66,800	109,477	124,248	2.18
Kerjaya Prospek Group Berhad	90,400	110,484	117,520	2.07
Sunway Construction Group Berhad	34,400	59,013	65,360	1.15
		<u>278,974</u>	<u>307,128</u>	<u>5.40</u>

Consumer Products & Services

Carlsberg Brewery Malaysia Berhad	3,900	89,946	78,000	1.37
Genting Berhad	19,700	91,983	82,149	1.45
Heineken Malaysia Berhad	3,700	91,622	89,984	1.58
MBM Resources Berhad	17,200	56,605	63,468	1.12
Padini Holdings Berhad	39,900	121,894	157,605	2.77
		<u>452,050</u>	<u>471,206</u>	<u>8.29</u>

6. INVESTMENTS (CONTINUED)

Investments as at 30 September 2023 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 – LOCAL				
(CONTINUED)				
Energy				
Dayang Enterprise Holdings Berhad	43,400	80,913	83,762	1.47
Dialog Group Berhad	99,400	207,098	210,728	3.71
Hibiscus Petroleum Berhad	204,200	207,553	230,746	4.06
Malaysia Marine and Heavy Engineering Holdings Berhad	54,600	28,687	28,665	0.50
Wah Seong Corporation Berhad	131,500	113,306	138,075	2.43
Yinson Holdings Berhad	93,920	220,174	232,922	4.10
		857,731	924,898	16.27
Financial Services				
Alliance Bank Malaysia Berhad	34,500	107,532	116,610	2.05
AMMB Holdings Berhad	31,500	123,687	116,550	2.05
CIMB Group Holdings Berhad	77,484	396,804	420,738	7.40
Hong Leong Bank Berhad	9,000	166,221	175,500	3.09
Malayan Banking Berhad	39,790	364,153	349,754	6.15
Public Bank Berhad	74,000	312,613	300,440	5.29
		1,471,010	1,479,592	26.03
Industrial Products & Services				
Kelington Group Berhad	85,000	122,928	127,500	2.24
Press Metal Aluminium Holdings Berhad	24,600	83,828	115,866	2.04
Solarvest Holdings Berhad	40,100	53,357	52,932	0.93
Sunway Berhad	14,300	28,600	28,171	0.50
		288,713	324,469	5.71
Plantation				
IOI Corporation Berhad	24,300	108,069	96,714	1.70
Kuala Lumpur Kepong Berhad	4,500	101,249	96,300	1.69
Sime Darby Plantation Berhad	33,700	143,988	144,236	2.54
		353,306	337,250	5.93

6. INVESTMENTS (CONTINUED)

Investments as at 30 September 2023 are as follows: (continued)

<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 (CONTINUED)				
Property				
Matrix Concepts Holdings Berhad	26,900	40,138	40,081	0.71
Sime Darby Property Berhad	48,500	34,027	33,707	0.59
		74,165	73,788	1.30
Technology				
Frontken Corporation Berhad	19,200	62,471	60,480	1.07
Inari Amertron Berhad	28,100	87,210	81,490	1.43
		149,681	141,970	2.50
Telecommunications & Media				
CelcomDiGi Berhad	27,800	117,094	121,486	2.14
Time Dotcom Berhad	45,000	212,967	243,900	4.29
		330,061	365,386	6.43
Transportation & Logistic				
Malaysia Airports Holdings Berhad	11,800	76,194	84,134	1.48
MISC Berhad	18,500	133,322	130,980	2.31
		209,516	215,114	3.79
Utilities				
Gas Malaysia Berhad	18,800	59,076	57,152	1.01
Tenaga Nasional Berhad	38,500	360,251	384,615	6.77
		419,327	441,767	7.78
TOTAL QUOTED INVESTMENTS - LOCAL		4,884,534	5,082,568	89.43

6. INVESTMENTS (CONTINUED)

Investments as at 30 September 2023 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> RM	<u>Fair Value</u> RM	<u>% of Net Asset Value</u> %
COLLECTIVE INVESTMENT SCHEMES – LOCAL				
Real Estate Investment Trusts				
Axis Real Estate Investment Trust	79,400	149,028	146,096	2.57
IGB Real Estate Investment Trust	106,700	182,616	179,256	3.15
Sunway Real Estate Investment Trust	39,500	61,757	57,670	1.02
TOTAL COLLECTIVE INVESTMENT SCHEMES – LOCAL		393,401	383,022	6.74
TOTAL INVESTMENTS		5,277,935	5,465,590	96.17

Investments as at 31 March 2023 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				
Consumer Products & Services				
Berjaya Food Berhad	164,600	69,817	151,432	2.48
Carlsberg Brewery Malaysia Berhad	3,900	89,946	84,006	1.38
Genting Berhad	13,300	63,430	61,978	1.02
Guan Chong Berhad	11,700	31,850	28,314	0.46
Heineken Malaysia Berhad	3,700	91,622	98,050	1.61
MBM Resources Berhad	48,200	158,624	164,844	2.70
Padini Holdings Berhad	39,900	121,894	159,201	2.61
		627,183	747,825	12.26

6. INVESTMENTS (CONTINUED)

Investments as at 31 March 2023 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 – LOCAL				
(CONTINUED)				
Energy				
Bumi Armada Berhad	238,000	98,117	149,940	2.46
Dayang Enterprise Holdings Berhad	183,000	227,279	245,220	4.02
Dialog Group Berhad	99,400	207,098	234,584	3.85
Hibiscus Petroleum Berhad	204,200	207,553	202,158	3.32
Yinson Holdings Berhad	93,920	220,174	241,374	3.96
		960,221	1,073,276	17.61
Financial Services				
Alliance Bank Malaysia Berhad	26,300	80,062	89,420	1.47
AMMB Holdings Berhad	31,500	123,688	118,125	1.94
CIMB Group Holdings Berhad	61,784	316,820	328,073	5.38
Hong Leong Bank Berhad	9,000	166,221	181,980	2.98
Malayan Banking Berhad	43,090	394,354	369,282	6.06
Public Bank Berhad	75,600	324,543	302,400	4.96
		1,405,688	1,389,280	22.79
Industrial Products & Services				
Kelington Group Berhad	85,000	122,928	124,950	2.05
Press Metal Aluminium Holdings Berhad	42,600	145,166	207,462	3.40
		268,094	332,412	5.45
Plantation				
IOI Corporation Berhad	35,700	158,768	136,017	2.23
Kuala Lumpur Kepong Berhad	5,300	119,249	110,134	1.81
Sime Darby Plantation Berhad	29,200	123,263	124,684	2.04
		401,280	370,835	6.08

6. INVESTMENTS (CONTINUED)

Investments as at 31 March 2023 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 – LOCAL				
(CONTINUED)				
Technology				
Frontken Corporation Berhad	19,200	62,471	59,904	0.98
Pentamaster Corporation Berhad	6,600	31,000	32,340	0.53
		<u>93,471</u>	<u>92,244</u>	<u>1.51</u>
Telecommunications & Media				
Axiata Group Berhad	27,900	76,054	83,979	1.38
CelcomDiGi Berhad	35,200	148,262	152,768	2.51
Maxis Berhad	25,900	98,800	106,967	1.75
Time Dotcom Berhad	45,000	212,967	249,750	4.10
		<u>536,083</u>	<u>593,464</u>	<u>9.74</u>
Transportation & Logistic				
Malaysia Airports Holdings Berhad	22,400	139,619	152,096	2.49
MISC Berhad	34,700	250,069	250,534	4.11
		<u>389,688</u>	<u>402,630</u>	<u>6.60</u>
TSR & Warrants				
Yinson Holdings Berhad	12,994	-	8,056	0.13
Utilities				
Gas Malaysia Berhad	57,200	179,741	180,752	2.96
TOTAL QUOTED INVESTMENTS – LOCAL		<u>4,861,449</u>	<u>5,190,774</u>	<u>85.13</u>

6. INVESTMENTS (CONTINUED)

Investments as at 31 March 2023 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 SCHEME – LOCAL				
Real Estate Investment Trusts				
Axis Real Estate Investment Trust	99,300	186,378	186,684	3.06
IGB Real Estate Investment Trust	106,700	182,616	185,658	3.05
Sunway Real Estate Investment Trust	39,500	61,757	63,200	1.04
TOTAL COLLECTIVE INVESTMENT SCHEME - LOCAL		430,751	435,542	7.15
TOTAL INVESTMENTS		5,292,200	5,626,316	92.28

7. UNITS IN CIRCULATION

	<u>30.09.2023</u> Units	<u>31.03.2023</u> Units
At beginning of the financial period/year	27,108,297	29,344,297
Creation of units arising from applications during the financial period/year	483,000	22,257,000
Cancellation of units during the financial period/year	(2,522,000)	(24,493,000)
At end of the financial period/year	<u>25,069,297</u>	<u>27,108,297</u>

8. MANAGEMENT FEE

In accordance with the Prospectus, the management fee provided in the financial statements is 1.50% (01.04.2022–30.09.2022: 1.50%) per annum based on the net asset value of the Fund, calculated on a daily basis for the financial period.

9. TRUSTEE'S FEE

In accordance with the Prospectus, the Trustee's fee provided in the financial statements is 0.06% (01.04.2022–30.09.2022: 0.06%) per annum based on the net asset value of the Fund, calculated on a daily basis for the financial period.

10. TAXATION

(a) Tax charge for the financial period

	<u>01.04.2023-</u> <u>30.09.2023</u> RM	<u>01.04.2022-</u> <u>30.09.2022</u> RM
Current taxation	-	-

(b) Numerical reconciliation of income tax expense

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

	<u>01.04.2023-</u> <u>30.09.2023</u> RM	<u>01.04.2022-</u> <u>30.09.2022</u> RM
Net income/(loss) before taxation	45,126	(497,977)
Tax calculated at a statutory income tax rate of 24%	10,830	(119,514)
Tax effects of:		
- (Income not subject to tax)/Loss not deductible for tax purposes	(27,759)	5,097
- Expenses not deductible for tax purposes	5,587	102,032
- Restriction on tax deductible expenses	11,342	12,385
Tax expense	-	-

11. TOTAL EXPENSE RATIO (“TER”)

	<u>01.04.2023-</u> <u>30.09.2023</u> %	<u>01.04.2022-</u> <u>30.09.2022</u> %
TER	0.92	0.89

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>01.04.2023- 30.09.2023</u>	<u>01.04.2022- 30.09.2022</u>
PTR (times)	<u>0.28</u>	<u>0.28</u>

The PTR ratio is calculated based on average of acquisition and disposals of the Fund for the financial period 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>30.09.2023</u>		<u>31.03.2023</u>	
	Units	RM	Units	RM
The Manager	5,268	1,194	5,959	1,340
RHB Capital Nominees (Tempatan) Sdn Bhd	648,274	146,964	675,226	151,858
RHB Nominees (Tempatan) Sdn Bhd	457,532	103,723	-	-

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, RHB Nominees (Tempatan) Sdn Bhd, both wholly owned subsidiaries of holding company of the Manager, are under nominees structure.

Other than the above, there were no units held by the 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 period ended 30 September 2023 are as follows:

Brokers/financial institutions	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
RHB Investment Bank Berhad*	2,070,531	60.72	6,343	62.62
Affin Hwang Investment Bank Berhad	422,452	12.39	1,283	12.67
CGS-CIMB Securities Sdn Bhd	291,310	8.54	876	8.65
UOB Kay Hian Securities (M) Sdn Bhd	190,312	5.58	381	3.76
MIDF Amanah Investment Bank Berhad	174,867	5.13	525	5.18
Maybank Investment Bank Berhad	164,038	4.81	492	4.86
Hong Leong Investment Bank Berhad	56,495	1.66	113	1.12
KAF Equities Sdn Bhd	25,249	0.74	76	0.75
CLSA Securities Malaysia Sdn Bhd	14,889	0.43	40	0.39
	<u>3,410,143</u>	<u>100.00</u>	<u>10,129</u>	<u>100.00</u>

14. TRANSACTIONS BY THE FUND (CONTINUED)

Details of transactions by the Fund for the financial year ended 31 March 2023 are as follows:

<u>Brokers/financial institutions</u>	<u>Value of trades</u> RM	<u>Percentage of total trades</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage fees</u> %
RHB Investment Bank Berhad*	3,476,105	26.90	10,428	29.91
Affin Hwang Investment Bank Berhad	2,362,213	18.28	7,087	20.33
CGS-CIMB Securities Sdn Bhd	1,420,067	10.99	4,260	12.22
Macquarie Capital Securities (M) Sdn Bhd	822,520	6.37	1,645	4.72
CLSA Securities Malaysia Sdn Bhd	780,616	6.04	1,561	4.48
MIDF Amanah Investment Bank Berhad	698,624	5.41	2,096	6.01
Hong Leong Investment Bank Berhad	697,352	5.40	1,395	4.00
Maybank Investment Bank Berhad	647,280	5.01	1,942	5.57
UOB Kay Hian Securities (M) Sdn Bhd	622,683	4.82	1,245	3.57
J.P. Morgan Securities Malaysia Sdn Bhd	593,263	4.59	1,187	3.40
Others	799,293	6.19	2,021	5.79
	<u>12,920,016</u>	<u>100.00</u>	<u>34,867</u>	<u>100.00</u>

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

15. FINANCIAL INSTRUMENTS BY CATEGORIES

	<u>30.09.2023</u>	<u>31.03.2023</u>
	RM	RM
Financial assets		
Financial assets at FVTPL		
• Quoted investments	5,082,568	5,190,774
• Collective investment schemes	383,022	435,542
	<u>5,465,590</u>	<u>5,626,316</u>
Financial assets at amortised cost		
• Bank balances	71,954	60,203
• Deposits with licensed financial institutions	141,986	419,419
• Amount due from brokers	65,578	-
• Dividend receivables	25,388	12,035
	<u>304,906</u>	<u>491,657</u>
Financial liabilities		
Financial liabilities at amortised cost		
• Amount due to brokers	62,898	-
• Amount due to Manager	6,154	-
• Accrued management fee	7,029	7,723
• Amount due to Trustee	281	309
• Other payables and accruals	10,981	12,800
	<u>87,343</u>	<u>20,832</u>

**STATEMENT BY MANAGER
RHB MALAYSIA DIVIDEND FUND**

We, Dato' Darawati Hussain and Syed Ahmad Taufik Albar, 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 unaudited statement of financial position, unaudited statement of income and expenses, unaudited statement of changes in net asset value, unaudited 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 September 2023 and of its financial performance and cash flows for the financial period then ended and comply with the provisions of the Deeds.

On behalf of the Manager,

Dato' Darawati Hussain
Director

Syed Ahmad Taufik Albar
Director

22 November 2023

TRUSTEE'S REPORT

To the unit holders of RHB Malaysia Dividend Fund (“Fund”),

We have acted as Trustee of the Fund for the financial period ended 30 September 2023 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 period covered by these financial statements in accordance with the following:

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

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur
22 November 2023

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

Email 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*)

(*Resigned with effect from 22 May 2023*)

Mr Chin Yoong Kheong (*Independent Non-Executive Chairman*)

(*Redesignated with effect from 22 May 2023*)

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

(*Redesignated with effect from 22 May 2023*)

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

Mohd Farid Bin Kamarudin (*Chief Executive Officer / Managing Director*)

(*Appointed with effect from 1 August 2023*)

Puan Hijah Arifakh Binti Othman (*Independent Non-Executive Director*)

(*Resigned with effect from 1 June 2023*)

Puan Sharizad Binti Juma'at (*Independent Non-Executive Director*)

(*Appointed with effect from 22 May 2023*)

INVESTMENT COMMITTEE MEMBERS

Mr Yap Chee Meng (*Independent Chairman*)

(*Resigned with effect from 22 May 2023*)

YBhg Dato' Darawati Hussain (*Independent Chairperson*)

(*Redesignated with effect from 22 May 2023*)

Puan Hijah Arifakh Binti Othman

(*Resigned with effect from 1 June 2023*)

Mr Chin Yoong Kheong (*Appointed with effect from 22 May 2023*)

Puan Sharizad Binti Juma'at (*Appointed with effect from 22 May 2023*)

CORPORATE INFORMATION (CONTINUED)

CHIEF EXECUTIVE OFFICER / MANAGING DIRECTOR

Mohd Farid Bin Kamarudin (*Appointed with effect from 1 August 2023*)

SECRETARIES

Encik Azman Shah Md Yaman (LS No. 0006901)

Izafaniz Binti Abdullah Kamir (MACS01851)

Filza Zainal Abidin (LS No: 0008413)

BRANCH OFFICE

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
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
Kuching Office	Lot 133, Section 20, Sublot 2 & 3 1st Floor, Jalan Tun Ahmad Zaidi Adruce 93200 Kuching, Sarawak Tel: 082-550 838 Fax: 082-550 508 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

Kota Bharu Office	Ground Floor, No 3486-G Jalan Sultan Ibrahim 15050 Kota Bharu, Kelantan Tel: 09-740 6891 Fax: 09-740 6890
Kota Kinabalu Office	Lot No. C-02-04, 2nd Floor Block C, Warisan Square Jalan Tun Fuad Stephens 88000 Kota Kinabalu Sabah Tel: 088-528 686 / 088-528 692 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 Lebuhr 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 Alliance Bank Malaysia Berhad Astute Management Berhad (APEX) Areca Capital Sdn Bhd CIMB Bank Berhad Hong Leong Bank Berhad iFast Capital Sdn Bhd Kenanga Investors Berhad Malayan Banking Berhad Manulife Asset Management (Malaysia) Sdn Bhd Phillip Mutual Berhad United Overseas Bank (Malaysia) Berhad UOB Kay Hian Securities (M) Sdn Bhd

RHB ♦ Asset Management

RHB Asset Management Sdn Bhd 198801007231 (174588-X)

Head Office

Level 8, Tower 2 & 3,

RHB Centre, Jalan Tun Razak,

50400 Kuala Lumpur

Tel: +603 9205 8000

Fax: +603 9205 8100

www.rhbgroup.com