

ANNUAL REPORT

28 February 2023

AHAM Smart Invest Portfolio - Growth (formerly known as Affin Hwang Smart Invest Portfolio - Growth)

MANAGER

AHAM Asset Management Berhad
(Formerly known as Affin Hwang Asset
Management Berhad)
199701014290 (429786-T)

TRUSTEE

TMF Trustees Malaysia Berhad
200301008392 (610812-W)

**AHAM SMART INVEST PORTFOLIO – GROWTH (FORMERLY KNOWN
AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)**

**Annual Report and Audited Financial Statements
For The Financial Year Ended 28 February 2023**

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

FUND INFORMATION

Fund Name	AHAM Smart Invest Portfolio - Growth (formerly known as Affin Hwang Smart Invest Portfolio - Growth)
Fund Type	Income & Growth
Fund Category	Mixed assets (Fund-of-Funds)
Investment Objective	The Fund aims to provide investors with regular income and capital growth over medium to long-term period through a portfolio of collective investment schemes
Benchmark	Absolute return of 8% per annum
Distribution Policy	Subject to the availability of income, the Fund will distribute income on an annual basis, after the end of its first financial year

FUND PERFORMANCE DATA

Category	As at 28 Feb 2023 (%)	As at 28 Feb 2022 (%)	As at 28 Feb 2021 (%)
Portfolio composition			
Collective investment scheme – local	19.17	22.48	28.12
Collective investment scheme – foreign	49.28	60.24	69.57
Total collective investment scheme	68.45	82.72	97.69
Exchange-traded fund – foreign	30.40	15.40	1.06
Cash & cash equivalent	1.15	1.88	1.25
Total	100.00	100.00	100.00
Total NAV (RM'million)	370.988	415.630	310.413
NAV per Unit (RM)	0.5799	0.6488	0.7334
Unit in Circulation (million)	639.777	640.633	423.260
Highest NAV	0.6463	0.7661	0.7838
Lowest NAV	0.5467	0.6446	0.4462
Return of the Fund (%)	-10.62	-7.91	43.07
- Capital Growth (%)	-10.62	-11.54	43.07
- Income Distribution (%)	Nil	4.10	Nil
Gross Distribution per Unit (sen)	Nil	3.00	Nil
Net Distribution per Unit (sen)	Nil	3.00	Nil
Total Expense Ratio (%) ¹	1.25	1.14	1.62
Portfolio Turnover Ratio (times) ²	1.34	1.12	1.61

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

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

An illustration of the above would be as follow:-

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

¹The TER of the Fund was higher due to higher expenses incurred for the Fund for the financial year.

²The Fund recorded a higher PTR due to higher average net asset value of the Fund for the financial year.

MANAGER'S REPORT

Income Distribution / Unit Split

No income distribution or unit splits were declared for the financial year ended 28 February 2022.

Performance Review (1 March 2022 to 28 February 2023)

For the period 1 March 2022 to 28 February 2023, the Fund registered a -10.62% return compared to the benchmark return of 8.00%. The Fund thus underperformed the Benchmark by 18.62%. The Net Asset Value per unit ("NAV") of the Fund as at 28 February 2023 was RM0.5799 while the NAV as at 28 February 2022 was RM0.6488.

Since commencement, the Fund has registered a return of 20.74% compared to the benchmark return of 33.29%, underperforming by 12.55%.

Table 1: Performance of the Fund

	1 Year (1/3/22 - 28/2/23)	3 Years (1/3/20 - 28/2/23)	Since Commencement (7/6/19 - 28/2/23)
Fund	(10.62%)	17.77%	20.74%
Benchmark	8.00%	25.97%	33.29%
Outperformance	(18.62%)	(8.20%)	(12.55%)

Table 2: Average Total Return

	1 Year (1/3/22 - 28/2/23)	3 Years (1/3/20 - 28/2/23)	Since Commencement (7/6/19 - 28/2/23)
Fund	(10.62%)	5.60%	5.18%
Benchmark	8.00%	8.00%	8.00%
Outperformance	(18.62%)	(2.40%)	(2.82%)

Table 3: Annual Total Return

	FYE 2023 (1/3/22 - 28/2/23)	FYE 2022 (1/3/21 - 28/2/22)	FYE 2021 (1/3/20 - 28/2/21)	FYE 2020 (7/6/19 - 29/2/20)
Fund	(10.62%)	(7.90%)	43.07%	2.52%
Benchmark	8.00%	8.00%	8.00%	5.81%
Outperformance	(18.62%)	(15.90%)	35.07%	(3.29%)

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



"This information is prepared by AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) for information purposes only. Past earnings or the fund's distribution record is not a guarantee or reflection of the fund's future earnings/future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down as well as up."
 Benchmark: Absolute return of 8% per annum

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

Asset Allocation

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

During the period under review, the Fund's total exposure into collective investment scheme and exchanged traded fund stood at 98.85% while the remaining was held in cash and cash equivalent.

Strategy Employed

The Fund continues to invest primarily in growth focused collective investment schemes. The Fund entered 2022 by raising cash levels as a defensive measure on the back of persistent high inflation and rate hike expectations. In the beginning of 2Q22, the Fund redeployed its cash in stages back into market beta which contributed to resiliency in performance. Subsequently by 3Q22 the Fund took some exposure in US given stronger than expected earnings projections and China on reopening tailwinds. Towards year end, the Fund rotated some China weights into Malaysia given a more stable political outlook.

In February 2023, the Fund benefitted from USD currency's strengthening despite broad market correction. Asian exposure in the Fund were detractors for the month as geopolitical tensions in China foreshadowed its reopening. The Fund maintains positions in quality defensive strategy amid concerns of earnings recessions as volatility of Treasury yields pick up. The Fund remains cautious and potentially looking to reduce the gap in European weights vs the broader market index.

Market Review

2022 was a challenging year with market headwinds including inflation, geopolitical risks, slowing economic growth, and an uncertain earnings picture. Inflation was one of the key concerns given the hawkish stance adopted by central banks in an attempt to quell the ever-present inflation concerns. During last year, the Federal Reserve (Fed) embarked on a series of rapid and synchronised tightening to tamp down on inflation, raising the fed funds rate to 4.50% in December 2022. The Fed raised rates by 25 basis points (“bps”) to 4.75% at the beginning of February. Later in the month, Jay Powell cautioned that he expected a long process of disinflation and necessity of further rate hikes, if the economic data does not cooperate. January US headline and core Consumer Price Index (“CPI”) rose at a year-on-year rate of 6.4% and 5.6% respectively, slightly higher than expectations. The unemployment rate declined to a multi-decade low of 3.4% while US retail sales climbed to a two-year high. The European Central Bank (“ECB”) raised interest rates by a further 50bps in February. Eurozone headline inflation fell to 8.5% while core inflation increased to 5.3%.

The macro volatility and uncertainties were the main drivers behind the decline in developed market equities last year. The MSCI World index fell 6.8% YoY, European equity market were up 5.3%; while US equities decreased by 7.7%, which was among the worst performing regions in 2022, with Fed comments throughout the year inferring that they would move with more haste to quell the ever-present inflation concerns.

In 2022, the Asia ex Japan equity returns were supported by China’s reopening as authorities shifts away from its strict zero COVID policy in an abrupt announcement last December, Beijing announced that it will be unwinding all its COVID restrictions as well as lift its border closures to allow for international travel. However, the broader MSCI Asia ex Japan index fell 14.1% Year-over-Year (“YoY”) as tensions between US and China were rekindled. The relative lull between US and China was pierced through after US military firefighter jets shot down a suspected spy balloon owned by China. During the month of February, we saw an exchange of rancour as US sanctioned various China-based firms that were allegedly connected to the spy balloon. Similarly, China imposed sanctions on two defence companies for allegedly selling weapons and military technology to Taiwan.

On the domestic front, the benchmark Kuala Lumpur Composite Index (“KLCI”) fell 5.8% YoY, and edged 2.11% lower in February as market reaction to Budget 2023 was neutral. In his budget speech, Prime Minister cum Finance Minister Datuk Seri Anwar Ibrahim emphasised fiscal discipline and vowed to bring down the country’s fiscal deficit to 5.00% of GDP. This will be supported by new tax measures to bolster revenue collections including the introduction of a luxury goods tax, excise duties on liquid/gel products containing nicotine as well as higher dividends from national major Petronas of RM 40 billion.

Global bond markets performed negatively in 2022, arising from central banks boosting interest rates to control the inflation. The “higher-for-longer” chorus on interest rates harmonised with the hard landing recessionary fears, which led to an inversion of the yield curve on 1st April between the 2-Year and 10-Year Treasury, closing the year on 4.4% and 3.5%, respectively. The US investment grade credit spreads tightened 26 bps in the last quarter of 2022, ending the quarter at 121 bps. Credit spreads tightened during the quarter amid modestly better growth expectations and declining inflation. In the month of February, the government bond yields were broadly higher. US 10-year yields rose from 3.53% to 3.91%, with the two-year yield increasing from 4.21% to 4.80%. Both US and European high yield showed negative performance. US and European investment grade performed mildly positively. Emerging market debt performed negatively both in local currency terms and in USD terms.

Asian credits retreated 1.33% in February, with losses entirely driven by higher UST yields as credit spreads tightened about 8 bps. Asian high-grade (HG) credit returned -1.29%, while Asian high-yield (HY) credit retreated 1.55%.

On local fixed income, the 10-year MGS yield rose 12 bps to close at 3.92% in February. With a commitment to remain fiscally disciplined as well as lower expected government bond issuances, the bond market could take positive cues from Budget 2023.

Investment Outlook

Despite strong returns over recent months, global equity markets remain susceptible to shifting sentiment towards geopolitical tensions, inflation, economic growth and ultimately corporate earnings. Valuations have already significantly adjusted to reflect a change in the market environment, and we believe reflect realistic expectations for inflation, rates and risk premia. Consequently, the source of risk has now shifted from valuation to earnings in light of the softer growth and prospects for a recession, which appears increasingly likely.

Within Asia, we continue to believe that China is expected to be a strong source of growth and returns for Asia. The Chinese equities as well as credit market took a breather in February after strong rally in the past months. Market sentiment was dampened by the re-intensifying geopolitical tensions between US-China which arose from the balloon controversies and the plan to expand US troops in Taiwan for military training. On the other hand, macro and economic front continued to deliver encouraging data. Consumption continued to recover in February, stronger and at a faster pace than expected. Signs of the rebound were evident over the Chinese New Year holiday, and domestic tourism recorded the strongest visitor and revenue levels since the pandemic. Manufacturing activity also picked up. China's official manufacturing Purchasing Managers' Index ("PMI") rose to 52.6 in February from 50.1 in January. Non-manufacturing PMI also jumped 12.8pt to 54.4, the highest reading in seven months. The supportive stance continued into 2023 and was recently validated by the 2 sessions that took place in early March. The general positive tone on economic recovery and consumption stimulus remains, alongside with the announcement of the new cabinet and securing of President Xi's third term.

In contrast to the expected slowdown in the developed market economy, Malaysia's economic fundamentals continues to remain strong. The government unveiled its revised budget, focusing on sustainable economic growth, institutional reforms and reducing social inequality. The benchmark KLCI edged 2.11% lower as market reaction to Budget 2023 was neutral. Our view is that newly tabled budget is a pragmatic one that should restore confidence and shore up support in the long run. The absence of any prosperity tax is a huge relief to the market that should augur well for corporate earnings.

Bond investors may see some relief this year after enduring a painful 2022 which saw rates volatility reaching unprecedented highs. In 2023, volatility in rates is expected to temper down as we see a slower pace of adjustment in rates. In addition, a slower growth outlook is beneficial for rates. On local fixed income, credit rating agencies are likely to maintain the sovereign ratings of Malaysia bonds. We expect range bound yields in 1Q23. Local demand for bonds is still healthy and is expected to be anchored by real money investors. Rates volatility will be driven by external development.

China property developers went through an unprecedented phase which caused a widespread default in the USD Asia Credit market. In 2022, USD 67.3bn of defaults emerged from the China high-yield (HY) property sector, which translated to a default rate of close to 66%, or 52% of China HY. The defaults started emerging after a series of tightening policies that were rolled out by the Chinese government in their attempt to rein in financial risks after being the first to emerge out of Covid-19. Some of the tightening measures that the Chinese government used include tighter funding channels, tighter escrow account monitoring, and slower mortgage approvals by the local governments. The Covid-19 lockdowns implemented for the most part of 2022 also dampened property sales in China sharply.

The property sector is an important sector for the Chinese economy given that it accounted for 25% to 30% of China's GDP. While the Chinese Government has cut interest rates and made various announcements that it will support the property sector, it was only in 4Q22 that the Chinese government started rolling out more constructive measures. They introduced the Three Arrows (loans, onshore bonds and equity) and 16-point plan to support for the property market. Several developers were able to issue onshore bonds with credit enhancements like guarantees from China State-owned entities or credit risk management tools.

State of Affairs of the Fund

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

Soft Commissions received from Brokers

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

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

During the financial year under review, the Fund has received soft commissions from brokers/dealers who have also executed trades for other funds managed by AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad). The soft commissions were utilised for goods and services in the form of research materials, data and quotation services, investment-related publications, market data feed, industry benchmarking agencies and investment-related publications to assist the Manager in the investment decision-making process. The soft commission received were for the benefit of the fund and there were no churning of trades.

Cross Trade

No cross trade transactions have been carried out during the reported period.

Securities Financing Transactions

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

Changes Made to the Fund's Prospectus

A Replacement Prospectus dated 30 December 2022 ("Effective Date") was issued during the financial year under review to reflect the various changes made to the Fund. This includes:

1. a change in the name of the Fund;
2. updates to the investment restrictions and limits to be in line with the Securities Commission Malaysia's ("SC") Guidelines on Unit Trust Funds; and

Kindly refer next page for the full list of changes made to the Fund.

AHAM SMART INVEST PORTFOLIO – GROWTH (FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH) (“FUND”)

LIST HIGHLIGHTING THE AMENDMENTS FROM THE PROSPECTUS DATED 17 MAY 2019 (“PROSPECTUS”) AS MODIFIED BY THE FIRST SUPPLEMENTAL PROSPECTUS DATED 17 SEPTEMBER 2021 (“SUPPLEMENTAL PROSPECTUS”) AND THE REPLACEMENT PROSPECTUS DATED 30 DECEMBER 2022 (“REPLACEMENT PROSPECTUS”) IN RELATION TO THE FUND.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<u>Introduction:</u> In general, the amendments made to the Prospectus are to reflect the following: - Requirements of Guidelines on Unit Trust Funds (Revised: 21 December 2021) (“Revised GUTF”) and Prospectus Guidelines For Collective Investment Schemes (Revised; 1 September 2022) (“Revised PCIS”); - Change in the shareholding of AHAM which took effect on 29 July 2022 whereby AHAM ceased to be a subsidiary of Affin Hwang Investment Bank and the Affin Banking Group. AHAM’s ultimate major shareholders now, is CVC Capital Partners Asia V, a private equity fund managed by CVC Capital Partners (“Change in Shareholding”); - Amendments made to the First Supplemental Deed which was registered and lodged with the SC on 1 November 2022 (“Supplemental Deed”); and - Disclosures of the Supplemental Prospectus. We are of the view that other amendments reflected in the Replacement Prospectus do not materially prejudice the unit holders’ interests as they do not result in (1) change to the nature/objective of the Fund; (2) change to the risk profile of the Fund; (3) change in the distribution policy; (4) introduction of a new category of fees/charges; or (5) increase in fees/charges of the Fund (collectively known as “Material Prejudice Circumstances”). Hence a unit holders’ approval is not required under paragraph 9.70 of the Revised GUTF and section 295(4)(a) of the Capital Markets and Services Act 2007. Additionally, except for the amendments pertaining to (1) asset allocation of the Fund; (2) repurchase proceed payout period; (3) risk associated with suspension of repurchase request, we are of the view that other amendments are not significant changes that will affect unit holders’ decision to stay invested in the Fund as they do not result in change to (1) investment strategy; (2) distribution policy; or (3) minimum balance of the Fund (“Significant Change Circumstances”).	
1.	GENERAL AMENDMENTS	
1.1	- References to “Affin Hwang Asset Management Berhad” and “Affin Hwang Smart Invest Portfolio – Growth” are now amended to “<u>AHAM Asset Management Berhad</u>” and “<u>AHAM Smart Invest Portfolio – Growth</u>” - References to Manager’s and Trustee’s company registration number “(429786-T)” and “(610812-W)” have already been amended to “<u>199701014290 (429786-T)</u>” and “<u>200301008392 (610812-W)</u>” via Supplemental Prospectus. - References to Affin Hwang Asset Management Berhad’s email address and website namely “customer@affinhwangam.com” and “www.affinhwangam.com” are now amended to “<u>customer@aham.com.my</u>” and “<u>www.aham.com.my</u>”. - References to the “investment committee” is now amended to <u>person(s) or member(s) of a committee undertaking the oversight functions.</u>	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	5. References to “interim report” are now amended to <u>semi-annual report</u>. 6. The tax adviser report of the Fund is updated with the latest version of such report. The above amendments (1) to (5) are made throughout the Replacement Prospectus. Additionally, there are also housekeeping amendments including editorial change, stylistic or formatting changes and grammar	
2.	COVER PAGE	
2.1	INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS PROSPECTUS. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER. FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 4.	INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS PROSPECTUS. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER. <u>HIS IS A REPLACEMENT PROSPECTUS THAT REPLACES AND SUPERCEDES THE PROSPECTUS DATED 17 MAY 2019 AND THE FIRST SUPPLEMENTAL PROSPECTUS DATED 17 SEPTEMBER 2021.</u> FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 4. ! YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.
3.	CORPORATE DIRECTORY	
3.1	The Manager Affin Hwang Asset Management Berhad (429786-T) Registered Office 27th Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur Business address Ground Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur Tel No. : (603) 2116 6000 Fax No. : (603) 2116 6100 Toll free line : 1-800-88-7080 E-mail : customercare@affinhwangam.com Website : www.affinhwangam.com	The Manager/AHAM AHAM Asset Management Berhad <u>(formerly known as Affin Hwang Asset Management Berhad)</u> Registered Office 3rd Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur Tel No. : (603) 2142 3700 Fax No. : (603) 2140 3799 Business address Ground Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur Tel No. : (603) 2116 6000 Fax No. : (603) 2116 6100

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		Toll free line : 1-800-88-7080 E-mail : customercare@aham.com.my Website : www.aham.com.my
3.2	Board of Directors of the Manager /AHAM • Raja Tan Sri Dato' Seri Aman bin Raja Haji Ahmad (Chairman, Non-independent Director) • Datuk Maimoonah Binti Mohamed Hussain (Non-independent Director) • Mr Teng Chee Wai (Non-independent Director) • Ms Eleanor Seet Oon Hui (Non-independent Director) • En. Abd Malik bin A Rahman (Independent Director) • YBhg Mej Jen Dato' Hj Latip bin Ismail (Independent Director)	Deleted.
3.3	The Trustee TMF Trustees Malaysia Berhad (610812-W) Registered office & business address 10 th Floor, Menara Hap Seng, No 1 & 3, Jalan P.Ramlee, 50250 Kuala Lumpur Tel No. : (603) 2382 4288 Fax No. : (603) 2026 1451	The Trustee TMF Trustees Malaysia Berhad Registered Office & Business Address 10 th Floor, Menara Hap Seng, No. 1 & 3, Jalan P.Ramlee, 50250 Kuala Lumpur Tel No. : (603) 2382 4288 Fax No. : (603) 2026 1451 E-mail: malaysia@tmf-group.com Website: www.tmf-group.com
3.4	Trustee's Delegate (Local & Foreign Custodian) Standard Chartered Bank Malaysia Berhad (312552-W) Business address Level 16, Menara Standard Chartered, 30 Jalan Sultan Ismail, 50250 Kuala Lumpur Tel No. : (603) 2117 7777 Fax No. : (603) 7682 0617	Deleted.
4.	ABBREVIATION	
4.1	IUTA Institutional Unit Trust Advisers.	Institutional Unit Trust <u>Scheme</u> Advisers.
5.	GLOSSARY	
5.1	the Board	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	Means the board of directors of Affin Hwang Asset Management Berhad.	Means the board of directors of <u>the Manager</u> .
5.2	Business Day Means a day on which Bursa Malaysia is open for trading.	Means a day on which Bursa Malaysia <u>and/or one or more of the foreign markets in which the Fund is invested in are open for trading/business</u> .
5.3	Nil.	Inserted the following after “ Business Day ”: CVC Capital Partners Asia Fund V Means collectively (1) CVC Capital Partners Asia V L.P.; (2) CVC Capital Partners Investment Asia V L.P.; and (3) CVC Capital Partners Asia V Associates L.P.
5.4	day Means calendar days unless otherwise stated.	Deleted.
5.5	Deed Refers to the Deed dated 15 January 2019 entered into between the Manager and the Trustee and includes any subsequent amendments and variations to the Deed.	Refers to the deed dated 15 January 2019 <u>and the first supplemental deed dated 21 September 2022</u> entered into between the Manager and the Trustee and includes any subsequent amendments and variations to the Deed.
5.6	Nil.	Inserted the following after “ Deed ”: eligible market Means an exchange, government securities market or an OTC market– (i) that is regulated by a regulatory authority of that jurisdiction; (ii) that is open to the public or to a substantial number of market participants; and (iii) on which financial instruments are regularly traded.
5.7	LPD Means 2 January 2019 and is the latest practicable date whereby the information disclosed in this Prospectus shall remain relevant and current as at the date of issue of this Prospectus.	Means <u>30 September 2022</u> and is the latest practicable date whereby the information disclosed in this Prospectus shall remain relevant and current as at the date of issue of this Prospectus.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
5.8	Nil.	Inserted the following after “LPD”: Licensed bank Means a bank licensed under the Financial Services Act 2013. Licensed investment bank Means an investment bank licensed under the Financial Services Act 2013. Licensed Islamic bank Means an Islamic bank licensed under the Financial Services Act 2013.
5.9	Nil.	Inserted the following after “Selling Price”: Short-term deposits Means a deposit with a tenure of not more than 12 months.
6.		
6.1	GENERAL RISKS Loan Financing Risk This risk occurs when you take a loan or financing to finance your investment. The inherent risk of investing with borrowed money includes you being unable to service the loan repayments. In the event Units are used as collateral, you may be required to top-up your existing instalment if the prices of Units fall below a certain level due to market conditions. Failing which, the Units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the loan.	Loan / Financing Risk This risk occurs when you take a loan or financing to finance your investment. The inherent risk of investing with borrowed/<u>financed</u> money includes you being unable to service the loan/<u>financing</u> repayments. In the event Units are used as collateral, you may be required to top-up your existing instalment if the prices of Units fall below a certain level due to market conditions. Failing which, the Units may be sold at a lower <u>NAV</u> per <u>Unit</u> as compared to the <u>NAV</u> per <u>Unit</u> at the point of purchase towards settling the loan/<u>financing</u>.
6.2	GENERAL RISKS Liquidity risk Liquidity risk refers to two scenarios. The first is where an investment cannot be sold due to unavailability of a buyer for that investment. The second scenario exists where the investment, by its nature, is thinly traded. This will have the effect of causing the investment to be sold below its fair value which would adversely affect the NAV of the Fund. Upon such event and in the best interest of the Unit Holders, the Trustee may suspend the repurchase of Units requests. Please refer to “<i>Suspension of Dealing in Units</i>” section of this Prospectus for more details.	Liquidity risk refers to two scenarios. The first is where an investment cannot be sold due to unavailability of a buyer for that investment. The second scenario exists where the investment, by its nature, is thinly traded. This will have the effect of causing the investment to be sold below its fair value which would adversely affect the NAV of the Fund <u>and subsequently the value of Unit Holders’ investments in the Fund.</u>
6.3	Nil.	Inserted the following:

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		Suspension of Repurchase Request Risk Having considered the best interests of Unit Holders, the repurchase requests by the Unit holders may be subject to suspension due to exceptional circumstances, where the market value or fair value of a material portion of the Fund's assets cannot be determined. Such exceptional circumstances may occur when, amongst others, the collective investment schemes that make up material portion of the NAV of the Fund suspend the dealings* and the inability to repatriate the proceeds of the redemptions of the shares or units of the collective investment schemes arising from the regulatory restrictions and/or foreign exchange controls imposed by the authorities in respective jurisdictions. In such case, Unit Holders will not be able to redeem their Units and will be compelled to remain invested in the Fund for a longer period of time. Hence, their investments will continue to be subject to the risks inherent to the Fund. * The Manager may consider to suspend the Fund when multiple collective investment schemes (which make up material portion of the Fund's NAV) that the Fund invest in suspend the dealings under circumstances, amongst others, as follows: (i) Should redemption applications by investors of the collective investment scheme exceeds 10% of the NAV of the collective investment schemes on any dealing day, the Manager of the collective investment schemes may in its absolute discretion defer such redemption applications; and (ii) When substantial portion of the collective investment scheme's investments is suspended or restricted for trading that subsequently affects the valuation of the collective investment schemes.
6.4	SPECIFIC RISKS Credit And Default Risk Credit risk relates to the creditworthiness of the issuers of the money market instruments and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the money market instruments. In the case of rated money market instruments, this may lead to a credit downgrade. Default risk relates to the risk of an issuer of the money market instruments either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the money market instruments. This could adversely affect the value of the Fund.	Credit risk relates to the creditworthiness of the issuers of the money market instruments <u>and the Financial Institutions where the deposits are placed (hereinafter referred to as "investment")</u> and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer <u>and/or the Financial Institutions</u> may impact the value as well as liquidity of the <u>investment</u>. In the case of rated <u>investment</u>, this may lead to a credit downgrade. Default risk relates to the risk of an issuer <u>and/or a Financial Institution</u> of the <u>investment</u> either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the <u>investment</u>. This could adversely affect the value of the Fund.
6.5	SPECIFIC RISKS	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	Interest Rate Risk This risk refers to the impact of interest rate changes on the valuation of money market instruments. When interest rates rise, the money market instruments prices generally decline and this may lower the market value of the money market instruments. The reverse may apply when interest rates fall.	This risk refers to the impact of interest rate changes on the valuation of money market instruments. <u>Generally, movement in interest rates affects the prices of money market instruments inversely. For example, when interest rates rise, prices of money market instruments will fall. The fluctuations of the prices of money market instruments will also have an impact on the NAV of the Fund. This risk can largely be eliminated by holding money market instruments until their maturity. We also manage interest rate risk by considering each money market instruments' sensitivity to interest rate changes. When interest rates are expected to increase, the Fund would then likely seek to switch to money market instruments that are less sensitive to interest rate changes. For investments in deposits, the fluctuations in the interest rates will not affect the placement of deposits but will result in the opportunity loss by the Fund if the placement of deposits is made at lower interest rate.</u>
6.6	RISK MANAGEMENT In our day-to-day running of the business, we employ a proactive risk management approach to manage portfolio risks and operational risks. The Board has established a board compliance & risk management committee to oversee AHAM's risk management activities both at operational level and at portfolio management level to ensure that the risk management process is in place and functioning. The board compliance & risk management committee comprises of at least three Board members and is chaired by an independent director. At the operational level, we have established a compliance & risk oversight committee with the primary function of identifying, evaluating and monitoring risks as well as to formulate internal control measures to manage and mitigate the exposure to risks that may affect the performance of the Fund, returns to the investors or Unit Holders' interest within a clearly defined framework and is primarily responsible for ensuring that the policies and procedures that have been implemented are reviewed on an on-going basis with periodic assessments. The compliance & risk oversight committee reports to the board compliance & risk management committee on a quarterly basis. As the Fund will be investing a minimum of 95% of its NAV into Collective Investment Schemes (CIS), the risk management of the Fund will largely be held at the level of the respective CIS that the Fund is invested into. Nevertheless, we will conduct a stringent screening process by conducting fundamental analysis of economic, political and social factors to evaluate their likely effects on the performance of the markets and sectors and any risks associated with it when making geographical selections. We also have in place a credit risk management process to reduce counterparty risk of derivatives whereby such risk arises when the counterparty is not able to meet their contractual obligations. Prior to	In our day-to-day running of the business, we employ a proactive risk management approach to manage portfolio risks, operational risks <u>and liquidity risks</u>. The Board has established a board compliance & risk management committee to oversee AHAM's risk management activities both at operational level and at portfolio management level to ensure that the risk management process is in place and functioning. The board compliance & risk management committee comprises of at least three Board members and is chaired by an independent director. At the operational level, we have established a compliance & risk oversight committee with the primary function of identifying, evaluating and monitoring risks as well as to formulate internal control measures to manage and mitigate the exposure to risks that may affect the performance of the Fund, returns to the investors or Unit Holders' interest within a clearly defined framework and is primarily responsible for ensuring that the policies and procedures that have been implemented are reviewed on an on-going basis with periodic assessments. The compliance & risk oversight committee reports to the board compliance & risk management committee on a quarterly basis. As the Fund will be investing a minimum of <u>85%</u> of its NAV into Collective Investment Schemes ("CIS"), the risk management of the Fund will largely be held at the level of the respective CIS that the Fund is invested into. Nevertheless, we will conduct a stringent screening process by conducting fundamental analysis of economic, political and social factors to evaluate their likely effects on the performance of the markets and sectors and any risks associated with it when making geographical selections. We also have in place a credit risk management process to reduce counterparty risk of derivatives whereby such risk arises when the counterparty is not able to meet <u>its</u> contractual obligations. Prior to

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	entering into a contract with the counterparty, we will conduct an evaluation on the credit standing of the counterparty to ensure they are able to meet their contractual obligations. It is important to note that an event of downgrade does not constitute a default. If we view that the downgrade in the rating of the counterparty may lead to high credit risk, we will not hesitate to take pre-emptive measures to unwind these positions. To manage non-compliance risks, we use information technology system that is able to monitor the trading of investment to ensure compliance with the Fund's investment limits and restrictions. These limits are system-controlled and not manually tracked, thus reducing the probability of human error occurring in ensuring the Fund's limits and restrictions are adhered to. We also undertake stringent evaluation of movements in market prices and regularly monitor, review and report to the investment committee to ensure that the Fund's investment objective is met. Regular portfolio reviews by senior members of the investment team further reduce the risk of implementation inconsistencies and guidelines violations. We will also closely monitor the performance of the underlying investments of the Fund and obtain regular updates from the respective managers of the CIS by looking at the CIS' standard deviation, tracking error and measures of excess return. The data obtained will be reviewed on a quarterly basis, or as and when extreme market conditions or price movement in CIS occur. ! It is important to note that events affecting the investments cannot always be foreseen. Therefore, it is not possible to protect investments against all risks. You are recommended to read the whole Prospectus to assess the risks associated to the Fund. If necessary, you should consult your professional adviser(s) for a better understanding of the risks.	entering into a contract with the counterparty, we will conduct an evaluation on the credit standing of the counterparty to ensure <u>the counterparty is</u> able to meet <u>its</u> contractual obligations. It is important to note that an event of downgrade does not constitute a default. If we <u>are of the</u> view that the downgrade in the rating of the counterparty may lead to high credit risk, we will not hesitate to take pre-emptive measures to unwind these positions. To manage non-compliance risks, we use information technology system that is able to monitor the trading of investment to ensure compliance with the Fund's investment limits and restrictions. These limits are system-controlled and not manually tracked, thus reducing the probability of human error occurring in ensuring the Fund's limits and restrictions are adhered to. We also undertake stringent evaluation of movements in market prices and regularly monitor, review and report to the <u>person(s) or members of a committee undertaking the oversight function of the Fund</u> to ensure that the Fund's investment objective is met. Regular portfolio reviews by senior members of the investment team further reduce the risk of implementation inconsistencies and guidelines violations. We will also closely monitor the performance of the underlying investments of the Fund and obtain regular updates from the respective managers of the CIS by looking at the CIS' standard deviation, tracking error and measures of excess return. The data obtained will be reviewed on a quarterly basis, or as and when extreme market conditions or price movement in CIS occur. <u>Liquidity Risk Management</u> <u>We have established liquidity risk management policies to enable us to identify, monitor and manage the liquidity risk of the Fund in order to meet the repurchase requests from the Unit Holders with minimal impact to the Fund as well as safeguarding the interests of the remaining Unit Holders. Such policies take into account, amongst others, the asset class of the Fund and the redemption policy of the Fund. To manage the liquidity risk, we have put in place the following procedures:</u> a) <u>The Fund may hold a maximum of 15% of its NAV in money market instruments and/or deposits. This will allow the Fund to have sufficient buffer to meet the Unit Holders' repurchase request;</u> b) <u>Regular review by the designated fund manager on the Fund's investment portfolio including its liquidity profile;</u> c) <u>Daily monitoring of the Fund's net flows and periodic liquidity stress testing of the Fund's assets against repurchase requests during normal and adverse market conditions are performed as pre-emptive measures in tracking the Fund's liquidity status. This will ensure that we are prepared and able to take the necessary action</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<u>proactively to address any liquidity concerns, which would mitigate the potential risks in meeting Unit Holders' repurchase requests; and</u> d) <u>Suspension of repurchase requests from the Unit Holders under exceptional circumstances* where the market value or fair value of a material portion of the Fund's assets cannot be determined. During the suspension period, the repurchase requests from the Unit Holders will be accepted but will not be processed. Such repurchase requests will only be processed on the next Business Day once the suspension is lifted. That said, the action to suspend repurchase requests from the Unit Holders shall be exercised only as a last resort by the Manager having considered the best interests of Unit Holders after utilising the Fund's liquid assets (i.e. money market instruments and/or deposits) in meeting the redemption request by Unit Holders.</u> <u>* The Manager will consider to suspend the dealing of the Fund should the collective investment schemes that make up material portion of the NAV of the Fund suspend the dealings** and the inability to repatriate the proceeds of the redemptions of the shares or units of the collective investment schemes arising from the regulatory restrictions and/or foreign exchange controls imposed by the authorities in respective jurisdictions.</u> <u>** The Manager may consider to suspend the Fund when multiple collective investment schemes (which make up material portion of the Fund's NAV) that the Fund invest in suspend the dealings under circumstances, amongst others, as follows:</u> (i) <u>Should redemption applications by investors of the collective investment scheme exceeds 10% of the NAV of the collective investment schemes on any dealing day, the Manager of the collective investment schemes may in its absolute discretion defer such redemption applications; and</u> (ii) <u>When substantial portion of the collective investment scheme's investments is suspended or restricted for trading that subsequently affects the valuation of the collective investment schemes.</u> ! It is important to note that events affecting the investments cannot always be foreseen. Therefore, it is not possible to protect investments against all risks. You are recommended to read the whole Prospectus to assess the risks associated to the Fund. If necessary, you should consult your professional adviser(s) for a better understanding of the risks.
7.	ABOUT <u>AHAM</u> SMART INVEST PORTFOLIO – GROWTH	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
7.1	Deed(s) Deed dated 15 January 2019.	Deed dated 15 January 2019 <u>and first supplemental deed dated 21 September 2022.</u>
7.2	INVESTORS' PROFILE This Fund is suitable for you if you:- ➤ seek capital growth and regular income; ➤ have medium to long-term investment horizon; and ➤ have a high risk tolerance.	Deleted.
7.3	INITIAL OFFER PRICE AND INITIAL OFFER PERIOD The initial offer price is set at MYR 0.50 only. The initial offer period shall be for a period of not more than twenty one (21) calendar days from the Commencement Date. The initial offer period may be shortened if we determine that it is in your best interest.	Deleted.
7.4	ASSET ALLOCATION ➤ A minimum of 95% of the Fund's NAV will be invested in collective investment schemes; and ➤ A maximum of 5% of the Fund's NAV in money market instruments and/or fixed deposits.	➤ A minimum of <u>85%</u> of the Fund's NAV will be invested in collective investment schemes; and ➤ A maximum of <u>15%</u> of the Fund's NAV <u>will be invested</u> in money market instruments, and/or deposits.
7.5	INVESTMENT STRATEGY In line with its objective, the investment strategy of the Fund is to invest in a diversified portfolio of collective investment schemes (CIS) that will provide regular income and capital growth through exposure into global markets. To offer investment diversification, the selection of CIS will be made based on the geographical and asset class focus to broaden the investment reach. Through its investment into CIS, the Fund will provide you with access into equities listed in global markets, as well as access into fixed income instruments such as debt securities, money market instruments and fixed deposits, issued globally. We will look towards having a income and growth portfolio by holding optimal exposure into both equities and fixed income instruments respectively. Exposure into equities are generally considered to be able to provide higher returns as compared to fixed income instruments thus exposing you to relatively higher risk that comes with equity investments. However, the Fund will	In line with its objective, the investment strategy of the Fund is to invest in a diversified portfolio of collective investment schemes ("CIS") that will provide regular income and capital growth through exposure into global markets. To offer investment diversification, the selection of CIS will be made based on the geographical and asset class focus to broaden the investment reach. Through its investment in CIS, the Fund will provide you with access into equities listed in global markets, as well as access into fixed income instruments such as debt securities, money market instruments and deposits, issued globally. We will look towards having a income and growth portfolio by holding optimal exposure into both equities and fixed income instruments respectively. Exposure into equities are generally considered to be able to provide higher returns as compared to fixed income instruments thus exposing you to relatively higher risk that comes with equity investments. However, the Fund will also have exposure in fixed income

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	also have exposure in fixed income instruments, which are generally considered to be of lower risk, and the optimal allocation is aimed at managing the overall volatility of the Fund. In this respect, we take an active investment strategy in terms of its asset allocation, and geographical allocation decision. However, once a decision is made with regard to the actual allocation, the Fund will take a more passive stance by holding on to investments it already owns. Nevertheless, we will hold the flexibility to actively shift its asset and geographical allocation should it deem necessary based on the prevailing market conditions. We may place the uninvested portion of the Fund in liquid assets such as money market instruments and/or fixed deposits with Financial Institutions. However, we may also take temporary defensive positions that may be inconsistent with the Fund's principal strategy by holding up to all of the Fund's NAV in money market instruments and/or fixed deposits with Financial Institutions in attempting to respond to adverse conditions that could negatively impact the financial markets.	instruments, which are generally considered to be of lower risk, and the optimal allocation is aimed at managing the overall volatility of the Fund. We may place the uninvested portion of the Fund in liquid assets such as money market instruments and/or deposits with Financial Institutions. However, we may also take temporary defensive positions that may be inconsistent with the Fund's principal strategy by holding up to all of the Fund's NAV in money market instruments and/or deposits with Financial Institutions in attempting to respond to adverse conditions that could negatively impact the financial markets.
7.6	Derivatives The Fund may participate in non-MYR denominated assets, which we believe will be able to meet the Fund's objective. These non-MYR denominated assets may be hedged back to MYR, i.e. the Base Currency, to mitigate foreign currency risk. The Fund may use derivatives, such as foreign exchange forward contracts and cross currency swaps for hedging purposes only. Cross currency swaps and/or foreign exchange forward contracts may be used to hedge the principal and/or the returns of the foreign currency exposure of the Fund, depending on the Manager's view on the invested currency. The employment of derivatives under these circumstances is expected to reduce the impact of foreign currency movements on the Fund's NAV irrespective of the currency classes. While the hedging strategy will assist with mitigating the potential foreign exchange losses by the Fund, any potential foreign exchange gains from the hedging strategy will be capped as well. The types of derivatives envisaged for hedging purposes include forwards and swaps which are OTC or traded on centralised exchanges.	<u>Derivatives trades may be carried out for hedging purposes through financial instruments including, but not limited to, forward contracts, futures contracts and swaps. Future and forward contracts are generally contracts between two (2) parties to trade an asset at an agreed price on a pre-determined future date whereas swaps is an agreement to swap or exchange two (2) financial instruments between two (2) parties.</u> <u>The intention of hedging is to preserve the value of the asset from any adverse price movements. For example, to hedge against foreign currency exchange risk, the Fund may enter into a currency forward contract to offset any adverse foreign currency movements by determining an agreed rate for an agreed tenure with its counterparty. While the hedging transactions will assist with mitigating the potential foreign exchange losses by the Fund, any potential foreign exchange gains from the hedging strategy will be capped as well.</u> <u>The Fund adopts commitment approach to measure the Fund's global exposure to derivatives. The commitment approach is a methodology that aggregates the underlying market values or notional values of derivatives after taking into account the possible effects of netting and/or hedging arrangements. The Fund's global exposure from the derivatives position must not exceed 100% of NAV of the Fund at all times.</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
7.7	PERMITTED INVESTMENTS ➤ Units/shares in collective investment schemes; ➤ Money market instruments; ➤ Fixed deposits; ➤ Derivatives; and ➤ Any other form of investments as may be permitted by the SC from time to time which is in line with the objective of the Fund.	➤ Units/shares in collective investment schemes; ➤ Money market instruments; ➤ <u>Deposits;</u> ➤ Derivatives; and ➤ Any other form of investments as may be permitted by the SC from time to time which is in line with the objective of the Fund.
7.8	INVESTMENT RESTRICTIONS AND LIMITS ➤ The Fund's assets must be relevant and consistent with the investment objective of the Fund. ➤ The Fund must not invest in: i. a fund-of-funds; ii. a feeder fund; and iii. any sub-fund of an umbrella scheme which is a fund-of-funds or a feeder fund. ➤ The target fund must: i. be regulated by a regulatory authority; ii. (if the target fund is constituted in Malaysia) be authorised or approved by, or lodged with the SC; iii. (if the target fund is constituted outside of Malaysia) be registered, authorised or approved by the relevant regulatory authority in its home jurisdiction; and iv. where the target fund is a fund other than a real estate investment trust or property fund, operate on the principle of prudent spread of risk and its investments must not diverge from the general investment principles of the Guidelines. ➤ Where the Fund invests in funds operated by our management, i.e. the target fund, we will ensure that:- i. there is no cross-holding between the Fund and the target fund; ii. all initial charges on the target fund is waived; and iii. the management fee must only be charged once, either at the Fund or the target fund. ➤ Investment spread limits and concentration limits:-	➤ The Fund's assets must be relevant and consistent with the investment objective of the Fund. ➤ The Fund must not invest in: i. a fund-of-funds; ii. a feeder fund; and iii. any sub-fund of an umbrella scheme which is a fund-of-funds or a feeder fund. ➤ Investment spread limits and concentration limits:- Spread Limits i. The Fund must invest in at least five (5) collective investment schemes at all times; ii. <u>The Fund must invest at least 85% of its NAV in the units or shares in collective investment schemes;</u> iii. <u>The Fund may invest up to 15% of its NAV in:</u> a) <u>money market instruments that are dealt in or under the rules of an eligible market with residual maturity does not exceed 12 months;</u> b) <u>Short-term deposits; and</u> c) <u>derivatives for hedging purpose;</u> iv. The value of the Fund's investments in units/shares of any collective investment scheme must not exceed 30% of the Fund's NAV <u>provided that the collective investment scheme complies with the requirements of the Guidelines;</u> v. <u>The value of the Fund's investments in units or shares of a collective investment scheme that invests in real estate pursuant to the requirements of the Guidelines must not exceed 15% of the Fund's NAV;</u> vi. <u>The value of the Fund's investment in money market instruments issued by any</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	Spread Limits - The Fund must invest in at least five (5) collective investment schemes at all times; - The value of the Fund's investments in units/shares of any collective investment scheme must not exceed 30% of the Fund's NAV; and - For investments in derivatives, the exposure to the underlying assets must not exceed the investment spread limits stipulated in the Guidelines. Concentration Limit - The Fund's investments in collective investment schemes must not exceed 25% of the units/shares in any collective investment scheme; and - The Fund's investments in money market instruments must not exceed 10% of the instruments issued by any single issuer. However, the limit does not apply to money market instruments that do not have a pre-determined issue size. The abovementioned restrictions and limits will be complied with at all times based on the up-to-date value of the Fund, and the value of its investments and instruments. However, a 5% allowance in excess of any limit or restriction imposed under the Guidelines is permitted where the limit or restriction is breached through the appreciation or depreciation of the NAV of the Fund (whether as a result of an appreciation or depreciation in value of the investments, or as a result of repurchase of Units or payment made from the Fund). We will not make any further acquisitions to which the relevant limit is breached and within a reasonable period of not more than three (3) months from the date of the breach, we will take all necessary steps and actions to rectify the breach.	<u>single issuer must not exceed 15% of the Fund's NAV;</u> <u>The value of the Fund's placement in deposits with any single Financial Institution must not exceed 20% of the Fund's NAV ("Single Financial Institution Limit"). However, the Single Financial Institution Limit does not apply to placements of deposits arising from:</u> <u>Subscription monies received prior to the commencement of investment by the Fund;</u> <u>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</u> <u>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 interests of Unit Holders;</u> <u>The aggregate value of the Fund's investments in, or exposure to, a single issuer through money market instruments, deposits and underlying assets of derivatives and counterparty exposure arising from the use of OTC derivatives must not exceed 25% of the Fund's NAV;</u> <u>The value of the Fund's investments in money market instruments issued by any group of companies must not exceed 20% of the Fund's NAV;</u> - For investments in derivatives:- <u>The exposure to the underlying assets of the derivative must not exceed the investment restrictions or limitations applicable to such underlying assets and investments stipulated in the Guidelines; and</u> <u>For investments in OTC derivatives, the maximum exposure of the Fund to the counterparty, calculated based on the method prescribed in the Guidelines, must not exceed 10% of the Fund's NAV; and</u> <u>The Fund's global exposure from derivatives position shall not exceed the Fund's NAV at all times.</u> Concentration Limit - The Fund's investments in collective investment schemes must not exceed 25% of the units/shares in <u>the</u> collective investment scheme; and - The Fund's investments in money market instruments must not exceed 10% of the instruments issued by any single issuer. However, the limit does not apply to money market instruments that do not have a pre-determined issue size.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<u>Please note that the above restrictions and limits do not apply to securities or instruments issued or guaranteed by the Malaysian government or Bank Negara Malaysia.</u> <u>In respect of the above investment restrictions and limits, any breach as a result of any (a) appreciation or depreciation in value of the Fund's investments; (b) repurchase of Units or payment made out of the Fund, must be rectified as soon as practicable within three months from the date of the breach unless otherwise specified in the Guidelines. Nevertheless, the three-month period may be extended if it is in the best interests of Unit Holders and the Trustee's consent has been obtained. Such extension must be subject to at least a monthly review by the Trustee.</u>
7.9	VALUATION OF PERMITTED INVESTMENTS Listed collective investment schemes Valuation of listed collective investment schemes shall be based on closing market price. Where no market value is publicly available or where the use of the quoted market value is inappropriate, or where no market price is available, including in the event of suspension in the quotation of the collective investment schemes for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, such listed collective investment schemes will be valued at fair value determined by us in good faith, based on the methods or bases approved by the Trustee after appropriate technical consultation.	Valuation of listed collective investment schemes shall be based on closing market price <u>or last known transacted price on the eligible market on which the investment is quoted. If the price is not representative of its fair value or is not available to the market</u>, including in the event of suspension in the quotation of the collective investment schemes for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, such listed collective investment schemes will be valued at fair value <u>as determined in good faith by the Manager or its delegate, based on the methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</u>
7.10	VALUATION OF PERMITTED INVESTMENTS Money Market Instruments The valuation of MYR denominated money market instruments will be done using the price quoted by a bond pricing agency registered with the SC. For foreign money market instruments, valuation will be done using the average indicative yield quoted by 3 independent and reputable institutions.	Valuation of MYR denominated money market instruments will be done using the price quoted by a bond pricing agency ("BPA") registered with the SC. For <u>non-MYR denominated</u> money market instruments, valuation will be done using <u>an average of quotations provided by reputable Financial Institutions. Where the Manager is of the view that the price quoted by BPA differs from the fair value or where reliable market quotations are not available, the fair value will be determined in good faith by the Manager. This may be determined by reference to the valuation of other money market instruments which are comparable in rating, yield, expected maturity date and/or other characteristics.</u>
7.11	VALUATION OF PERMITTED INVESTMENTS Fixed Deposits Fixed deposits placed with Financial Institutions are valued by reference to the principal value of such investments and the interests accrued thereon for the relevant period.	Deposits <u>Valuation of deposits</u> placed with Financial Institutions <u>will be done</u> by reference to the principal value of such investments and the interests accrued thereon for the relevant

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		period.
7.12	VALUATION OF PERMITTED INVESTMENTS Derivatives The valuation of derivatives will be based on the rates provided by the respective issuers. For foreign exchange forward contracts ("FX Forwards"), we will apply interpolation formula to compute the value of the FX Forwards based on the rates provided by Bloomberg/Reuters. If the rates are not available on Bloomberg/Reuters, the FX Forwards will be valued by reference to the average indicative rate quoted by at least 3 independent dealers. In the case where the Manager is unable to obtain quotation from 3 independent dealers, the FX Forwards will be valued in accordance to fair value as determined by us in good faith, on methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.	Valuation of derivatives will be based on the <u>prices</u> provided by the respective issuers. <u>The issuers generate the market valuation through the use of their own proprietary valuation models, which incorporate all the relevant and available market data with respect to the derivatives (e.g. interest rates, movement of the underlying assets, volatility of the underlying assets, the correlation of the underlying assets and such other factors).</u> For foreign exchange forward contracts ("FX Forwards"), interpolation formula <u>is applied</u> to compute the value of the FX Forwards based on the rates provided by Bloomberg/Reuters. If the rates are not available on Bloomberg/Reuters, the FX Forwards will be valued <u>based on</u> fair value as determined in good faith <u>by the Manager using</u> methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.
7.13	POLICY ON GEARING AND MINIMUM LIQUID ASSETS REQUIREMENTS The Fund is not permitted to seek financing (including those within the meaning of the SC's Securities Borrowing and Lending Guidelines [SBL Guidelines]) in connection with its activities. However, the Fund may seek cash financing for the purpose of meeting repurchase requests for Units and for short-term bridging requirements. Such financings are subjected to the following:- ➤ the Fund's cash financing is only on a temporary basis and that financings are not persistent; ➤ the financing period should not exceed one (1) month; ➤ the aggregate financings of the Fund should not exceed 10% of the Fund's NAV at the time the financing is incurred; and ➤ the Fund may only obtain financing from Financial Institutions; and Except for securities lending as provided under the SBL Guidelines, none of the cash or investments of the Fund may be lent. Furthermore, the Fund may not assume, guarantee, endorse or otherwise become directly or contingently liable for or in connection with any obligation or indebtedness of any person. In structuring the portfolio of the Fund, we will maintain sufficient liquid assets to ensure short-term liquidity in the Fund to meet operating expenses and possible repurchase of Units.	<u>FINANCING AND SECURITIES LENDING</u> The Fund is not permitted to seek financing <u>in cash or borrow or other assets in connection with its activities</u>. However, the Fund may seek cash financing for the purpose of meeting repurchase requests for Units and for bridging requirements. Such financings are subjected to the following:- ➤ the Fund's cash financing is only on a temporary basis and that financings are not persistent; ➤ the financing period should not exceed one (1) month; ➤ the aggregate financings of the Fund should not exceed 10% of the Fund's NAV at the time the financing is incurred; and ➤ the Fund may only obtain financing from Financial Institutions.- <u>The</u> Fund may not assume, guarantee, endorse or otherwise become directly or contingently liable for or in connection with any obligation or indebtedness of any person.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS						
7.14	The Fund may create new classes of Units in the future. You will be notified of the issuance of the new classes of Units by way of a communiqué and the prospective investors will be notified of the same by way of a supplemental/replacement prospectus.	The Fund may create new classes of Units in the future <u>without having to seek Unit Holders’ prior approval.</u> You will be notified of the issuance of the new classes of Units by way of a communiqué and the prospective investors will be notified of the same by way of a supplemental/replacement prospectus.						
8.	DEALING INFORMATION							
8.1	HOW TO MAKE PAYMENT FOR PURCHASE APPLICATION? ➤ Bank Transfer You may transfer the purchase payment into our bank account via telegraphic transfer or online transfer, and include your name in the transaction description for our reference. You may obtain our bank account details from our online download center at www.affinhwangam.com . ➤ Cheque, Bank Draft or Money Order Issuance of cheque, bank draft or money order should be made payable to “Affin Hwang Asset Management Berhad-CTA”, crossed and drawn on a local bank. You are to write your name, identity card number or business registration number at the back of the cheque, bank draft or money order. ➤ Bank charges or other bank fees, if any, will be borne by you.	 ➤ You may transfer the purchase payment into our bank account via telegraphic transfer or online transfer, and include your name in the transaction description for our reference. You may obtain our bank account details from our online download center at www.aham.com.my . ➤ Bank charges or other bank fees, if any, will be borne by you.						
8.2	WHAT IS THE PROCESS OF THE PURCHASE APPLICATION? 1 st bullet: - ➤ During the initial offer period, if we receive your purchase application on a Business Day, we will create your Units based on the initial offer price of the Fund. After the initial offer period, if we receive your purchase application at or before 3.30 p.m. on a Business Day (“or T day”), we will create your Units based on the NAV per Unit for that Business Day. Any purchase request received or deemed to have been received by us after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”), unless a prior arrangement is made to our satisfaction.	 ➤ <u>If</u> we receive your purchase application at or before 3.30 p.m. on a Business Day (or “T day”), we will create your Units based on the NAV per Unit for that Business Day. Any purchase request received or deemed to have been received by us after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”), unless a prior arrangement is made to our satisfaction.						
8.3	WHAT ARE THE MINIMUM INITIAL INVESTMENT, MINIMUM ADDITIONAL INVESTMENT AND MINIMUM HOLDING OF UNITS? <table><tr><td>Minimum Initial Investment</td><td>MYR 100</td></tr></table>	Minimum Initial Investment	MYR 100	WHAT ARE THE MINIMUM INITIAL INVESTMENT, MINIMUM ADDITIONAL INVESTMENT, MINIMUM REPURCHASE AMOUNT AND MINIMUM HOLDING OF UNITS? <table><tr><td>Minimum Initial Investment*</td><td>MYR 100</td></tr><tr><td>Minimum Additional Investment*</td><td>MYR 100</td></tr></table>	Minimum Initial Investment*	MYR 100	Minimum Additional Investment*	MYR 100
Minimum Initial Investment	MYR 100							
Minimum Initial Investment*	MYR 100							
Minimum Additional Investment*	MYR 100							

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS										
	<table><tr><td>Minimum Additional Investment</td><td>MYR 100</td></tr><tr><td>Minimum Units of Repurchase</td><td>200 Units</td></tr><tr><td>Minimum Holding of Units</td><td>200 Units</td></tr></table> ➤ At our discretion, we may reduce the minimum initial investment amount, minimum additional investment amount, and minimum holding of Units.	Minimum Additional Investment	MYR 100	Minimum Units of Repurchase	200 Units	Minimum Holding of Units	200 Units	<table><tr><td>Minimum Repurchase Amount*</td><td>200 Units</td></tr><tr><td>Minimum Holding of Units*</td><td>200 Units</td></tr></table> <i><u>* At our discretion, we may reduce the transaction value and Units, including for transactions made via digital channels, subject to the terms and conditions disclosed in the respective channels.</u></i>	Minimum Repurchase Amount*	200 Units	Minimum Holding of Units*	200 Units
Minimum Additional Investment	MYR 100											
Minimum Units of Repurchase	200 Units											
Minimum Holding of Units	200 Units											
Minimum Repurchase Amount*	200 Units											
Minimum Holding of Units*	200 Units											
8.4	HOW TO REPURCHASE UNITS? ➤ It is important to note that, you must meet the minimum holding of Units after a repurchase transaction. If the balance of your investment (i.e. total number of Units) is less than the minimum holding of Units, we may withdraw all your holding of Units and pay the proceeds to you. ➤ You may submit the repurchase request by completing a transaction form and returning it to us between 8.45 a.m. to 3.30 p.m. on a Business Day. ➤ In the transaction form, you may choose to receive the repurchase proceeds in a manner of cheque or bank transfer. If cheque is your option, we will issue the cheque in your name. If bank transfer is your option, proceeds will be transferred to your bank account. Where Units are held jointly, payment will be made to the person whose name appears first in the register of Unit Holders. ➤ Any incurred bank charges and other bank fees due to a withdrawal by bank transfer or other special arrangement method will be borne by you.	➤ It is important to note that, you must meet the minimum holding of Units after a repurchase transaction. If the balance of your investment (i.e. total number of Units) is less than the minimum holding of Units, we may withdraw all your holding of Units and pay the proceeds to you. <u>We may, with the consent of the Trustee, reserve the right to defer your repurchase request if such transaction would adversely affect the Fund or the interest of the Unit Holders..</u> ➤ You may submit the repurchase request by completing a transaction form and returning it to us between 8.45 a.m. to 3.30 p.m. on a Business Day. ➤ <u>Payment of the repurchase proceeds will be made via bank transfer where proceeds will be transferred to your bank account.</u> Where Units are held jointly, payment will be made to the person whose name appears first in the register of Unit Holders. ➤ <u>Bank</u> charges and other bank fees, <u>if any</u>, will be borne by you.										
8.5	WHAT IS THE PROCESS OF REPURCHASE APPLICATION? ➤ During the initial offer period, if we receive your repurchase application on a Business Day, we will repurchase your Units based on the initial offer price of the Fund. After the initial offer period, for a repurchase request received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”), Units will be repurchased based on the NAV per Unit for that Business Day. Any repurchase request received after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”). ➤ Processing is subject to receipt of a complete transaction form and such other	➤ <u>For</u> a repurchase request received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”), Units will be repurchased based on the NAV per Unit for that Business Day. Any repurchase request received after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”). ➤ Processing is subject to receipt of a complete transaction form and such other documents as may be required by us.										

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	documents as may be required by us.	
8.6	WHAT IS THE REPURCHASE PROCEEDS PAYOUT PERIOD? ➤ You will be paid within ten (10) days from the day the repurchase request is received by us, provided that all documentations are completed and verifiable.	➤ You will be paid within <u>seven (7) Business Days</u> from the day the repurchase request is received by us, provided that all documentations are completed and verifiable.
8.7	COOLING-OFF PERIOD You have the right to apply for and receive a refund for every Unit that you have paid for within six (6) Business Days from the date we received your purchase application. You will be refunded for every Unit held based on the NAV per Unit and the Sales Charge, on the day those Units were first purchased and you will be refunded within ten (10) days from the receipt of the cooling-off application. Please note that the cooling-off right is applicable to you if you are an individual investor and are investing in any of our funds for the first time. However, if you are a staff of AHAM or a person registered with a body approved by the SC to deal in unit trusts, you are not entitled to this right. We will process your cooling-off right if your cooling-off request is received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”). Any cooling-off request received after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”). Processing is subject to receipt of a complete application and such other documents as may be required by us.	You have the right to apply for and receive a refund for every Unit that you have paid for within six (6) Business Days from the date we received your purchase application. <u>You will be refunded for every Unit held based on the prices mentioned below and the Sales Charge imposed on the day those Units were purchased.</u> ➤ <u>If the price of a Unit on the day the Units were first purchased (“original price”) is higher than the price of a Unit at the point of exercise of the cooling-off right (“market price”), you will be refunded based on the market price at the point of cooling-off; or</u> ➤ <u>If the market price is higher than the original price, you will be refunded based on the original price at the point of cooling-off.</u> <u>You will be refunded within seven (7) Business Days from our receipt of the cooling-off application.</u> Please note that the cooling-off right is applicable to you if you are an individual investor and are investing in any of our funds for the first time. However, if you are a staff of AHAM or a person registered with a body approved by the SC to deal in unit trusts, you are not entitled to this right. We will process your cooling-off <u>request</u> if your request is received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”). Any cooling-off request received after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”). <u>The processing</u> is subject to receipt of a complete transaction form and such other documents as may be required by us.
8.8	SWITCHING FACILITY Switching facility enables you to switch into any of our funds (or its classes), provided that the fund (or its class) is denominated in MYR, and it is subject to the terms and conditions applicable for the respective funds. However, you must meet the minimum holding of Units and the minimum investment amount of the fund (or its class) that you intend to	Switching facility enables you to switch into any of our funds (or its classes), provided that the fund (or its class) is denominated in MYR, and it is subject to the terms and conditions applicable for the respective funds. However, you must meet the minimum holding of Units and the minimum investment amount of the fund (or its class) that you intend to switch

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS																																										
	switch into. You are also to note that we reserve the right to reject any switching requests that are regarded as disruptive to efficient portfolio management, or that we deem to be contrary to the best interest of the Fund and/or the existing Unit Holders. <i>Switching from this Fund into other funds (or its classes) managed by us</i> You must complete a switching transaction form and submit it to us at or before the cut-off time of 3.30 p.m. on a Business Day (or “T day”) together with relevant supporting documents, if any. If we receive your switching request after 3.30 p.m., we will process your request on the next Business Day. You should note that the pricing day of a fund (or its class) may not be on the same day as when we receive your switching application. Please see below the pricing policy of switching for all our funds: <table><tr><th rowspan="2">Switching Out Fund</th><th rowspan="2">Switching In Fund</th><th colspan="2">Pricing Day</th></tr><tr><th>Switching Out Fund</th><th>Switching In Fund</th></tr><tr><td>Money market fund</td><td>Money market fund</td><td rowspan="3">T Day</td><td rowspan="3">T Day</td></tr><tr><td>Money market fund</td><td>Non-money market fund</td></tr><tr><td>Non-money market fund</td><td>Non-money market fund</td></tr><tr><td>Money market fund</td><td>Money market fund (which adopts historical pricing policy)</td><td>T Day</td><td>T + 1 Day</td></tr><tr><td>Non-money market fund</td><td>Money market fund</td><td>T Day</td><td>At the next valuation point, subject to clearance of payment and money received by the intended fund</td></tr></table>	Switching Out Fund	Switching In Fund	Pricing Day		Switching Out Fund	Switching In Fund	Money market fund	Money market fund	T Day	T Day	Money market fund	Non-money market fund	Non-money market fund	Non-money market fund	Money market fund	Money market fund (which adopts historical pricing policy)	T Day	T + 1 Day	Non-money market fund	Money market fund	T Day	At the next valuation point, subject to clearance of payment and money received by the intended fund	into. You are also to note that we reserve the right to reject any switching request that <u>is</u> regarded as disruptive to efficient portfolio management, or <u>requests</u> that we deem to be contrary to the best interest of the Fund and/or the existing Unit Holders. <i>Switching from this Fund into other funds (or its classes) managed by us</i> You must complete a switching transaction form and submit it to us at or before the cut-off time of 3.30 p.m. on a Business Day (or “T day”) together with relevant supporting documents, if any. If we receive your switching request after 3.30 p.m., we will process your request on the next Business Day <u>(or “T + 1 day”)</u>. You should note that the pricing day of a fund (or its class) may not be <u>of</u> the same day as we receive your switching application. Please see below the pricing policy of switching for all our funds: <table><tr><th rowspan="2">Switching Out Fund</th><th rowspan="2">Switching In Fund</th><th colspan="2">Pricing Day</th></tr><tr><th>Switching Out Fund</th><th>Switching In Fund</th></tr><tr><td><u>Money market fund</u></td><td><u>Non-money market fund</u></td><td rowspan="2">T Day</td><td rowspan="2">T Day</td></tr><tr><td><u>Non-money market fund</u></td><td><u>Non-money market fund</u></td></tr><tr><td><u>Money market fund</u></td><td><u>Money market fund</u></td><td>T Day</td><td>T + 1 Day</td></tr><tr><td>Non-money market fund</td><td>Money market fund</td><td>T Day</td><td>At the next valuation point, subject to clearance of payment and money received by the intended fund</td></tr></table>	Switching Out Fund	Switching In Fund	Pricing Day		Switching Out Fund	Switching In Fund	<u>Money market fund</u>	<u>Non-money market fund</u>	T Day	T Day	<u>Non-money market fund</u>	<u>Non-money market fund</u>	<u>Money market fund</u>	<u>Money market fund</u>	T Day	T + 1 Day	Non-money market fund	Money market fund	T Day	At the next valuation point, subject to clearance of payment and money received by the intended fund
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8.9	SUSPENSION OF DEALING IN UNITS The Trustee may suspend the dealing in Units requests: ➤ where the Trustee considers that it is not in the interests of the existing Unit Holders to permit the assets of the Fund to be sold or that the assets cannot be liquidated at an appropriate price or on adequate terms and immediately call a Unit Holders’	<u>The Manager may, in consultation with the Trustee and having considered the interests of the Unit Holders, suspend the dealing in Units due to exceptional circumstances*, where there is good and sufficient reason to do so. The Manager will cease the suspension as soon as practicable after the exceptional circumstances have ceased, and in any event, within</u>																																										

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	meeting to decide on the next course of action; or ➤ without the consent of the Unit Holders, due to exceptional circumstances when there is a good and sufficient reason to do so having regard to the interests of the Unit Holders. In such case, the period of the suspension shall not exceed 21 days of the commencement of the suspension.	<u>twenty-one (21) days from the commencement of suspension.</u> <u>The period of suspension may be extended if the Manager satisfies the Trustee that it is in the best interest of the Unit Holders for the dealing in Units to remain suspended, subject to a weekly review by the Trustee.</u> <u>The Trustee may suspend the dealing in Units, if the Trustee, on its own accord, considers that exceptional circumstances have been triggered. In such a case, the Trustee shall immediately call for a Unit Holders' meeting to decide on the next course of action.</u> <u>* The Manager will consider to suspend the dealing of the Fund should the collective investment schemes that make up material portion of the NAV of the Fund suspend the dealings** and the inability to repatriate the proceeds of the redemptions of the shares or units of the collective investment schemes arising from the regulatory restrictions and/or foreign exchange controls imposed by the authorities in respective jurisdictions. Suspension will only be exercised as a last resort as the Manager will utilise the Fund's liquid assets (i.e. money market instruments and/or deposits) in meeting the redemption request by Unit Holders.</u> <u>** The Manager may consider to suspend the Fund when multiple collective investment schemes (which make up material portion of the Fund's NAV) that the Fund invest in suspend the dealings under circumstances, amongst others, as follows:</u> (i) <u>Should redemption applications by investors of the collective investment scheme exceeds 10% of the NAV of the collective investment schemes on any dealing day, the Manager of the collective investment schemes may in its absolute discretion defer such redemption applications; and</u> (ii) <u>When substantial portion of the collective investment scheme's investments is suspended or restricted for trading that subsequently affects the valuation of the collective investment schemes.</u>
8.10	INCOME DISTRIBUTION Subject to the availability of income, the Fund will distribute income on an annual basis, after the end of its first financial year. You have the option to receive the income distribution in cash payment or additional Units (by way of reinvestment) by ticking the appropriate column in the application form. All distribution will be automatically reinvested into additional Units in the Fund if you do not select the mode of distribution in the application form.	Subject to the availability of income, the Fund will distribute income on an annual basis, after the end of its first financial year. You have the option to receive the income distribution in cash payment or additional Units (by way of reinvestment) by ticking the appropriate column in the application form. All distribution will be automatically reinvested into additional Units in the Fund if you do not select the mode of distribution in the application form.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	Any distribution payable which is less than or equal to the amount of MYR 300.00 would be automatically reinvested. <u>Cash Payment Process</u> Income distribution by way of cash payment will be paid via telegraphic transfer. Income will be transferred to your bank account within seven (7) Business Days after the distribution date. <u>Reinvestment Process</u> We will create the Units based on the NAV per Unit at the income payment date which is two (2) Business Days after the distribution date. There will not be any additional cost for reinvestments of those additional Units, i.e., no Sales Charge will be imposed on such transaction. Unit prices and distributions payable, if any, may go down as well as up.	Any distribution payable which is less than or equal to the amount of MYR 300.00 would be automatically reinvested. <u>Notwithstanding the above, we may also reinvest the distribution proceeds which remain unclaimed after twelve (12) months from the date of payment, provided that you still have an account with us.</u> <u>Cash Payment Process</u> Income distribution by way of cash payment will be paid via telegraphic transfer. Income will be transferred to your bank account within seven (7) Business Days after the distribution date. <u>Reinvestment Process</u> We will create the Units based on the NAV per Unit at the income payment date which is within two (2) Business Days after the distribution date. There will not be any cost for reinvestments of those additional Units, i.e., no Sales Charge will be imposed on such reinvestment. Unit prices and distributions payable, if any, may go down as well as up.
8.11	UNCLAIMED MONEYS Any monies payable to you which remain unclaimed after twelve (12) months from the date of payment will be paid to the Registrar of Unclaimed Monies by the Manager in accordance with the requirements of the Unclaimed Moneys Act, 1965.	Any monies payable to you which remain unclaimed after twelve (12) months from the date of payment will be <u>dealt as follows:</u> a) <u>we may reinvest unclaimed distribution proceed provided that you still have an account with us; or</u> b) <u>we will pay to the Registrar of Unclaimed Monies in accordance with the requirements of the Unclaimed Moneys Act, 1965.</u>
9.	FEES, CHARGES AND EXPENSES	
9.3	CHARGES SWITCHING FEE There will be no switching fee imposed on the switching facility.	<u>The Manager does not impose any switching fee. However, if the amount of sales charge of the fund (or class) that the Unit Holder intends to switch into is higher than the sales charge imposed by the fund (or class) being switched from, then the difference in the sales charge between the two (2) funds (or classes) shall be borne by the Unit Holder.</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
9.4	FEES AND EXPENSES MANAGEMENT FEE 1 st paragraph: - The annual management fee is up to 1.80% per annum of the NAV of the Fund. This fee is calculated and accrued daily and payable monthly to the Manager.	<u>ANNUAL MANAGEMENT FEE</u> The annual management fee is up to 1.80% per annum of the NAV of the Fund <u>(before deducting the management fee and trustee fee)</u> . This fee is calculated and accrued daily and payable monthly to the Manager.
9.5	FEES AND EXPENSES TRUSTEE FEE 1 st paragraph: - The trustee fee is up to 0.06% per annum of the NAV of the Fund (excluding foreign custodian fees and charges), and is calculated using the Fund's Base Currency (before deducting the management fee and trustee fee). The trustee fee is accrued daily and payable monthly. In addition to the annual trustee fee, the Trustee may be reimbursed by the Fund for any expenses properly incurred by it in the performance of its duties and responsibilities.	<u>ANNUAL TRUSTEE FEE</u> The <u>annual</u> trustee fee is up to 0.06% per annum of the NAV of the Fund (excluding foreign custodian fees and charges), and is calculated using the Base Currency (before deducting the management fee and trustee fee). The trustee fee is accrued daily and payable monthly. In addition to the annual trustee fee, the Trustee may be reimbursed by the Fund for any expenses properly incurred by it in the performance of its duties and responsibilities.
9.6	FEES AND EXPENSES EXPENSES Only the expenses which are directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These would include (but are not limited to) the following: ➤ Commissions/fees paid to brokers/dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes; ➤ (where the custodial function is delegated by the Trustee) charges and fees paid to the sub-custodians in respect of any foreign investments of the Fund; ➤ Taxes and other duties charged on the Fund by the government and/or other authorities; ➤ Costs, fees and expenses properly incurred by the auditor appointed for the Fund; ➤ Costs, fees and expenses incurred for the valuation of any investments of the Fund by independent valuers for the benefit of the Fund;	Only the expenses <u>(or part thereof)</u> which are directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These would include (but are not limited to) the following: ➤ Commissions/fees paid to brokers/dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes; ➤ (where the custodial function is delegated by the Trustee) charges and fees paid to the sub-custodians <u>taking into custody any foreign assets</u> of the Fund; ➤ Taxes and other duties charged on the Fund by the government and/or other authorities; ➤ Costs, fees and expenses properly incurred by the auditor appointed for the Fund; ➤ <u>Costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent;</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS																								
	➤ Costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee; ➤ Costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee; ➤ Any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred by the Fund; and ➤ Any other expenses allowed under the Deed.	➤ Costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee; ➤ Costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee; ➤ Any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred by the Fund; and ➤ Any other expenses allowed under the Deed.																								
9.7	FEES AND EXPENSES REBATES AND SOFT COMMISSIONS 2 nd paragraph: - The soft commission can be retained by us or our delegates provided that:- ➤ the goods and services are of demonstrable benefit to the Unit Holder in the form of research and advisory services that assist in the decision-making process relating to the Fund’s investments; and ➤ any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund.	The soft <u>commissions</u> can be retained by us or our delegates provided that:- ➤ the <u>soft commissions bring direct benefit or advantage to the management of the Fund and may include research and advisory related services;</u> ➤ any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund; <u>and</u> ➤ <u>the availability of soft commissions is not the sole or primary purposed to perform or arrange transactions with such broker or dealer, and we or our delegates will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commissions.</u>																								
9.8	All fees and charges payable by you are subject to all applicable taxes (including but not limited to goods and services taxes) and/or duties as may be imposed by the government and/or the relevant authorities from time to time.	<u>All fees and charges payable by you are subject to all applicable taxes and/or duties as may be imposed by the government and/or the relevant authorities from time to time.</u>																								
10.	PRICING																									
10.1	COMPUTATION OF NAV AND NAV PER UNIT 3 rd paragraph: - Illustration on computation of NAV and NAV per Unit for a particular day:- <table><tr><td>Units in Circulation</td><td>300,000,000.00</td></tr><tr><td></td><td>MYR</td></tr><tr><td>Investments</td><td>195,000,000.00</td></tr><tr><td>Add other assets</td><td>5,700,000.00</td></tr><tr><td>Gross asset value</td><td>200,700,000.00</td></tr><tr><td>Less: Liabilities</td><td>700,000.00</td></tr></table>	Units in Circulation	300,000,000.00		MYR	Investments	195,000,000.00	Add other assets	5,700,000.00	Gross asset value	200,700,000.00	Less: Liabilities	700,000.00	Illustration on <u>the</u> computation of NAV per Unit for a particular day:- <table><tr><td>Units in Circulation</td><td>300,000,000.00</td></tr><tr><td></td><td>MYR</td></tr><tr><td>Investments</td><td>195,000,000.00</td></tr><tr><td>Add other assets</td><td>5,700,000.00</td></tr><tr><td>Gross asset value</td><td>200,700,000.00</td></tr><tr><td>Less: Liabilities</td><td>700,000.00</td></tr></table>	Units in Circulation	300,000,000.00		MYR	Investments	195,000,000.00	Add other assets	5,700,000.00	Gross asset value	200,700,000.00	Less: Liabilities	700,000.00
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	<table><tr><td>NAV (before deduction of management fee and trustee fee for the day)</td><td>200,000,000.00</td></tr><tr><td>Less: Management fee for the day</td><td>9,863.01</td></tr><tr><td>Less: Trustee fee for the day</td><td>328.76</td></tr><tr><td>NAV</td><td>199,989,808.23</td></tr><tr><td>NAV per Unit*</td><td>0.6666</td></tr></table> * NAV per Unit is derived from the following formula:- NAV Units in Circulation The rounding policy is four (4) decimal points for the purposes of publication of the NAV per Unit. However, the rounding policy will not apply when calculating the Sales Charge and Repurchase Charge (where applicable).	NAV (before deduction of management fee and trustee fee for the day)	200,000,000.00	Less: Management fee for the day	9,863.01	Less: Trustee fee for the day	328.76	NAV	199,989,808.23	NAV per Unit*	0.6666	<table><tr><td>NAV (before deduction of management fee and trustee fee for the day)</td><td>200,000,000.00</td></tr><tr><td>Less: Management fee for the day</td><td>9,863.01</td></tr><tr><td>Less: Trustee fee for the day</td><td>328.76</td></tr><tr><td>NAV</td><td>199,989,808.23</td></tr><tr><td>NAV per Unit*</td><td>0.6666</td></tr></table> * NAV per Unit is derived from <u>the NAV divided by Units in Circulation.</u> The rounding policy is four (4) decimal points for the purposes of publication of the NAV per Unit. However, the rounding policy will not apply when calculating the Sales Charge and Repurchase Charge (where applicable).	NAV (before deduction of management fee and trustee fee for the day)	200,000,000.00	Less: Management fee for the day	9,863.01	Less: Trustee fee for the day	328.76	NAV	199,989,808.23	NAV per Unit*	0.6666																
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10.2	COMPUTATION OF SELLING PRICE AND REPURCHASE PRICE Under a single pricing regime, the Selling Price and the Repurchase Price are equivalent to the NAV per Unit. Any applicable Sales Charge and Repurchase Charge is payable separately from the Selling Price and Repurchase Price. During initial offer period, the Selling Price and/or the Repurchase Price is equivalent to the initial offer price. Forward Pricing will be used to determine the Selling Price and the Repurchase Price after the initial offer period, i.e. the NAV per Unit as at the next valuation point after we receive the purchase request or repurchase request. Calculation of Selling Price For illustration purposes, let’s assume the following: <table><tr><td></td><td>MYR 10,000.00</td></tr><tr><td></td><td>MYR 0.50</td></tr><tr><td></td><td>MYR 10,000 ÷ MYR 0.50 =</td></tr><tr><td></td><td>20,000 Units</td></tr><tr><td></td><td>0.00%</td></tr><tr><td></td><td>0.00% x MYR 0.50 x 20,000 Units</td></tr><tr><td></td><td>= MYR 0</td></tr><tr><td></td><td>MYR 10,000 + MYR 0 =</td></tr><tr><td></td><td>MYR 10,000</td></tr></table>		MYR 10,000.00		MYR 0.50		MYR 10,000 ÷ MYR 0.50 =		20,000 Units		0.00%		0.00% x MYR 0.50 x 20,000 Units		= MYR 0		MYR 10,000 + MYR 0 =		MYR 10,000	Under a single pricing regime, the Selling Price and the Repurchase Price are equivalent to the NAV per Unit. Any applicable Sales Charge and Repurchase Charge is payable separately from the Selling Price and Repurchase Price. <u>Forward Pricing will be used to determine the Selling Price and the Repurchase Price, i.e. the NAV per Unit as at the next valuation point after we receive the purchase request or repurchase request.</u> Calculation of Selling Price For illustration purposes, let’s assume the following: <table><tr><td></td><td>MYR 10,000.00</td></tr><tr><td></td><td>MYR 0.50</td></tr><tr><td></td><td>MYR 10,000 ÷ MYR 0.50 =</td></tr><tr><td></td><td>20,000 Units</td></tr><tr><td></td><td>0.00%</td></tr><tr><td></td><td>0.00% x MYR 0.50 x 20,000</td></tr><tr><td></td><td>Units = MYR 0</td></tr><tr><td></td><td>MYR 10,000 + MYR 0 =</td></tr><tr><td></td><td>MYR 10,000</td></tr></table>		MYR 10,000.00		MYR 0.50		MYR 10,000 ÷ MYR 0.50 =		20,000 Units		0.00%		0.00% x MYR 0.50 x 20,000		Units = MYR 0		MYR 10,000 + MYR 0 =		MYR 10,000
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NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS																								
	Formula for calculating:- * Number of Units received = Invested Amount Selling Price per Unit ** Sales Charge paid by investor = Sales Charge x Selling Price per Unit x Number of Units received *** Total amount paid by investor = Amount invested + Sales Charge paid by investor Calculation of Repurchase Price For illustration purposes, let's assume the following:- <table><tr><td></td><td>20,000 Units</td></tr><tr><td></td><td>MYR 0.50</td></tr><tr><td></td><td>20,000 Units x MYR 0.50 = MYR 10,000</td></tr><tr><td></td><td>3.00% of the NAV per Unit</td></tr><tr><td></td><td>3.00% x MYR 10,000 = MYR 300</td></tr><tr><td></td><td>MYR 10,000 - MYR 300 = MYR 9,700</td></tr></table> Formula for calculating:- ^ Repurchase amount = Unit repurchased x Repurchase Price ^^ Repurchase Charge paid by investor = Repurchase Charge x Repurchase amount ^^^ Total amount received by investor = Repurchased amount - Repurchase Charge paid by investor		20,000 Units		MYR 0.50		20,000 Units x MYR 0.50 = MYR 10,000		3.00% of the NAV per Unit		3.00% x MYR 10,000 = MYR 300		MYR 10,000 - MYR 300 = MYR 9,700	Formula for calculating:- * Number of Units received = Investment Amount Selling Price per Unit ** Sales Charge paid by investor = Sales Charge x Selling Price per Unit x Number of Units received *** Total amount paid by investor = Investment Amount + Sales Charge paid by investor Calculation of Repurchase Price For illustration purposes, let's assume the following:- <table><tr><td></td><td>20,000 Units</td></tr><tr><td></td><td>MYR 0.50</td></tr><tr><td></td><td>20,000 Units x MYR 0.50 = MYR 10,000</td></tr><tr><td></td><td>3.00% of the NAV per Unit</td></tr><tr><td></td><td>3.00% x MYR 10,000 = MYR 300</td></tr><tr><td></td><td>MYR 10,000 - MYR 300 = MYR 9,700</td></tr></table> Formula for calculating:- ^ Repurchase Amount = Unit repurchased x Repurchase Price per Unit ^^ Repurchase Charge paid by investor = Repurchase Charge x Repurchase Amount ^^^ Total amount received by investor = Repurchase Amount - Repurchase Charge paid by investor		20,000 Units		MYR 0.50		20,000 Units x MYR 0.50 = MYR 10,000		3.00% of the NAV per Unit		3.00% x MYR 10,000 = MYR 300		MYR 10,000 - MYR 300 = MYR 9,700
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11.	SALIENT TERMS OF THE DEED																									

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
11.1	Provisions Regarding Unit Holders Meetings Quorum Required For Convening A Unit Holders' Meeting The quorum required for a meeting of the Unit Holders shall be five (5) Unit Holders, whether present in person or by proxy, provided that if the Fund has five (5) or less Unit Holders, the quorum required for a meeting of the Unit Holders shall be two (2) Unit Holders, whether present in person or by proxy; if the meeting has been convened for the purpose of voting on a Special Resolution, the Unit Holders present in person or by proxy must hold in aggregate at least twenty five per centum (25%) of the Units in Circulation of the Fund at the time of the meeting.	The quorum required for a meeting of the Unit Holders shall be five (5) Unit Holders, whether present in person or by proxy; however, if the Fund has five (5) or less Unit Holders, the quorum required for a meeting of the Unit Holders shall be two (2) Unit Holders, whether present in person or by proxy. If the meeting has been convened for the purpose of voting on a Special Resolution, the Unit Holders present in person or by proxy must hold in aggregate at least twenty-five per centum (25%) of the Units in Circulation at the time of the meeting. <u>If the Fund has only one (1) remaining Unit Holder, such Unit Holder, whether present in person or by proxy, shall constitute the quorum required for the meeting of the Unit Holders.</u>
11.2	Provisions Regarding Unit Holders Meetings Unit Holders' Meeting Convened By Unit Holders Unless otherwise required or allowed by the relevant laws, the Manager shall, within twenty-one (21) days of receiving a direction from not less than fifty (50) or one-tenth (1/10) of all the Unit Holders, whichever is less, summon a meeting of the Unit Holders by: ➤ sending by post at least seven (7) days before the date of the proposed meeting a notice of the proposed meeting to all the Unit Holders; ➤ publishing at least fourteen (14) days before the date of the proposed meeting an advertisement giving notice of the proposed meeting in a national language national newspaper published daily and another newspaper approved by the relevant authorities; and ➤ specifying in the notice the place and time of the meeting and the terms of the resolutions to be proposed at the meeting. The Unit Holders may direct the Manager to summon a meeting for any purpose including, without limitation, for the purpose of: ➤ requiring the retirement or removal of the Manager; ➤ requiring the retirement or removal of the Trustee; ➤ considering the most recent financial statements of the Fund; ➤ giving to the Trustee such directions as the meeting thinks proper; or ➤ considering any matter in relation to the Deed;	Unless otherwise required or allowed by the relevant laws, the Manager shall, within twenty-one (21) days of receiving a direction from not less than fifty (50) or one-tenth (1/10), <u>whichever is less</u>, of all the Unit Holders, <u>at the registered office of the Manager</u>, summon a meeting of the Unit Holders by: ➤ sending by post at least seven (7) days before the date of the proposed meeting a notice of the proposed meeting to all the Unit Holders, <u>at the Unit Holder's last known address or, in the case of jointholders, to the jointholder whose name stands first in the records of the Manager at the jointholder's last known address;</u> ➤ publishing at least fourteen (14) days before the date of the proposed meeting an advertisement giving notice of the proposed meeting in a national language newspaper published daily and another newspaper approved by the relevant authorities; and ➤ specifying in the notice the place and time of the meeting and the terms of the resolutions to be proposed at the meeting. The Unit Holders may direct the Manager to summon a meeting for any purpose including, without limitation, for the purpose of: ➤ requiring the retirement or removal of the Manager; ➤ requiring the retirement or removal of the Trustee;

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	provided always that the Manager shall not be obliged to summon any such meeting unless direction has been received from not less than fifty (50) or one-tenth (1/10) of all the Unit Holders, whichever is the lesser number.	➤ considering the most recent financial statements of the Fund; ➤ giving to the Trustee such directions as the meeting thinks proper; or ➤ considering any matter in relation to the Deed, provided always that the Manager shall not be obliged to summon such a meeting unless a direction has been received from not less than fifty (50) or one-tenth (1/10), <u>whichever is less</u>, of all the Unit Holders.
11.3	Termination of the Fund Circumstances That May Lead To The Termination Of The Fund The Fund may be terminated or wound up as provided for under the Deed and the Guidelines as follows:- ➤ The SC has withdrawn the authorisation of the Fund pursuant to Section 256E of the Act; or ➤ A Special Resolution is passed at a Unit Holders' meeting to terminate or wind up the Fund.	Circumstances That May Lead To The Termination Of The Fund The Fund may be terminated or wound up as provided for under the Deed and the Guidelines as follows:- • The SC has withdrawn the authorisation of the Fund pursuant to Section 256E of the Act; or • A Special Resolution is passed at a Unit Holders' meeting to terminate or wind up the Fund. <u>Notwithstanding the aforesaid, the Manager may, in consultation with the Trustee, terminate the Fund without having to obtain the prior approval of the Unit Holders upon the occurrence of any of the following events:</u> (a) <u>if any new law shall be passed which renders it illegal; or</u> (b) <u>if in the reasonable opinion of the Manager it is impracticable or inadvisable to continue the Fund and the termination of the Fund is in the best interests of the Unit Holders.</u> <u>If the Fund is left with no Unit Holder, the Manager shall also be entitled to terminate the Fund.</u> <u>Procedure for the Termination of the Fund</u> <u>Upon the termination of the Fund, the Trustee shall:</u> (a) <u>sell all the assets of the Fund then remaining in its hands and pay out of the Fund any liabilities of the Fund; such sale and payment shall be carried out and completed in such manner and within such period as the Trustee considers to be in the best interests of the Unit Holders; and</u> (b) <u>from time to time distribute to the Unit Holders, in proportion to the number of Units held by them: (1) the net cash proceeds available for the purpose of such distribution</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<u>and derived from the sale of the assets of the Fund less any payments for liabilities of the Fund; and (2) any available cash produce,</u> <u>provided always that the Trustee shall not be bound, except in the case of final distribution, to distribute any of the moneys for the time being in his hands the amount of which is insufficient for payment to the Unit Holders of MYR 0.50 (fifty sen or its foreign currency equivalent, if applicable) in respect of each Unit and provided also that the Trustee shall be entitled to retain out of any such moneys in his hands full provision for all costs, charges, taxes, expenses, claims and demands incurred, made or anticipated by the Trustee in connection with or arising out of the termination of the Fund and, out of the moneys so retained, to be indemnified against any such costs, charges, taxes, expenses, claims and demands; each such distribution shall be made only against the production of such evidence as the Trustee may require of the title of the Unit Holder relating to the Units in respect of which the distribution is made.</u> <u>In the event of the Fund is terminated:</u> (a) <u>the Trustee shall be at liberty to call upon the Manager to grant the Trustee, and the Manager shall so grant, a full and complete release from the Deed;</u> (b) <u>the Manager shall indemnify the Trustee against any claims arising out of the Trustee's execution of the Deed provided always that such claims have not been caused by any failure on the part of the Trustee to exercise the degree of care and diligence required of a trustee as contemplated by the Deed and all relevant laws;</u> (c) <u>the Manager and the Trustee shall notify the relevant authorities in such manner as may be prescribed by any relevant law; and</u> (d) <u>the Manager or the Trustee shall notify the Unit Holders in such manner as may be prescribed by any relevant law.</u> <u>Where the termination of the Fund has been occasioned by any of the events set out herein:</u> (a) <u>if the Manager has gone into liquidation, except for the purpose of reconstruction or amalgamation upon terms previously approved in writing by the Trustee and the relevant authorities;</u> (b) <u>if, in the opinion of the Trustee, the Manager has ceased to carry on business; or</u> (c) <u>if, in the opinion of the Trustee, the Manager has to the prejudice of Unit Holders failed to comply with the provisions of the Deed or contravened any of the provisions of any</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS																
		<u>relevant law,</u> <u>the Trustee shall then arrange for a final review and audit of the final accounts of the Fund by the auditor. In all other cases of termination of the Fund, such final review and audit by the auditor shall be arranged by the Manager.</u>																
11.4	Retirement, Removal Or Replacement Of The Trustee 1 st paragraph: - The Trustee may retire upon giving three (3) months' notice to the Manager of its desire to do so, or such shorter period as the Manager and the Trustee shall agree, and may by deed appoint in its stead a new trustee approved by the relevant authorities and under any relevant law.	The Trustee may retire upon giving <u>twelve (12)</u> months' notice to the Manager of its desire so to do, or such shorter period as the Manager and the Trustee shall agree, and may by deed appoint in its stead a new trustee approved by the relevant authorities and under any relevant law.																
11.5	Fee And Charges Below are the maximum fees and charges permitted by the Deed: <table><tr><td></td><td>6.00% of the NAV per Unit.</td></tr><tr><td></td><td>5.00% of the NAV per Unit.</td></tr><tr><td></td><td>5.00% per annum of the NAV of the Fund calculated and accrued daily and is calculated using the Fund's Base Currency.</td></tr><tr><td></td><td>0.10% per annum of the NAV of the Fund (excluding foreign custodian fees and charges) and is calculated using the Fund's Base Currency.</td></tr></table> Increase Of Fees And Charges Stated In The Prospectus The maximum Sales Charges and Repurchase Charge set out in this Prospectus can only be increased if the Manager has notified the Trustee in writing of the higher charges and the effective date for the higher charge. The maximum annual management fee and annual trustee fee set out in this Prospectus can only be increased if the Manager has come to an agreement with the Trustee on the higher rate. The Manager has notified the Unit Holders of the higher rate and the date on which such higher rate is to become effective and such time as may be prescribed by any relevant law shall have elapsed since the notice is sent.		6.00% of the NAV per Unit.		5.00% of the NAV per Unit.		5.00% per annum of the NAV of the Fund calculated and accrued daily and is calculated using the Fund's Base Currency.		0.10% per annum of the NAV of the Fund (excluding foreign custodian fees and charges) and is calculated using the Fund's Base Currency.	 Below are the maximum fees and charges permitted by the Deed: <table><tr><td></td><td>6.00% of the NAV per Unit.</td></tr><tr><td></td><td>5.00% of the NAV per Unit.</td></tr><tr><td></td><td>5.00% per annum of the NAV of the Fund calculated and accrued daily and is calculated using the Base Currency.</td></tr><tr><td></td><td>0.10% per annum of the NAV of the Fund (excluding foreign custodian fees and charges) and is calculated using the Base Currency.</td></tr></table> Increase Of Fees And Charges Stated In The Prospectus The maximum Sales Charges and Repurchase Charge set out in this Prospectus can only be increased if the Manager has notified the Trustee in writing of the higher charge and the effective date for the higher charge. The maximum annual management fee and annual trustee fee set out in this Prospectus can only be increased if the Manager has come to an agreement with the Trustee on the higher rate. The Manager has notified the Unit Holders of the higher rate and the date on which such higher rate is to become effective and such time as may be prescribed by any relevant law shall have elapsed since the notice is sent.		6.00% of the NAV per Unit.		5.00% of the NAV per Unit.		5.00% per annum of the NAV of the Fund calculated and accrued daily and is calculated using the Base Currency.		0.10% per annum of the NAV of the Fund (excluding foreign custodian fees and charges) and is calculated using the Base Currency.
	6.00% of the NAV per Unit.																	
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	5.00% per annum of the NAV of the Fund calculated and accrued daily and is calculated using the Fund's Base Currency.																	
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	5.00% per annum of the NAV of the Fund calculated and accrued daily and is calculated using the Base Currency.																	
	0.10% per annum of the NAV of the Fund (excluding foreign custodian fees and charges) and is calculated using the Base Currency.																	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	The supplementary/replacement prospectus proposing a modification to this Prospectus to increase the aforesaid maximum fees and charges is required to be issued. An increase in the abovementioned fees and charges is allowed if such time as may be prescribed by any relevant laws has elapsed since the effective date of the supplementary/replacement prospectus.	The <u>supplemental</u>/replacement prospectus proposing a modification to this Prospectus to increase the aforesaid maximum fees and charges is <u>registered, lodged and</u> issued. An increase in the abovementioned fees and charges is allowed if such time as may be prescribed by any relevant laws has elapsed since the effective date of the <u>supplemental</u>/replacement prospectus.
11.6	Permitted Expenses under the Deed Only the expenses (or part thereof) which is directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These would include (but are not limited to) the following: ➤ commissions or fees paid to brokers/dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes; ➤ taxes and other duties charged on the Fund by the government and/or other authorities; ➤ costs, fees and expenses properly incurred by the auditor appointed for the Fund; ➤ costs, fees and expenses incurred for the valuation of any investments of the Fund by independent valuers for the benefit of the Fund; ➤ costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee; ➤ costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee; ➤ costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund; ➤ costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund; ➤ costs, fees and expenses incurred in engaging any adviser for the benefit of the Fund; ➤ costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund; ➤ costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company; ➤ costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);	Only the expenses (or part thereof) which <u>are</u> directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These would include (but are not limited to) the following: ➤ commissions or fees paid to brokers/dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes; ➤ taxes and other duties charged on the Fund by the government and/or other authorities; ➤ costs, fees and expenses properly incurred by the auditor appointed for the Fund; ➤ costs, fees and expenses incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund; ➤ costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee; ➤ costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee; ➤ costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund; ➤ costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund; ➤ costs, fees and expenses incurred in engaging any adviser for the benefit of the Fund; ➤ costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund; ➤ costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company; ➤ costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund); ➤ remuneration and out of pocket expenses of the <u>person(s) or members of a committee</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	➤ remuneration and out of pocket expenses of the independent members of the investment committee of the Fund, unless the Manager decides otherwise; ➤ costs, fees and expenses deemed by the Manager to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority; ➤ costs and expenses incurred in relation to the distribution of income (if any); ➤ (where the custodial function is delegated by the Trustee) charges and fees paid to sub-custodians taking into custody any foreign assets of the Fund; ➤ fees, charges, costs and expenses relating to the preparation, printing, posting and/or lodgement of documents and reports which the Manager and/or the Trustee may be obliged to prepare, print, post and/or lodge in relation to the Fund by virtue of any relevant law; and ➤ any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred as mentioned above.	<u>undertaking the oversight function</u> of the Fund, unless the Manager decides otherwise; ➤ costs, fees and expenses deemed by the Manager to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority; ➤ costs and expenses incurred in relation to the distribution of income (if any); ➤ (where the custodial function is delegated by the Trustee) charges and fees paid to sub-custodians taking into custody any foreign assets of the Fund; ➤ fees, charges, costs and expenses relating to the preparation, printing, posting and/or lodgement of documents and reports which the Manager and/or the Trustee may be obliged to prepare, print, post and/or lodge in relation to the Fund by virtue of any relevant law; ➤ any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred as mentioned above; <u>and</u> ➤ <u>costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent.</u>
12.	THE MANAGER	
12.1	ABOUT AHAM 1st and 2nd paragraphs: - AHAM was incorporated in Malaysia on 2 May 1997 and began its operations under the name Hwang–DBS Capital Berhad in 2001. In early 2014, AHAM was acquired by the Affin Banking Group (“Affin”) and hence, is now supported by a home-grown financial services conglomerate. Affin has over 39 years of experience in the financial industry which focuses on commercial, Islamic and investment banking services, money broking, fund management and underwriting of life and general insurance business. Meanwhile, AHAM has 15 years’ experience in the fund management industry. Additionally, AHAM is also 30% owned by Nikko Asset Management International Limited, a wholly-owned subsidiary of Tokyo-based Nikko Asset Management Co., Ltd., an Asian investment management franchise. AHAM distributes its funds through the following various channels: ➤ In-house/internal sales team; ➤ IUTA (Institutional Unit Trust Advisers) & CUTA (Corporate Unit Trust Advisers); and ➤ Unit trust consultants.	AHAM was incorporated in Malaysia on 2 May 1997 and began its operations under the name Hwang–DBS Capital Berhad in 2001. <u>AHAM has more than 20 years’ experience in the fund management industry. In late 2022, AHAM’s ultimate major shareholder is CVC Capital Partners Asia Fund V, a private equity fund managed by CVC Capital Partners (“CVC”), which has approximately 68.35% controlling interest in AHAM. CVC is a global private equity and investment advisory firm with approximately USD125 billion of assets under its management.</u> AHAM is also <u>27%</u> owned by Nikko Asset Management International Limited, a wholly-owned subsidiary of Tokyo-based Nikko Asset Management Co., Ltd., an Asian investment management franchise. AHAM distributes its funds through the following various channels: ➤ In-house/internal sales team; ➤ IUTA & CUTA (Corporate Unit Trust <u>Scheme</u> Advisers); and ➤ Unit trust consultants.
12.2	Board of Directors Datuk Maimoonah Binti Mohamed Hussain (Non-independent Director)	Deleted.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	YBhg Mej Jen Dato' Hj Latip Bin Ismail (Independent Director) Mr Teng Chee Wai (Non-independent Director) Ms Eleanor Seet Oon Hui (Non-independent Director) Encik Abd Malik Bin A Rahman (Independent Director)	
12.3	DESIGNATED FUND MANAGER ➤ Mr. David Ng Kong Cheong (Please refer to the above)	
12.4	INVESTMENT COMMITTEE The investment committee ("committee") formulates, establishes and implements investment strategies and policies. The committee will continually review and monitor the success of these strategies and policies using predetermined benchmarks towards achieving a proper performance for the Fund. The committee will also ensure investment guidelines and regulations are complied with. The committee meets at least once every quarterly or more should the need arise.	
12.5	MATERIAL LITIGATION As at LPD, AHAM is not engaged in any material litigation and arbitration, including those pending or threatened, and AHAM is not aware of any facts likely to give rise to any proceedings which might materially affect the business/financial position of AHAM.	
12.6	For further information on AHAM, the investment committee and/or AHAM's delegate, you may obtain the details from our website at www.affinhwangam.com.my.	For further information on AHAM including material litigation (if any), the Board, the designated fund manager of the Fund and/or AHAM's delegate, you may obtain the details from our website at www.aham.com.my
13.	THE TRUSTEE	
13.1	ABOUT TMF TRUSTEES MALAYSIA BERHAD TMF Trustees Malaysia Berhad (Company No. 610812-W) was incorporated in Malaysia on 1 April 2003 and registered as a trust company under the Trust Companies Act 1949 on 9 October 2003. Its registered and business address is at 10 th Floor, Menara Hap Seng, No. 1 & 3, Jalan P. Ramlee, 50250 Kuala Lumpur, Malaysia. The Trustee is part of TMF Group, an independent global service provider in the trust & fiduciary sector. The group has 125 offices in more than 83 jurisdictions in the world. TMF Trustees started in Malaysia in 1992 with its first office in Labuan International Business Financial Centre (IBFC), providing trust and fiduciary services. The Kuala Lumpur office was established in 2003 to support the Labuan office in servicing Malaysian clients and to undertake domestic trust business.	TMF Trustees Malaysia Berhad was incorporated in Malaysia on 1 April 2003 and registered as a trust company under the Trust Companies Act 1949 on 9 October 2003. Its registered and business address is at 10 th Floor, Menara Hap Seng, No. 1 & 3, Jalan P. Ramlee, 50250 Kuala Lumpur, Malaysia. The Trustee is part of TMF Group, an independent global service provider in the trust & fiduciary sector. The group has 125 offices in more than 83 jurisdictions in the world. TMF <u>Group</u> started in Malaysia in 1992 with its first office in Labuan International Business Financial Centre (IBFC), providing trust and fiduciary services. The Kuala Lumpur office was established in 2003 to support the Labuan office in servicing Malaysian clients and to undertake domestic trust business.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS								
	The Trustee provides various types of trustee business, such as trustee and security trustee for private debt securities (PDS), corporate administrator to asset-backed securities (ABS), trustee for unit trust funds & private trust and custodian for private fund mandate. The TMF Group provides a more comprehensive range of corporate secretarial services, financial accounting, HR administrative and payroll outsourcing services.	The Trustee provides various types of trustee business, such as trustee and security trustee for private debt securities (PDS), corporate administrator to asset-backed securities (ABS), trustee for unit trust funds & private trust and custodian for private fund mandate. The TMF Group provides a more comprehensive range of corporate secretarial services, financial accounting, <u>human resource</u> administrative and payroll outsourcing services.								
13.2	TRUSTEE’S DELEGATE 1 st paragraph: - The Trustee has appointed Standard Chartered Bank Malaysia Berhad (“SCBMB”) as the custodian of the quoted and unquoted investments of the Fund. SCBMB was incorporated in Malaysia under the same name on 29 February 1984 under the Companies Act 1965 as a public limited company and is a subsidiary of Standard Chartered PLC (the holding company of a global banking group). SCBMB was granted a license on 1 July 1994 under the Financial Services Act 2013.	The Trustee has appointed Standard Chartered Bank Malaysia Berhad (“SCBMB”) as the custodian of the quoted and unquoted investments of the Fund. SCBMB was incorporated in Malaysia under the same name on 29 February 1984 under the Companies Act 1965 (<u>now known as Companies Act 2016</u>) as a public limited company and is a subsidiary of Standard Chartered PLC (the holding company of a global banking group). SCBMB was granted a license on 1 July 1994 under the Financial Services Act 2013.								
14.	RELATED PARTIES TRANSACTION AND CONFLICT OF INTEREST									
14.1	Save for the transaction disclosed below, as at LPD the Manager is not aware of any existing and/or proposed related party transactions or conflict of interest situations or other subsisting contracts of arrangements involving the Fund. Related Party Transactions <table><tr><th>Name of Party Involved in the Transaction</th><th>Nature of Transaction</th><th>Name of Related Party</th><th>Nature of Relationship</th></tr><tr><td>AHAM</td><td>Placement of deposits</td><td>Affin Hwang Investment Bank Berhad (Affin Hwang IB)</td><td>Affin Hwang IB holds 70% equity interest in the Manager.</td></tr></table> Details of the Substantial Shareholders of AHAM’s Direct and Indirect Interest in other Corporation Carrying on a Similar Business Save as disclosed below, as at the LPD, the substantial shareholders of AHAM do not have any direct or indirect interest in other corporations carrying on similar business: Nikko Asset Management International Limited, a substantial shareholder of AHAM, is	Name of Party Involved in the Transaction	Nature of Transaction	Name of Related Party	Nature of Relationship	AHAM	Placement of deposits	Affin Hwang Investment Bank Berhad (Affin Hwang IB)	Affin Hwang IB holds 70% equity interest in the Manager.	<u>As</u> at LPD, the Manager is not aware of any existing and/or proposed related party transactions or <u>potential</u> conflict of interest situations or other subsisting contracts of arrangements involving the Fund. The tax advisers and solicitors have confirmed that they do not have any existing or potential conflict of interest with AHAM and/or the Fund.
Name of Party Involved in the Transaction	Nature of Transaction	Name of Related Party	Nature of Relationship							
AHAM	Placement of deposits	Affin Hwang Investment Bank Berhad (Affin Hwang IB)	Affin Hwang IB holds 70% equity interest in the Manager.							

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	wholly owned by Nikko Asset Management Co., Ltd. (“Nikko AM”). Nikko AM’s office is situated in Japan where it provides investment management services, focused on sourcing, packaging and distributing retail investment fund products which are managed in-house or outsourced to third party sub-advisers. Conflict of Interest The auditors, tax advisers and solicitors have confirmed that they do not have any existing or potential conflict of interest with AHAM and/or the Fund. Cross trades AHAM may conduct cross trades between funds it is currently managing provided that all criteria imposed by the regulators are met. Notwithstanding the above, cross trades between the personal account of an employee of AHAM and the Fund’s account(s) and between AHAM’s proprietary trading accounts and the Fund’s account(s) are strictly prohibited. Compliance with the criteria are monitored by the compliance unit of the Manager, and reported to the AHAM’s compliance and risk oversight committee, to avoid conflict of interests and manipulation that could have a negative impact on investors.	
15.	RELEVANT INFORMATION	
15.1	ANTI-MONEY LAUNDERING POLICIES AND PROCEDURES 1st paragraph: - Pursuant to the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 (“AMLATFPUAA”) and SC’s Guidelines on Prevention of Money Laundering and Terrorism Financing for Capital Market Intermediaries, it is our responsibility to prevent AHAM from being used for money laundering and terrorism financing activities. To this end, we have established an Anti-Money Laundering/Counter-Financing of Terrorism Framework (AML/CFT Framework) and put in place anti-money laundering process and procedures to combat such activities. This includes a robust due diligence process and procedures for client on-boarding (such as know-your-client procedures and customer due diligence) as well as ongoing monitoring of clients transactions to detect any suspicious transactions.	Pursuant to the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 (“AMLATFPUAA”) and SC’s Guidelines on Prevention of Money Laundering and Terrorism Financing for <u>Reporting Institutions in the Capital Market</u>, it is our responsibility to prevent AHAM from being used for money laundering and terrorism financing activities. To this end, we have established an Anti-Money Laundering/Counter-Financing of Terrorism Framework (AML/CFT Framework) and put in place anti-money laundering process and procedures to combat such activities. This includes a robust due diligence process and procedures for client on-boarding (such as know-your-client procedures and customer due diligence) as well as ongoing monitoring of clients transactions to detect any suspicious transactions.
15.2	Nil.	Inserted the following after “RELEVANT INFORMATION”: CONSENTS

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS						
		➤ The Trustee has given its consent to the inclusion of its name in the form and context in which such name appears in this Prospectus and has not subsequently withdrawn such consent before the issuance of this Prospectus; and ➤ The tax adviser has given its consent to the inclusion of its name and the tax adviser's letter in the form and context in which such name and tax adviser's letter appear in this Prospectus and has not subsequently withdrawn such consent before the issuance of this Prospectus.						
16.	DIRECTORY OF SALES OFFICE AFFIN HWANG ASSET MANAGEMENT BERHAD: <table border="1" data-bbox="136 579 1120 1230"> <tr> <td data-bbox="136 579 510 1230"> HEAD OFFICE Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel : 03 – 2116 6000 Fax : 03 – 2116 6100 Toll Free No : 1-800-88-7080 Email: customer@affinhwangam.com Website: www.affinhwangam.com PENANG No. 10-C-23 & 10-C-24, Precinct 10 Jalan Tanjung Tokong 10470 Penang Tel : 04 – 899 8022 Fax : 04 – 899 1916 PERAK 13A Persiaran Greentown 7 Greentown Business Centre 30450 Ipoh, Perak Tel: 05 - 241 0668 Fax: 05 – 255 9696 </td><td data-bbox="510 579 815 1230"> JOHOR 1st Floor, No. 93, Jalan Molek 1/29 Taman Molek 81100 Johor Bahru, Johor Tel : 07 – 351 5677 / 5977 Fax : 07 – 351 5377 MELAKA Ground Floor No. 584 Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06 -281 2890 Fax: 06 -281 2937 SABAH Unit 1.09(a), Level 1, Plaza Shell 29, Jalan Tunku Abdul Rahman 88000 Kota Kinabalu, Sabah Tel: 088 - 252 881 Fax: 088 - 288 803 </td><td data-bbox="815 579 1120 1230"> SARAWAK Ground Floor, No. 69 Block 10, Jalan Laksamana Cheng Ho 93200 Kuching, Sarawak Tel : 082 – 233 320 Fax : 082 – 233 663 1st Floor, Lot 1291 Jalan Melayu, MCLD 98000 Miri, Sarawak Tel : 085 - 418 403 Fax : 085 – 418 372 </td></tr> </table>	HEAD OFFICE Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel : 03 – 2116 6000 Fax : 03 – 2116 6100 Toll Free No : 1-800-88-7080 Email: customer@affinhwangam.com Website: www.affinhwangam.com PENANG No. 10-C-23 & 10-C-24, Precinct 10 Jalan Tanjung Tokong 10470 Penang Tel : 04 – 899 8022 Fax : 04 – 899 1916 PERAK 13A Persiaran Greentown 7 Greentown Business Centre 30450 Ipoh, Perak Tel: 05 - 241 0668 Fax: 05 – 255 9696	JOHOR 1st Floor, No. 93, Jalan Molek 1/29 Taman Molek 81100 Johor Bahru, Johor Tel : 07 – 351 5677 / 5977 Fax : 07 – 351 5377 MELAKA Ground Floor No. 584 Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06 -281 2890 Fax: 06 -281 2937 SABAH Unit 1.09(a), Level 1, Plaza Shell 29, Jalan Tunku Abdul Rahman 88000 Kota Kinabalu, Sabah Tel: 088 - 252 881 Fax: 088 - 288 803	SARAWAK Ground Floor, No. 69 Block 10, Jalan Laksamana Cheng Ho 93200 Kuching, Sarawak Tel : 082 – 233 320 Fax : 082 – 233 663 1st Floor, Lot 1291 Jalan Melayu, MCLD 98000 Miri, Sarawak Tel : 085 - 418 403 Fax : 085 – 418 372	AHAM ASSET MANAGEMENT BERHAD (FORMERLY KNOWN AS AFFIN HWANG ASSET MANAGEMENT BERHAD): <table border="1" data-bbox="1144 579 2130 1230"> <tr> <td data-bbox="1144 579 1480 1230"> HEAD OFFICE Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel: 03 – 2116 6000 Fax: 03 – 2116 6100 Toll Free No: 1-800-88-7080 Email: customer@aham.com.my Website: www.aham.com.my PENANG B-16-2, Lorong Bayan Indah 3 11900 Bayan Lepas Pulau Pinang Toll Free No : 1800-888-377 PERAK 1 Persiaran Greentown 6 Greentown Business Centre 30450 Ipoh, Perak Tel: 05 - 241 0668 Fax: 05 – 255 9696 </td><td data-bbox="1480 579 1785 1230"> JOHOR <u>Unit 22-05, Level 22</u> <u>Menara Landmark</u> <u>No. 12, Jalan Ngee Heng</u> <u>80000 Johor Bahru</u> <u>Johor</u> <u>Tel: 07 – 227 8999</u> <u>Fax: 07 – 223 8998</u> MELAKA Ground Floor No. 584 Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06 -281 2890 Fax: 06 -281 2937 SABAH Unit 1.09(a), Level 1, Plaza Shell 29, Jalan Tunku Abdul Rahman 88000 Kota Kinabalu, Sabah Tel: 088 - 252 881 Fax: 088 - 288 803 </td><td data-bbox="1785 579 2130 1230"> SARAWAK Ground Floor, No. 69 Block 10, Jalan Laksamana Cheng Ho 93200 Kuching, Sarawak Tel: 082 – 233 320 Fax: 082 – 233 663 1st Floor, Lot 1291 Jalan Melayu, MCLD 98000 Miri, Sarawak Tel: 085 - 418 403 Fax: 085 – 418 372 </td></tr> </table>	HEAD OFFICE Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel: 03 – 2116 6000 Fax: 03 – 2116 6100 Toll Free No: 1-800-88-7080 Email: customer@aham.com.my Website: www.aham.com.my PENANG B-16-2, Lorong Bayan Indah 3 11900 Bayan Lepas Pulau Pinang Toll Free No : 1800-888-377 PERAK 1 Persiaran Greentown 6 Greentown Business Centre 30450 Ipoh, Perak Tel: 05 - 241 0668 Fax: 05 – 255 9696	JOHOR <u>Unit 22-05, Level 22</u> <u>Menara Landmark</u> <u>No. 12, Jalan Ngee Heng</u> <u>80000 Johor Bahru</u> <u>Johor</u> <u>Tel: 07 – 227 8999</u> <u>Fax: 07 – 223 8998</u> MELAKA Ground Floor No. 584 Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06 -281 2890 Fax: 06 -281 2937 SABAH Unit 1.09(a), Level 1, Plaza Shell 29, Jalan Tunku Abdul Rahman 88000 Kota Kinabalu, Sabah Tel: 088 - 252 881 Fax: 088 - 288 803	SARAWAK Ground Floor, No. 69 Block 10, Jalan Laksamana Cheng Ho 93200 Kuching, Sarawak Tel: 082 – 233 320 Fax: 082 – 233 663 1st Floor, Lot 1291 Jalan Melayu, MCLD 98000 Miri, Sarawak Tel: 085 - 418 403 Fax: 085 – 418 372
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TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF AHAM SMART INVEST PORTFOLIO – GROWTH (FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH) ("Fund")

We have acted as the Trustee of the Fund for the financial year ended 28 February 2023 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) has operated and managed the Fund during the year covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the Management Company under the Deed, 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 TMF Trustees Malaysia Berhad
(Company No.: 200301008392 (610812-W))

NORHAYATI BINTI AZIT
DIRECTOR – FUND SERVICES

Kuala Lumpur
26 April 2023

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO - GROWTH)

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023

CONTENTS	PAGE(S)
STATEMENT OF COMPREHENSIVE INCOME	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF CHANGES IN EQUITY	3
STATEMENT OF CASH FLOWS	4
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	5 - 12
NOTES TO THE FINANCIAL STATEMENTS	13 - 41
STATEMENT BY THE MANAGER	42
INDEPENDENT AUDITORS' REPORT	43 - 46

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
INVESTMENT LOSS			
Dividend income		1,319,823	81,989
Interest income from financial assets at amortised cost		127,787	100,001
Net gain/(loss) on foreign currency exchange		65,099	(303,325)
Net loss on forward foreign currency contracts at fair value through profit or loss	10	(6,569,108)	(695,198)
Net loss on financial assets at fair value through profit or loss	8	(34,420,548)	(31,517,320)
		<u>(39,476,947)</u>	<u>(32,333,853)</u>
EXPENSES			
Management fee	4	(4,500,922)	(4,450,030)
Trustee fee	5	(229,870)	(249,740)
Auditors' remuneration		(7,500)	(7,500)
Tax agent's fee		(3,500)	(3,500)
Fund accounting fee		(2,166)	-
Transaction costs		(221,351)	(63,608)
Other expenses		(448,523)	(52,164)
		<u>(5,413,832)</u>	<u>(4,826,542)</u>
NET LOSS BEFORE TAXATION		(44,890,779)	(37,160,395)
Taxation	6	(76,637)	(1,583)
NET LOSS AFTER TAXATION AND TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL YEAR		<u>(44,967,416)</u>	<u>(37,161,978)</u>
Net loss after taxation is made up of the following:			
Realised amount		(30,249,177)	3,501,393
Unrealised amount		(14,718,239)	(40,663,371)
		<u>(44,967,416)</u>	<u>(37,161,978)</u>

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

STATEMENT OF FINANCIAL POSITION
AS AT 28 FEBRUARY 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
ASSETS			
Cash and cash equivalents	9	6,143,921	10,018,587
Amount due from Manager			
- creation of units		45,170	339,270
- management fee rebate receivable		76,791	59,294
Financial assets at fair value through profit or loss	8	366,716,409	407,836,055
Forward foreign currency contracts			
at fair value through profit or loss	10	-	463,893
Tax recoverable		121,780	-
TOTAL ASSETS		<u>373,104,071</u>	<u>418,717,099</u>
LIABILITIES			
Forward foreign currency contracts			
at fair value through profit or loss	10	1,327,082	294,195
Amount due to brokers		251,640	-
Amount due to Manager			
- management fee		406,505	351,429
- cancellation of units		99,332	2,409,185
Amount due to Trustee		17,422	19,706
Auditors' remuneration		7,500	7,500
Tax agent's fee		3,500	3,500
Fund accounting fee		1,083	-
Tax payable		-	1,583
Other payables and accruals		1,897	293
TOTAL LIABILITIES		<u>2,115,961</u>	<u>3,087,391</u>
NET ASSET VALUE OF THE FUND		<u>370,988,110</u>	<u>415,629,708</u>
EQUITY			
Unitholders' capital		435,659,082	435,333,264
Accumulated losses		(64,670,972)	(19,703,556)
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>370,988,110</u>	<u>415,629,708</u>
NUMBER OF UNITS IN CIRCULATION	11	<u>639,777,000</u>	<u>640,633,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.5799</u>	<u>0.6488</u>

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023

	Unitholders' <u>capital</u> RM	Accumulated <u>losses</u> RM	<u>Total</u> RM
Balance as at 1 March 2022	435,333,264	(19,703,556)	415,629,708
Total comprehensive loss for the financial year	-	(44,967,416)	(44,967,416)
Movement in unitholders' capital:			
Creation of units arising from applications	30,181,429	-	30,181,429
Cancellation of units	(29,855,611)	-	(29,855,611)
Balance as at 28 February 2023	<u>435,659,082</u>	<u>(64,670,972)</u>	<u>370,988,110</u>
Balance as at 1 March 2021	274,282,437	36,131,052	310,413,489
Total comprehensive loss for the financial year	-	(37,161,978)	(37,161,978)
Distribution (Note 7)	-	(18,672,630)	(18,672,630)
Movement in unitholders' capital:			
Creation of units arising from applications	171,716,628	-	171,716,628
Creation of units arising from distribution	17,743,997	-	17,743,997
Cancellation of units	(28,409,798)	-	(28,409,798)
Balance as at 28 February 2022	<u>435,333,264</u>	<u>(19,703,556)</u>	<u>415,629,708</u>

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sales of investments		495,420,807	405,509,145
Purchase of investments		(498,961,808)	(549,612,740)
Dividend received		1,319,823	81,989
Interest received		127,787	100,001
Management fee paid		(4,445,846)	(4,345,864)
Management fee rebate received		671,572	972,216
Trustee fee paid		(232,154)	(243,899)
Fund accounting fee paid		(1,083)	-
Realised loss on forward foreign currency contracts		(5,072,328)	(809,123)
Net gain/(loss) on foreign currency exchange		10,090,141	(1,038,293)
Payment for other fees and expenses		(679,270)	(65,244)
Tax paid		(200,000)	-
Net cash flows used in operating activities		<u>(1,962,359)</u>	<u>(149,451,812)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		30,475,529	180,691,193
Payments from cancellation of units		(32,165,464)	(26,000,613)
Payment for distribution		-	(928,633)
Net cash flows (used in)/generated from financing activities		<u>(1,689,935)</u>	<u>153,761,947</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(3,652,294)	4,310,135
EFFECTS OF FOREIGN CURRENCY EXCHANGE		(222,372)	734,968
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		10,018,587	4,973,484
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	9	<u>6,143,921</u>	<u>10,018,587</u>

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023

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

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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

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

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

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

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

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

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

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

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

B INCOME RECOGNITION

Dividend Income

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income on the ex-dividend date, when the right to receive the dividend has been established.

Interest income

Interest income from short-term deposit with licensed financial institutions is recognised based on effective interest rate method on an accrual basis.

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

Realised gains and losses on sale of investments

For collective investment schemes ("CIS") and exchange-traded funds, realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the investments, determined on a weighted average cost basis.

C DISTRIBUTION

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

D TRANSACTION COSTS

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include the bid-ask spread, fees and commissions paid to agents, advisors and brokers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

E TAXATION

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

Tax on investment income from foreign investments is based on the tax regime of the respective countries that the Fund invests in.

Withholding taxes on investment income from foreign investment are based on tax regime of the respective countries that the Fund invests in. Such withholding taxes are not “income tax” in nature and are recognised, measured based on the requirements of MFRS 137. They are presented within other expenses line in the statement of comprehensive income.

F FUNCTIONAL AND PRESENTATION CURRENCY

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

G FOREIGN CURRENCY TRANSLATIONS

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income, except when deferred in other comprehensive income as qualifying cash flow hedges.

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

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

- those to be measured at fair value through profit or loss, and
- those to be measured at amortised cost.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(i) Classification (continued)

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

The contractual cash flows of the Fund's debt securities are solely principal and interest ("SPPI"). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments and derivatives not designated as hedging instruments are measured at fair value through profit or loss.

Investments in CIS have contractual cash flows that do not represent SPPI, and therefore are classified as financial assets measured at fair value through profit or loss.

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

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

(ii) Recognition and measurement

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

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

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

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement (continued)

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

Investment in CIS and exchange-traded funds are valued at the last published net asset value (NAV) per unit at the date of the statement of financial position.

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

(iii) Impairment

The Fund's financial assets measured at amortised cost are subject to expected credit losses. The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management 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 12-month and lifetime expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

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

Definition of default and credit-impaired financial assets

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

Quantitative criteria:

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

Qualitative criteria:

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

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

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(iii) Impairment (continued)

Write-off

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

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

I CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash and bank balances and deposits held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

J UNITHOLDERS' CAPITAL

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

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

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

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

K AMOUNT DUE FROM/(TO) BROKERS

Amounts due from and 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 statement of financial position date respectively. The due from brokers balance is held for collection. Refer to Note H for accounting policy on recognition and measurement.

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

Significant financial difficulties of the dealer, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

L DERIVATIVE FINANCIAL INSTRUMENTS

A derivative financial instrument is any contract that gives rise to both a financial asset of one entity and a financial liability or equity instrument of another entity.

The Fund's derivative financial instruments comprise forward foreign currency contracts. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Financial derivative positions will be "marked to market" at the close of each valuation day. Foreign exchange gains and losses on the derivative financial instrument are recognised in the statement of comprehensive income when settled or at the date of the statement of financial position at which time they are included in the measurement of the derivative financial instrument. Derivative instruments that have a positive fair value and negative fair value are presented as financial assets at fair value through profit or loss and financial liabilities at fair value through profit or loss, respectively.

The fair value of forward foreign currency contracts is determined using forward exchange rates at the date of the statement of financial position, with the resulting value discounted back to present value.

The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and the nature of the item being hedged. Derivatives that do not qualify for hedge accounting are classified as financial assets/liabilities at fair value through profit or loss.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

M CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES

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

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

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

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

N REALISED AND UNREALISED PORTIONS OF PROFIT OR LOSS AFTER TAX

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023

1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name Affin Hwang Smart Invest Portfolio - Growth (the “Fund”) pursuant to the execution of a Deed dated 15 January 2019 as modified by a Supplemental Deed dated 21 September 2022 (the “Deed”) entered in between AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) (the “Manager”) and TMF Trustees Malaysia Berhad (the “Trustee”). The Fund has changed its name from Affin Hwang Smart Invest Portfolio – Growth to AHAM Smart Invest Portfolio – Growth as amended by the Supplemental Deed dated 21 September 2022.

The Fund was launched on 17 May 2019 and will continue its operations until terminated by the Trustee as provided under Clause 12.4.2 of the Deed.

The Fund may invest any of in the following assets, subject to the Deed, the Fund’s objective, the Guidelines, the requirements of the SC and all relevant laws:

- (a) Units/shares in collective investment schemes;
- (b) Money market instruments;
- (c) Fixed deposits;
- (d) Derivatives; and
- (e) Any other form of investments as may be permitted by the SC from time to time which is in line with the objective of the Fund.

All investments will be subjected to the SC’s Guidelines on Unit Trust Funds, the Deed and the objective of the Fund.

The main objective of the Fund is to provide investors with regular income and capital growth over medium to long-term period through a portfolio of collective investment schemes.

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

The financial statements were authorised for issue by the Manager on 26 April 2023.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments are as follows:

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents	9	6,143,921	-	6,143,921
Amount due from Manager				
- creation of units		45,170	-	45,170
- management fee rebate receivable		76,791	-	76,791
Collective investment schemes	8	-	253,952,883	253,952,883
Exchange-traded funds	8	-	112,763,526	112,763,526
Total		<u>6,265,882</u>	<u>366,716,409</u>	<u>372,982,291</u>
<u>Financial liabilities</u>				
Forward foreign currency contracts	10	-	1,327,082	1,327,082
Amount due to Manager				
- management fee		406,505	-	406,505
- cancellation of units		99,332	-	99,332
Amount due to Trustee		17,422	-	17,422
Amount due to brokers		251,640	-	251,640
Auditors' remuneration		7,500	-	7,500
Tax agent's fee		3,500	-	3,500
Fund accounting fee		1,083	-	1,083
Other payables and accruals		1,897	-	1,897
Total		<u>788,879</u>	<u>1,327,082</u>	<u>2,115,961</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Financial instruments are as follows: (continued)

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2022</u>				
<u>Financial assets</u>				
Cash and cash equivalents	9	10,018,587	-	10,018,587
Amount due from Manager				
- creation of units		339,270	-	339,270
- management fee rebate receivable		59,294	-	59,294
Collective investment schemes	8	-	343,830,746	343,830,746
Exchange-traded funds	8	-	64,005,309	64,005,309
Forward foreign currency contracts	10	-	463,893	463,893
Total		<u>10,417,151</u>	<u>408,299,948</u>	<u>418,717,099</u>
<u>Financial liabilities</u>				
Forward foreign currency contracts	10	-	294,195	294,195
Amount due to Manager				
- management fee		351,429	-	351,429
- cancellation of units		2,409,185	-	2,409,185
Amount due to Trustee		19,706	-	19,706
Auditors' remuneration		7,500	-	7,500
Tax agent's fee		3,500	-	3,500
Other payables and accruals		293	-	293
Total		<u>2,791,613</u>	<u>294,195</u>	<u>3,085,808</u>

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

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Market risk

(a) Price risk

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

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

	<u>2023</u> RM	<u>2022</u> RM
Quoted investments		
Collective investment schemes	253,952,883	343,830,746
Exchange-traded fund	112,763,526	64,005,309
	<u>366,716,409</u>	<u>407,836,055</u>

The following table summarises the sensitivity of the Fund's loss after taxation and NAV to price risk movements. The analysis is based on the assumptions that the market price increased by 10% (2022: 2%) and decreased by 10% (2022: 2%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted investments.

<u>% Change in price</u>	<u>Market value</u> RM	<u>Impact on</u> <u>loss after</u> <u>tax/NAV</u> RM
<u>2023</u>		
-10%	330,044,768	(36,671,641)
0%	366,716,409	-
+10%	<u>403,388,050</u>	<u>36,671,641</u>
<u>2022</u>		
-2%	399,679,334	(8,156,721)
0%	407,836,055	-
+2%	<u>415,992,776</u>	<u>8,156,721</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Market risk (continued)

(b) Interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flows.

The Fund's exposure to the interest rate risk is mainly confined to a short-term placement with a financial institution. The Manager overcomes this exposure by way of maintaining deposits on short-term basis.

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

(c) Currency risk

Currency risk is associated with investments denominated in foreign currencies. When the foreign currencies fluctuate in unfavourable movement against Ringgit Malaysia, the investments will face currency losses in addition to the capital gain/(loss). The Manager will evaluate the likely directions of the foreign currency versus Ringgit Malaysia based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels and technical chart considerations.

The following table sets out the foreign currency risk concentrations and counterparties of the Fund:

	Collective investment schemes RM	Exchange- traded funds RM	Cash and cash equivalents RM	Total RM
<u>2023</u>				
<u>Financial assets</u>				
Euro	-	-	2,917	2,917
British Pound Sterling	-	-	3,437	3,437
Hong Kong Dollar	-	-	2,669	2,669
Japanese Yen	-	-	45	45
United States Dollar	182,827,542	112,763,526	6,004,358	301,595,426
	<u>182,827,542</u>	<u>112,763,526</u>	<u>6,013,426</u>	<u>301,604,494</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Market risk (continued)

(c) Currency risk (continued)

	Forward foreign currency <u>contracts</u> RM	<u>Total</u> RM
<u>2023</u> (continued)		
<u>Financial liabilities</u>		
United States Dollar	1,327,082	1,327,082

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Market risk (continued)

(c) Currency risk (continued)

The following table sets out the foreign currency risk concentrations and counterparties of the Fund: (continued)

	Forward foreign currency contracts RM	Collective investment schemes RM	Exchange- traded funds RM	Cash and cash equivalents RM	Total RM
<u>2022</u>					
<u>Financial assets</u>					
Euro	202,350	11,971,671	-	46,918	12,220,939
British Pound Sterling	256,968		10,082,465	188,151	10,527,584
Hong Kong Dollar		-		2,509	2,509
Japanese Yen	-	-	-	50	50
United States Dollar	4,575	238,417,026	53,922,844	8,271,511	300,615,956
	<u>463,893</u>	<u>250,388,697</u>	<u>64,005,309</u>	<u>8,509,139</u>	<u>323,367,038</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Market risk (continued)

(c) Currency risk (continued)

The following table sets out the foreign currency risk concentrations and counterparties of the Fund: (continued)

	Forward foreign currency contracts RM	<u>Total</u> RM
<u>2022</u> (continued)		
<u>Financial liabilities</u>		
United States Dollar	294,195	294,195

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Market risk (continued)

(c) Currency risk (continued)

The table below summarises the sensitivity of the Fund's loss after tax and NAV to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes based on each currency's respective historical volatility, with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Any increase/(decrease) in foreign exchange rate will result in a corresponding decrease in the net assets attributable to unitholders by each currency's respective historical volatility. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in price %	Impact on loss after tax/ NAV RM
<u>2023</u>		
Euro	+/- 8.80	+/- 257
British Pound Sterling	+/- 11.23	+/- 386
Hong Kong Dollar	+/- 5.32	+/- 142
Japanese Yen	+/- 11.19	+/- 5
United States Dollar	+/- 5.46	+/- 16,394,652
<u>2022</u>		
Euro	+/- 4.67	+/- 570,718
British Pound Sterling	+/- 5.81	+/- 611,653
Hong Kong Dollar	+/- 2.97	+/- 75
Japanese Yen	+/- 5.84	+/- 3
United States Dollar	+/- 3.12	+/- 9,370,039

Liquidity risk

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

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Liquidity risk (continued)

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

	Within one month RM	Between one month to one year RM	Total RM
<u>2023</u>			
Forward foreign currency contracts	251,512	1,075,570	1,327,082
Amount due to broker	251,640	-	251,640
Amount due to Manager			
- management fee	406,505	-	406,505
- cancellation of units	99,332	-	99,332
Amount due to Trustee	17,422	-	17,422
Auditors' remuneration	-	7,500	7,500
Tax agent's fee	-	3,500	3,500
Fund accounting fee	-	1,083	1,083
Other payables and accruals	-	1,897	1,897
	<u>1,026,411</u>	<u>1,089,550</u>	<u>2,115,961</u>
<u>2022</u>			
Forward foreign currency contracts	71,136	223,059	294,195
Amount due to Manager			
- management fee	351,429	-	351,429
- cancellation of units	2,409,185	-	2,409,185
Amount due to Trustee	19,706	-	19,706
Auditors' remuneration	-	7,500	7,500
Tax agent's fee	-	3,500	3,500
Other payables and accruals	-	293	293
	<u>2,851,456</u>	<u>234,352</u>	<u>3,085,808</u>

Credit risk

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

Credit risk arising from cash and bank balances is managed by ensuring that they are held by parties with credit rating of AA or higher.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Credit risk (continued)

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

The settlement terms of amount due from brokers are governed by the relevant rules and regulations as prescribed by the respective stock exchanges.

The settlement terms of the proceeds from the creation of units' receivable from the Manager are governed by the SC's Guidelines on Unit Trust Funds.

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

		Cash and cash equivalents RM	Amount due from manager RM	Total RM
<u>2023</u>				
Financial Services				
- AAA		6,143,921	-	6,143,921
Others				
- NR		-	121,961	121,961
		<u>6,143,921</u>	<u>121,961</u>	<u>6,265,882</u>
	Cash and cash equivalents RM	Forward foreign currency contracts RM	Amount due from manager RM	Total RM
<u>2022</u>				
Financial Services				
- AAA	10,018,587	4,575	-	10,023,162
- AA1	-	202,350	-	202,350
- AA3	-	256,968	-	256,968
Others				
- NR	-	-	398,564	398,564
	<u>10,018,587</u>	<u>463,893</u>	<u>398,564</u>	<u>10,881,044</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

Capital risk

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

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

Collective investment scheme risk

This risk is associated with the Fund's investment in CIS exposing the Fund to the inherent investment risks faced by the CIS. The fund may also be exposed to liquidity risk which may arise from the inability of the CIS to meet redemption amounts, as well as the risk of not being aligned with the Fund's mandate in the event the CIS that the Fund is invested into breaches its asset allocation limits. Therefore, should any of the risks faced by the CIS materialised, the performance of the Fund will be affected.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

3 FAIR VALUE ESTIMATION

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

The fair value of financial assets traded in active markets (such as trading securities) is based on quoted market prices at the close of trading on the financial year end date. The Fund utilises the current bid price for financial assets which falls within the bid-ask spread.

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

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

(i) Fair value hierarchy

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

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

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2023</u>				
Financial assets at fair value through profit or loss				
- collective investment schemes	253,952,883	-	-	253,952,883
- exchange-traded funds	112,763,526	-	-	112,763,526
	<u>366,716,409</u>	<u>-</u>	<u>-</u>	<u>366,716,409</u>
Financial liabilities at fair value through profit or loss				
- forward foreign currency contracts	-	1,327,082	-	1,327,082
	<u>-</u>	<u>1,327,082</u>	<u>-</u>	<u>1,327,082</u>
<u>2022</u>				
Financial assets at fair value through profit or loss				
- collective investment schemes	343,830,746	-	-	343,830,746
- exchange-traded funds	64,005,309	-	-	64,005,309
- forward foreign currency contracts	-	463,893	-	463,893
	<u>407,836,055</u>	<u>463,893</u>	<u>-</u>	<u>408,299,948</u>
Financial liabilities at fair value through profit or loss				
- forward foreign currency contracts	-	294,195	-	294,195
	<u>-</u>	<u>294,195</u>	<u>-</u>	<u>294,195</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

Investments whose values are based on quoted and published market prices in active markets, and are therefore classified within Level 1, include collective investment schemes and exchange-traded funds. The Fund does not adjust the quoted and published prices for these instruments.

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

(ii) The carrying values of cash and cash equivalents, amount due from Manager and all current liabilities except for forward foreign currency contracts are a reasonable approximation of the fair values due to their short-term nature.

4 MANAGEMENT FEE

In accordance with the Deed, the Manager is entitled to a management fee at a rate not exceeding 5.00% per annum on the NAV of the Fund, calculated on a daily basis.

For the financial period 1 March 2022 to 31 October 2022, the management fee is recognised at a rate of 1.07% (2022: 1.07%) per annum on the NAV of the Fund. For the financial period 1 November 2022 to 28 February 2023, the management fee rate revised to 1.40% per annum on the NAV of the Fund, calculated on a daily basis.

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

5 TRUSTEE FEE

In accordance with the Deed, the Trustee is entitled to an annual fee at a rate not exceeding 0.10% per annum on the NAV of the Fund, excluding of foreign custodian fees and charges.

For the financial year ended 28 February 2022, the Trustee's fee is recognised at a rate of 0.06% (2022: 0.06%) per annum on the NAV of the Fund, excluding of foreign custodian fees and charges, calculated on a daily basis as stated in the Prospectus.

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

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

6 TAXATION

	<u>2023</u> RM	<u>2022</u> RM
Current taxation	78,220	1,583
Overprovision of tax in prior year	(1,583)	-
	<u>76,637</u>	<u>1,583</u>

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

	<u>2023</u> RM	<u>2022</u> RM
Net loss before taxation	(44,890,779)	(37,160,395)
Tax at Malaysian statutory rate of 24% (2022: 24%)	(10,773,787)	(8,918,495)
Tax effects of:		
Investment loss not subject to tax	9,458,339	7,760,125
Expenses not deductible for tax purposes	216,291	88,563
Restriction on tax deduction expenses for Unit Trust Funds	1,156,918	1,069,807
Income subject to different tax rate	20,459	1,583
Overprovision of tax in prior year	(1,583)	-
Tax expense	<u>76,637</u>	<u>1,583</u>

7 DISTRIBUTION

	<u>2023</u> RM	<u>2022</u> RM
Distributions to unitholders is from the following sources:		
Net realised gain on sale of investments	-	11,657,827
Previous year's realised income	-	7,425,251
Gross realised income	-	19,083,078
Less: Expenses	-	(410,448)
Net distribution amount	<u>-</u>	<u>18,672,630</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

7 DISTRIBUTION (CONTINUED)

There is no distribution during the financial year ended 28 February 2023.

During the financial year ended 28 February 2022, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit</u> (sen)
17.11.2021	3.00

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

Included in distributions for the financial year is an amount of RMNil (2022: RM7,425,251) made from previous year's realised income.

The Fund has incurred an unrealised loss of RM14,718,239 (2022: RM40,663,371) for the financial year ended 28 February 2023.

8 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2023</u> RM	<u>2022</u> RM
Financial assets at fair value through profit or loss:		
- collective investment schemes – local	71,125,341	93,442,049
- collective investment schemes – foreign	182,827,542	250,388,697
- exchange-traded funds - foreign	112,763,526	64,005,309
	<u>366,716,409</u>	<u>407,836,055</u>
Net loss on assets at fair value through profit or loss:		
- realised (loss)/gain on sale of investment	(22,110,530)	9,049,150
- unrealised loss on changes in fair value	(12,999,087)	(41,512,264)
- management fee rebate on collective investment schemes #	689,069	945,794
	<u>(34,420,548)</u>	<u>(31,517,320)</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

In arriving at the fair value of the Fund's investment in a CIS, the management fee initially paid to the Manager of CIS has been considered as part of its net asset value. In order to minimise the impact of management fees charged by the fund manager, management fee charged on the Fund's investment in the collective investment scheme has been refunded to the Fund. Accordingly, any rebate of management received from the Manager of CIS is reflected as an increase in the NAV of the CIS.

(a) Collective investment schemes - local

(i) Collective investment schemes - local as at 28 February 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
AHAM Select Asia (ex Japan) Opportunity Fund - MYR Class (formerly known as Affin Hwang Select Asia (ex Japan) Opportunity Fund – MYR Class)	53,418,540	48,237,755	37,873,745	10.21
AHAM Select Opportunity Fund (formerly known as Affin Hwang Select Opportunity Fund)	17,250,284	16,000,000	16,408,470	4.42
Affin Hwang Aiiman Money Market Fund	3,918,255	2,135,134	2,165,228	0.58
Affin Hwang Select Asia (ex Japan) Opportunity Fund – MYR Class	7,117,247	13,623,834	14,677,898	3.96
Total collective investment schemes - local	81,704,326	79,996,723	71,125,341	19.17
Accumulated unrealised loss on collective investment schemes - local		(8,871,382)		
Total collective investment schemes - local		71,125,341		

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

(a) Collective investment schemes – local (continued)

(ii) Collective investment schemes - local as at 28 February 2022 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
Affin Hwang Aiiman Money Market Fund	59,972,713	32,307,307	32,355,279	7.78
Affin Hwang Select Asia (ex Japan) Opportunity Fund – MYR Class	73,219,189	68,285,126	61,086,770	14.70
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total collective investment schemes - local	<u>133,191,902</u>	<u>100,592,433</u>	<u>93,442,049</u>	<u>22.48</u>
Accumulated unrealised loss on collective investment schemes - local		<u>(7,150,384)</u>		
Total collective investment schemes - local		<u>93,442,049</u>		

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

(b) Collective investment schemes - foreign

(i) Collective investment schemes - foreign as at 28 February 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
Allianz Global Investors Fund				
All China Equity PT USD	2,782	16,514,883	14,426,256	3.89
Baillie Gifford Worldwide Long Term				
Global Growth Fund USD	181,039	22,676,032	18,963,617	5.11
GQG Partners US Equity Fund - USD A	387,709	18,062,035	17,840,863	4.81
HSBC Global Liquidity Fund PLC -				
US Dollar Liquidity Fund	3,057,476	14,576,586	14,679,413	3.96
Luxembourg SICAV UBAM - 30				
Global Leaders-A-USD	26,267	26,933,911	27,565,583	7.43
Morgan Stanley Investment Fund				
- Global Brands Fund	66,319	26,391,952	26,957,151	7.27
Nikko Asset Mgmt - Global				
Equity Fund – B USD*	420,723	28,386,049	27,398,413	7.38
TT Environmental Solutions – Fund				
A1 USD A	333,002	31,455,054	28,424,548	7.66
UBS Lux Investment Sicav II - China				
A Opportunity (USD)	5,496	8,168,367	6,571,698	1.77
	<u>4,480,813</u>	<u>193,164,869</u>	<u>182,827,542</u>	<u>49.28</u>
Total collective investment schemes - foreign				
Accumulated unrealised loss on collective investment schemes - foreign		(10,337,327)		
Total collective investment schemes - foreign		<u>182,827,542</u>		

*Managed by a related company of the Manager's substantial shareholder.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

(b) Collective investment schemes – foreign (continued)

(ii) Collective investment schemes - foreign as at 28 February 2022 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
Algebris UCITS Funds PLC				
Financial Equity Fund - B	16,164	12,820,410	11,971,671	2.88
Allianz Global Investors Fund				
China A-Shares	1,365	11,499,933	10,169,453	2.44
Baillie Gifford Worldwide Long Term				
Global Growth Fund USD	118,980	17,530,693	15,018,444	3.61
HSBC Global Liquidity Fund PLC -				
US Dollar Liquidity Fund	22,369,378	97,925,907	98,114,703	23.61
Morgan Stanley Investment Fund				
- Global Brands Fund	82,567	32,237,001	34,296,486	8.25
Nikko Asset Mgmt - Global				
Equity Fund – B USD*	570,053	39,663,397	38,280,167	9.21
TT Environmental Solutions – Fund				
A1 USD A	365,007	34,727,312	31,908,664	7.68
UBS Lux Investment Sicav II - China				
A Opportunity (USD)	7,737	11,954,404	10,629,109	2.56
	<u>23,531,251</u>	<u>258,359,057</u>	<u>250,388,697</u>	<u>60.24</u>
Total collective investment schemes - foreign				
Accumulated unrealised loss on collective investment schemes - foreign		(7,970,360)		
Total collective investment schemes - foreign		<u>250,388,697</u>		

*Managed by a related company of the Manager's substantial shareholder.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

(c) Exchange-traded fund - foreign

(i) Exchange-traded fund - foreign as at 28 February 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
ARK Innovation ETF	97,309	21,633,672	17,256,476	4.65
Ishares Core S&P 500 UCITS ETF	20,568	37,875,677	38,088,062	10.27
IShares MSCI ACWI ETF	96,040	39,772,374	37,999,830	10.24
Vanguard Total Stock Mrkt ETF	21,700	20,187,452	19,419,158	5.24
Total exchange-traded funds - foreign	<u>235,617</u>	<u>119,469,175</u>	<u>112,763,526</u>	<u>30.40</u>
Accumulated unrealised loss on exchange-traded funds - foreign		<u>(6,705,649)</u>		
Total exchange-traded funds - foreign		<u>112,763,526</u>		

(ii) Exchange-traded funds - foreign as at 28 February 2022 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
Ishares Core S&P 500 UCITS ETF	20,740	36,760,639	39,012,178	9.39
KraneShares Global Carbon ETF	72,682	13,334,097	14,910,666	3.59
IShares MSCI Europe Cons Dis	370,000	11,705,100	10,082,465	2.42
Total exchange-traded funds - foreign	<u>463,422</u>	<u>61,799,836</u>	<u>64,005,309</u>	<u>15.40</u>
Accumulated unrealised gain on exchange-traded funds - foreign		<u>2,205,473</u>		
Total exchange-traded funds - foreign		<u>64,005,309</u>		

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

9 CASH AND CASH EQUIVALENTS

	<u>2023</u> RM	<u>2022</u> RM
Cash and bank balances	6,033,755	8,538,516
Deposit with a licensed financial institution	110,166	1,480,071
	<u>6,143,921</u>	<u>10,018,587</u>

Weighted average effective interest rates per annum of deposit with a licensed financial institution is as follows:

	<u>2023</u> %	<u>2022</u> %
Deposit with a licensed financial institution	<u>2.75</u>	<u>1.75</u>

Deposit with a licensed financial institution of the Fund has an average maturity of 1 day (2022: 1 day).

10 FORWARD FOREIGN CURRENCY CONTRACTS

As at the date of statement of financial position, there are 6 (2022: 8) forward foreign currency contracts outstanding. The notional principal amount of the outstanding forward foreign currency contracts amounted to RM69,897,976 (2022: RM126,066,567). The forward currency contracts entered into during the financial year were for hedging against the currency exposure arising from the Fund's investment in the collective investment schemes denominated in Euro, British Pound Sterling and United States Dollar. As the fund has not adopted hedge accounting during the financial year, the change in the fair value of the forward foreign currency contracts are recognised immediately in the statement of comprehensive income.

	<u>2023</u> RM	<u>2022</u> RM
Financial assets at fair value through profit or loss:		
- forward foreign currency contracts	<u>-</u>	<u>463,893</u>
Financial liabilities at fair value through profit or loss:		
- forward foreign currency contracts	<u>1,327,082</u>	<u>294,195</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

10 FORWARD FOREIGN CURRENCY CONTRACTS (CONTINUED)

	<u>2023</u> RM	<u>2022</u> RM
Net loss on forward foreign currency contracts at fair value through profit or loss:		
- realised loss on forward foreign currency contracts	(5,072,328)	(809,123)
- unrealised (loss)/gain on changes in fair values	(1,496,780)	113,925
	<u>(6,569,108)</u>	<u>(695,198)</u>

(a) Forward foreign currency contracts

(i) Forward foreign currency contracts as at 28 February 2023 are as follows:

<u>Name of issuer</u>	<u>Receivables</u> RM	<u>Payables</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
BNP Paribas Malaysia Bhd	21,515,000	22,352,167	(837,167)	(0.23)
Hong Leong Bank Bhd	20,999,416	21,168,279	(168,863)	(0.05)
Citibank Bhd	12,409,040	12,478,580	(69,540)	(0.01)
J.P. Morgan Chase Bank Bhd	10,571,520	10,747,992	(176,472)	(0.05)
Standard Chartered Bank Malaysia Bhd	4,403,000	4,478,040	(75,040)	(0.02)
	<u>69,897,976</u>	<u>71,225,058</u>	<u>(1,327,082)</u>	<u>(0.36)</u>

(ii) Forward foreign currency contracts as at 28 February 2022 are as follows:

<u>Name of issuer</u>	<u>Receivables</u> RM	<u>Payables</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
Affin Hwang Investment Bank Bhd#	49,917,872	49,845,387	72,485	0.02
BNP Paribas Malaysia Bhd	27,329,518	27,131,078	198,440	0.05
Citibank Bhd	8,405,600	8,417,093	(11,493)	(0.00)
J.P. Morgan Chase Bank Bhd	16,305,900	16,377,036	(71,136)	(0.02)
Hong Leong Bank Bhd	7,293,677	7,289,102	4,575	0.00
Maybank Bhd	16,814,000	16,837,173	(23,173)	(0.01)
	<u>126,066,567</u>	<u>125,896,869</u>	<u>169,698</u>	<u>0.04</u>

The Manager is of the opinion that all transactions with the former holding company of the Manager have been entered in the normal course of business at agreed terms between the related parties.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

11 NUMBER OF UNITS IN CIRCULATION

	<u>2023</u> No. of units	<u>2022</u> No. of units
At the beginning of the year	640,633,000	423,260,000
Creation of units arising from applications	50,140,000	234,349,792
Creation of units arising from distribution	-	24,350,208
Cancellation of units	(50,996,000)	(41,327,000)
At the end of the financial year	<u>639,777,000</u>	<u>640,633,000</u>

12 TRANSACTIONS WITH BROKERS

- (i) Details of transaction with the top 10 brokers for the financial year ended 28 February 2023 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	Percentage of total trade %	<u>Brokerage fees</u> RM	Percentage of total brokerage %
MFEX Mutual Funds Exchange AB	559,753,156	55.73	-	-
AHAM Asset Management Bhd (formerly known as Affin Hwang Asset Management Bhd) #	173,477,817	17.27	-	-
Cantor Frizgerald Europe	141,921,165	14.13	174,040	78.94
Robert W. Baird & Co.	42,228,646	4.20	11,118	5.04
China International Capital Corp HK Securities Ltd	23,148,667	2.31	7,026	3.19
Macquarie Capital Securities Ltd	21,195,657	2.11	10,598	4.81
Alliance Bernstein (Singapore) Ltd	17,631,847	1.76	6,010	2.73
Jefferies International Ltd	15,985,403	1.59	5,613	2.55
Others	9,080,876	0.90	6,050	2.74
	<u>1,004,423,234</u>	<u>100.00</u>	<u>220,455</u>	<u>100.00</u>

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

12 TRANSACTIONS WITH BROKERS (CONTINUED)

- (ii) Details of transaction with the top 10 brokers for the financial year ended 28 February 2022 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage fees</u> %
MFEX Mutual Funds Exchange AB	714,668,703	75.64	-	-
AHAM Asset Management Bhd (formerly known as Affin Hwang Asset Management Bhd) #	144,293,662	15.27	-	-
State Street Global Markets	35,839,940	3.79	35,840	56.54
Flow Traders	12,183,033	1.29	-	-
Robert W. Baird & Co.	10,930,016	1.16	4,948	7.81
Macquarie Capital Securities Ltd	10,897,219	1.15	7,248	11.43
Alliance Bernstein (Singapore) Ltd	7,514,142	0.80	2,636	4.16
Cantor Fitzgerald Europe	5,665,207	0.60	11,331	17.87
CLSA Ltd	2,254,023	0.24	1,127	1.78
CIMB Securities (SG) Pte Ltd	526,859	0.06	263	0.41
	<u>944,772,804</u>	<u>100.00</u>	<u>63,393</u>	<u>100.00</u>

Included in transactions with brokers are trades with the Manager amounting to RM173,477,817 (2022: RM144,293,662). The Manager is of the opinion that all transactions have been entered into at agreed terms between the related parties.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

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

<u>Related parties</u>	<u>Relationship</u>
CVC Capital Partners Asia V L.P. (CVC Asia V)	Ultimate holding company of the Manager
Lembaga Tabung Angkatan Tentera (“LTAT”)	Former ultimate holding corporate body of the Manager
Affin Bank Berhad (“ABB”)	Former penultimate holding company of the Manager
Affin Hwang Investment Bank Berhad	Former holding company of the Manager
Starlight TopCo Limited	Penultimate holding company of the Manager
Starlight Universe Limited	Intermediate holding company of the Manager
Starlight Asset Sdn Bhd	Immediate holding company of the Manager
Nikko Asset Management International Limited (“NAM”)	Substantial shareholder of the Manager
AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)	The Manager
Subsidiaries and associated companies of CVC Asia V as disclosed in their financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager
Subsidiaries and associated companies of ABB as disclosed in its financial statements	Subsidiaries and associated companies of the former penultimate holding company of the Manager
Directors of AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)	Directors of the Manager

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

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

The units held by the Manager and its Director as at the end of the financial year are as follows:

	<u>2023</u>		<u>2022</u>	
	No. of units	RM	No. of units	RM
<u>The Manager:</u>				
AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) (The units are held legally for booking purposes)	<u>3,861</u>	<u>2,239</u>	<u>193,989</u>	<u>125,860</u>
<u>Director of the Manager:</u>				
Director of the AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) (The units are held beneficially)	<u>141,872</u>	<u>82,272</u>	<u>74,679</u>	<u>48,451</u>

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

14 TOTAL EXPENSE RATIO (“TER”)

	<u>2023</u>	<u>2022</u>
	%	%
TER	<u>1.25</u>	<u>1.1</u>

TER is derived from the following calculation:

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

A	=	Management fee, excluding management fee rebates
B	=	Trustee fee
C	=	Auditors' remuneration
D	=	Tax agent's fee
E	=	Fund accounting fees
F	=	Other expenses, excluding sales and service tax on transaction costs and withholding tax
G	=	Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is RM383,103,038 (2022: RM416,222,243).

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2023 (CONTINUED)

15 PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2023</u>	<u>2022</u>
PTR (times)	<u>1.34</u>	<u>1.12</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial year = RM499,213,448 (2022: RM539,268,215)
total disposal for the financial year = RM527,334,009 (2022: RM396,459,995)

16 SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

Change in corporate shareholding of AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)

On 28 January 2022, Affin Bank Berhad announced that funds advised by CVC Capital Partners, a leading global private equity and investment advisory firm with approximately US\$125 billion of assets under management, has agreed to acquire approximately 68% of the equity interest in AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad).

The Acquisition has been approved by Securities Commissions Malaysia on 1 July 2022, and upon completion of the Acquisition on 29 July 2022, AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) has ceased to be a subsidiary of Affin Hwang Investment Bank Berhad.

AHAM SMART INVEST PORTFOLIO - GROWTH
(FORMERLY KNOWN AS AFFIN HWANG SMART INVEST PORTFOLIO – GROWTH)

STATEMENT BY THE MANAGER

I, Dato' Teng Chee Wai, for and on behalf of the board of directors of the Manager **AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 41 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the financial position of the Fund as at 28 February 2023 and of its financial performance, changes in equity and cash flows for the financial year ended 28 February 2023 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
AHAM ASSET MANAGEMENT BERHAD
(FORMERLY KNOWN AS AFFIN HWANG ASSET MANAGEMENT BERHAD)

DATO' TENG CHEE WAI
EXECUTIVE DIRECTOR/MANAGING DIRECTOR

Kuala Lumpur
26 April 2023

INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF AHAM SMART INVEST PORTFOLIO – GROWTH
(Formerly known as Affin Hwang Smart Invest Portfolio – Growth)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of AHAM Smart Invest Portfolio - Growth (“the Fund”) (formerly known as Affin Hwang Smart Invest Portfolio – Growth) give a true and fair view of the financial position of the Fund as at 28 February 2023, and of its financial performance and its cash flows for the financial year ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 28 February 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 1 to 41.

Basis for opinion

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

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

Independence and other ethical responsibilities

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

Information other than the financial statements and auditors’ report thereon

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

**INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF AHAM SMART INVEST PORTFOLIO – GROWTH
(CONTINUED)**
(Formerly known as Affin Hwang Smart Invest Portfolio – Growth)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Information other than the financial statements and auditors' report thereon (continued)

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

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

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

Responsibilities of the Manager for the financial statements

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

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

Auditors' responsibilities for the audit of the financial statements

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

INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF AHAM SMART INVEST PORTFOLIO – GROWTH
(CONTINUED)
(Formerly known as Affin Hwang Smart Invest Portfolio – Growth)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

- (a) Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- (d) Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

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

INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF AHAM SMART INVEST PORTFOLIO – GROWTH
(CONTINUED)
(Formerly known as Affin Hwang Smart Invest Portfolio – Growth)

OTHER MATTERS

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

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146
Chartered Accountants

Kuala Lumpur
26 April 2023

DIRECTORY OF SALES OFFICE

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