



SEMI-ANNUAL REPORT
29 February 2024

AHAM Select AUD Income Fund

MANAGER
AHAM Asset Management Berhad
199701014290 (429786-T)

TRUSTEE
TMF Trustees Malaysia Berhad
(200301008392 [610812-W])

Built On Trust

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AHAM SELECT AUD INCOME FUND

Semi-Annual and Unaudited Financial Statements For the 6 Months Financial Period Ended 29 February 2024

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FUND INFORMATION

Fund Name	AHAM Select AUD Income Fund
Fund Type	Income & Growth
Fund Category	Mixed Assets
Investment Objective	The Fund endeavours to provide regular and steady income distribution over the long-term
Benchmark	80% Reserve Bank of Australia Average Rate of Term Deposit + 20% FTSE Australia High Dividend Yield Index
Distribution Policy	<p>The Fund endeavours to distribute income on a semi-annual basis</p> <p>At our discretion, the Fund may distribute (1) realised income, (2) realised capital gains, (3) unrealised income, (4) unrealised capital gains, (5) capital, or (6) a combination of any of the above.</p>

FUND PERFORMANCE DATA

Category	As at 29 Feb 2024 (%)	As at 28 Feb 2023 (%)	As at 28 Feb 2022 (%)
Portfolio composition			
Quoted equities – foreign			
- Basic materials	4.10	2.64	3.13
- Consumer Discretionary	1.40	1.56	0.95
- Consumer Staples	0.31	1.59	1.44
- Energy	1.46	-	-
- Financial services	6.18	2.60	4.98
- Healthcare	1.05	1.71	1.01
- Industrials	1.33	0.74	0.99
- Oil & Gas	-	-	1.76
- Telecommunication	0.97	-	1.75
- Real Estate	1.33	2.67	1.57
- Energy	-	1.93	-
- Total quoted equities – foreign	18.13	16.58	17.58
Unquoted fixed income securities – foreign	80.96	81.24	75.32
Cash & cash equivalent	0.91	2.18	7.10
Total	100.00	100.00	100.00

Currency class	<u>MYR</u> <u>Class</u>	<u>AUD</u> <u>Class</u>	<u>MYR</u> <u>Class</u>	<u>MYR</u> <u>Class</u>	<u>MYR</u> <u>Class</u>	<u>MYR</u> <u>Class</u>
Total NAV (million)	26.412	111.108	26.102	148.012	180.158	32.871
NAV per unit (in respective currencies)	0.5296	0.5929	0.5201	0.5957	0.6377	0.5586
Unit in Circulation (million)	49.870	187.401	50.185	248.480	282.530	58.847
Highest NAV	0.5375	0.5929	0.5391	0.6032	0.6722	0.6008
Lowest NAV	0.4944	0.5673	0.4945	0.5789	0.6359	0.5461
Return of the Fund (%)	6.44	3.52	-1.10	2.02	-4.30	-4.12
- Capital Return (%)	4.29	1.40	-3.00	-0.03	-5.37	-5.10
- Income Return (%)	2.06	2.09	1.95	2.05	1.13	1.04
Gross Distribution per Unit (sen)	1.06	1.20	1.00	1.20	0.65	0.68
Net Distribution per Unit (sen)	1.06	1.20	1.00	1.20	0.65	0.68
Total Expenses Ratio (%) ¹	0.81		0.80		0.80	
Portfolio Turnover Ratio (times) ²	0.26		0.26		0.33	

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

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

An illustration of the above would be as follow:-

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

¹ The TER of the Fund was slightly higher due to a decrease in average NAV of the Fund over the reporting period.

² The PTR of the Fund increased due to the increase in trading activities of the Fund over the reporting period.

Income Distribution / Unit Split

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

RM Class

Cum Date	Ex-Date	Cum-distribution (RM)	Distribution per Unit (RM)	Ex-distribution (RM)
19-Sep-21	20-Sep-21	0.5914	0.0030	0.5825
14-Dec-21	15-Dec-21	0.5741	0.0035	0.5702
20-Sep-22	21-Sep-22	0.5272	0.0055	0.5184
20-Dec-22	21-Dec-22	0.5086	0.0045	0.5043
19-Sep-23	20-Sep-23	0.5127	0.0051	0.5060
19-Dec-23	20-Dec-23	0.5342	0.0055	0.5301

AUD Class

Cum Date	Ex-Date	Cum-distribution (AUD)	Distribution per Unit (AUD)	Ex-distribution (AUD)
19-Sep-21	20-Sep-21	0.6687	0.0033	0.6625
14-Dec-21	15-Dec-21	0.6572	0.0035	0.6531
20-Sep-22	21-Sep-22	0.5966	0.0060	0.5894
20-Dec-22	21-Dec-22	0.5930	0.0060	0.5877
19-Sep-23	20-Sep-23	0.5838	0.0060	0.5761
19-Dec-23	20-Dec-23	0.5857	0.0060	0.5807

No unit splits were declared for the financial year ended 29 February 2024.

Income Distribution Breakdown

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
MYR	20-Sep-21	0.3000	100.00	0.0000	0.00
MYR	15-Dec-21	0.3500	100.00	0.0000	0.00
MYR	21-Sep-22	0.5500	100.00	0.0000	0.00
MYR	21-Dec-22	0.4500	100.00	0.0000	0.00
MYR	20-Sep-23	0.0000	0.00	0.5100	100.00
MYR	20-Dec-23	0.1100	20.00	0.4400	80.00
AUD	20-Sep-21	0.3300	100.00	0.0000	0.00
AUD	15-Dec-21	0.3500	100.00	0.0000	0.00
AUD	21-Sep-22	0.6000	100.00	0.0000	0.00
AUD	21-Dec-22	0.6000	100.00	0.0000	0.00
AUD	20-Sep-23	0.0200	3.33	0.5800	96.67
AUD	20-Dec-23	0.1300	21.67	0.4700	78.33

Fund Performance

MYR Class

Table 1: Performance of the Fund

	6 Months (1/9/23 - 29/2/24)	1 Year (1/3/23 - 29/2/24)	3 Years (1/3/21 - 29/2/24)	5 Years (1/3/19 - 29/2/24)	Since Commencement (8/4/10 - 29/2/24)
Fund	6.44%	6.06%	(1.48%)	18.16%	79.30%
Benchmark	3.17%	4.04%	6.34%	23.96%	66.32%
Outperformance	3.27%	2.02%	(7.82%)	(5.80%)	12.98%

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	1 Year (1/3/23 - 29/2/24)	3 Years (1/3/21 - 29/2/24)	5 Years (1/3/19 - 29/2/24)	Since Commencement (8/4/10 - 29/2/24)
Fund	6.06%	(0.50%)	3.39%	4.29%
Benchmark	4.04%	2.07%	4.39%	3.73%
Outperformance	2.02%	(2.57%)	(1.00%)	0.56%

Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2023 (1/9/22 - 31/8/23)	FYE 2022 (1/9/21 - 31/8/22)	FYE 2021 (1/9/20 - 31/8/21)	FYE 2020 (1/9/19 - 31/8/20)	FYE 2019 (1/9/18 - 31/8/19)
Fund	(1.45%)	(7.10%)	7.63%	8.36%	2.11%
Benchmark	2.47%	0.41%	7.99%	7.51%	(1.02%)
Outperformance	(3.92%)	(7.51%)	(0.36%)	0.85%	3.13%

Source of Benchmark: Bloomberg

AUD Class

Table 1: Performance of the Fund

	6 Months (1/9/23 - 29/2/24)	1 Year (1/3/23 - 29/2/24)	3 Years (1/3/21 - 29/2/24)	5 Years (1/3/19 - 29/2/24)	Since Commencement (19/3/11 - 29/2/24)
Fund	3.52%	3.70%	1.42%	11.37%	72.51%
Benchmark	2.58%	3.58%	6.27%	13.58%	50.50%
Outperformance	0.94%	0.12%	(4.85%)	(2.21%)	22.01%

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	1 Year (1/3/23 - 29/2/24)	3 Years (1/3/21 - 29/2/24)	5 Years (1/3/19 - 29/2/24)	Since Commencement (19/3/11 - 29/2/24)
Fund	3.70%	0.47%	2.18%	4.30%
Benchmark	3.58%	2.05%	2.58%	3.20%
Outperformance	0.12%	(1.58%)	(0.40%)	1.10%

Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2023 (1/9/22 - 31/8/23)	FYE 2022 (1/9/21 - 31/8/22)	FYE 2021 (1/9/20 - 31/8/21)	FYE 2020 (1/9/19 - 31/8/20)	FYE 2019 (1/9/18 - 31/8/19)
Fund	2.20%	(9.52%)	8.43%	0.58%	8.03%
Benchmark	2.76%	0.05%	4.90%	(0.46%)	3.95%
Outperformance	(0.56%)	(9.57%)	3.53%	1.04%	4.08%

Source of Benchmark: Bloomberg

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.

As at 29 February 2024, the Fund invested level was higher at 99.02% with 0.91% of the Fund's portfolio held in cash and cash equivalent. As per the Fund's strategy, the Manager had maintained higher exposure into fixed income instruments at 80.96% while exposure into equities was increased to 18.13%. Over the period, the notable additions to the portfolio were within the financial services and basic materials sector, while initiating positions in telecommunication names.

MANAGER'S REPORT

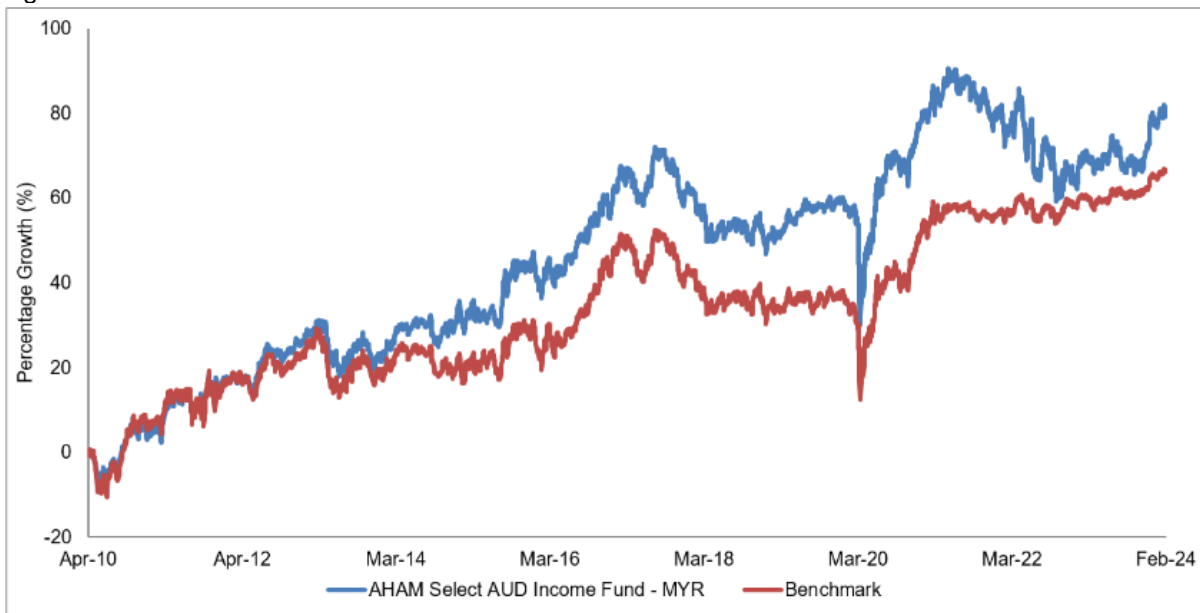
Performance Review (1 September 2023 to 29 February 2024)

MYR Class

For the period 1 September 2023 to 29 February 2024, the Fund registered a 6.44% return compared to the benchmark return of 3.17%. The Fund thus outperformed the Benchmark by 3.27%. The Net Asset Value per unit ("NAV") of the Fund as at 29 February 2024 was MYR0.5296 while the NAV as at 31 August 2023 was MYR0.5078. During the period under review, the Fund has declared a total income distribution of MYR0.0106 per unit.

Since commencement, the Fund has registered a return of 79.30% compared to the benchmark return of 66.32%, outperforming by 12.98%.

Figure 1: Movement of the Fund versus the Benchmark since commence

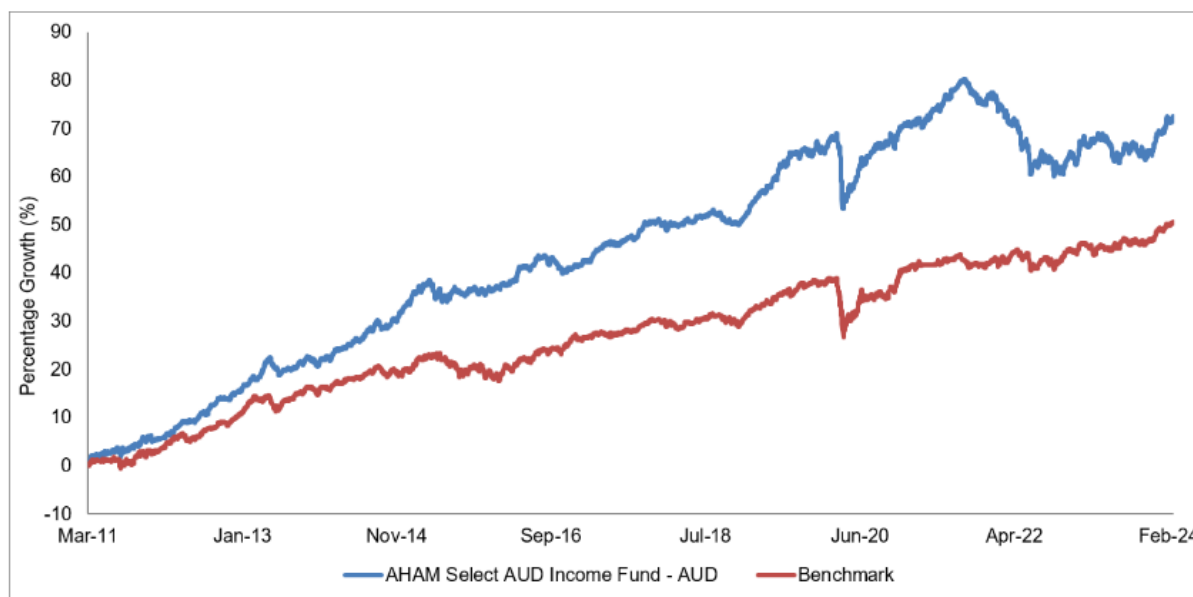


AUD Class

For the period 1 September 2023 to 29 February 2024, the Fund registered a 3.52% return compared to the benchmark return of 2.58%. The Fund thus outperformed the Benchmark by 0.94%. The Net Asset Value per unit (“NAV”) of the Fund as at 29 February 2024 was AUD0.5929 while the NAV as at 31 August 2023 was AUD0.5847. During the period under review, the Fund has declared a total income distribution of AUD0.0120 per unit.

Since commencement, the Fund has registered a return of 72.51% compared to the benchmark return of 50.50%, outperforming by 22.01%.

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



“This information is prepared by AHAM 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. Source of Benchmark is from Bloomberg.”

Benchmark: 80% Reserve Bank of Australia (RBA) Average Rate of Term Deposits (across all terms) + 20% Dow Jones Australia Select Dividend 30 Index

Strategies Employed

The Fund focuses on achieving its objective by investing in a diversified portfolio of mostly fixed income and a maximum 30% exposure to equities. The Manager combined a top-down and bottom-up investment approach to identify investment opportunities, assessing macroeconomic trends, market analysis, interest rate outlook, credit market and currency movement.

Market Review

Over the financial period under review on a total return basis, the Standard and Poor’s (“S&P”) 500 Index returned 13.07% with the Morgan Stanley Capital International (“MSCI”) World index slightly behind at 12.57%. Specific to the Asian region, MSCI AC Asia ex Japan Index saw a relatively weaker return of 3.00% while locally, the Financial Times Stock Exchange (“FTSE”) Bursa Malaysia Kuala Lumpur Composite Index (“KLCI”) fared better at 8.14% in Ringgit terms. Within bond markets, Bloomberg Barclays Global Aggregate Index gained 2.62%.

The US equities market underwent a dynamic period of fluctuation and recovery during the six-month span. Commencing with a notable downturn in September, where the S&P 500 experienced a significant decline of 4.87% from the previous month, investor sentiment was adversely affected by a pronouncedly hawkish stance from the US Federal Reserve and heightened geopolitical tensions. However, by the conclusion of February, the S&P 500 had staged a remarkable rebound, surging by 5.20% over the 6 months period.

The stance of the US Federal Reserve underwent a discernible evolution from September 2023 to February 2024, significantly influencing market sentiment and dynamics. September witnessed a notable pivot towards a hawkish posture from the Fed, characterized by indications of potential interest rate increases to counter inflationary pressures. This stance engendered considerable market volatility and apprehension among investors. However, by February, the Fed had adopted a more accommodative stance, signaling the possibility of rate cuts in 2024 contingent upon inflation trends. This shift in Federal Reserve rhetoric played a pivotal role in shaping investor expectations and market trajectory over the six-month period, highlighting the central bank's influence on market sentiment.

Global markets traversed a terrain marked by fluctuations and volatility throughout the six-month period, influenced by an array of factors including interest rate expectations, geopolitical tensions, and economic data releases. Despite periods of uncertainty, positive developments in China's economy, such as robust GDP data and stimulus measures, bolstered investor confidence. However, geopolitical tensions in regions like the Middle East and heightened US-China relations contributed to market unease, amplifying fluctuations in sentiment. The global market landscape exhibited resilience in navigating challenges, with investors vigilantly monitoring developments for potential impacts on market dynamics.

In Malaysia, market dynamics were shaped by a confluence of domestic policy developments and global economic trends. The benchmark KLCI encountered fluctuations over the six-month period, influenced by factors ranging from political developments to fiscal policies and industry regulations. By the culmination of February, the KLCI had closed on a positive note, reflecting a mixed but ultimately favorable performance. Concurrently, fluctuations in the 10-year MGS yield mirrored shifting investor sentiment and domestic economic conditions. Malaysia's investment landscape exhibited resilience amidst global uncertainties, with market participants diligently monitoring both domestic and international factors for investment opportunities.

Investment Outlook

Within equities, we favour Taiwan and Korea tech sectors due to their strong earnings growth potential, driven by the cyclical rebound and their significant exposure to the AI theme. Both countries have established themselves as key players in the global technology supply chain, and could be well-positioned to capitalize on the increasing demand for advanced technological solutions. In India and Indonesia, the focus will be on banks, industrials, and consumer sectors, recognizing their growth potential within the respective economies. These sectors are poised to benefit from favorable demographic trends, rising consumer spending, and infrastructure development initiatives. Additionally, we see opportunities for value creation and market outperformance in these areas. Conversely, we are adopting an underweight stance on China and Hong Kong until there is clarity on policies aimed at stabilizing the property sector, which is currently experiencing a decline. Uncertainty surrounding regulatory measures and the potential impact on property developers and related industries necessitates a cautious approach in these markets.

We maintain our positive outlook for fixed income asset class in 2024, as global growth is expected to moderate due to restrictive monetary policies and rising geopolitical tension. We expect volatility to persist, but at a tighter range compared to 2023. Inflation expectations have peaked, but inflationary environment may persist due to elevated commodity prices. The second half of 2024 may present higher noise as political uncertainties increase on the back of large number of elections especially the US Presidential election in November 2024.

Domestically, moderating growth and contained inflation continued to be supportive of the fixed income market. A lower government bond supply profile in 2024 due to fiscal consolidation is also a positive factor to the market. Domestic liquidity is ample with demand from duration coming from pension funds and lifers. Headline inflation may face upward pressure as the proposed targeted subsidies mechanism.

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. 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 period under review.

Changes Made to the Fund's Prospectus

No changes were made to the Fund's Prospectus over the financial period under review.

TRUSTEE’S REPORT

TO THE UNIT HOLDERS OF AHAM SELECT AUD INCOME (“FUND”)

We have acted as the Trustee of the Fund for the financial period ended 29 February 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AHAM Asset Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the Management Company under the 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.

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

For TMF Trustees Malaysia Berhad
200301008392 (Company No: 610812-W)

Norhayati Binti Azit
DIRECTOR – FUND SERVICES

Kuala Lumpur
15 April 2024

AHAM SELECT AUD INCOME FUND

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

AHAM SELECT AUD INCOME FUND

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

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AHAM SELECT AUD INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

	<u>Note</u>	6 months financial period ended <u>29.2.2024</u> AUD	6 months financial period ended <u>28.2.2023</u> AUD
INVESTMENT INCOME			
Dividend income		399,610	683,184
Interest income from financial assets at amortised cost		53,550	46,217
Interest income from financial assets at fair value through profit or loss		1,987,714	2,930,553
Net (loss)/gain on foreign currency exchange contracts at fair value through profit or loss		(64,893)	20,962
Net gain on forward foreign currency contracts at fair value through profit or loss		-	148,439
Net gain on financial assets at fair value through profit or loss	9	3,074,874	1,491,190
		<u>5,450,855</u>	<u>5,320,545</u>
EXPENSES			
Management fee	4	(942,861)	(1,211,111)
Trustee fee	5	(50,430)	(64,709)
Fund accounting fee	6	(3,391)	(1,745)
Auditors' remuneration		(1,737)	(1,701)
Tax agent's fee		(646)	(648)
Transaction costs		(63,713)	(119,678)
Other expenses		(24,202)	(43,735)
		<u>(1,086,980)</u>	<u>(1,443,327)</u>
NET PROFIT BEFORE FINANCE COST AND TAXATION		4,363,875	3,877,218
FINANCE COST (EXCLUDING DECREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS)			
Distributions	8	(2,667,402)	(3,316,362)
NET PROFIT BEFORE TAXATION		<u>1,696,473</u>	<u>560,856</u>
Taxation	7	(154,742)	(622,808)
INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u><u>1,541,731</u></u>	<u><u>(61,952)</u></u>

AHAM SELECT AUD INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

	6 months financial period ended <u>29.2.2024</u> AUD	6 months financial period ended <u>28.2.2023</u> AUD
Increase/(decrease) in net assets attributable to unitholders is made up of the following:		
Realised amount	(3,839,691)	(810,252)
Unrealised amount	5,381,422	748,300
	<u>1,541,731</u>	<u>(61,952)</u>

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

AHAM SELECT AUD INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF FINANCIAL POSITION AS AT 29 FEBRUARY 2024

	Note	<u>2024</u> AUD	<u>2023</u> AUD
ASSETS			
Cash and cash equivalents	10	3,134,908	5,394,973
Amount due from Manager			
- creation of units		12,583	-
Dividends receivable		87,113	103,500
Financial assets at fair value through profit or loss	9	118,583,501	153,258,874
Tax recoverable		346,062	-
TOTAL ASSETS		<u>122,164,167</u>	<u>158,757,347</u>
LIABILITIES			
Forward foreign currency contracts			
at fair value through profit or loss	11	-	282,380
Amount due to brokers		1,762,601	-
Amount due to Manager			
- management fee		143,012	185,211
- cancellation of units		568,460	724,481
Amount due to Trustee		7,627	9,878
Fund accounting fee		568	581
Auditors' remuneration		2,016	1,844
Tax agent's fee		2,077	1,937
Tax payable		1,601	876,585
Other payables and accruals		-	1,609
TOTAL LIABILITIES (EXCLUDING NET ASSET ATTRIBUTABLE TO UNITHOLDERS)		<u>2,487,962</u>	<u>2,084,506</u>
NET ASSET VALUE OF THE FUND		<u>119,676,205</u>	<u>156,672,841</u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>119,676,205</u>	<u>156,672,841</u>

AHAM SELECT AUD INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF FINANCIAL POSITION AS AT 29 FEBRUARY 2024 (CONTINUED)

	<u>Note</u>	<u>2024</u> AUD	<u>2023</u> AUD
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- RM Class		8,568,643	8,660,445
- AUD Class		111,107,562	148,012,396
		<u>119,676,205</u>	<u>156,672,841</u>
NUMBER OF UNITS IN CIRCULATION			
- RM Class	12 (a)	49,870,000	50,185,000
- AUD Class	12 (b)	187,401,000	248,480,000
		<u>237,271,000</u>	<u>298,665,000</u>
NET ASSET VALUE PER UNIT (AUD)			
- RM Class		0.1718	0.1726
- AUD Class		0.5929	0.5957
		<u>0.1718</u>	<u>0.1726</u>
		<u>0.5929</u>	<u>0.5957</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES			
- RM Class		RM0.5296	RM0.5201
- AUD Class		AUD0.5929	AUD0.5957
		<u>RM0.5296</u>	<u>RM0.5201</u>
		<u>AUD0.5929</u>	<u>AUD0.5957</u>

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

AHAM SELECT AUD INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

	6 months financial period ended <u>29.2.2024</u> AUD	6 months financial period ended <u>28.2.2023</u> AUD
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	137,257,984	168,789,352
Movement due to units created and cancelled during the financial period:		
Creation of units arising from applications	1,487,734	2,396,895
- RM Class	1,078,866	831,726
- AUD Class	408,868	1,565,169
Creation of units arising from distributions	2,068,492	2,968,437
- RM Class	150,428	184,466
- AUD Class	1,918,064	2,783,971
Cancellation of units	(22,679,736)	(17,419,891)
- RM Class	(1,351,708)	(2,643,429)
- AUD Class	(21,328,028)	(14,776,462)
Net increase/(decrease) in net assets attributable to unitholders	1,541,731	(61,952)
- RM Class	118,011	10,092
- AUD Class	1,423,720	(72,044)
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AT THE END OF THE FINANCIAL PERIOD	<u>119,676,205</u>	<u>156,672,841</u>

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

AHAM SELECT AUD INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF CASH FLOWS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

	6 months financial period ended <u>29.2.2024</u> AUD	6 months financial period ended <u>28.2.2023</u> AUD
	<u>Note</u>	
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	56,125,310	45,407,659
Proceeds from redemption of investments	-	2,000,000
Purchase of investments	(35,131,834)	(39,010,354)
Dividend received	138,822	652,768
Interest received	2,186,322	2,446,189
Management fee paid	(975,466)	(1,243,373)
Trustee fee paid	(52,169)	(66,430)
Fund accounting fee paid	(3,407)	(1,745)
Tax paid	(263,880)	(3,168)
Payment for other fees and expenses	(90,913)	(167,078)
Realised gain on forward foreign currency contracts	-	430,819
Realised gain on foreign currency exchange	633,866	107,365
	<hr/>	<hr/>
Net cash flows generated from operating activities	22,566,651	10,552,652
	<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	1,512,290	2,396,895
Payments for cancellation of units	(22,535,342)	(16,760,060)
Payment for distributions	(598,910)	(347,925)
	<hr/>	<hr/>
Net cash flows used in financing activities	(21,621,962)	(14,711,090)
	<hr/>	<hr/>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	944,689	(4,158,438)
EFFECTS OF FOREIGN CURRENCY EXCHANGE	(76,272)	1,957
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	2,266,491	9,551,454
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	10 3,134,908	5,394,973
	<hr/> <hr/>	<hr/> <hr/>

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

AHAM SELECT AUD INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

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

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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

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

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

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

There are no standards, amendments to standards or interpretations that are applicable and effective for annual periods beginning on 1 January 2023 that have a material effect on the financial statements of the Fund.

(b) Standards and amendments that have been issued that are applicable to the Fund but not yet effective:

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

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

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.

AHAM SELECT AUD INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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 deposits with licensed financial institutions and unquoted fixed income securities are 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 quoted equities, realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

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

C 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.

D TAXATION

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

The income tax expense or credit for the year is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case the tax is also recognised in other comprehensive income or directly in equity, respectively.

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

AHAM SELECT AUD INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

E DISTRIBUTIONS

A distribution to the Fund's unitholders is accounted for as a finance cost in the statement of comprehensive income. A proposed distribution is recognised as a liability in the period in which it is approved by the Trustee of the Fund.

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 Australian Dollar ("AUD"), which is the Fund's functional and presentation currency.

G FOREIGN CURRENCY TRANSLATION

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 period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in 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.

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 financial assets measured at fair value through other comprehensive income.

The contractual cash flows of the Fund's debt securities are solely payments of 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.

The Fund classifies cash and cash equivalents, amount due from Manager, amount due from brokers and dividends receivable as financial assets measured at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

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

AHAM SELECT AUD INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(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 de-recognised 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 de-recognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Gains or losses arising from changes in the fair value of the ‘financial assets at fair value through profit or loss’ category including the effects of foreign 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 financial period which they arise.

The fair value of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial period end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

Unquoted fixed income securities including money market instruments denominated in Ringgit Malaysia are revalued on a daily basis based on fair value prices quoted by a bond pricing agency (“BPA”) registered with the Securities Commission (“SC”) as per the SC’s Guidelines on Unit Trust Funds . Where such quotations are not available or where the Manager is of the view that the price quoted by the BPA for a specific unquoted fixed income securities differs from the market price by more than 20 basis points, the Manager may use the market price, provided that the Manager:

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

Unquoted fixed income securities including money market instruments denominated in foreign currencies are revalued at least twice a week by reference to the mid-price quoted in Bloomberg using the Composite Bloomberg Bond Trader (“CBBT”) which is a weighted average bid and ask of price contributions submitted by Bloomberg Dealers. However, if such quotations are not available, the fair value shall be determined by reference to the bid and offer prices quoted by independent and reputable financial institutions.

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

AHAM SELECT AUD INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(iii) Impairment

The Fund's financial asset 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 reorganization;
and
- the debtor is insolvent.

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

Write-off

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

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

AHAM SELECT AUD INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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 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.

K CREATION AND CANCELLATION OF UNITS

The unit holders' contributions to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "Financial Instruments: Presentation".

The Fund issues cancellable units, in two classes of units, known respectively as the RM class and AUD class, which are cancelled at the unitholder's option and do not have identical features. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's net asset value ("NAV") of respective classes. The outstanding units are carried at the redemption amount that is payable at the statement of financial position if the unitholder exercises the right to put back the unit to the Fund.

Units are created and cancelled at the unitholder's option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to unitholders of respective classes with the total number of outstanding units of respective classes.

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 profit or loss 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 a 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 are determined using forward exchange rates at the statement of financial position, with the resulting value discounted back to present value.

The method of recognising the resulting gains or losses 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 measured at fair value through profit or loss.

AHAM SELECT AUD INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

M INCREASE/DECREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

Income not distributed is included in net assets attributable to unitholders.

N CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS 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 of the estimates, certain key variables that are anticipated to have material impact to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

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

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

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

Functional currency

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

- i) Significant portion of the NAV is invested in quoted and unquoted investments denominated in AUD.
- ii) Significant portion of the Fund's expenses are denominated in AUD.

O REALISED AND UNREALISED PORTIONS OF INCREASE OR DECREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

The analysis of realised and unrealised increase or decrease in net assets attributable to unitholders as presented on the statement of comprehensive income is prepared in accordance with SC's Guidelines on Unit Trust Funds.

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name HwangDBS AUD Income Fund (the "Fund") pursuant to the execution of a Deed dated 11 February 2009, First Supplemental Deed dated 21 January 2010, Second Supplemental Deed dated 21 February 2011, Third Supplemental Deed dated 8 August 2011, Fourth Supplemental Deed dated 18 January 2012, Fifth Supplemental Deed dated 21 January 2013, Sixth Supplemental Deed dated 27 June 2014, Seventh Supplemental Deed dated 19 December 2016, Eighth Supplemental Deed dated 5 October 2018 and Ninth Supplemental Deed dated 24 August 2022 (the "Deeds") entered into between AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) (the "Manager") and TMF Trustees Malaysia Berhad (the "Trustee"). The Fund changed its name from HwangDBS AUD Income Fund to Hwang AUD Income Fund as amended by Fourth Supplemental Deed dated 18 January 2012 and changed the objectives and the base currency of the Fund as amended by Fifth Supplemental Deed dated 21 January 2013 and from Hwang AUD Income Fund to Affin Hwang Select AUD Income Fund as amended by the Sixth Supplemental Deed dated 27 June 2014. The Fund has changed its name from Affin Hwang Select AUD Income Fund to AHAM Select AUD Income Fund as amended by the Ninth Supplemental Deed dated 24 August 2022.

The Fund commenced operations on 18 March 2010 and will continue its operations until terminated by the Trustee as provided under Clause 12.1 of the Deeds.

The Fund may invest any of the following investments:

- (a) Equities of Australia companies listed in approved exchanges/markets and listed on the Australian Securities Exchange;
- (b) Debentures, including private debt securities and bonds carrying the minimum investment grade of BBB- by S&P (or its equivalent by Moody's or Fitch);
- (c) Unlisted securities, including without limitation, securities that have been approved by the relevant regulatory authorities for the listing of and quotation of such securities;
- (d) Money market instruments;
- (e) Deposits;
- (f) Derivatives for the purpose of hedging only;
- (g) Warrants;
- (h) Structured products;
- (i) Units or shares in collective investment schemes; and
- (j) Any other form of investments as may be permitted by the SC from time to time which are in line with the objective of the Fund.

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

The main objective of the Fund is to provide regular and steady income distribution over the long-term.

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 15 April 2024.

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments are as follows:

	<u>Note</u>	At amortised cost AUD	At fair value through profit or loss AUD	<u>Total AUD</u>
<u>2024</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	3,134,908	-	3,134,908
Amount due from Manager				
- creation of units		12,583	-	12,583
Dividends receivable		87,113	-	87,113
Quoted equities	9	-	21,697,369	21,697,369
Unquoted fixed income securities	9	-	96,886,132	96,886,132
Total		<u>3,234,604</u>	<u>118,583,501</u>	<u>121,818,105</u>
<u>Financial liabilities</u>				
Amount due to brokers		1,762,601	-	1,762,601
Amount due to Manager				
- management fee		143,012	-	143,012
- cancellation of units		568,460	-	568,460
Amount due to Trustee		7,627	-	7,627
Fund accounting Fee		568	-	568
Auditors' remuneration		2,016	-	2,016
Tax agent's fee		2,077	-	2,077
Other payables and accruals		1,601	-	1,601
Total		<u>2,487,962</u>	<u>-</u>	<u>2,487,962</u>
<u>2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	5,394,973	-	5,394,973
Amount due from Manager				
- creation of units		-	-	-
Dividends receivable		103,500	-	103,500
Quoted equities	9	-	25,977,316	25,977,316
Unquoted fixed income securities	9	-	127,281,558	127,281,558
Total		<u>5,498,473</u>	<u>153,258,874</u>	<u>158,757,347</u>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Financial instruments are as follows: (continued)

	<u>Note</u>	At amortised <u>cost</u> AUD	At fair value through <u>profit or loss</u> AUD	<u>Total</u> AUD
<u>2023</u> (continued)				
<u>Financial liabilities</u>				
Forward foreign currency contracts	11	-	282,380	282,380
Amount due to Manager				
- management fee		185,211	-	185,211
- cancellation of units		724,481	-	724,481
Amount due to Trustee		9,878	-	9,878
Fund accounting Fee		581	-	581
Auditors' remuneration		1,844	-	1,844
Tax agent's fee		1,937	-	1,937
Other payables and accruals		1,609	-	1,609
		<u>925,541</u>	<u>282,380</u>	<u>1,207,921</u>
Total		<u>925,541</u>	<u>282,380</u>	<u>1,207,921</u>

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

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

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (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>2024</u> AUD	<u>2023</u> AUD
Quoted investments		
Quoted equities	<u>21,697,369</u>	<u>25,977,316</u>
Unquoted investments*		
Unquoted fixed income securities	<u>96,886,132</u>	<u>127,281,558</u>

* Include interest receivable AUD1,045,290 (2023: AUD1,391,341)

The following table summarises the sensitivity of the Fund's profit/ (loss) after taxation and net asset value ("NAV") to price risk movements. The analysis is based on the assumptions that the market price increased by 5% (2023: 10%) and decreased by 5% (2023: 10%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted and unquoted securities, having regard to the historical volatility of the prices.

<u>% Change in price</u>	<u>Market value</u> AUD	<u>Impact on</u> <u>profit/(loss)</u> <u>after tax/NAV</u> AUD
<u>2024</u>		
-5%	111,661,300	(5,876,911)
0%	117,538,211	-
+5%	<u>123,415,122</u>	<u>5,876,911</u>
<u>2023</u>		
-10%	136,680,780	(15,186,753)
0%	151,867,533	-
+10%	<u>167,054,286</u>	<u>15,186,753</u>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Market risk (continued)

(b) Interest rate risk

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

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

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

The table below summarises the sensitivity of the Fund's profit/(loss) after tax and NAV to movements in prices of unquoted fixed income securities held by the Fund as a result of movement in interest rate. The analysis is based on the assumptions that the interest rate increased and decreased by 1% (100 basis points) with all other variables held constant.

<u>% Change in interest rate</u>	<u>Impact on profit/(loss) after tax/ NAV</u>	
	<u>2024</u>	<u>2023</u>
	AUD	AUD
+ 1% (2023: 2%)	(248,345)	(771,113)
- 1% (2023: 2%)	249,990	761,982

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

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Market risk (continued)

(c) Currency risk

Currency risk is associated with investments denominated in foreign currencies. When the foreign currencies fluctuate in an unfavourable movement against the Australian Dollar, 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 the Australian Dollar 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:

	<u>Quoted equities</u> AUD	<u>Unquoted fixed income securities</u> AUD	<u>Cash and cash equivalents</u> AUD	<u>Amount due from Manager</u> AUD	<u>Total</u> AUD
<u>2024</u>					
<u>Financial assets</u>					
Malaysian Ringgit	-	-	25,934	12,583	38,517
Singapore Dollar	-	-	10	-	10
United States Dollar	-	22,686,754	55,260	-	22,742,014
	<u>-</u>	<u>22,686,754</u>	<u>81,204</u>	<u>12,583</u>	<u>22,780,541</u>
		<u>Forward foreign currency contracts</u> AUD	<u>Other payables*</u> AUD	<u>Net assets attributable to unitholders</u> AUD	<u>Total</u> AUD
<u>Financial liabilities</u>					
Malaysian Ringgit		-	24,289	8,56,643	8,592,932
		<u>-</u>	<u>24,289</u>	<u>8,56,643</u>	<u>8,592,932</u>

* Other payables consist of amount due to Manager, fund accounting fee, auditors' remuneration, tax agent's fee, tax payable and other payables and accruals.

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (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)

	<u>Quoted equities</u> AUD	Unquoted fixed income <u>securities</u> AUD	Cash and cash <u>equivalents</u> AUD	<u>Total</u> AUD
<u>2023</u>				
<u>Financial assets</u>				
Malaysian Ringgit	-	-	3,319,058	3,319,058
Singapore Dollar	791,984	508,345	598,203	1,898,532
United States Dollar	-	21,688,447	50,540	21,738,987
	<u>791,984</u>	<u>22,196,792</u>	<u>3,967,801</u>	<u>26,956,577</u>
	<u>Forward foreign currency contracts</u> AUD	<u>Other payables*</u> AUD	<u>Net assets attributable to unitholders</u> AUD	<u>Total</u> AUD
<u>Financial liabilities</u>				
Malaysian Ringgit		892,197	8,660,445	9,552,642
United States Dollar	282,380	-	-	282,380
	<u>282,380</u>	<u>892,197</u>	<u>8,660,445</u>	<u>9,835,022</u>

* Other payables consist of amount due to Manager, amount due to brokers, auditors' remuneration, tax agent's fee and other payables and accruals.

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (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 profit/(loss) after tax and NAV to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes by 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)/increase 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 profit/(loss) after tax/NAV AUD
<u>2024</u>		
Malaysia Ringgit	+/- 10	+/- 855,441
Singapore Dollar	+/- 10	+/- 1
United States Dollar	+/- 10	+/- 2,274,201
<u>2023</u>		
Malaysia Ringgit	+/- 10	+/- 535,606
Singapore Dollar	+/- 10	+/- 189,853
United States Dollar	+/- 10	+/- 2,145,661

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Credit risk

Credit risk refers to the ability of an issuer or counterparty to make timely payments of 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.

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

For unquoted fixed income securities, the manager regularly reviews the rating assigned to the issuer so that necessary steps can be taken if the rating falls below those described by the Deeds and SC's Guidelines on Unit Trust Funds.

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

	Unquoted fixed income <u>securities</u> AUD	Cash and cash <u>equivalents</u> AUD	Other <u>assets*</u> AUD	<u>Total</u> AUD
<u>2024</u>				
Basic Materials				
- Baa1	1,401,139	-	-	1,401,139
- BBB+	698,124	-	-	698,124
Consumer Discretionary				
- A3	1,724,870	-	-	1,724,870
- Baa1	2,989,775	-	-	2,989,775
- Baa2	2,619,240	-	-	2,619,240
Consumer Staples				
- BBB	1,312,275	-	-	1,312,275
Energy				
- BBB-	5,115,532	-	-	5,115,532
Financial Services				
- A	761,160	-	-	761,160
- A2	2,035,380	-	-	2,035,380
- A3	4,881,890	-	-	4,881,890
- AA1	-	3,134,908	-	3,134,908
- Aa3	2,563,219	-	-	2,563,219
- Baa1	15,263,502	-	-	15,263,502
- Baa2	5,250,136	-	-	5,250,136
- BBB-	3,094,692	-	-	3,094,692
Government				
- AAA	3,621,500	-	-	3,621,500
Industrials				
- A3	1,711,040	-	-	1,711,040
- Baa2	2,558,688	-	-	2,558,688
- BBB	1,277,745	-	-	1,277,745
- BBB-	3,228,317	-	-	3,228,317

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Credit risk (continued)

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

	Unquoted fixed income <u>securities</u> AUD	Cash and cash <u>equivalents</u> AUD	Other <u>assets*</u> AUD	<u>Total</u> AUD
<u>2024</u> (continued)				
Real Estate				
- A-	5,181,620	-	-	5,181,620
- A3	5,400,375	-	-	5,400,375
- Baa1	6,632,046	-	-	6,632,046
- Baa3	1,388,400	-	-	1,388,400
- BBB	1,342,860	-	-	1,342,860
Telecommunications				
- A3	850,720	-	-	850,720
- Aa3	3,831,800	-	-	3,831,800
- Baa1	1,710,780	-	-	1,710,780
- Baa2	2,502,575	-	-	2,502,575
Utilities				
- A3	869,810	-	-	869,810
- Baa1	3,311,360	-	-	3,311,360
- Baa2	1,755,562	-	-	1,755,562
Others				
- NR	-	-	99,696	99,696
	<u>96,886,132</u>	<u>3,134,908</u>	<u>99,696</u>	<u>100,120,736</u>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Credit risk (continued)

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

	Unquoted fixed income <u>securities</u> AUD	Cash and cash <u>equivalents</u> AUD	Forward foreign currency <u>contracts</u> AUD	Other <u>assets*</u> AUD	<u>Total</u> AUD
<u>2023</u>					
Basic Materials					
- Baa1		1,329,553	-	-	1,329,553
Consumer Discretionary					
- A3		1,655,390	-	-	1,655,390
- Baa1		2,338,260	-	-	2,338,260
- Baa2		4,637,734	-	-	4,637,734
Consumer Staples					
- BBB		1,261,515	-	-	1,261,515
Energy					
- Baa3		1,016,410	-	-	1,016,410
- BBB-		2,657,319	-	-	2,657,319
Financial Services					
- A		2,232,600	-	-	2,232,600
- A-		2,676,075	-	-	2,676,075
- A1		1,193,844	-	-	1,193,844
- A2		5,496,990	-	-	5,496,990
- A3		10,287,110	-	-	10,287,110
- AA1		-	2,087,338	-	2,087,338
- Aa3		4,006,792	-	-	4,006,792
- AAA		-	3,307,635	-	3,307,635
- Baa1		15,998,905	-	-	15,998,905
- Baa2		7,613,815	-	-	7,613,815
- Baa3		1,974,540	-	-	1,974,540
- BBB-		2,960,830	-	-	2,960,830
- BBB+		607,056	-	-	607,056

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Credit risk (continued)

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

	Unquoted fixed income <u>securities</u> AUD	Cash and cash <u>equivalents</u> AUD	Other <u>assets*</u> AUD	<u>Total</u> AUD
<u>2023</u> (continued)				
Government				
- AAA	412,550	-	-	412,550
Industrials				
- A-	1,983,080	-	-	1,983,080
- A2	504,215	-	-	504,215
- A3	1,636,740	-	-	1,636,740
- Baa2	3,029,955	-	-	3,029,955
- BBB	2,630,629	-	-	2,630,629
- BBB-	3,172,105	-	-	3,172,105
- NR	663,172	-	-	663,172
Quasi-Gov				
- A+	1,477,335	-	-	1,477,335
Real Estate				
- A	2,120,275	-	-	2,120,275
- A-	2,998,770	-	-	2,998,770
- A3	11,997,001	-	-	11,997,001
- Baa1	6,206,349	-	-	6,206,349
- Baa3	2,362,208	-	-	2,362,208
- BBB	1,292,670	-	-	1,292,670
Telecommunications				
- A1	904,520	-	-	904,520
- A3	821,670	-	-	821,670
- Baa1	1,658,360	-	-	1,658,360
- Baa2	5,703,411	-	-	5,703,411
Utilities				
- A3	828,700	-	-	828,700
- Baa1	3,242,010	-	-	3,242,010
- Baa2	1,691,095	-	-	1,691,095
Others				
- NR	-	-	103,500	103,500
	<u>127,281,558</u>	<u>5,394,973</u>	<u>103,500</u>	<u>132,780,031</u>

* Other assets consist of amount due from Manager and dividends receivable.

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Liquidity risk

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

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

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

	<u>Within one month</u> AUD	<u>Between one month to one year</u> AUD	<u>Total</u> AUD
<u>2024</u>			
Forward foreign currency contracts	-	-	-
Amount due to brokers	1,762,601	-	1,762,601
Amount due to Manager			
- management fee	143,012	-	143,012
- cancellation of units	568,460	-	568,460
Amount due to Trustee	7,627	-	7,627
Fund accounting Fee	568	-	568
Auditors' remuneration	-	2,016	2,016
Tax agent's fee	-	2,077	2,077
Other payables and accruals	-	1,601	1,601
Net asset attributable to unitholders*	119,676,205	-	119,676,205
	<u>122,158,473</u>	<u>5,694</u>	<u>122,164,167</u>
<u>2023</u>			
Forward foreign currency contracts	-	282,380	282,380
Amount due to Manager			
- management fee	185,211	-	185,211
- cancellation of units	724,481	-	724,481
Amount due to Trustee	9,878	-	9,878
Fund accounting Fee	581	-	581
Auditors' remuneration	-	1,844	1,844
Tax agent's fee	-	1,937	1,937
Other payables and accruals	-	1,609	1,609
Net asset attributable to unitholders*	156,672,841	-	156,672,841
	<u>157,592,992</u>	<u>287,770</u>	<u>157,880,762</u>

* Outstanding units are redeemed on demand at the holder's option (Note K). However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Capital risk

The capital of the Fund is represented by net assets attributable to unitholders. The amount of net assets attributable to unitholders 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.

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 period 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 that are not traded in an active market is determined by using valuation techniques.

(i) Fair value hierarchy

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

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

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

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

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

	<u>Level 1</u> AUD	<u>Level 2</u> AUD	<u>Level 3</u> AUD	<u>Total</u> AUD
<u>2024</u>				
Financial assets at fair value through profit or loss				
- quoted equities	21,697,369	-	-	21,697,369
- unquoted fixed income securities	-	96,886,132	-	96,886,132
	<u>21,697,369</u>	<u>96,886,132</u>	<u>-</u>	<u>118,583,501</u>
<u>2023</u>				
Financial assets at fair value through profit or loss				
- quoted equities	25,977,316	-	-	25,977,316
- unquoted fixed income securities	-	127,281,558	-	127,281,558
	<u>25,977,316</u>	<u>127,281,558</u>	<u>-</u>	<u>153,258,874</u>
Financial liabilities at fair value through profit or loss				
- forward foreign currency contracts	-	282,380	-	282,380

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities. The Fund does not adjust the quoted 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 unquoted fixed income securities and 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, dividends receivable and all current liabilities except for forward foreign currency contracts are a reasonable approximation of the fair values due their short-term nature.

4 MANAGEMENT FEE

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

For the 6 months financial period ended 29 February 2024, the management fee is recognised at a rate of 1.50% (2023: 1.50%) per annum on the NAV of the Fund, calculated on daily basis as stated in the Fund's Prospectus.

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

5 TRUSTEE'S FEE

In accordance with the Deeds, the Trustee is entitled to an annual fee, inclusive of custodian fee, at a rate not exceeding 0.10% per annum on the NAV of the Fund.

For the 6 months financial period ended 29 February 2024, the Trustee's fee is recognised at a rate of 0.08% (2023: 0.08%) per annum on the NAV of the Fund, inclusive of local custodian fee but exclusive of foreign sub-custodian fee, calculated on a daily basis as stated in the Fund's Prospectus.

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

6 FUND ACCOUNTING FEE

The fund valuation and accounting fee for the Fund is AUD3,391 (2023: AUD1,745) for the financial period.

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

7 TAXATION

	6 months financial period ended <u>29.2.2024</u> AUD	6 months financial period ended <u>28.2.2023</u> AUD
Current taxation	1,509,981	622,808

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

	6 months financial period ended <u>29.2.2024</u> AUD	6 months financial period ended <u>28.2.2023</u> AUD
Net profit before finance cost and taxation	4,363,875	3,877,218
Tax at Malaysian statutory rate of 24% (2023: 24%)	1,047,330	930,532
Tax effects of:		
Investment income not subject to tax	(1,308,206)	(409,874)
Expenses not deductible for tax purposes	34,172	29,160
Restriction on tax deductible expenses for Unit Trust Funds	226,704	72,990
Foreign tax expense	1,509,981	-
Tax expense	1,509,981	622,808

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

8 DISTRIBUTIONS

	6 months financial period ended <u>29.2.2024</u> AUD	6 months financial period ended <u>28.2.2023</u> AUD
Distribution to unitholders is from the following sources:		
Dividend income	88,076	-
Interest income from financial assets at fair value through profit or loss	322,733	-
Net gain on foreign currency exchange	44,731	-
Prior years' realised income	2,345,324	3,316,362
	<hr/>	<hr/>
Gross realised income	2,800,864	3,316,362
Less: Expenses	(38,797)	-
Less: Taxation	(94,665)	-
	<hr/>	<hr/>
Net distribution amount	<u>2,667,402</u>	<u>3,316,362</u>

During the financial period ended 29 February 2024, distributions were made as follows:

<u>Ex-date</u>	Gross/Net distribution per unit (sen)	
	<u>RM Class</u> RM	<u>AUD Class</u> AUD
20.09.2023	0.55	0.60
20.12.2023	0.55	0.60
	<hr/>	<hr/>
	1.00	1.20
	<hr/>	<hr/>
	<u>Distribution Income</u>	<u>Distribution Capital</u>
	AUD %	AUD %
20.09.2023	43,011 33.33	1,247,313 66.67
20.12.2023	262,280 21.67	948,244 78.33
	<hr/>	<hr/>

During the financial period ended 28 February 2023, distributions were made as follows:

<u>Ex-date</u>	Gross/Net distribution per unit (sen)	
	<u>RM Class</u> RM	<u>AUD Class</u> AUD
21.09.2022	0.55	0.60
21.12.2022	0.45	0.60
	<hr/>	<hr/>
	1.00	1.20
	<hr/>	<hr/>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

8 DISTRIBUTIONS (CONTINUED)

During the financial period ended 29 February 2023, distributions were made as follows: (continued)

	<u>Distribution Income</u>		<u>Distribution Capital</u>	
	AUD	%	AUD	%
21.09.2022	1,581,348	100.00	-	-
21.12.2022	1,539,606	100.00	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

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.

The distribution made for the financial period includes an amount of AUD2,345,324 (2023:AUD3,316,362) from previous year's realised income.

The Fund has incurred an unrealised loss of AUD5,381,422 (2023: AUD748,300) for the financial period ended 29 February 2024.

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2024</u> AUD	<u>2023</u> AUD
Financial assets at fair value through profit or loss:		
- quoted equities - foreign	21,697,369	25,977,316
- unquoted fixed income securities – foreign	96,886,132	127,281,558
	<u>118,583,501</u>	<u>153,258,874</u>
Net gain on financial assets at fair value through profit or loss:		
- realised (loss)/gain on sale of investments	(2,072,024)	1,445,635
- unrealised gain on changes of fair value	5,146,898	45,555
	<u>3,074,874</u>	<u>1,491,190</u>

(a) Quoted equities - foreign

(i) Quoted equities - foreign as at 29 February 2024 are as follows:

	<u>Quantity</u>	<u>Aggregate cost</u> AUD	<u>Fair value</u> AUD	<u>Percentage of NAV</u> %
<u>Australia</u>				
<u>Basic Materials</u>				
BHP Group Ltd	54,682	2,661,895	2,402,180	2.01
Mineral Resources Ltd	3,815	238,649	253,316	0.21
Paladin Energy Ltd	339,427	379,016	419,192	0.35
Rio Tinto Ltd	8,029	1,048,567	991,582	0.83
Sandfire Resources NL	48,988	360,945	367,410	0.31
South32 Ltd	159,218	727,217	469,693	0.39
	<u>614,159</u>	<u>5,416,289</u>	<u>4,903,373</u>	<u>4.10</u>
<u>Consumer Discretionary</u>				
Aristocrat Leisure Ltd	7,900.00	334,594	360,635	0.30
Propel Funeral Partners Ltd	102,000	519,642	569,160	0.48
Wesfarmers Ltd	11,287	626,283	744,942	0.62
	<u>121,187</u>	<u>1,480,519</u>	<u>1,674,737</u>	<u>1.40</u>
<u>Consumer Staples</u>				
Coles Group Ltd	22,247	360,441	372,637	0.31

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(a) Quoted equities – foreign (continued)

(i) Quoted equities - foreign as at 29 February 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate cost AUD	Fair value AUD	Percentage of NAV %
<u>Australia (continued)</u>				
<u>Energy</u>				
Santos Ltd	121,771	884,144	858,486	0.72
Woodside Energy Group Ltd	29,180	1,033,306	885,613	0.74
	<u>150,951</u>	<u>1,917,450</u>	<u>1,744,099</u>	<u>1.46</u>
<u>Financial Services</u>				
Australia New Zealand Bank Gp	62,166	1,554,431	1,761,784	1.47
Commonwealth Bank of Australia	6,166	660,408	715,256	0.60
Macquarie Group Ltd	8,457	1,489,313	1,640,658	1.37
National Australia Bank Ltd	26,997	810,541	909,529	0.76
QBE Insurance Group Ltd	25,064	404,633	432,354	0.36
Westpac Banking Corp	73,745	1,622,876	1,933,594	1.62
	<u>202,595</u>	<u>6,542,202</u>	<u>7,393,175</u>	<u>6.18</u>
<u>Health Care</u>				
CSL Ltd	2,652	764,190	753,168	0.63
ResMed Inc Depository Receipt	18,984	508,987	505,354	0.42
	<u>21,636</u>	<u>1,273,177</u>	<u>1,258,522</u>	<u>1.05</u>
<u>Industrials</u>				
Amcor PLC Depository Receipt	25,800	376,092	352,428	0.29
SmartGroup Corp Ltd	25,239	240,576	267,533	0.22
Transurban Group	72,148	961,046	975,441	0.82
	<u>123,187</u>	<u>1,577,714</u>	<u>1,595,402</u>	<u>1.33</u>
<u>Real Estate</u>				
Charter Hall Retail REIT	292,064	1,220,272	1,025,145	0.85
Goodman Group	19,374	502,557	570,564	0.48
	<u>311,438</u>	<u>1,722,829</u>	<u>1,595,709</u>	<u>1.33</u>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(a) Quoted equities – foreign (continued)

(i) Quoted equities - foreign as at 29 February 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate cost AUD	Fair value AUD	Percentage of NAV %
<u>Australia</u> (continued)				
<u>Telecommunication</u>				
Telstra Group Limited	304,387	1,156,396	1,159,715	0.97
Total quoted equities - foreign	<u>1,871,787</u>	21,447,017	<u>21,697,369</u>	<u>18.13</u>
Accumulated unrealised loss on quoted equities – foreign		<u>(250,352)</u>		
Total quoted equities - foreign		<u>21,697,369</u>		

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(a) Quoted equities – foreign (continued)

(ii) Quoted equities - foreign as at 28 February 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost AUD</u>	<u>Fair value AUD</u>	<u>Percentage of NAV %</u>
<u>Australia</u>				
<u>Basic Materials</u>				
BHP Group Ltd	34,280	1,607,025	1,546,028	0.99
Champion Iron Limited	15,715	115,617	114,720	0.07
Incitec Pivot Ltd	213,784	815,629	733,279	0.47
Pilbara Minerals Ltd	95,517	428,246	398,306	0.25
Sandfire Resources NL	51,000	326,634	283,050	0.18
South32 Limited	244,813	1,122,982	1,057,592	0.68
	<u>655,109</u>	<u>4,416,133</u>	<u>4,132,975</u>	<u>2.64</u>
<u>Consumer Discretionary</u>				
Aristocrat Leisure Ltd	25,314	813,258	924,720	0.59
Bapcor Ltd	117,313	797,424	750,803	0.48
Qantas Airways Ltd	120,880	727,278	770,006	0.49
	<u>263,507</u>	<u>2,337,960</u>	<u>2,445,529</u>	<u>1.56</u>
<u>Consumer Staples</u>				
Coles Group Limited	44,352	762,990	801,884	0.51
Woolworths Limited	46,100	1,679,755	1,696,480	1.08
	<u>90,452</u>	<u>2,442,745</u>	<u>2,498,364</u>	<u>1.59</u>
<u>Energy</u>				
Imdex Ltd	127,556	319,105	299,757	0.19
Santos Ltd	222,647	1,603,959	1,554,076	0.99
Whitehaven Coal Ltd	92,372	836,290	665,078	0.42
Woodside Energy Group Ltd	14,214	498,428	510,283	0.33
	<u>456,789</u>	<u>3,257,782</u>	<u>3,029,194</u>	<u>1.93</u>
<u>Financial Services</u>				
Medibank Private Ltd	243,755	713,500	811,704	0.52
Westpac Banking Corp	35,049	754,836	789,304	0.50
Australia New Zealand Bank Gp	100,275	2,433,658	2,470,776	1.58
	<u>379,079</u>	<u>3,901,994</u>	<u>4,071,784</u>	<u>2.60</u>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(a) Quoted equities – foreign (continued)

(ii) Quoted equities - foreign as at 28 February 2023 are as follows: (continued)

	<u>Quantity</u>	Aggregate cost AUD	Fair value AUD	Percentage of NAV %
<u>Health Care</u>				
CSL Ltd	2,712	763,343	803,186	0.51
ResMed Inc Depository Receipt	24,182	809,772	757,138	0.49
Sonic Healthcare Ltd	34,625	1,184,256	1,114,925	0.71
	<u>61,519</u>	<u>2,757,371</u>	<u>2,675,249</u>	<u>1.71</u>
<u>Industrials</u>				
Amcor PLC Depository Receipt	70,000	1,188,289	1,156,400	0.74
<u>Real Estate</u>				
Charter Hall Long Wale REIT	383,103	1,751,098	1,735,457	1.11
Charter Hall Retail REIT	292,064	1,220,272	1,165,335	0.74
Goodman Group	24,703	413,393	487,143	0.31
	<u>699,870</u>	<u>3,384,763</u>	<u>3,387,935</u>	<u>2.16</u>
<u>Telecommunication</u>				
Telstra Group Limited	429,784	1,628,292	1,787,902	1.14
<u>Singapore</u>				
<u>Real Estate</u>				
Frasers Logistics & Comm Trust	569,800	830,543	791,984	0.51
Total quoted equities - foreign	<u>3,675,909</u>	26,145,872	<u>25,977,316</u>	<u>16.58</u>
Accumulated unrealised loss on quoted equities – foreign		<u>(168,556)</u>		
Total quoted equities - foreign		<u>25,977,316</u>		

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(b) Unquoted fixed income securities - foreign

(i) Unquoted fixed income securities - foreign as at 29 February 2024 are as follows:

	Nominal <u>value</u> AUD	Adjusted <u>cost</u> AUD	Fair <u>value</u> AUD	Percentage <u>of NAV</u> %
<u>Bonds</u>				
4.60% AT&T Inc 19.09.2028 (Baa2)	2,500,000	2,565,563	2,502,575	2.09
3.75% Ausgrid Finance Pty Ltd Call: 30.07.2024 (Baa1)	2,000,000	2,017,273	2,009,000	1.68
2.60% AusNet Services Hldgs Pty Ltd 31.07.2029 (Baa1)	1,500,000	1,495,563	1,302,360	1.09
2.75% Australia Government Bond 21.05.2041 (AAA)	2,000,000	1,734,653	1,613,660	1.35
5.845% Australia New Zealand Bank Gp Call: 16.05.2028 (Baa1)	500,000	511,062	513,210	0.43
5.88% Australia New Zealand Bank Gp Call: 16.01.2029 (Baa1)	1,500,000	1,510,920	1,523,070	1.27
3.25% Australia Government 21.04.2025 (AAA)	2,000,000	2,030,183	2,007,840	1.68
3.25% Barclays PLC 26.06.2024 (Baa2)	2,500,000	2,514,613	2,499,150	2.09
3.10% Brisbane Airport Corp Pty Ltd Call: 01.04.2026 (Baa2)	1,250,000	1,255,325	1,207,688	1.01
4.50% Brisbane Airport Corp Pty Ltd Call: 01.10.2030 (Baa2)	1,000,000	1,005,317	949,520	0.79
3.30% BWP Trust Call: 09.02.2026 (A3)	1,000,000	1,011,934	978,090	0.82
2.317% Charter Hall Exchange Fin 25.09.2030 (A3)	1,000,000	1,015,939	824,760	0.69
2.10% Coles Group Treasury Pty Ltd Call: 29.05.2030 (Baa1)	3,000,000	2,983,320	2,462,010	2.06
6.208% Coles Group Treasury Pty Ltd Call: 30.08.2033 (Baa1)	500,000	508,015	527,765	0.44
5.6529% Commonwealth Bank of Australia Call: 20.08.2026 (Baa1)	2,000,000	2,003,100	1,995,700	1.67
3.147% Computershare US Inc Call: 01.09.2027 (Baa2)	800,000	806,360	743,720	0.62
3.40% ConnectEast Finance Pty Ltd Call: 25.12.2025 (Baa2)	1,500,000	1,521,887	1,471,290	1.23
2.485% CPIF Finance Pty Ltd Call: 28.07.2030 (Baa1)	1,650,000	1,663,860	1,338,315	1.12
6.2629% DBS Group Holdings Ltd Call: 08.04.2026 (A2)	2,000,000	2,911,730	2,035,380	1.70
2.60% DWPF Finance Pty Ltd Call: 04.05.2032 (A)	1,000,000	1,003,843	761,160	0.64
1.90% GAIF Bond Issuer Pty Ltd Call: 15.09.2028 (A3)	1,500,000	1,501,681	1,287,825	1.08
2.584% GAIF Bond Issuer Pty Ltd Call: 18.08.2027 (A3)	2,500,000	2,518,450	2,309,700	1.93
2.849% General Property Trust Call: 20.11.2031 (A-)	1,500,000	1,501,170	1,173,120	0.98

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

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

(i) Unquoted fixed income securities - foreign as at 29 February 2024 are as follows:(continued)

	Nominal <u>value</u> AUD	Adjusted <u>cost</u> AUD	Fair <u>value</u> AUD	Percentage <u>of NAV</u> %
<u>Bonds</u> (continued)				
3.657% General Property Trust Call: 24.02.2026 (A-)	1,000,000	997,520	967,100	0.81
2.20% GTA Finance Co Pty Ltd Call: 27.07.2027 (BBB)	1,500,000	1,393,472	1,342,860	1.12
4.90% Landesbank Baden-Wuerttemberg 29.06.2027 (Baa2)	1,800,000	1,934,400	1,716,354	1.43
5.00% Landesbank Baden-Wuerttemberg 17.05.2028 (Baa2)	1,400,000	1,457,321	1,318,772	1.10
3.40% Lendlease Finance Ltd Call: 27.07.2027 (Baa3)	1,500,000	1,516,766	1,388,400	1.16
7.086% Lloyds Banking Group PLC Call: 27.07.2027 (Baa3)	500,000	500,195	520,445	0.43
2.332% National Australia Bank Ltd Call: 21.08.2030 (Baa1)	1,079,580	1,044,865	940,704	0.79
1.00% NBN Co Ltd Call: 03.09.2025 (Aa3)	3,000,000	2,883,722	2,817,990	2.35
5.20% NBN Co Ltd Call: 03.09.2025 (Aa3)	1,000,000	999,277	1,013,810	0.85
4.7% Newcastle Coal Infrastructure Call: 12.02.2031 (BBB+)	717,384	612,722	698,124	0.58
2.50%Optus Finance Pty Ltd 01.07.2030 (A3)	1,000,000	1,000,180	850,720	0.71
2.65% Origin Energy Finance Ltd Call: 11.08.2027 (Baa2)	1,900,000	1,912,338	1,755,562	1.47
3.70% Pacific National Fin Pty Ltd Call: 24.06.2029 (BBB-)	3,200,000	3,245,857	2,813,632	2.35
3.80% Pacific National Fin Pty Ltd Call: 10.06.2031 (BBB-)	500,000	507,676	414,685	0.35
5.60% Perth Airport Pty Ltf Call: 5.12.2030 (Baa2)	400,000	399,588	401,480	0.33
2.95% Qantas Airways Ltd Call: 27.08.2029 (Baa2)	900,000	831,454	782,640	0.65
3.15% Qantas Airways Ltd Call: 27.06.2028 (Baa2)	2,000,000	1,992,211	1,836,600	1.53
5.875% QBE Insurance Group Ltd Call: 17.06.2026 (BBB-)	1,439,440	1,371,739	1,532,806	1.28
6.75% QBE Insurance Group Ltd Call: 02.12.2024 (BBB-)	1,439,440	1,347,549	1,561,886	1.31
7.0856% QBE Insurance Group Ltd Call: 25.08.2026 (Baa1)	1,250,000	1,250,975	1,278,350	1.07
5.55% Region Retail Trust Call: 05.12.2030 (Baa1)	1,000,000	997,370	1,000,800	0.84
3.649% Santos Finance Ltd Call :29.01.2031 (BBB-)	575,776	524,567	538,688	0.45
5.25% Santos Finance Ltd Call: 13.12.2028 (BBB-)	4,318,321	4,463,231	4,576,844	3.82

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

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

(i) Unquoted fixed income securities - foreign as at 29 February 2024 are as follows:(continued)

	Nominal value AUD	Adjusted cost AUD	Fair value AUD	Percentage of NAV %
<u>Bonds</u> (continued)				
4.75% Scentre Group Trust 2 Call: 24.06.2026 (Baa1)	3,598,601	3,593,210	3,751,046	3.13
5.125% Scentre Group Trust 2 Call: 24.06.2030 (Baa1)	2,878,880	2,791,760	2,881,000	2.41
1.843% SGSP Australia Assets Pty Ltd Call: 15.06.2028 (A3)	1,000,000	1,008,510	869,810	0.73
5% Shinhan Bank Co Ltd 30.08.2028 (Baa1)	1,500,000	1,442,449	1,412,460	1.18
4.35% South32 Treasury USA Call: 14.01.2032 (Baa1)	1,439,440	1,360,469	1,401,139	1.17
2.90% Standard Chartered PLC Call: 28.06.2024 (A3)	3,000,000	3,043,417	2,990,310	2.5
3.30% Stockland Trust Management Ltd Call: 22.02.2024 (A-)	3,000,000	3,043,800	3,041,400	2.54
3.25% Transurban Queensland Fin Pty Call: 07.05.2031 (BBB)	1,500,000	1,497,735	1,277,745	1.07
3.00% Verizon Communications Inc Call: 23.12.2030 (Baa1)	2,000,000	2,021,943	1,710,780	1.43
1.40% Volkswagen Fin Serv Australia 25.08.2025 (A3)	2,000,000	2,001,451	1,891,580	1.58
1.941% Wesfarmers Ltd Call: 23.03.2028 (A3)	1,000,000	922,503	893,260	0.75
2.55% Wesfarmers Ltd Call: 23.03.2031 (A3)	1,000,000	1,004,810	831,610	0.69
2.894% Westpac Banking Corp Call: 04.02.2025 (Baa1)	2,159,160	2,154,957	2,241,298	1.87
2.15% Westpac Banking Corp 03.06.2031 (Aa3)	2,878,880	2,591,685	2,563,219	2.14
2.80% Woolworths Group Ltd 20.05.2030 (BBB)	1,500,000	1,509,506	1,312,275	1.10
2.70% WSO Finance Pty Ltd Call: 30.03.2030 (A3)	2,000,000	2,046,182	1,711,040	1.43
Total unquoted fixed income securities - foreign	<u>102,574,902</u>	<u>102,811,143</u>	<u>96,886,132</u>	<u>80.96</u>
Accumulated unrealised loss on unquoted fixed income securities – foreign		<u>(5,925,011)</u>		
Total unquoted fixed income securities - foreign		<u>96,886,132</u>		

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities - foreign

(i) Unquoted fixed income securities - foreign as at 29 February 2023 are as follows:

	Nominal <u>value</u> AUD	Adjusted <u>cost</u> AUD	Fair <u>value</u> AUD	Percentage <u>of NAV</u> %
<u>Bonds</u>				
6.728% Ampol Ltd Call: 09.03.2026 (Baa3)	1,000,000	1,015,110	1,016,410	0.65
3.45% AT&T Inc 19.09.2023 (Baa2)	3,200,000	3,248,786	3,231,136	2.06
4.60% AT&T Inc 19.09.2028 (Baa2)	2,500,000	2,568,183	2,472,275	1.58
3.75% Ausgrid Finance Pty Ltd Call: 30.07.2024 (Baa1)	2,000,000	1,998,691	1,993,140	1.27
2.60% AusNet Services Hldgs Pty Ltd 31.07.2029 (Baa1)	1,500,000	1,494,179	1,248,870	0.80
2.75% Australia Government Bond 21.05.2041 (AAA)	500,000	449,486	412,550	0.26
4.50% Australia New Zealand Bank Gp Call: 02.12.2027 (Baa1)	500,000	525,069	552,870	0.35
2.95% Australia New Zealand Bank Gp Call: 22.07.2025 (Baa1)	1,000,000	1,315,262	1,367,414	0.87
4.00% Australian Postal Corp 01.12.2026 (A+)	1,500,000	1,512,268	1,477,335	0.94
3.25% Barclays PLC 26.06.2024 (Baa2)	2,500,000	2,514,714	2,441,250	1.56
3.10% Brisbane Airport Corp Pty Ltd Call: 01.04.2026 (Baa2)	1,250,000	1,254,777	1,178,875	0.75
4.50% Brisbane Airport Corp Pty Ltd Call: 01.10.2030 (Baa2)	2,000,000	2,009,868	1,851,080	1.18
3.30% BWP Trust Call: 09.02.2026 (A3)	1,000,000	1,011,493	960,570	0.61
2.317% Charter Hall Exchange Fin 25.09.2030 (A3)	1,000,000	1,016,753	785,750	0.50
2.092% CHC Finance Pty Ltd Call: 21.01.2031 (Baa1)	1,500,000	1,516,695	1,168,545	0.75
2.10% Coles Group Treasury Pty Ltd Call: 29.05.2030 (Baa1)	3,000,000	2,980,737	2,338,260	1.49
4.7945% Commonwealth Bank of Australia Call: 20.08.2026 (Baa1)	2,000,000	2,002,360	1,956,360	1.25
4.9422% Commonwealth Bank of Australia Call: 10.09.2025 (Baa1)	1,000,000	1,010,700	1,008,400	0.64
5.00% Commonwealth Bank of Australia 13.01.2028 (Aa3)	1,500,000	1,506,368	1,517,085	0.97
6.86% Commonwealth Bank of Australia Call: 9.11.2027 (Baa1)	1,750,000	1,787,135	1,843,660	1.18
3.147% Computershare US Inc Call: 01.09.2027 (Baa2)	800,000	806,328	721,928	0.46
3.40% ConnectEast Finance Pty Ltd Call: 25.12.2025 (Baa2)	1,500,000	1,521,760	1,440,225	0.92
2.485% CPIF Finance Pty Ltd Call: 28.07.2030 (Baa1)	1,650,000	1,663,975	1,270,780	0.81

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

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

(i) Unquoted fixed income securities - foreign as at 29 February 2023 are as follows:(continued)

	Nominal <u>value</u> AUD	Adjusted <u>cost</u> AUD	Fair <u>value</u> AUD	Percentage <u>of NAV</u> %
<u>Bonds</u> (continued)				
5.2285% DBS Group Holdings Ltd Call: 08.04.2026 (A2)	2,000,000	2,866,335	1,992,420	1.27
2.60% DWPF Finance Pty Ltd Call: 04.05.2032 (A)	3,000,000	3,012,003	2,232,600	1.43
3.05% Emirates NBD Bank PJSC 26.02.2030 (A2)	3,000,000	2,989,848	2,526,150	1.61
4.75% Emirates NBD Bank PJSC 09.02.2028 (A2)	1,000,000	1,001,133	978,420	0.62
1.90% GAIF Bond Issuer Pty Ltd Call: 15.09.2028 (A3)	3,100,000	3,101,595	2,536,792	1.62
2.584% GAIF Bond Issuer Pty Ltd Call: 18.08.2027 (A3)	2,500,000	2,518,375	2,241,875	1.43
2.849% General Property Trust Call: 20.11.2031 (A)	1,500,000	1,501,065	1,160,865	0.74
3.657% General Property Trust Call: 24.02.2026 (A)	1,000,000	996,270	959,410	0.61
2.525% GPT Wholesale Office Fund No 1 Call: 12.10.2025 (A-)	1,000,000	1,003,350	938,750	0.60
3.222% GPT Wholesale Office Fund No 1 Call: 05.08.2031 (A-)	1,500,000	1,515,480	1,228,980	0.78
2.20% GTA Finance Co Pty Ltd Call: 27.07.2027 (BBB)	1,500,000	1,365,589	1,292,670	0.83
4.9% John Deere Financial Ltd 28.07.2025 (A2)	500,000	501,995	504,215	0.32
4.90% Landesbank Baden-Wuerttemberg 29.06.2027 (Baa2)	1,800,000	1,955,264	1,697,562	1.08
5.00% Landesbank Baden-Wuerttemberg 17.05.2028 (Baa2)	1,400,000	1,457,650	1,312,850	0.84
3.40% Lendlease Finance Ltd Call: 27.07.2027 (Baa3)	1,500,000	1,516,550	1,349,520	0.86
3.70% Lendlease Finance Ltd Call: 31.12.2030 (Baa3)	1,250,000	1,266,280	1,012,688	0.65
4.7514% Macquarie Bank Ltd Call: 17.06.2026 (Baa3)	2,000,000	2,018,740	1,974,540	1.26
2.60% Mirvac Group Finance Ltd Call: 18.06.2029 (A3)	1,500,000	1,510,484	1,266,570	0.81
3.625% Mirvac Group Finance Ltd Call: 18.12.2026 (A3)	3,000,000	4,069,793	4,205,444	2.68
5.4945% National Australia Bank Ltd Call: 18.11.2026 (Baa1)	2,700,000	2,703,645	2,696,085	1.72

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities - foreign (continued)

(i) Unquoted fixed income securities - foreign as at 29 February 2023 are as follows:(continued)

	Nominal <u>value</u> AUD	Adjusted <u>cost</u> AUD	Fair <u>value</u> AUD	Percentage <u>of NAV</u> %
<u>Bonds</u> (continued)				
2.332% National Australia Bank Ltd 21.08.2030 (Baa1)	750,000	1,044,841	872,381	0.56
5.0546% NatWest Markets Plc 12.08.2025 (A1)	1,200,000	1,202,844	1,193,844	0.76
1.00% NBN Co Ltd Call: 03.09.2025 (A1)	1,000,000	1,002,117	904,520	0.58
2.50%Optus Finance Pty Ltd 01.07.2030 (A3)	1,000,000	999,559	821,670	0.52
2.65% Origin Energy Finance Ltd Call: 11.08.2027 (Baa2)	1,900,000	1,911,459	1,691,095	1.08
3.70% Pacific National Fin Pty Ltd Call: 24.06.2029 (BBB-)	3,200,000	3,244,585	2,764,320	1.76
3.80% Pacific National Fin Pty Ltd Call: 10.06.2031 (BBB-)	500,000	507,510	407,785	0.26
5.90% Port of Newcastle Invest Call: 24.08.2031 (WR)	500,000	693,553	663,172	0.42
2.95% Qantas Airways Ltd Call: 27.08.2029 (Baa2)	400,000	402,338	330,304	0.21
3.15% Qantas Airways Ltd Call: 27.06.2028 (Baa2)	2,000,000	1,985,303	1,770,780	1.13
4.40% Qantas Airways Ltd 10.10.2023 (Baa2)	2,500,000	2,544,409	2,536,650	1.62
6.30% QBE Insurance Group Ltd Call: 25.08.2026 (Baa1)	1,250,000	1,250,400	1,246,650	0.80
5.875% QBE Insurance Group Ltd Call: 17.06.2026 (BBB-)	1,000,000	1,371,140	1,454,439	0.93
6.75% QBE Insurance Group Ltd Call: 02.12.2024 (BBB-)	1,000,000	1,364,562	1,506,391	0.96
3.649% Santos Finance Ltd Call :29.01.2031 (BBB-)	400,000	524,322	498,376	0.32
5.25% Santos Finance Ltd Call: 13.12.2028 (BBB-)	1,500,000	2,229,055	2,158,943	1.38
4.75% Scentre Group Trust 2 Call: 24.06.2026 (Baa1)	2,500,000	3,590,844	3,520,169	2.25
5.125% Scentre Group Trust 2 Call: 24.06.2030 (Baa1)	2,000,000	2,789,449	2,686,180	1.72
1.843% SGSP Australia Assets Pty Ltd Call: 15.06.2028 (A3)	1,000,000	1,008,500	828,700	0.53
4.35% South32 Treasury USA Call: 14.01.2032 (Baa1)	1,000,000	1,359,053	1,329,553	0.85
2.90% Standard Chartered PLC Call: 28.06.2024 (A3)	3,000,000	3,129,415	2,900,160	1.85

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

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

(i) Unquoted fixed income securities - foreign as at 29 February 2023 are as follows:(continued)

	Nominal <u>value</u> AUD	Adjusted <u>cost</u> AUD	Fair <u>value</u> AUD	Percentage <u>of NAV</u> %
<u>Bonds</u> (continued)				
3.30% Stockland Trust Management Ltd Call: 22.02.2024 (A-)	3,000,000	3,042,848	2,998,770	1.91
5.216% Suncorp Group Ltd Call: 05.12.2023 (A-)	516,214	506,145	508,345	0.32
5.295% Suncorp Group Ltd Call: 01.12.2025 (BBB+)	863,664	607,836	607,056	0.39
3.25% Transurban Queensland Fin Pty Call: 07.05.2031 (BBB)	2,159,160	1,496,964	1,223,625	0.78
4.50% Transurban Queensland Fin Pty Call: 19.01.2028 (BBB)	1,439,440	1,307,344	1,407,004	0.90
3.00% Verizon Communications Inc Call: 23.12.2030 (Baa1)	2,878,880	2,021,368	1,658,360	1.06
0.8749% Victoria Power Networks Fin Lt Call: 21.01.2026 (A-)	2,878,880	2,008,280	1,983,080	1.27
1.40% Volkswagen Fin Serv Australia 25.08.2025 (A3)	2,878,880	2,002,061	1,830,300	1.17
3.10% Volkswagen Fin Serv Australia 17.04.2023 (A3)	7,916,921	5,564,554	5,556,650	3.55
1.941% Wesfarmers Ltd Call: 23.03.2028 (A3)	1,439,440	905,546	857,730	0.55
2.55% Wesfarmers Ltd Call: 23.03.2031 (A3)	1,439,440	1,004,760	797,660	0.51
5.35% Westpac Banking Corp Call: 27.08.2024 (Baa1)	2,878,880	2,066,147	2,015,760	1.29
2.15% Westpac Banking Corp 03.06.2031 (Aa3)	2,878,880	2,590,865	2,489,707	1.59
2.80% Woolworths Group Ltd 20.05.2030 (BBB)	2,159,160	1,509,130	1,261,515	0.81
2.70% WSO Finance Pty Ltd Call: 30.03.2030 (A3)	2,000,000	2,051,419	1,636,740	1.04
Total unquoted fixed income securities - foreign	<u>139,827,839</u>	<u>138,442,666</u>	<u>127,281,558</u>	<u>81.24</u>
Accumulated unrealised loss on unquoted fixed income securities – foreign		<u>(11,161,108)</u>		
Total unquoted fixed income securities - foreign		<u>127,281,558</u>		

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

10 CASH AND CASH EQUIVALENTS

	<u>2024</u> AUD	<u>2023</u> AUD
Cash and bank balances	3,134,908	2,087,338
Deposits with licensed financial institutions	-	3,307,635
	<u>3,134,908</u>	<u>5,394,973</u>

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

	<u>2024</u> %	<u>2023</u> %
Deposits with licensed financial institutions	-	1.98

Deposits with licensed financial institutions have an average maturity of Nil (2023: 1) day.

11 FORWARD FOREIGN CURRENCY CONTRACTS

As at the date of statement of financial position, there is Nil (2023: 1) forward foreign currency contracts outstanding. The notional principal amount of the outstanding forward foreign currency contracts amounted to AUD Nil (2023: AUD5,669,738). The forward foreign currency contracts entered into during the financial period were for hedging against the currency exposure arising from the investment in the foreign securities denominated United States Dollar. As the Fund has not adopted hedge accounting during the financial period, the change in the fair value of the forward foreign currency contract is recognised immediately in the statement of comprehensive income.

	<u>2024</u> AUD	<u>2023</u> AUD
Financial assets at fair value through profit or loss:		
- forward foreign currency contracts	-	-
Financial liabilities at fair value through profit or loss:		
- forward foreign currency contracts	-	282,380
Net gain on forward foreign currency contracts at fair value through profit or loss:		
- realised loss on forward foreign currency contracts	-	430,819
- unrealised gain on forward foreign currency contracts	-	(282,380)
	<u>-</u>	<u>148,439</u>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

11 FORWARD FOREIGN CURRENCY CONTRACTS (CONTINUED)

(a) Forward foreign currency contracts

(i) There is no forward foreign currency contracts as at 29 February 2024.

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

<u>Name of issuer</u>	<u>Receivables</u> AUD	<u>Payables</u> AUD	<u>Fair value</u> AUD	<u>Percentage of NAV</u> %
Standard Chartered Bank Bhd	5,669,738	5,952,118	(282,380)	(0.18)

12 NUMBER OF UNITS IN CIRCULATION

(a) RM Class units in circulations

	<u>2024</u> No. of units	<u>2023</u> No. of units
At the beginning of the financial period	50,610,000	59,583,000
Creation of units arising from applications	6,423,000	4,874,000
Creation of units arising from distributions	899,051	1,094,145
Cancellation of units	(8,062,051)	(15,366,145)
At the end of the financial period	<u>49,870,000</u>	<u>50,185,000</u>

(b) AUD Class units in circulations

	<u>2024</u> No. of units	<u>2023</u> No. of units
At the beginning of the financial period	220,097,000	266,026,000
Creation of units arising from applications	716,000	2,659,872
Creation of units arising from distributions	3,322,861	4,756,681
Cancellation of units	(36,734,861)	(24,962,553)
At the end of the financial period	<u>187,401,000</u>	<u>248,480,000</u>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

13 TRANSACTIONS WITH BROKERS AND DEALERS

(a) Details of transaction with the top 10 brokers/dealers for the 6 months financial period ended 29 February 2024 are as follows

<u>Name of brokers/dealers</u>	<u>Value of trade</u> AUD	<u>Percentage</u> <u>of total</u> <u>trade</u> %	<u>Brokerage</u> <u>fees</u> AUD	<u>Percentage</u> <u>of total</u> <u>brokerage</u> %
Macquarie Bank Ltd (Australia)	20,880,175	25.65	38,391	60.26
CLSA Australia Pty Ltd	17,503,327	21.50	21,210	33.29
Marketaxess Capital Ltd	12,752,242	15.66	-	-
Westpac Banking Corporation	7,756,038	9.53	-	-
Commonwealth Bank Of Australia Australia And New Zealand Banking Group Ltd	4,497,370	5.52	-	-
Deutsche Bank (Malaysia) Bhd	2,980,650	3.66	-	-
Mizuho Securities Aisa Ltd	2,580,450	3.17	-	-
JP Morgan Chase Bank Bhd	1,607,040	1.97	-	-
Westpac Institutional Bank	1,412,863	1.74	-	-
Others	4,553,141	5.59	4,112	6.45
	<u>81,418,372</u>	<u>100.00</u>	<u>63,713</u>	<u>100.00</u>

(b) Details of transaction with the top 10 brokers/dealers for the 6 months financial period ended 28 February 2023 are as follows

<u>Name of brokers/dealers</u>	<u>Value of trade</u> AUD	<u>Percentage</u> <u>of total</u> <u>trade</u> %	<u>Brokerage</u> <u>fees</u> AUD	<u>Percentage</u> <u>of total</u> <u>brokerage</u> %
Morgan Financial Ltd	18,337,912	23.52	45,845	38.31
CLSA Australia Pty Ltd	17,393,736	22.31	26,424	22.08
Macquarie Bank Group	13,526,391	17.35	24,452	20.43
Westpac Group	5,100,560	6.54	-	-
State Street Bank And Trust Company	4,825,610	6.19	4,826	4.03
Barrenjoey Markets Pty Ltd	3,651,390	4.68	7,302	6.10
Commonwealth Bank Of Australia	3,246,715	4.16	-	-
Jefferies International Ltd Australia And New Zealand Banking Group Ltd	2,667,724	3.42	5,334	4.46
	2,250,000	2.88	-	-
Marketaxess Capital Ltd	1,972,900	2.53	-	-
Others	5,006,152	6.42	5,494	4.59
	<u>77,979,090</u>	<u>100.00</u>	<u>119,677</u>	<u>100.00</u>

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

The related parties of and their relationship 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 and substantial shareholder of the Manager
Affin Bank Berhad ("ABB")	Former penultimate holding company of the Manager
Affin Hwang Investment Bank Berhad	Former immediate 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 ("NAMI")	Former substantial shareholder of the Manager
Nikko Asset Management Co., Ltd ("NAM")	Substantial shareholder of the Manager
AHAM Asset Management Berhad	The Manager
Subsidiaries and associated companies of CVC Asia V as disclosed in their financial statements	Subsidiaries and associated companies of the ultimate holding 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	Directors of the Manager

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

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

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

	2024		2023	
The Manager:	No. of units	AUD	No. of units	AUD
AHAM Asset Management Berhad (The units are held legally for booking purpose)				
- RM Class	3,136	1,621	2,878	1,494
- AUD Class	2,540	4,530	2,540	4,552
	2,540	4,530	2,540	4,552
 <u>Directors of the Manager:</u>				
Director of AHAM Asset Management Berhad				
- RM Class			568,251	294,979
- AUD Class			34,130	61,161
			568,251	294,979
			34,130	61,161

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

15 TOTAL EXPENSE RATIO (“TER”)

	6 months financial period ended <u>29.2.2024</u> %	6 months financial period ended <u>28.2.2023</u> %
TER	<u>0.81</u>	<u>0.80</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 fees
C	=	Fund accounting fee
D	=	Auditors' remuneration
E	=	Tax agent's fee
F	=	Other expenses, excluding sales and services 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 period calculated on a daily basis is AUD126,752,335 (2023: AUD163,097,135)

16 PORTFOLIO TURNOVER RATIO (“PTR”)

	6 months financial period ended <u>29.2.2024</u>	6 months financial period ended <u>28.2.2023</u>
PTR (times)	<u>0.37</u>	<u>0.26</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial period = AUD36,619,242 (2023: AUD37,977,927)
total disposal for the financial period = AUD56,747,797 (2023: AUD47,238,041)

AHAM SELECT AUD INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2024 (CONTINUED)

17 SIGNIFICANT EVENT DURING THE FINANCIAL PERIOD

Change in substantial shareholders of AHAM Asset Management Berhad

On 19 April 2023, Nikko Asset Management International Limited (“NAMI”) has divested all its equity interest of 27% in AHAM Asset Management Berhad to Nikko Asset Management Co. Ltd (“NAM”) for 20% and remaining 7% of the equity interest to Lembaga Tabung Angkatan Tentera (“LTAT”), resulting in both NAM and LTAT becoming substantial shareholders of the Manager.

AHAM SELECT AUD INCOME FUND

STATEMENT BY THE MANAGER

I, Dato' Teng Chee Wai, for and on behalf of the board of directors of the Manager, **AHAM Asset Management Berhad**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 53 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 29 February 2024 and of its financial performance, changes in net assets attributable to unitholders and cash flows for the financial period ended 29 February 2024 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

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

DATO' TENG CHEE WAI
EXECUTIVE DIRECTOR/MANAGING DIRECTOR

Kuala Lumpur
15 April 2024

DIRECTORY OF SALES OFFICE

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