



**ANNUAL REPORT**  
29 February 2024

# **AHAM Select Income Fund**

MANAGER  
AHAM Asset Management Berhad  
199701014290 (429786-T)

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

**Built On Trust**

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

# AHAM SELECT INCOME FUND

## Annual Report and Audited Financial Statements For the Financial Year Ended 29 February 2024

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## FUND INFORMATION

Fund Name	AHAM Select Income Fund
Fund Type	Income & Growth
Fund Category	Fixed Income
Investment Objective	To provide investors with a steady and regular income stream in the form of distribution over the medium to longer term.
Benchmark	The benchmark will be a combination of Maybank 12-month fixed deposit rate, weighting at 70% for the fixed income investments and MSCI AC Asia Pacific ex Japan High Dividend Yield Index, weighting at 30% for the equities investment
Distribution Policy	<p>Subject to the availability of income, the Fund will distribute income on a quarterly basis. However, the amount of income available for distribution may fluctuate from year to year.</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			
<b>Quoted equities – local</b>			
- Consumer products & services	1.97	-	-
- Financial services	4.48	-	-
- Telecommunications & Media	0.64	-	-
- Transportation & logistics	1.14	-	-
- Utilities	1.18	-	-
<b>Total quoted equities - local</b>	<b>9.41</b>	<b>0.00</b>	<b>0.00</b>
<b>Quoted equities – foreign</b>			
- Basic materials	0.57	-	-
- Consumer discretionary	1.47	6.64	5.41
- Consumer staples	-	1.15	2.84
- Financial services	2.45	5.35	7.32
- Industrials	0.67	1.26	0.93
- Real estate	1.95	4.31	5.47
- Technology	7.62	4.30	2.20
- Telecommunications	1.33	1.54	-
- Energy	0.99	0.64	-
- Health Care	-	1.36	-
<b>Total quoted equities - foreign</b>	<b>17.05</b>	<b>26.55</b>	<b>24.17</b>
<b>Collective investment scheme -local</b>	<b>0.35</b>	<b>0.27</b>	<b>-</b>
<b>Fixed Income Securities</b>	<b>72.58</b>	<b>73.59</b>	<b>71.64</b>
<b>Cash and cash equivalent</b>	<b>0.61</b>	<b>-0.41</b>	<b>4.19</b>
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Total NAV (RM'million)	1,395.625	1,773.439	2,041.771
NAV per Unit (RM)	0.6557	0.6736	0.6986
Unit in Circulation (million)	2,128.298	2,632.775	2,922.803
Highest NAV	0.6775	0.6985	0.7535
Lowest NAV	0.6270	0.6263	0.6986
Return of the Fund (%)	1.32	-0.14	-3.39
- Capital Growth (%)	-2.66	3.56	-6.68
- Income Distribution (%)	4.08	-3.57	3.53
Gross Distribution per Unit (sen)	3.00	2.35	2.55
Net Distribution per Unit (sen)	2.62	2.35	2.55
Total Expense Ratio (%) <sup>1</sup>	1.60	1.60	1.60
Portfolio Turnover Ratio (times) <sup>2</sup>	0.95	0.69	0.70

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

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

An illustration of the above would be as follow:-

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

<sup>1</sup> The TER of the Fund was unchanged over the financial year under review.

<sup>2</sup> The PTR of the Fund increased due to the increase in trading activities of the Fund over the financial year under review.

## Income Distribution / Unit Split

The NAV per Unit prior and subsequent to the distributions are as follow:

Cum Date	Ex-Date	Cum- distribution (RM)	Distribution per Unit (RM)	Ex-distribution (RM)
16-Mar-21	17-Mar-21	0.7532	0.0050	0.7485
15-Jun-21	16-Jun-21	0.7525	0.0065	0.7445
19-Sep-21	20-Sep-21	0.7406	0.0065	0.7304
14-Dec-21	15-Dec-21	0.7237	0.0075	0.7126
15-Mar-22	16-Mar-22	0.6743	0.0060	0.6719
14-Jun-22	15-Jun-22	0.6776	0.0060	0.6708
20-Sep-22	21-Sep-22	0.6739	0.0060	0.6655
20-Dec-22	21-Dec-22	0.6679	0.0055	0.6634
14-Mar-23	15-Mar-23	0.6686	0.0070	0.6628
20-Jun-23	21-Jun-23	0.6688	0.0066	0.6606
19-Sep-23	20-Sep-23	0.6456	0.0066	0.6370
19-Dec-23	20-Dec-23	0.6517	0.0060	0.6452

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	17-Mar-21	0.5000	100.00	0.0000	0.00
	16-Jun-21	0.6500	100.00	0.0000	0.00
	20-Sep-21	0.6500	100.00	0.0000	0.00
	15-Dec-21	0.7500	100.00	0.0000	0.00
	16-Mar-22	0.6000	100.00	0.0000	0.00
	15-Jun-22	0.6000	100.00	0.0000	0.00
	21-Sep-22	0.6000	100.00	0.0000	0.00
	21-Dec-22	0.5500	100.00	0.0000	0.00
	15-Mar-23	0.7000	100.00	0.0000	0.00
	21-Jun-23	0.1200	18.18	0.5400	81.82
	20-Sep-23	0.3800	57.58	0.2800	42.42
	20-Dec-23	0.2900	48.33	0.3100	51.67

## Fund Performance

Table 1: Performance of the Fund

	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 (27/1/05 - 29/2/24)
Fund	1.32%	(2.25%)	9.38%	187.76%
Benchmark	8.24%	9.59%	12.63%	122.23%
Outperformance	(6.92%)	(11.84%)	(3.25%)	65.53%

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 (27/1/05 - 29/2/24)
Fund	1.32%	(0.76%)	1.81%	5.69%
Benchmark	8.24%	3.10%	2.40%	4.27%
Outperformance	(6.92%)	(3.86%)	(0.59%)	1.42%

Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2024 (1/3/23 - 29/2/24)	FYE 2023 (1/3/22 - 28/2/23)	FYE 2022 (1/3/21 - 28/2/22)	FYE 2021 (1/3/20 - 28/2/21)	FYE 2020 (1/3/19 - 29/2/20)
Fund	1.32%	(0.14%)	(3.39%)	4.75%	6.82%
Benchmark	8.24%	0.89%	0.36%	3.52%	(0.72%)
Outperformance	(6.92%)	(1.03%)	(3.75%)	1.23%	7.54%

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.***

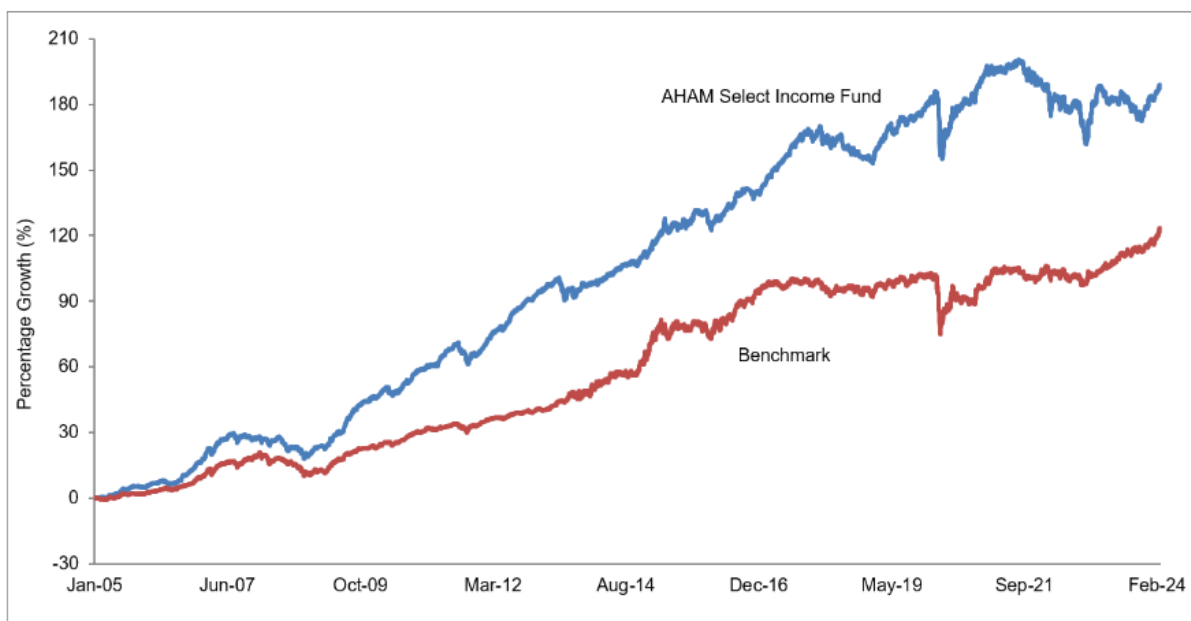
## MANAGER'S REPORT

### Performance Review (1 March 2023 to 29 February 2024)

For the period 1 March 2023 to 29 February 2024, the Fund registered a 1.32% return compared to the benchmark return of 8.24%. The Fund thus underperformed the Benchmark by 6.92%. The Net Asset Value per unit ("NAV") of the Fund as at 29 February 2024 was RM0.6557 while the NAV as at 28 February 2023 was RM0.6736. During the period under review, the Fund has declared a total income distribution of RM0.0262 per unit.

Since commencement, the Fund has registered a return of 187.76% compared to the benchmark return of 122.23%, outperforming by 65.53%.

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: 70% Maybank 12-month fixed deposit rate + 30% MSCI AC Asia Pacific ex Japan High Dividend Yield Index

### Asset Allocation

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

As at 29 February 2024, the Manager initiated positions in local equities, mostly towards the financial services sector, while decreasing weights in foreign equities overall, most prominently within the consumer discretionary sector which saw a 5% reduction compared to a year ago. The Manager maintained the Fund's holdings in local collective investment schemes and the fixed income portion.

### Strategies Employed

The Fund maintained its investment objective of providing investors with a steady and regular income stream in the form of quarterly distributions over the medium to long term. To achieve its objective, the Fund focuses in investing in a diversified portfolio consisting of at least 70% of the Fund's NAV in debentures, money market instruments and/or deposits and a maximum of 30% in equities.

## **Market Review**

Over the financial year under review on a total return basis, the Standard and Poor's ("S&P") 500 Index returned 30.34% with the Morgan Stanley Capital International ("MSCI") World index lagging slightly at 25.63%. Specific to the Asian region, MSCI AC Asia ex Japan Index saw a relatively weaker return of -2.69% while locally, the Financial Times Stock Exchange ("FTSE") Bursa Malaysia Kuala Lumpur Composite Index ("KLCI") fared better at 10.95% in Ringgit terms. Within bond markets, Bloomberg Barclays Global Aggregate Index gained 3.03% while domestically, the bond markets' benchmark 10-year Malaysian Government Securities ("MGS") yield closed at 3.86%.

The United States ("U.S.") Federal Reserve ("Fed") conducts monetary policy by setting a target range for the federal funds rate, which does not directly affect firms and household in the economy. Instead, monetary policy effect cascades to the broader economy by affecting financial conditions including the longer-term interest rates and the exchange value of the dollar. Analysts posit that the Fed's actions of supporting the U.S. economy during the peak of the coronavirus crisis by initiating large purchases of U.S. government and mortgage-backed securities, lending to support household and employers could have been overdone and led to the unwelcome surge in increased inflationary pressures. The Fed has been engaging in a tightening monetary policy stance throughout 2023 to address said inflationary pressures, only relenting towards the end of 2023 when signs of tighter policy was slowing down the economy. Unprecedented global events that unfolded in 2023 also contributed to the Fed's challenge in reigning in inflation rates.

One of the most significant events of 2023 was the eruption of the Israel-Palestinian conflict in October, which led to a sharp depreciation of the Israeli shekel. Gold, viewed as a safe-haven asset surged significantly in the short term and investors' bullish sentiment towards oil also intensified from concern over a disruption to oil supplies in the Middle East, a major oil-producing region. The strained banking sector in U.S. triggered by the collapse of Silicon Valley Bank ("SVB") weighed heavily on investors sentiments. With an abundant of deposits over loans, SVB had placed them into available-for-sale and held-to-maturity securities like Treasuries and mortgage-backed securities when yields were at all-time lows. However, as interest rates began to rise rapidly, it recorded massive outflows in deposits alongside the rest of the banking sector. SVB sold substantially all of its available-for-sale securities to accommodate the outflows, incurring a massive loss which eventually led to a bank run. Smaller U.S. banks were caught also caught in the turmoil as concerns spread.

Since the debut of ChatGPT, last year also saw the surge of Artificial Intelligence ("AI") technology and explosive growth of generative AI tools like image recognition and image generation. Google launched the Bard the chatbot and later released Gemini, touted as the largest and most versatile AI model. Nvidia also dominated the market with its flagship chip, leading to a doubling in its stock price and contributing to the AI boom. The market's biggest tech stocks, which investors dub the magnificent seven of the Nasdaq 100 – Microsoft, Apple, Alphabet, Nvidia, Amazon, Meta and Tesla saw massive outperformance relative to the Nasdaq composite and S&P500 over the past year.

Global financial markets confounded gloomy expectations in 2023. Despite a lacklustre start to the year, even prolonging to the second half of 2023, the stock market eventually rallied, bonds reversed heavy losses made early in the year as recession fears were replaced by increasing confidence that an economic soft landing would be achieved. The rally began in November as Fed chair, Jerome Powell fanned hopes that borrowing costs had peaked. Entering 2024, U.S. equities started the year on a strong note to the surprise of investors, underpinned by robust economic indicators that fortified the case for a soft landing. The gains were also supported by good corporate earnings, including from the top technology names of the market.

Asia ex Japan equities experienced a mix of ups and downs over the financial year, reflecting the volatile nature of the global market landscape. The year commenced with a negative performance in the second quarter of 2023, marked by declines in Chinese equities as the country's economic rebound post pandemic began to slow. Despite this, markets in India, South Korea, and Taiwan saw gains, fueled by factors such as foreign inflows and investor enthusiasm for AI related stocks. The challenges persisted through to the second half of 2023 with concerns over the Chinese economy and global economic growth weighing on investor sentiment across the region. Chinese stocks faced sharp declines amid doubts about government stimulus measures, while markets in Hong Kong, Taiwan, and South Korea also witnessed significant downturns. However, as hopes of stable U.S. interest rates renewed investor appetite for risk assets the outlook improved in the fourth quarter. While Chinese stocks continued to struggle, markets in Taiwan, South Korea, and India saw robust growth, driven by factors such as technology stocks and chipmakers. Other markets in



the region also achieved positive growth, albeit more modestly. Markets saw positive momentum carried into the first quarter of 2024, with Asia ex Japan equities achieving modest gains. Despite ongoing concerns, particularly regarding China's economic outlook and geopolitical tensions, markets in Taiwan, India, and the Philippines performed strongly. However, challenges persisted in markets such as Hong Kong, Thailand, and China, where share prices ended the quarter in negative territory.

Within Malaysia, several policy announcements made by the government in July 2023 caught the attention of investors as markets started to gain. These positive sentiments lifted foreign investors' confidence as they poured into local equities. They include the Ekonomi Madani Plan which outlined several key economic targets, Part 1 of the National Energy Transition Roadmap ("NETR") which intends to achieve 70% renewable energy capacity mix by 2050 and Part 2 of the NETR as well as the New Industrial Masterplan. The unveiling of Budget 2024 in October 2023 also helped shed light on the government's policies and laid down the groundwork for the government's path to fiscal consolidation. According to the Budget, the government aims to narrow the fiscal deficit from 5.0% to 4.3% in 2024 in line with its broader policy objective to bring it down to 3.10% by 2026. Towards the end of the financial year, the benchmark KLCI surged with Johor-focused names taking the spotlight following the installation of the new Yang Di-Pertuan Agong. However, the small cap space saw more measured gains of 2.30%.

The bond market experienced dynamic shifts, influenced by factors such as inflation concerns, central bank policies, and global economic conditions. The second quarter of 2023 witnessed a decline in market volatility, accompanied by a rise in government bond yields, albeit with some divergence among countries. The United Kingdom ("UK") and Australia underperformed due to higher-than-expected inflation, leading to more aggressive actions by central banks to combat inflation. The Fed paused its consecutive rate increases after more than a year, marking a notable shift in monetary policy. Corporate balance sheets remained relatively strong, despite an uptick in default rates, and global high yield outperformed investment grade bonds. At the start of second half of 2023, the U.S. economy displayed resilience, with signs of improvement in the manufacturing sector and a relatively robust labor market. However, concerns over rising U.S. debt issuance and a downgrade in the U.S. credit rating by Fitch Ratings weighed on the Treasury market. Despite a significant rise in oil prices, inflationary pressures eased in most economies, allowing major central banks to signal a pause in further rate hikes. The last quarter of 2023 was marked by a perceived shift in monetary policy direction, with central banks adopting a more dovish tone. This led to a rally in government bond markets, with yields falling sharply and credit markets outperforming government bonds. Despite a slowing growth outlook, corporate bonds staged an impressive rally on hopes of averting a deep recession. The first quarter of 2024 saw a significant shift in inflation and interest rate expectations, with markets initially anticipating faster central bank action to lower rates. However, expectations were scaled back, with central banks proceeding with caution and avoiding premature declarations of victory over inflation. Global economic activity showed signs of improvement, particularly in the U.S., eurozone, and China, although inflation remained a central concern.

## **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 U.S. 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 being implemented this year.

### **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 unitholders of the Fund; and
- (ii) goods and services are in the form of research and advisory services that assists in the decision making process.

During the financial year under review, the Fund has received soft commissions from brokers/dealers who have also executed trades for other funds managed by AHAM Asset Management Berhad. 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**

Cross trade transactions have been carried out during the reported year and Compliance and Risk Oversight Committee of the Fund has reviewed that such transaction are in the best interest of the Fund, transacted in the normal course of business at agreed terms and on a fair value basis.

### **Securities Financing Transactions**

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

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

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

## **TRUSTEE'S REPORT**

### **TO THE UNIT HOLDERS OF AHAM SELECT INCOME FUND ("Fund")**

We have acted as Trustee of the Fund for the financial year 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 year covered by these financial statements in accordance with the following:-

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

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

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat  
Manager, Investment Compliance Monitoring

Kuala Lumpur  
29 April 2024

**AHAM SELECT INCOME FUND**

**FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024**

# **AHAM SELECT INCOME FUND**

## **FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024**

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## AHAM SELECT INCOME FUND

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>INVESTMENT INCOME</b>			
Dividend income		13,815,230	12,668,832
Interest income from financial assets at amortised cost		436,034	495,986
Interest income from financial assets at fair value through profit or loss		60,141,604	69,445,441
Net loss on foreign currency exchange		(8,775,409)	(250,864)
Net gain/(loss) on financial assets at fair value through profit or loss	9	28,285,809	(20,195,863)
Net gain on futures at fair value through profit or loss	10	-	13,285,841
Net loss on forward foreign currency contracts at fair value through profit or loss	11	(41,403,689)	(38,881,149)
		<u>52,499,579</u>	<u>36,568,224</u>
<b>EXPENSES</b>			
Management fee	4	(23,577,270)	(27,882,282)
Trustee fee	5	(1,101,332)	(1,301,760)
Fund accounting fee	6	(23,000)	(5,750)
Auditors' remuneration		(11,000)	(11,000)
Tax agent's fee		(39,417)	(38,083)
Transaction costs		(3,811,635)	(2,257,369)
Other expenses		(1,502,434)	(681,282)
		<u>(30,066,088)</u>	<u>(32,177,526)</u>
<b>NET PROFIT BEFORE TAXATION</b>		22,433,491	4,390,698
Taxation	7	(8,767,979)	(12,183,140)
<b>NET PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL YEAR</b>		<u>13,665,512</u>	<u>(7,792,442)</u>
Net profit/(loss) after taxation is made up of the following:			
Realised amount		(82,913,098)	22,900,338
Unrealised amount		96,578,610	(30,692,780)
		<u>13,665,512</u>	<u>(7,792,442)</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

## AHAM SELECT INCOME FUND

### STATEMENT OF FINANCIAL POSITION AS AT 29 FEBRUARY 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>ASSETS</b>			
Cash and cash equivalents	13	40,901,453	29,571,934
Margin accounts	14	-	1,131,017
Amount due from Manager			
- management fee rebate receivable		3,851	3,600
Amount due from brokers		3,054,354	431,727
Dividends receivable		411,072	999,100
Financial assets at fair value through profit or loss	9	1,387,059,145	1,780,778,890
Forward foreign currency contracts at fair value through profit or loss	11	50,634	721,649
<b>TOTAL ASSETS</b>		<u>1,431,480,509</u>	<u>1,813,637,917</u>
<b>LIABILITIES</b>			
Forward foreign currency contracts at fair value through profit or loss	11	17,523,241	14,145,087
Amount due to brokers		13,454,525	18,118,930
Amount due to Manager			
- management fee		1,680,419	2,065,617
- cancellation of units		1,764,403	555,294
Amount due to Trustee		78,420	96,395
Fund accounting fee		1,917	1,917
Auditors' remuneration		11,000	11,000
Tax agent's fee		7,800	7,700
Tax provision		1,123,837	2,122,998
Deferred tax liabilities	12	-	2,860,142
Other payables and accruals		209,510	214,234
<b>TOTAL LIABILITIES</b>		<u>35,855,072</u>	<u>40,199,314</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>1,395,625,437</u>	<u>1,773,438,603</u>

## AHAM SELECT INCOME FUND

### STATEMENT OF FINANCIAL POSITION AS AT 29 FEBRUARY 2024 (CONTINUED)

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>EQUITY</b>			
Unitholders' capital		1,412,307,443	1,739,867,568
(Accumulated losses)/Retained earnings		(16,682,006)	33,571,035
<b>NET ASSETS ATTRIBUTABLE TO UNITHOLDERS</b>		<u>1,395,625,437</u>	<u>1,773,438,603</u>
<b>NUMBER OF UNITS IN CIRCULATION</b>	15	<u>2,128,298,000</u>	<u>2,632,775,000</u>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<u>0.6557</u>	<u>0.6736</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.



## AHAM SELECT INCOME FUND

### STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024

	Unitholders' <u>capital</u> RM	(Accumulated losses)/ Retained <u>earnings</u> RM	<u>Total</u> RM
Balance as at 1 March 2023	1,739,867,568	33,571,035	1,773,438,603
Total comprehensive income for the financial year	-	13,665,512	13,665,512
Distributions (Note 8)	-	(63,918,553)	(63,918,553)
Movement in unitholders' capital:			
Creation of units arising from applications	16,145,139	-	16,145,139
Creation of units arising from distributions	47,804,550	-	47,804,550
Cancellation of units	(391,509,814)	-	(391,509,814)
Balance as at 29 February 2024	<u>1,412,307,443</u>	<u>(16,682,006)</u>	<u>1,395,625,437</u>
Balance as at 1 March 2022	1,934,894,417	106,876,393	2,041,770,810
Total comprehensive loss for the financial year	-	(7,792,442)	(7,792,442)
Distributions (Note 8)	-	(65,512,916)	(65,512,916)
Movement in unitholders' capital:			
Creation of units arising from applications	30,608,555	-	30,608,555
Creation of units arising from distributions	51,523,388	-	51,523,388
Cancellation of units	(277,158,792)	-	(277,158,792)
Balance as at 28 February 2023	<u>1,739,867,568</u>	<u>33,571,035</u>	<u>1,773,438,603</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

## AHAM SELECT INCOME FUND

### STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024

	<u>2024</u> RM	<u>2023</u> RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from sale of investments	1,657,534,899	1,337,629,147
Purchase of investments	(1,245,010,415)	(1,185,580,564)
Proceed from margin accounts	1,131,017	1,336,601
Dividends received	13,273,684	12,329,100
Interest received	58,913,304	68,854,687
Management fee rebate received	46,487	47,743
Management fee paid	(23,962,468)	(28,203,407)
Trustee fee paid	(1,119,307)	(1,316,746)
Fund accounting fee paid	(23,000)	(3,833)
Payment for other fees and expenses	(427,902)	(739,395)
Realised loss on forward foreign currency contracts	(37,354,520)	(24,221,968)
Realised gain on futures	-	12,116,060
Net realised foreign exchange (loss)/gain	(1,088,048)	23,662,143
Tax paid	(12,627,282)	(7,200,000)
Net cash flows generated from operating activities	<u>409,286,449</u>	<u>208,709,568</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from creation of units	16,145,139	30,908,883
Payments for cancellation of units	(390,300,705)	(276,655,357)
Payment for distributions	(16,114,003)	(13,989,528)
Net cash flows used in financing activities	<u>(390,269,569)</u>	<u>(259,736,002)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	19,016,880	(51,026,434)
<b>EFFECTS OF FOREIGN CURRENCY EXCHANGE</b>	(7,687,361)	834,291
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR</b>	<u>29,571,934</u>	<u>79,764,077</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR</b>	13 <u><u>40,901,453</u></u>	<u><u>29,571,934</u></u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

## AHAM SELECT INCOME FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR 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 judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note M.

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

There are no standards, amendments to standards or interpretations that are 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.

## AHAM SELECT INCOME FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

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

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

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

#### B INCOME RECOGNITION

##### Dividend income

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

##### Interest income

Interest income from short-term 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, collective investment schemes ("CIS") and exchange traded funds, realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of 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.

## **AHAM SELECT INCOME FUND**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)**

#### **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, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

#### **D TAXATION**

Tax expense for the year comprises current and deferred income tax.

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 year'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 profit earned during the financial year.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the amounts attributed to assets and liabilities for tax purposes and their carrying amounts in the financial statements.

Deferred tax is determined using tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax losses or unused tax credits can be utilised.

Deferred and income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to taxes levied by the same taxation authority on either the taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

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

## **AHAM SELECT INCOME FUND**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)**

#### **E DISTRIBUTIONS**

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

At Manager's 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.

#### **F FUNCTIONAL AND PRESENTATION CURRENCY**

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

#### **G FOREIGN CURRENCY 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.

#### **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.

## AHAM SELECT INCOME FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(i) Classification (continued)

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

(ii) Recognition and measurement

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

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

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

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

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

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 year 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.

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

## AHAM SELECT INCOME FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(ii) Recognition and measurement (continued)

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's ("SC") as per the SC's Guidelines on Unit Trust Funds. Where such quotation are not available or where the Manager is of the view that the price quoted by the BPA for a specific unquoted 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 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 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, except forward foreign currency contracts, are subsequently carried at amortised cost using the effective interest method.

(iii) Impairment

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



## AHAM SELECT INCOME FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

##### (iii) Impairment (continued)

###### Definition of default and credit-impaired financial assets (continued)

Qualitative criteria:

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

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

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

###### Write-off

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

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

#### I CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash and bank balances and short-term 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 AMOUNTS DUE FROM/(TO) BROKERS

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

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

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

## **AHAM SELECT INCOME FUND**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)**

#### **K 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 futures and 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 are presented as financial assets measured at fair value through profit or loss. Derivative instruments that have a negative fair value are presented as financial liabilities measured at fair value through profit or loss.

The fair value of the Fund's futures is obtained from the relevant stock exchanges where the futures are listed on the financial year end date.

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

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

#### **L UNITHOLDERS' CAPITAL**

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

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

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

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

## **AHAM SELECT INCOME FUND**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)**

#### **M 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 on the estimates, certain key variables that are anticipated to have material impacts to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgements 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 judgement 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 SC's Guidelines on Unit Trust Funds.

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

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

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024

#### 1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name Hwang DBS Select Income Fund (the “Fund”) pursuant to the execution of a Deed dated 9 December 2004, First Supplemental Deed dated 16 November 2005, Second Supplemental Deed dated 18 June 2007, Third Supplemental Deed dated 15 October 2008, Fourth Supplemental Deed dated 18 January 2012, Fifth Supplemental Deed dated 27 June 2014, Sixth Supplemental Deed dated 22 July 2015, Seventh Supplemental Deed dated 28 April 2017, Eighth Supplemental Deed dated 5 October 2018 and Ninth Supplemental Deed dated 24 August 2022 (the “Deeds”) entered into between AHAM Asset Management Berhad (the “Manager”) and HSBC (Malaysia) Trustee Berhad (the “Trustee”). The Fund has changed its name from name Hwang DBS Select Income Fund to Hwang Select Income Fund as amended in the Fourth Supplemental dated 18 January 2012, and from Hwang Select Income Fund to Affin Hwang Select Income Fund as amended by Fifth Supplemental Deed dated 27 June 2014 and from Affin Hwang Select Income Fund to AHAM Select Income Fund as amended by Ninth Supplemental Deed dated 24 August 2022.

The Fund was launched on 6 January 2005 and will continue its operations until being terminated by the Trustee as provided under Clause 3.1 of the Deed.

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

- (i) Listed securities on eligible markets;
- (ii) Unlisted securities including, without limitation, securities that have been approved by the relevant regulatory authorities for the listing of and quotation for such securities;
- (iii) Debentures;
- (iv) Money market instruments;
- (v) Deposits;
- (vi) Derivatives, for the purpose of hedging only;
- (vii) Warrants;
- (viii) Embedded derivatives;
- (ix) Units or shares in collective investment schemes; and
- (x) 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.

The main objective of the Fund is to provide investors with a steady and regular income stream in the form of distributions over the medium to 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.

The financial statements were authorised for issue by the Manager on 29 April 2024.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

Financial instruments are as follows:

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2024</u>				
<u>Financial assets</u>				
Cash and cash equivalents	13	40,901,453	-	40,901,453
Amount due from brokers		3,054,354	-	3,054,354
Amount due from Manager				
- management fee rebate receivable		3,851	-	3,851
Dividends receivable		411,072	-	411,072
Quoted equities	9	-	369,241,790	369,241,790
Collective investment scheme	9	-	4,835,989	4,835,989
Unquoted fixed income securities	9	-	1,012,981,366	1,012,981,366
Forward foreign currency contracts	11	-	50,634	50,634
Total		<u>44,370,730</u>	<u>1,387,109,779</u>	<u>1,431,480,509</u>
<u>Financial liabilities</u>				
Forward foreign currency contracts	11	-	17,523,241	17,523,241
Amount due to brokers		13,454,525	-	13,454,525
Amount due to Manager				
- management fee		1,680,419	-	1,680,419
- cancellation of units		1,764,403	-	1,764,403
Amount due to Trustee		78,420	-	78,420
Fund accounting fee		1,917	-	1,917
Auditors' remuneration		11,000	-	11,000
Tax agent's fee		7,800	-	7,800
Other payables and accruals		209,510	-	209,510
Total		<u>17,207,994</u>	<u>17,523,241</u>	<u>34,731,235</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 cost RM	At fair value through profit or loss RM	<u>Total</u> RM
<u>2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents	13	29,571,934	-	29,571,934
Margin accounts	14	1,131,017	-	1,131,017
Amount due from brokers		431,727	-	431,727
Amount due from Manager				
- management fee rebate receivable		3,600	-	3,600
Dividends receivable		999,100	-	999,100
Quoted equities	9	-	470,843,052	470,843,052
Collective investment scheme	9	-	4,743,829	4,743,829
Unquoted fixed income securities	9	-	1,305,192,009	1,305,192,009
Forward foreign currency contracts	11	-	721,649	721,649
<b>Total</b>		<b>32,137,378</b>	<b>1,781,500,539</b>	<b>1,813,637,917</b>
<u>Financial liabilities</u>				
Forward foreign currency contracts	11	-	14,145,087	14,145,087
Amount due to brokers		18,118,930	-	18,118,930
Amount due to Manager				
- management fee		2,065,617	-	2,065,617
- cancellation of units		555,294	-	555,294
Amount due to Trustee		96,395	-	96,395
Fund accounting fee		1,917	-	1,917
Auditors' remuneration		11,000	-	11,000
Tax agent's fee		7,700	-	7,700
Other payables and accruals		214,234	-	214,234
<b>Total</b>		<b>21,071,087</b>	<b>14,145,087</b>	<b>35,216,174</b>

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 Guidelines on Unit Trust Funds.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 are as follows:

	<u>2024</u> RM	<u>2023</u> RM
<b>Quoted investments</b>		
Quoted equities	369,241,790	470,843,052
Collective investment scheme	4,835,989	4,743,829
	<u>374,077,779</u>	<u>475,586,881</u>
<b>Unquoted investments *</b>		
Unquoted fixed income securities	1,012,981,366	1,305,192,009
	<u>1,012,981,366</u>	<u>1,305,192,009</u>

\*includes interest receivable RM11,416,772 (2023: RM16,000,749).

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

<u>% Change in price</u>	<u>Market value</u> RM	Impact on profit/ (loss) after tax/NAV RM
<u>2024</u>		
- 5%	1,306,860,254	(68,782,119)
0%	1,375,642,373	-
+5%	1,444,424,492	68,782,119
	<u>1,375,642,373</u>	<u>68,782,119</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

##### Market risk (continued)

##### (a) Price risk (continued)

<u>% Change in price</u>	<u>Market value</u> RM	Impact on profit/ (loss) after <u>tax/NAV</u> RM
<u>2023</u>		
- 5%	1,676,539,234	(88,238,907)
0%	1,764,778,141	-
+5%	1,853,017,048	88,238,907

##### (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, unquoted credit linked note 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.



## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

##### Market risk (continued)

##### (b) Interest rate risk (continued)

The table below summarises the sensitivity of the Fund's profit/(loss) after taxation 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) (2023: 2% (200 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>
	RM	RM
+ 1% (2023: 2%)	(2,276,504)	(6,013,559)
- 1% (2023: 2%)	2,283,695	6,053,236

##### (c) Currency risk

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

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

##### (c) Currency risk (continued)

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

	<u>Quoted equities</u> RM	<u>Unquoted fixed income securities</u> RM	<u>Collective investment scheme</u> RM	<u>Forward foreign currency contracts</u> RM	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2024</u>							
<u>Financial assets</u>							
Australian Dollar	7,942,193	18,533,498	-	33,459	9,365,130	-	35,874,280
Chinese Yuan	-	3,343,439	4,835,989	17,175	1,133,827	-	9,330,430
Euro	-	-	-	-	1,118,135	-	1,118,135
Hong Kong Dollar	65,672,666	-	-	-	33,495	-	65,706,161
Korean Won	13,617,138	-	-	-	-	54,691	13,671,829
Pound Sterling	-	-	-	-	50,588	-	50,588
Singapore Dollar	44,518,851	41,199,677	-	-	3,464,842	210,267	89,393,637
Thai Baht	6,723,793	-	-	-	-	139,485	6,863,278
Taiwan Dollar	85,594,849	-	-	-	-	-	85,594,849
United States Dollar	13,843,924	515,950,685	-	-	8,174,515	38,615	538,007,739
	<u>237,913,414</u>	<u>579,027,299</u>	<u>4,835,989</u>	<u>50,634</u>	<u>23,340,532</u>	<u>443,058</u>	<u>845,610,926</u>

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

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Currency risk (continued)

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

	Forwards foreign currency <u>contracts</u> RM	Amount due to <u>broker</u> RM	Other <u>payables</u> RM	<u>Total</u> RM
<u>2024 (continued)</u>				
<u>Financial liabilities</u>				
Australian Dollar	-	4,001,069	-	4,001,069
Euro	29,907	-	7,248	37,155
Singapore Dollar	263,390	-	-	263,390
United States Dollar	17,229,944	9,453,456	-	26,683,400
	<u>17,523,241</u>	<u>13,454,525</u>	<u>7,248</u>	<u>30,985,014</u>

## AHAM SELECT INCOME

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (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> RM	<u>Unquoted fixed income securities</u> RM	<u>Collective investment scheme</u> RM	<u>Forward foreign currency contracts</u> RM	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2023</u>							
<u>Financial assets</u>							
Australian Dollar	17,139,282	12,451,590	-	-	4,789,617	-	34,380,489
Chinese Yuan	6,919,128	47,392,233	4,743,829	-	18,156,530	-	77,211,720
Euro	-	10,910,690	-	-	18,743	-	10,929,433
Hong Kong Dollar	210,755,548	-	-	-	49,207	-	210,804,755
Indonesian Rupiah	9,395,426	-	-	-	-	-	9,395,426
Korean Won	13,898,032	-	-	-	-	73,488	13,971,520
Pound Sterling	-	-	-	-	42,720	1,131,017	1,173,737
Singapore Dollar	143,460,793	100,666,265	-	-	76,410	1,192,210	245,395,678
Taiwan Dollar	59,914,341	-	-	-	-	-	59,914,341
United States Dollar	9,360,502	760,926,440	-	721,649	6,316,792	165,129	777,490,512
	<u>470,843,052</u>	<u>932,347,218</u>	<u>4,743,829</u>	<u>721,649</u>	<u>29,450,019</u>	<u>2,561,844</u>	<u>1,440,667,611</u>

\*Other assets consist of margin accounts, amount due from brokers and dividends receivable.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

##### (c) Currency risk (continued)

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

	Forward foreign currency <u>contracts</u> RM	Amount due <u>to brokers</u> RM	Other <u>payables</u> RM	<u>Total</u> RM
<u>2023</u> (continued)				
<u>Financial liabilities</u>				
Chinese Yuan	397,274	-	-	397,274
Euro	118,474	-	6,704	125,178
Singapore Dollar	1,929,923	18,118,930	-	20,048,853
United States Dollar	11,699,416	-	-	11,699,416
	<u>14,145,087</u>	<u>18,118,930</u>	<u>6,704</u>	<u>32,270,721</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 net asset value to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes based on each currency's respective historical volatility, with all other variables remain constants. 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 RM
<u>2024</u>		
Australian Dollar	+/-7.70	+/- 2,454,237
Chinese Yuan	+/-4.55	+/- 424,535
Euro	+/-5.41	+/- 58,481
Hong Kong Dollar	+/-5.73	+/- 3,764,963
Korean Won	+/-7.24	+/- 989,840
Pound Sterling	+/-5.85	+/- 2,959
Singapore Dollar	+/-3.55	+/- 3,164,124
Thai Baht	+/-7.37	+/- 505,824
Taiwan Dollar	+/-4.59	+/- 3,928,804
United States Dollar	+/-5.70	+/- 29,145,487
<u>2023</u>		
Australian Dollar	+/-12.30	+/- 4,228,800
Chinese Yuan	+/-5.66	+/- 4,347,698
Euro	+/-8.72	+/- 942,131
Hong Kong Dollar	+/-5.32	+/- 11,214,813
Indonesian Rupiah	+/-5.56	+/- 522,392
Korean Won	+/-9.03	+/- 1,261,628
Pound Sterling	+/-11.23	+/- 131,811
Singapore Dollar	+/-4.51	+/- 10,163,142
Taiwan Dollar	+/-4.92	+/- 2,947,786
United States Dollar	+/-5.46	+/- 41,812,194

## **AHAM SELECT INCOME FUND**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 interest, principals and proceeds from realisation of investment. 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.

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

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

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

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 Securities Commission's Guidelines on Unit Trust Funds.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund:

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2024</u>					
Basic Materials					
- AAA	5,246,762	-	-	-	5,246,762
- Ba3	4,915,202	-	-	-	4,915,202
- Baa2	3,874,362	-	-	-	3,874,362
- BBB+	17,270,367	-	-	-	17,270,367
Consumer Discretionary					
- AA-	19,128,397	-	-	-	19,128,397
- A1	3,259,935	-	-	-	3,259,935
- Baa3	26,777,840	-	-	-	26,777,840
Energy					
- AAA	1,047,479	-	-	-	1,047,479
- A1	9,967,121	-	-	-	9,967,121
- Baa3	9,449,885	-	-	-	9,449,885
- Non-rated ("NR")	-	-	-	38,614	38,614



## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2024</u> (continued)					
Financial services					
- AAA	23,765,079	50,634	40,901,453	3,022,368	67,739,534
- AA	15,043,628	-	-	-	15,043,628
- AA1	22,009,576	-	-	-	22,009,576
- AA2	1,567,551	-	-	-	1,567,551
- A2	21,673,718	-	-	-	21,673,718
- A3	5,159,632	-	-	-	5,159,632
- Ba1	21,886,822	-	-	-	21,886,822
- Ba3	31,980,033	-	-	-	31,980,033
- Baa1	32,333,273	-	-	-	32,333,273
- Baa2	52,742,001	-	-	-	52,742,001
- Baa3	91,963,441	-	-	-	91,963,441
- BBB-	14,708,335	-	-	-	14,708,335
- BBB+	3,343,439	-	-	-	3,343,439
- NR	10,117,407	-	-	1	10,117,408

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2024</u> (continued)					
Government					
- AAA	45,789,672	-	-	-	45,789,672
- A1	16,711,629	-	-	-	16,711,629
- NR	140,054,834	-	-	-	140,054,834
Health Care					
- A+	14,762,470	-	-	-	14,762,470
Industrials					
- AAA	19,292,245	-	-	-	19,292,245
- A+	21,202,447	-	-	-	21,202,447
- A	17,446,404	-	-	-	17,446,404
- AA3	6,175,839	-	-	-	6,175,839
- Baa1	8,069,747	-	-	-	8,069,747
- Baa2	11,288,413	-	-	-	11,288,413
- D	-	-	-	-	-
- NR	35,325,893	-	-	-	35,325,893

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2024</u> (continued)					
Others					
- NR	-	-	-	3,851	3,851
Quasi Government					
- AAA	5,092,161	-	-	-	5,092,161
Real Estate					
- AA	20,669,255	-	-	-	20,669,255
- AA-	15,191,739	-	-	-	15,191,739
- AA+	3,030,992	-	-	-	3,030,992
- A2	13,602,619	-	-	-	13,602,619
- Baa1	23,124,452	-	-	-	23,124,452
- Baa2	5,217,386	-	-	-	5,217,386
- Baa3	8,545,957	-	-	-	8,545,957
- NR	41,534,888	-	-	210,267	41,745,155
Technology					
- Baa3	38,051,818	-	-	-	38,051,818
- NR	-	-	-	54,691	54,691

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2024</u> (continued)					
Telecommunications					
- AA+	2,611,757	-	-	-	2,611,757
- A2	4,029,159	-	-	-	4,029,159
- NR	-	-	-	139,485	139,485
Utilities					
- AAA	9,246,121	-	-	-	9,246,121
- AA1	26,579,685	-	-	-	26,579,685
- AA-	11,102,499	-	-	-	11,102,499
	<u>1,012,981,366</u>	<u>50,634</u>	<u>40,901,453</u>	<u>3,469,277</u>	<u>1,057,402,730</u>

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

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	<u>Unquoted fixed income securities</u> RM	<u>Forward foreign currency contracts</u> RM	<u>Cash and cash equivalents</u> RM	<u>Margin accounts</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2023</u>						
Basic Materials						
- AAA	8,378,077	-	-	-	-	8,378,077
- Baa2	11,180,340	-	-	-	-	11,180,340
- Baa3	13,473,781	-	-	-	-	13,473,781
- BBB+	9,366,144	-	-	-	-	9,366,144
Consumer Discretionary						
- Ba3	24,486,125	-	-	-	-	24,486,125
- Baa1	1,065,418	-	-	-	-	1,065,418
- Baa3	25,839,281	-	-	-	-	25,839,281
Energy						
- AAA	4,532,959	-	-	-	-	4,532,959
- A1	9,861,484	-	-	-	-	9,861,484
- A3	7,638,428	-	-	-	-	7,638,428
- Baa1	4,344,620	-	-	-	-	4,344,620
- Baa2	3,656,232	-	-	-	-	3,656,232
- Baa3	10,455,341	-	-	-	-	10,455,341

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	<u>Unquoted fixed income securities</u> RM	<u>Forward foreign currency contracts</u> RM	<u>Cash and cash equivalents</u> RM	<u>Margin accounts</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2023</u> (continued)						
Financial Services						
- AAA	30,081,124	48,644	29,571,934	1,131,017	-	60,832,719
- AA1	9,743,570	-	-	-	-	9,743,570
- AA2	1,541,025	-	-	-	-	1,541,025
- AA	4,903,021	-	-	-	-	4,903,021
- AA-	5,241,685	-	-	-	-	5,241,685
- A1	15,345,668	-	-	-	-	15,345,668
- A2	7,624,744	-	-	-	-	7,624,744
- A3	37,510,968	-	-	-	-	37,510,968
- Ba1	38,672,693	-	-	-	-	38,672,693
- Ba2	17,355,925	-	-	-	-	17,355,925
- Ba3	69,373,556	-	-	-	-	69,373,556
- Baa1	59,814,932	-	-	-	-	59,814,932
- Baa2	33,616,444	-	-	-	-	33,616,444
- Baa3	131,699,145	-	-	-	-	131,699,145
- BBB	4,625,281	-	-	-	-	4,625,281

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Margin <u>accounts</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2023</u> (continued)						
Financial Services (continued)						
- BBB+	3,251,657	-	-	-	-	3,251,657
- BBB-	26,887,066	-	-	-	-	26,887,066
- NR	31,561,824	673,005	-	-	-	32,234,829
Government						
- AAA	67,228,182	-	-	-	-	67,228,182
- AA3	1,303,012	-	-	-	-	1,303,012
- A3	30,053,250	-	-	-	-	30,053,250
- Baa2	1,377,015	-	-	-	-	1,377,015
- NR	6,530,210	-	-	-	-	6,530,210
- BBB+	97,401,388	-	-	-	-	97,401,388
Health Care						
- AA-	14,750,347	-	-	-	-	14,750,347
Industrials						
- AAA	23,042,973	-	-	-	-	23,042,973
- AA3	6,071,882	-	-	-	-	6,071,882

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Margin <u>accounts</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2023</u> (continued)						
Industrials (continued)						
- A+	15,896,831	-	-	-	-	15,896,831
- A	17,512,892	-	-	-	-	17,512,892
- Baa1	3,972,701	-	-	-	-	3,972,701
- Baa2	10,445,393	-	-	-	-	10,445,393
- NR	36,962,660	-	-	-	-	36,962,660
- Withdrawn Rating ("WR")	5,996,203	-	-	-	-	5,996,203
Quasi Government						
- AAA	5,089,281	-	-	-	-	5,089,281
Real Estate						
- AA3	5,034,565	-	-	-	-	5,034,565
- AA	20,611,488	-	-	-	-	20,611,488
- A2	13,531,456	-	-	-	-	13,531,456
- Ba3	8,744,454	-	-	-	-	8,744,454
- Baa1	21,218,880	-	-	-	-	21,218,880
- Baa2	10,879,659	-	-	-	-	10,879,659



## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Margin <u>accounts</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2023</u> (continued)						
Real Estate (continued)						
- Baa3	19,821,919	-	-	-	-	19,821,919
- BBB	9,418,853	-	-	-	-	9,418,853
- C	8,010,833	-	-	-	-	8,010,833
- Caa3	5,791,680	-	-	-	-	5,791,680
- NR	115,972,524	-	-	-	1,357,339	117,329,863
Technology						
- Baa1	1,354,747	-	-	-	-	1,354,747
- Baa2	19,069,099	-	-	-	-	19,069,099
- Baa3	5,772,798	-	-	-	-	5,772,798
- NR	-	-	-	-	73,488	73,488
Telecommunications						
- AA+	2,576,136	-	-	-	-	2,576,136
Utilities						
- AAA	4,143,630	-	-	-	-	4,143,630
- AA	5,110,440	-	-	-	-	5,110,440
- AA-	10,765,005	-	-	-	-	10,765,005

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 concentrations and counterparties of the Fund: (continued)

	Unquoted fixed income <u>securities</u> RM	Forward foreign currency <u>contracts</u> RM	Cash and cash <u>equivalents</u> RM	Margin <u>accounts</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2023</u> (continued)						
Utilities (continued)						
- Baa2	4,327,782	-	-	-	-	4,327,782
Others						
- NR	-	-	-	-	3,600	3,600
	<u>1,305,192,011</u>	<u>721,649</u>	<u>29,571,934</u>	<u>1,131,017</u>	<u>1,434,427</u>	<u>1,338,051,038</u>

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

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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 payments and cancellation of units by unitholders. Liquid assets comprise cash, deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 7 days.

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

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

	<u>Within one month</u> RM	<u>Between one month to one year</u> RM	<u>Total</u> RM
<u>2024</u>			
Forward foreign currency contracts at fair value through profit or loss	1,374,705	16,148,536	17,523,241
Amount due to brokers	13,454,525	-	13,454,525
Amount due to Manager			
- management fee	1,680,419	-	1,680,419
- cancellation of units	1,764,403	-	1,764,403
Amount due to Trustee	78,420	-	78,420
Fund accounting fee	1,917	-	1,917
Auditors' remuneration	-	11,000	11,000
Tax agent's fee	-	7,800	7,800
Other payables and accruals	-	209,510	209,510
	<u>18,354,389</u>	<u>16,376,846</u>	<u>34,731,235</u>
<u>2023</u>			
Forward foreign currency contracts at fair value through profit or loss	4,600,618	9,544,469	14,145,087
Amount due to brokers	18,118,930	-	18,118,930
Amount due to Manager			
- management fee	2,065,617	-	2,065,617
- cancellation of units	555,294	-	555,294
Amount due to Trustee	96,395	-	96,395
Fund accounting fee	1,917	-	1,917
Auditors' remuneration	-	11,000	11,000
Tax agent's fee	-	7,700	7,700
Other payables and accruals	-	214,234	214,234
	<u>25,438,771</u>	<u>9,777,403</u>	<u>35,216,174</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

##### Capital risk

The capital of the Fund is represented by equity consisting of unitholders' capital net of accumulated losses (2023: unitholders' capital and retained earnings). The amount of equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unitholders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

#### 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 year end date. The Fund utilises the 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 categorized 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 judgement, considering factors specific to the asset or liability.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2024</u>				
Financial assets at fair value through profit or loss				
- collective investment				
Scheme	4,835,989	-	-	4,835,989
- quoted equities	369,241,790	-	-	369,241,790
- unquoted fixed income securities	-	1,012,981,366	-	1,012,981,366
- forward foreign currency contracts	-	50,634	-	50,634
	<u>374,077,779</u>	<u>1,013,032,000</u>	<u>-</u>	<u>1,387,109,779</u>
Financial liabilities at fair value through profit or loss				
- forward foreign currency contracts	-	17,523,241	-	17,523,241
	<u>-</u>	<u>17,523,241</u>	<u>-</u>	<u>17,523,241</u>
<u>2023</u>				
Financial assets at fair value through profit or loss				
- collective investment				
scheme	4,743,829	-	-	4,743,829
- quoted equities	470,843,052	-	-	470,843,052
- unquoted fixed income securities	-	1,305,192,009	-	1,305,192,009
- forward foreign currency contracts	-	721,649	-	721,649
	<u>475,586,881</u>	<u>1,305,913,658</u>	<u>-</u>	<u>1,781,500,539</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 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: (continued)

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2023</u> (continued)				
Financial liabilities at fair value through profit or loss				
- forward foreign currency contracts	-	14,145,087	-	14,145,087

Investments whose values are based on quoted and published market prices in active markets, and are therefore classified within Level 1, include active listed equities and CIS. The Fund does not adjust the quoted prices and published prices for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include 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, margin accounts, dividends receivable, amount due from brokers, amount due from Manager and all current liabilities except for forward foreign currency contracts are a reasonable approximation of the fair values due to their short-term nature.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 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 a daily basis.

For the financial year 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 a 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 amounts recognised above.

#### 5 TRUSTEE FEE

In accordance with the Deeds, the Trustee is entitled to an annual fee, inclusive of custodian fee, at a rate not exceeding 0.30% per annum on the NAV of the Fund subject to a minimum of RM18,000 per annum (excluding foreign custodian fees and charges).

For the financial year ended 29 February 2024, the Trustee fee is recognised at a rate of 0.07% (2023: 0.07%) per annum on the net 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 amounts recognised above.

#### 6 FUND ACCOUNTING FEE

The fund valuation and accounting fee for the Fund is RM23,000 (2023: RM5,750) for the financial year ended 29 February 2024.

#### 7 TAXATION

	<u>2024</u> RM	<u>2023</u> RM
Current taxation - local	11,123,837	9,322,998
Current taxation - foreign	163,891	-
Deferred tax (Note 12)	(2,860,142)	2,860,142
Under provision in previous financial year	340,393	-
	<u>8,767,979</u>	<u>12,183,140</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 7 TAXATION (CONTINUED)

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

	<u>2024</u> RM	<u>2023</u> RM
Net profit before taxation	22,433,491	4,390,698
Tax at Malaysian statutory tax rate of 24% (2023: 24%)	5,384,038	1,053,768
Tax effects of:		
(Investment income not brought to tax)/ Investment loss not subject to tax	(3,770,084)	3,418,891
Expenses not deductible for tax purposes	1,554,675	1,028,218
Restrictions on tax deductible expenses for Unit Trust Fund	5,095,066	6,027,697
Income subject to different tax rate	163,891	654,566
Under provision in previous financial year	340,393	-
Tax expense	<u>8,767,979</u>	<u>12,183,140</u>

#### 8 DISTRIBUTIONS

	<u>2024</u> RM	<u>2023</u> RM
Distributions to unitholders are from the following sources:		
Dividend income	4,000,000	-
Interest income	22,408,228	-
Previous years' realised income	45,438,094	65,512,916
Gross realised income	71,846,322	65,512,916
Less: Taxation	(4,809,174)	-
Less: Expenses	(3,118,595)	-
Net distribution amount	<u>63,918,553</u>	<u>65,512,916</u>
Distribution income	36,834,131	65,512,916
Distribution capital	27,084,422	-
Distribution income (%)	57.63	100.00
Distribution capital (%)	42.37	-



## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 8 DISTRIBUTIONS (CONTINUED)

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

<u>Ex-date</u>	Gross distribution per unit (sen)	Net distribution per unit (sen)
15.03.2023	0.8764	0.7000
21.06.2023	0.6888	0.6600
20.09.2023	0.7602	0.6600
20.12.2023	0.6768	0.6000
	<hr/>	<hr/>
	3.0022	2.6200
	<hr/> <hr/>	<hr/> <hr/>

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

<u>Ex-date</u>	Gross distribution per unit (sen)	Net distribution per unit (sen)
16.03.2022	0.60	0.60
15.06.2022	0.60	0.60
21.09.2022	0.60	0.60
21.12.2022	0.55	0.55
	<hr/>	<hr/>
	2.35	2.35
	<hr/> <hr/>	<hr/> <hr/>

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

Included in distribution for the financial year is an amount of RM45,438,094 (2023: RM65,512,916) made from previous financial year's realised income.

The Fund has incurred an unrealised loss of RM Nil (2023: RM30,692,780) for the financial year ended 29 February 2024.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

	<u>2024</u> RM	<u>2023</u> RM
Financial assets at fair value through profit or loss:		
- quoted equities - local	131,328,376	-
- quoted equities - foreign	237,913,414	470,843,052
- collective investment scheme - local	4,835,989	4,743,829
- unquoted fixed income securities - local	433,954,067	372,844,789
- unquoted fixed income securities - foreign	579,027,299	932,347,220
	<u>1,387,059,145</u>	<u>1,780,778,890</u>
Net gain/(loss) on financial assets at fair value through profit or loss:		
- realised (loss)/gain on sale of investments	(80,076,071)	2,470,061
- unrealised gain/(loss) on changes in fair value	108,315,142	(22,713,390)
- management fee rebate on collective investment scheme #	46,738	47,466
	<u>28,285,809</u>	<u>(20,195,863)</u>

# In arriving at the fair value of collective investment schemes, the management fee initially paid to the Manager of collective investment schemes have been considered as part of its net asset value. In order to prevent the double charging of management fee which is not permissible under SC Guidelines, management fee charged on the Fund's investments in collective investment schemes have been refunded to the Fund. Accordingly, any rebate of management fee received from the Manager of collective investment schemes is reflected as an increase in the net asset value of the collective investment schemes.

(a) Quoted equities – local

(i) Quoted equities – local as at 29 February 2024 are as follows:

	<u>Quantity</u>	<u>Aggregate cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Consumer Products &amp; Services</u>				
Genting Malaysia Bhd	4,916,800	13,474,469	14,012,880	1.00
Sime Darby Bhd	5,000,000	12,354,017	13,500,000	0.97
	<u>9,916,800</u>	<u>25,828,486</u>	<u>27,512,880</u>	<u>1.97</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(a) Quoted equities – local (continued)

(i) Quoted equities – local as at 29 February 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Financial Services</u>				
CIMB Group Holdings Bhd	2,870,600	16,678,840	18,515,370	1.33
Malayan Banking Bhd	1,658,600	14,977,158	15,789,872	1.13
Public Bank Bhd	6,420,000	27,538,000	28,183,800	2.02
	<u>10,949,200</u>	<u>59,193,998</u>	<u>62,489,042</u>	<u>4.48</u>
<u>Telecommunications &amp; Media</u>				
TIME dotCom Berhad	1,612,500	8,646,894	8,868,750	0.64
<u>Transportation &amp; Logistics</u>				
Malaysia Airports Holdings Bhd	1,903,700	14,454,064	15,991,080	1.14
<u>Utilities</u>				
Tenaga Nasional Bhd	1,462,400	14,586,790	16,466,624	1.18
Total quoted equities – local	<u>25,844,600</u>	122,710,232	<u>131,328,376</u>	<u>9.41</u>
Accumulated unrealised gain on quoted equities – local		<u>8,618,144</u>		
Total quoted equities – local		<u>131,328,376</u>		

(ii) There is no investment in quoted equities – local as at 28 February 2023.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(b) Quoted equities – foreign

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

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Australia</u>				
<u>Basic Materials</u>				
BHP Group Ltd	58,653	8,646,012	7,942,193	0.57
<u>China</u>				
<u>Consumer Discretionary</u>				
Yum China Holdings Inc	36,050	7,112,665	7,460,904	0.53
<u>Financial services</u>				
China Construction Bank Corp	3,293,000	9,934,764	9,710,349	0.69
<u>Technology</u>				
Tencent Holdings Ltd	41,500	9,155,317	6,960,525	0.50
<u>Hong Kong</u>				
<u>Financial services</u>				
AIA Group Ltd	636,800	28,025,689	24,523,041	1.76
<u>Real Estate</u>				
Link REIT	722,505	24,519,650	17,017,847	1.22
<u>South Korea</u>				
<u>Technology</u>				
Samsung Electronics Co Ltd	52,198	14,649,372	13,617,138	0.98

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

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

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Singapore</u>				
<u>Consumer Discretionary</u>				
SATS Ltd	1,418,200	14,082,709	13,100,387	0.94
<u>Industrials</u>				
Seatrium Ltd	29,897,100	13,652,725	9,381,330	0.67
<u>Real Estate</u>				
Frasers Centrepoint Trust	1,322,000	10,184,270	10,207,536	0.73
<u>Telecommunications</u>				
StarHub Limited	2,943,200	10,804,444	11,829,598	0.85
<u>Taiwan</u>				
<u>Technology</u>				
MediaTek Inc	69,000	10,550,785	11,739,419	0.84
Quanta Computer Inc	341,000	10,981,148	11,858,889	0.85
Taiwan Semiconductor Manufacturing Company	492,000	42,641,334	50,888,052	3.65
Unimicron Technology Corp	414,000	11,414,126	11,108,489	0.80
	<u>1,316,000</u>	<u>75,587,393</u>	<u>85,594,849</u>	<u>6.14</u>
<u>Thailand</u>				
<u>Telecommunications</u>				
Advanced Info Service PCL	254,200	7,302,953	6,723,793	0.48

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

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

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>United States</u>				
<u>Energy</u>				
Schlumberger Limited	29,623	7,086,562	6,783,353	0.49
Valaris Limited	23,644	7,649,060	7,060,571	0.50
	<u>53,267</u>	<u>14,735,622</u>	<u>13,843,924</u>	<u>0.99</u>
Total quoted equities – foreign	<u>42,044,673</u>	248,393,585	<u>237,913,414</u>	<u>17.05</u>
Accumulated unrealised loss on quoted equities – foreign		<u>(10,480,171)</u>		
Total quoted equities – foreign		<u>237,913,414</u>		

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

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

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Australia</u>				
<u>Health Care</u>				
Sonic Healthcare Limited	176,607	18,519,784	17,139,282	0.97
<u>China</u>				
<u>Health Care</u>				
Shenzhen Mindray Bio-Medical Electronics Company Ltd	34,156	7,217,800	6,919,128	0.39
<u>Hong Kong</u>				
<u>Consumer Discretionary</u>				
JD Company Inc	101,714	16,775,392	10,095,336	0.57
Li Ning Company Limited	290,500	10,866,203	11,079,946	0.62
Shenzhou International Group Holdings	269,900	19,166,011	13,209,017	0.74
Topsports International Holding	2,886,000	12,123,012	11,263,083	0.64
Yum China Holdings Inc	104,916	23,882,645	27,624,500	1.56
	<u>3,653,030</u>	<u>82,813,263</u>	<u>73,271,882</u>	<u>4.13</u>
<u>Consumer Staples</u>				
China Mengniu Dairy Co Ltd	1,038,000	24,767,428	20,462,405	1.15
<u>Financial Services</u>				
AIA Group Limited	636,800	28,025,688	30,273,778	1.71
China Construction Bank	6,490,000	18,301,628	17,800,253	1.00
China Merchant Bank Company Limited	211,000	5,371,386	5,124,030	0.29
Hong Kong Exchange & Clearing Limited	92,200	18,732,315	16,574,097	0.93
	<u>7,430,000</u>	<u>70,431,017</u>	<u>69,772,158</u>	<u>3.93</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

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

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Hong Kong (continued)</u>				
<u>Industrials</u>				
Swire Pacific Limited - CL A	473,000	14,906,932	17,297,421	0.98
<u>Real Estate</u>				
Link REIT	566,938	20,654,761	16,715,736	0.94
Link REIT - Rights	113,387	-	479,441	0.03
	680,325	20,654,761	17,195,177	0.97
<u>Technology</u>				
Meituan	6,250	805,083	485,690	0.03
Tencent Holdings Limited	62,500	13,788,128	12,270,815	0.69
	68,750	14,593,211	12,756,505	0.72
<u>Indonesia</u>				
<u>Telecommunications</u>				
PT Telkom Indonesia Tbk	8,236,400	9,267,041	9,395,426	0.53
<u>South Korea</u>				
<u>Technology</u>				
Samsung Electronics Company Limited - Preference Shares	76,819	12,960,878	13,898,032	0.78
<u>Singapore</u>				
<u>Consumer Discretionary</u>				
ComfortDelGro Corporation Limited	4,059,300	24,888,285	16,195,146	0.91
Jardine Cycle & Carriage Limited	180,400	18,022,783	17,819,341	1.00
	4,239,700	42,911,068	34,014,487	1.91



## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

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

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Singapore</u> (continued)				
<u>Energy</u>				
Keppel Corporation Limited	625,000	8,731,585	11,366,318	0.64
<u>Financial Services</u>				
DBS Group Holdings Limited	107,300	12,054,996	12,189,816	0.69
United Overseas Bank Limited	130,500	11,552,002	12,981,491	0.73
	<u>237,800</u>	<u>23,606,998</u>	<u>25,171,307</u>	<u>1.42</u>
<u>Industrials</u>				
SembCorp Marine Limited	11,937,500	4,979,738	5,000,764	0.28
<u>Real Estate</u>				
CapitaLand China Trust	5,024,320	20,451,085	19,210,010	1.08
CapitaLand Integrated Commercial Trust Reit ORD	2,851,909	21,650,743	18,299,762	1.03
Digital Core REIT Management	3,449,700	9,668,935	9,360,502	0.53
Mapletree Pan Asia Commercial	2,184,500	12,800,022	12,419,400	0.70
	<u>13,510,429</u>	<u>64,570,785</u>	<u>59,289,674</u>	<u>3.34</u>
<u>Telecommunications</u>				
Singapore Telecom Limited	2,281,700	19,331,270	17,978,744	1.01
<u>Taiwan</u>				
<u>Consumer Discretionary</u>				
Gourmet Master Company Limited	456,000	9,227,809	10,569,442	0.60

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

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

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Taiwan</u> (continued)				
<u>Technology</u>				
MediaTek Inc	128,000	13,205,413	13,576,205	0.77
Taiwan Semiconductor Manufacturing Company	401,000	27,151,593	30,060,444	1.71
United Microelectronics Corporation	779,000	5,499,844	5,708,251	0.32
	<u>1,308,000</u>	<u>45,856,850</u>	<u>49,344,900</u>	<u>2.80</u>
Total quoted equities – foreign	<u>56,463,216</u>	495,348,218	<u>470,843,052</u>	<u>26.55</u>
Accumulated unrealised loss on quoted equities – foreign		<u>(24,505,166)</u>		
Total quoted equities – foreign		<u>470,843,052</u>		

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities– local

(i) Unquoted fixed income securities – local as at 29 February 2024 are as follows:

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u>				
5.09% Amanat Lebuhraya Rakyat Berhad 11.10.2030 (AAA)	5,000,000	5,097,330	5,441,216	0.39
5.5% Ara Bintang Bhd 17.03.2026 (NR)	10,000,000	10,111,400	10,117,407	0.72
4.50% Bank Pembangunan Malaysia Bhd 04.11.2026 (AAA)	5,000,000	5,071,308	5,167,057	0.37
3.15% CIMB Group Holdings Bhd Call: 12.11.2025 (AA)	5,000,000	4,919,401	4,986,103	0.36
4.95% CIMB Group Holdings Bhd Call: 02.12.2027 (AA2)	1,500,000	1,517,788	1,567,551	0.11
4.60% Danga Capital Berhad 23.02.2026 (AAA)	5,000,000	5,017,679	5,092,161	0.36
4.15% Dialog Group Bhd Call: 16.11.2027 (A1)	10,000,000	9,766,730	9,967,121	0.71
5.35% East Klang Valley Expressway 29.01.2027 (AAA)	5,000,000	5,128,806	5,208,652	0.37
4.44% Edotco Malaysia Sdn Bhd 07.09.2029 (AA+)	2,500,000	2,552,282	2,611,757	0.19
5.05% Fortune Premiere Sdn Bhd 31.10.2025 (AA)	20,000,000	20,333,818	20,669,255	1.48
4.73% Gas Malaysia Distribution Sdn Bhd 10.12.2027 (AAA)	4,000,000	4,043,996	4,167,227	0.30
3.599% Government Investment Issues (GII) 31.07.2028 (NR)	10,000,000	10,038,959	10,025,662	0.72
4.119% GII 30.11.2034 (NR)	20,000,000	21,750,705	20,634,675	1.48
4.13% GII 09.07.2029 (NR)	10,000,000	10,233,743	10,284,000	0.74
5.65% IJM Land Berhad Call: 19.03.2026 (A2)	8,000,000	8,202,966	8,353,090	0.60
5.73% IJM Land Berhad Call: 19.03.2027 (A2)	5,000,000	5,128,649	5,249,529	0.38
5.82% Jimah East Power Sdn Bhd 04.12.2030 (AA-)	5,000,000	5,262,856	5,472,509	0.39
6.20% Jimah East Power Sdn Bhd 04.12.2031 (AA-)	5,000,000	5,293,088	5,629,990	0.40
4.0300% Malayan Banking Bhd Call 31.01.2029 (AA1)	12,000,000	12,039,417	12,093,628	0.87
5.25% Malayan Cement Berhad 13.01.2026 (AA3)	6,000,000	6,039,304	6,175,839	0.44

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities– local (continued)

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

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
5.90% MEX II Sdn Bhd 27.04.2029 (D) *	3,500,000	3,601,279	-	-
6.1% MEX II Sdn Bhd 29.04.2031 (D) *	500,000	519,712	-	-
6.30% MEX II Sdn Bhd 29.04.2033 (D) *	250,000	262,449	-	-
3.502% Malaysia Government Securities (MGS) 31.05.2027 (NR)	30,000,000	31,267,803	30,267,085	2.17
3.757% MGS 22.05.2040 (NR)	59,000,000	61,791,726	57,771,114	4.14
4.893% MGS 08.06.2038 (NR)	10,000,000	10,907,238	11,072,298	0.79
4.1500% Pac Lease Bhd 05.08.2025 (AA)	10,000,000	10,034,025	10,057,525	0.72
4.1400% Pengurusan Air SPV Bhd 07.02.2034 (AAA)	5,000,000	5,012,927	5,078,894	0.36
4.65% Petroleum Sarawak Explo 22.02.2033 (AAA)	1,000,000	1,004,677	1,047,479	0.07
4.44% Projek Lebuhraya Usahasama Bhd 12.01.2028 (AAA)	2,000,000	2,011,825	2,055,861	0.15
4.0300% Projek Lebuhraya Usahasama Bhd 10.01.2031 (AAA)	6,500,000	6,534,910	6,586,516	0.47
5.01% Sarawak Petchem Sdn. Bhd 27.07.2028 (AAA)	5,000,000	5,021,727	5,246,762	0.38
4.1400% Sime Darby Property Bhd 21.08.2028 (AA+)	3,000,000	3,003,032	3,030,992	0.22
4.5400% SMJ Energy Sdn Bhd 26.10.2033 (AAA)	5,000,000	5,079,199	5,290,334	0.38
4.8500% STM Lottery Sdn Bhd 29.01.2027 (AA-)	15,000,000	15,079,665	15,077,345	1.08
4.99% STM Lottery Sdn Bhd 30.06.2025 (AA-)	4,000,000	4,045,370	4,051,052	0.29
3.95% TG Excellence Bhd Call: 27.02.2025 (A+)	15,000,000	14,756,740	14,762,470	1.06
4.2800% Toyota Capital Malaysia 22.03.2029 (AAA)	5,000,000	5,045,255	5,079,366	0.36
4.4300% Toyota Capital Malaysia 24.01.2029 (AAA)	2,000,000	2,027,868	2,061,448	0.15

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities – local (continued)

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

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
4.56% Toyota Capital Malaysia 20.01.2028 (AAA)	6,000,000	6,039,503	6,166,874	0.44
4.5000% UEM Sunrise Bhd 12.02.2029 (AA-)	15,000,000	15,088,822	15,191,739	1.09
3.00% United Overseas Bank Malaysia Call: 01.08.2025 (AA1)	10,000,000	10,020,409	9,915,948	0.71
5.8% WCT Holdings Bhd Call: 27.09.2024 (A)	17,000,000	17,527,196	17,446,404	1.25
5.55% Yinson Holdings Berhad 07.12.2026 (A+)	20,750,000	21,020,251	21,202,447	1.52
4.3000% YTL Power International Bhd 24.08.2029 (AA1)	8,000,000	7,883,072	8,167,050	0.59
4.4500% YTL Power International Bhd 24.08.2032 (AA1)	10,000,000	9,876,368	10,358,577	0.74
4.88% YTL Power International Bhd 22.03.2030 (AA1)	7,500,000	7,554,736	8,054,058	0.58
Total unquoted fixed income securities – local	<u>430,000,000</u>	<u>439,568,009</u>	<u>433,954,067</u>	<u>31.09</u>
Accumulated unrealised loss on unquoted fixed income securities – local		<u>(5,613,942)</u>		
Total unquoted fixed income securities – local		<u>433,954,067</u>		

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities– local (continued)

(ii) Unquoted fixed income securities – local as at 28 February 2023 are as follows:

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u>				
6.65% Aeon Credit Service M Bhd Call: 08.12.2023 (NR)	10,000,000	10,181,522	10,215,632	0.58
5.8% AFFIN Bank Bhd Call: 31.07.2023 (A3)	5,000,000	5,023,199	5,055,191	0.28
4.87% Amanat Lebuhraya Rakyat Berhad 13.10.2028 (AAA)	10,000,000	10,184,930	10,473,860	0.59
5.09% Amanat Lebuhraya Rakyat Berhad 11.10.2030 (AAA)	5,000,000	5,096,630	5,317,169	0.30
4.98% Ambank (M) Bhd Call: 15.11.2023 (A1)	10,000,000	10,145,490	10,204,823	0.58
5.5% Ara Bintang Bhd 17.03.2026 (NR)	10,000,000	10,108,398	10,098,793	0.57
4.50% Bank Pembangunan Malaysia Bhd 04.11.2026 (AAA)	5,000,000	5,071,953	5,144,923	0.29
5.5% BEWG (M) Sdn Bhd 19.07.2024 (AA)	5,000,000	5,030,702	5,110,440	0.29
3.15% CIMB Group Holdings Bhd Call: 12.11.2025 (AA)	5,000,000	4,902,444	4,903,021	0.28
4.95% CIMB Group Holdings Bhd Call: 02.12.2027 (AA2)	1,500,000	1,517,992	1,541,025	0.09
5.4% CIMB Group Holdings Bhd Call: 23.10.2023 (A1)	5,000,000	5,177,242	5,140,845	0.29
4.60% Danga Capital Berhad 23.02.2026 (AAA)	5,000,000	5,023,364	5,089,281	0.29
4.15% Dialog Group Bhd Call: 16.11.2027 (A1)	10,000,000	9,758,311	9,861,484	0.56
5.35% East Klang Valley Expressway 29.01.2027 (AAA)	5,000,000	5,160,585	5,223,186	0.29
4.44% Edotco Malaysia Sdn Bhd 07.09.2029 (AA+)	2,500,000	2,552,586	2,576,136	0.14
5.05% Fortune Premiere Sdn Bhd 31.10.2025 (AA)	20,000,000	20,332,796	20,611,488	1.16
4.73% Gas Malaysia Distribution Sdn Bhd 10.12.2027 (AAA)	4,000,000	4,044,141	4,143,630	0.23
3.599% GII 31.07.2028 (NR)	10,000,000	10,038,512	10,026,832	0.56
4.119% GII 30.11.2034 (NR)	20,000,000	21,867,967	20,275,950	1.14
5.65% IJM Land Berhad Call: 19.03.2026 (A2)	8,000,000	8,201,716	8,321,612	0.47

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities– local (continued)

(ii) Unquoted fixed income securities – local as at 28 February 2023 are as follows:  
(continued)

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
5.73% IJM Land Berhad Call: 19.03.2027 (A2)	5,000,000	5,127,857	5,209,844	0.29
5.82% Jimah East Power Sdn Bhd 04.12.2030 (AA-)	5,000,000	5,284,651	5,315,764	0.30
6.20% Jimah East Power Sdn Bhd 04.12.2031 (AA-)	5,000,000	5,313,501	5,449,241	0.31
6.43% Lebuhraya DUKE Fasa 3 Sdn Bhd 23.08.2039 (AA-)	5,000,000	5,482,593	5,241,685	0.30
5.25% Malayan Cement Berhad 13.01.2026 (AA3)	6,000,000	6,040,171	6,071,882	0.34
5.90% MEX II Sdn Bhd 27.04.2029 (D) *	3,500,000	3,618,040	-	-
6.1% MEX II Sdn Bhd 29.04.2031 (D) *	500,000	521,918	-	-
6.30% MEX II Sdn Bhd 29.04.2033 (D) *	250,000	263,467	-	-
3.502% MGS 31.05.2027 (NR)	30,000,000	31,560,478	30,053,250	1.69
3.757% MGS 22.05.2040 (NR)	59,000,000	61,888,060	56,147,035	3.17
4.893% MGS 08.06.2038 (NR)	10,000,000	10,946,741	10,951,571	0.62
5.15% Perbadanan Kemajuan Negeri Selangor 10.08.2023 (AA3)	5,000,000	5,018,066	5,034,565	0.28
4.54% Petroleum Sarawak Exploration & Production Sdn.Bhd. 22.02.2030 (AAA)	3,500,000	3,513,490	3,524,047	0.20
4.65% Petroleum Sarawak Exploration & Production Sdn.Bhd. 22.02.2033 (AAA)	1,000,000	1,004,876	1,008,912	0.06
4.44% Plus Bhd 12.01.2028 (AAA)	2,000,000	2,011,583	2,028,758	0.11
4.5% Public Islamic Bank Bhd 17.12.2027 (AAA)	5,000,000	5,044,085	5,087,234	0.29
5.01% Sarawak Petchem Sdn. Bhd. 27.07.2028 (AAA)	8,000,000	8,035,868	8,378,077	0.47
3.95% TG Excellence Bhd Call: 27.02.2025 (AA-)	15,000,000	14,749,743	14,750,347	0.83
4.56% Toyota Capital Malaysia 20.01.2028 (AAA)	6,000,000	6,042,684	6,103,964	0.34
3.00% United Overseas Bank Malaysia Call: 01.08.2025 (AA1)	10,000,000	10,021,235	9,743,570	0.55

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities– local (continued)

(ii) Unquoted fixed income securities – local as at 28 February 2023 are as follows:  
(continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
5.8% WCT Holdings Bhd Call: 27.09.2024 (A)	17,000,000	17,526,229	17,512,892	0.99
5.55% Yinson Holdings Berhad 07.12.2026 (A+)	15,750,000	15,949,682	15,896,830	0.90
Total unquoted fixed income securities – local	<u>373,500,000</u>	<u>384,385,498</u>	<u>372,844,789</u>	<u>21.02</u>
Accumulated unrealised loss on unquoted fixed income securities – local		<u>(11,540,709)</u>		
Total unquoted fixed income securities – local		<u>372,844,789</u>		



## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(c) Unquoted fixed income securities– local (continued)

\* MEX II Sdn Bhd

MEX II Sdn Bhd (“the Company”) defaulted on its bond obligations on 31 December 2021. On 5 January 2022, MEX II applied for a Judicial Management Order, which faced multiple adjournments before the High Court dismissed it on 26 April 2022. Despite subsequent appeals filed by MEX II, both the Court of Appeal on 15 May 2023 and the Federal Court on 26 September 2023, upheld the previous dismissal, exhausting MEX II's avenues for appeal in this matter.

BDO Consulting Sdn Bhd (“BDO”) has been appointed as the Receiver and Manager effective 28 February 2023, following the notice of intention to resign from Ernst & Young Advisory Services Sdn Bhd on 13 February 2023, and cessation to act as the Receiver and Manager effective 27 February 2023. BDO is working closely with the Sukuk holders Working Group on potential solutions to maximise recovery value for the Sukuk holders. BDO has submitted a restructuring proposal to the Government of Malaysia (“GOM”) and discussions with the GOM are currently ongoing.

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign

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

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u>				
2.625% AAC Technologies Holdings Inc Call: 02.05.2026 (Baa3)	10,902,000	9,209,238	10,038,448	0.72
3% AAC Technologies Holdings Inc Call: 27.11.2024 (Baa3)	16,590,000	15,471,244	16,308,523	1.17
2.7% AIA Group Ltd Call: 07.04.2026 (A2)	14,220,000	12,830,958	13,427,946	0.96
2.7% Alibaba Group Holding Ltd Call: 09.08.2040 (A1)	4,740,000	3,009,222	3,259,935	0.23
3% Ascendas Real Estate Investment Trust Call: 17.09.2025 (Baa2)	5,288,550	4,734,686	5,217,386	0.37
2.95% Australia and New Zealand Bank Group Call: 22.07.2025 (Baa1)	3,792,000	3,397,902	3,635,754	0.26
3% Australian Government 21.03.2047 (Aaa)	6,164,800	5,319,295	4,922,911	0.35
3.466% Bangkok Bank PCL Call: 23.09.2031 (Baa3)	4,740,000	4,229,028	4,057,970	0.29
5.00% Bangkok Bank PCL (Hong Kong Branch) Call: 23.09.2025 (Ba1)	2,370,000	2,144,296	2,355,411	0.17
4.3% Bank Negara Indonesia Call: 24.03.2027 (Ba3)	21,330,000	18,166,364	19,919,080	1.43
3.695% BNP Paribas SA Call: 24.02.2027 (Baa1)	5,548,320	4,957,780	5,227,677	0.38
4.7500% BNP Paribas SA Call: 15.02.2029 (Baa2)	1,762,850	1,783,142	1,770,522	0.13
4.875% CNP Assurances Call: 07.10.2030 (Baa2)	18,960,000	15,107,543	16,073,278	1.15
3.97% CRCC Chengan Ltd Call: 27.06.2024 (Baa1)	8,058,000	7,915,315	8,069,747	0.58
3.3% DBS Group Holdings Ltd Call: 27.02.2025 (Baa1)	16,590,000	14,826,808	16,171,379	1.16
4.875% DNB Bank ASA Call: 12.11.2024 (Baa2)	9,480,000	8,392,112	9,477,729	0.68
4.1% Elect Global Investments Ltd Call: 03.06.2025 (Baa3)	9,480,000	8,463,903	8,545,957	0.61
2.625% Far East Horizon Ltd 03.03.2024 (BBB-)	4,740,000	4,630,999	4,794,885	0.34
4.25% Far East Horizon Ltd 26.10.2026 (BBB-)	10,428,000	9,201,744	9,913,450	0.71

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

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

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
4% Geely Automobile Holdings Ltd Call: 09.12.2024 (Baa3)	27,018,000	25,279,278	26,777,840	1.92
3.7% HDFC Bank Ltd Call: 25.08.2026 (Ba3)	6,162,000	5,349,504	5,657,435	0.41
2.633% HSBC Holdings PLC Call: 07.11.2024 (A3)	2,370,000	2,249,968	2,336,673	0.17
6% HSBC Holdings PLC Call: 22.05.2027 (Baa3)	18,960,000	17,616,926	18,303,984	1.31
6.375% HSBC Holdings PLC Call: 17.09.2024 (Baa3)	3,318,000	3,092,673	3,400,093	0.24
6.547% HSBC Holdings PLC Call 20.06.2033 (Baa1)	2,844,000	2,806,864	2,944,712	0.21
3.2% Hyundai Capital Services Inc 11.08.2024 (BBB+)	3,289,500	3,323,634	3,343,439	0.24
5.1250% Hyundai Capital Services Inc 05.02.2029 (A3)	2,844,000	2,837,437	2,822,959	0.20
8.25% Indika Energy Capital IV Call: 27.03.2024 (Ba3)	4,740,000	4,884,379	4,915,202	0.35
4.75% Indonesia Asahan Aluminium Tbk Call: 15.04.2025 (Baa2)	3,867,840	3,624,913	3,874,362	0.28
3.875% ING Groep NV Call: 16.05.2027 (Ba1)	14,220,000	12,394,205	11,767,080	0.84
4.4% Krung Thai Bank PLC Call: 25.03.2026 (Ba3)	6,636,000	5,888,133	6,403,518	0.46
4.2% Lendlease Global Commercial REIT Call: 04.06.2026 (NR)	7,051,400	6,327,507	7,026,904	0.50
3.5% Mapletree North Asia Commercial Trust Call: 08.06.2026 (NR)	7,932,825	6,902,215	7,276,422	0.52
2.125% Meituan Call: 28.09.2025 (Baa3)	12,324,000	11,472,615	11,704,847	0.84
5.500% Metropolitan Bank & Trust Co 06.03.2034 (Baa2)	4,740,000	4,733,232	4,730,046	0.34
4.625% Minejesa Capital BV 10.08.2030 (Baa3)	28,440,000	27,145,014	25,153,013	1.80
5.625% Minejesa Capital BV 10.08.2037 (Baa3)	25,596,000	24,425,722	22,503,523	1.61
3.625% Misc Capital Two (Labuan) Limited 06.04.2025 (Baa2)	11,376,000	10,250,804	11,288,413	0.81

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

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

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds</u> (continued)				
3.8% Nanyang Commercial Bank Ltd Call: 20.11.2024 (Baa2)	20,856,000	19,727,761	20,690,426	1.48
4.5% NBK Tier 1 Financing 2 Ltd Call: 27.11.2025 (Baa3)	9,480,000	8,387,590	9,209,346	0.66
4.7% Newcastle Coal Infrastructure Call: 12.02.2031 (BBB+)	18,960,000	16,087,122	17,270,367	1.24
4.125% NWD Finance BVI Limited Call: 10.03.2028 (NR)	13,063,440	11,400,828	7,323,119	0.53
1.832% Oversea-Chinese Banking Corporation Call: 10.09.2025 (A2)	4,740,000	4,054,120	4,508,697	0.32
4.602% Oversea-Chinese Banking Corporation Call: 15.06.2027 (A2)	3,792,000	3,550,999	3,737,075	0.27
4.7500% Saudi International Bond 16.01.2030 (A1)	7,110,000	6,967,819	7,018,548	0.50
5.7500% Saudi International Bond 16.01.2054 (A1)	9,954,000	9,619,466	9,693,081	0.70
4.75% Scentre Group Trust 2 Call: 24.06.2026 (Baa1)	23,700,000	21,151,404	23,124,452	1.66
5% Shinhan Bank Co Ltd 30.08.2028 (Baa1)	4,623,600	4,491,083	4,353,751	0.31
6.6000% Sumitomo Mitsui Financial Gp Call: 05.06.2034 (Baa3)	4,740,000	4,749,006	4,745,214	0.34
4.0% Swedbank AB Call: 17.03.2029 (Ba1)	9,480,000	7,342,911	7,764,331	0.56
5.6500% Telstra Group Limited Call: 06.12.2033 (A2)	4,007,120	4,017,554	4,029,159	0.29
3.5% Thaioil Treasury Center Co Ltd 17.10.2049 (Baa3)	4,740,000	3,049,336	3,258,882	0.23
4.875% Thaioil Treasury Center Co Ltd 23.01.2043 (Baa3)	7,110,000	5,502,169	6,191,003	0.44
5.125% UBS Group AG Call: 29.07.2026 (Baa3)	4,740,000	4,342,601	4,590,298	0.33
1.375% United States Treasury N/B 15.11.2040 (Aaa)	9,480,000	6,047,664	6,023,989	0.43
2.5% United States Treasury N/B 15.02.2045 (Aaa)	9,480,000	7,540,636	6,837,262	0.49
2.75% United States Treasury N/B 15.11.2042 (Aaa)	11,850,000	9,338,245	9,222,663	0.66

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

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

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
2.875% United States Treasury N/B 15.05.2052 (Aaa)	18,960,000	16,054,748	14,323,355	1.03
3.375% United States Treasury N/B 15.05.2033 (Aaa)	4,740,000	4,518,542	4,459,492	0.32
4.48% Wing Tai Holdings Limited Call: 24.05.2024 (NR)	20,272,775	17,587,701	19,908,443	1.43
8.1% Yinson Juniper Ltd Call: 29.03.2024 (NR)	34,128,000	33,099,981	35,325,893	2.53
Total unquoted fixed income securities– foreign	<u>628,921,020</u>	<u>563,025,888</u>	<u>579,027,299</u>	<u>41.49</u>
Accumulated unrealised gain on unquoted fixed income securities – foreign		<u>16,001,411</u>		
Total unquoted fixed income securities – foreign		<u>579,027,299</u>		

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

(ii) Unquoted fixed income securities – foreign as at 28 February 2023 are as follows:

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u>				
2.625% AAC Technologies Holdings Inc Call: 02.05.2026 (Baa2)	6,727,500	5,566,459	5,772,798	0.33
3% AAC Technologies Holdings Inc Call: 01.03.2023 (Baa2)	20,182,500	18,503,100	19,069,098	1.08
6.5% Asahi Mutual Life Insurance Co Call: 05.09.2023 (BBB)	4,485,000	4,618,881	4,625,281	0.26
4.5% Australia & New Zealand Bank Call: 02.12.2027 (Baa1)	1,662,350	1,626,887	1,666,294	0.09
6.742% Australia & New Zealand Bank 08.12.2032 (Baa1)	3,588,000	3,637,362	3,770,428	0.21
2.95% Australia New Zealand Bank Gp Call: 22.07.2025 (Baa1)	1,794,000	1,601,390	1,648,499	0.09
6.405% Australia New Zealand Bank Gp Call: 20.09.2029 (Baa1)	6,781,275	7,194,250	7,015,658	0.40
3.466% Bangkok Bank PCL Call: 23.09.2031 (Baa3)	4,485,000	4,225,153	3,706,457	0.21
5.00% Bangkok Bank PCL (Hong Kong Branch) Call: 23.09.2025 (Ba1)	13,455,000	12,849,544	13,097,694	0.74
4.3% Bank Negara Indonesia Call: 24.03.2027 (Ba3)	15,697,500	14,299,367	13,759,687	0.78
1.125% Barclays PLC Call: 22.03.2026 (Baa2)	7,135,200	6,166,659	6,273,288	0.35
3.125% BNP Paribas SA Call: 22.02.2027 (Baa2)	3,324,700	3,008,753	3,129,538	0.18
3.695% BNP Paribas SA Call: 24.02.2027 (Baa1)	6,027,800	5,399,786	5,435,932	0.31
4.625% BNP Paribas SA Call: 12.01.2027 (Ba1)	8,970,000	8,442,002	7,740,169	0.44
4.25% Cagamas Global PLC 27.09.2023 (A3)	7,480,575	7,407,928	7,602,119	0.43
3% CapitaLand Ascendas REIT Call: 17.09.2025 (Baa2)	4,987,050	4,731,122	4,820,790	0.27
5.75% Celestial Miles Ltd Call: 31.01.2024 (NR)	34,983,000	33,590,891	34,519,523	1.95
3.75% China Resources Land Ltd Call: 09.12.2024 (Baa2)	6,279,000	5,896,986	6,058,869	0.34
5.85% CIFI Holdings Group Co Ltd (NR) *	3,225,500	2,581,969	1,051,814	0.06

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

(ii) Unquoted fixed income securities – foreign as at 28 February 2023 are as follows:  
(continued)

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
3.00% CNAC HK Finbridge Co Ltd 22.09.2030 (Baa2)	8,970,000	8,152,747	7,543,321	0.43
3.35% CNAC HK Finbridge Co Ltd Call: 22.09.2023 (Baa3)	13,455,000	12,470,914	13,473,781	0.76
4.875% CNP Assurances Call: 07.10.2030 (Baa2)	17,940,000	15,057,122	14,555,074	0.82
2.5% COSL Singapore Capital Ltd Call: 24.03.2030 (A3)	8,970,000	8,101,983	7,638,428	0.43
3.3% DBS Group Holdings Ltd Call: 27.02.2025 (Baa1)	13,455,000	12,557,015	12,613,614	0.71
4.875% DNB Bank ASA Call: 12.11.2024 (Baa3)	17,940,000	16,771,082	17,223,484	0.97
4.1% Elect Global Investments Ltd Call: 03.06.2025 (Baa3)	8,970,000	8,445,338	8,346,336	0.47
6.125% Emirates NBD Bank Call: 20.03.2025 (Ba3)	26,910,000	26,397,187	27,633,673	1.56
2.625% Far East Horizon Ltd 03.03.2024 (BBB-)	4,485,000	4,164,459	4,316,271	0.24
4.25% Far East Horizon Ltd 26.10.2026 (BBB-)	9,867,000	9,141,380	8,789,099	0.50
4.7% Far East Horizon Ltd 09.02.2024 (BBB-)	14,192,200	14,199,256	13,781,696	0.78
4.25% Franshion Brilliant Ltd 23.07.2029 (Baa3)	13,455,000	12,258,803	11,475,583	0.65
4% Geely Automobile Holdings Ltd Call: 09.12.2024 (Baa3)	26,910,000	25,042,801	25,839,281	1.46
4.6% GLL IHT Pte Ltd Call: 23.07.2023 (NR)	16,623,500	14,790,678	16,282,104	0.92
4.625% Golden Eagle Retail Group Ltd 21.05.2023 (Ba3)	24,667,500	23,914,871	24,486,125	1.38
4.50% GS Caltex Corp 31.01.2026 (Baa1)	4,485,000	4,429,676	4,344,620	0.23
3.7% HDFC Bank Ltd Call: 25.08.2026 (Ba3)	13,455,000	12,334,838	11,486,758	0.65
3.3% Henderson Land MTN Ltd 13.05.2023 (NR)	12,902,000	13,031,773	13,247,774	0.75

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

(ii) Unquoted fixed income securities – foreign as at 28 February 2023 are as follows:  
(continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds</u> (continued)				
3.3% Hong Kong Government Bond 11.01.2028 (Aa3)	1,290,200	1,281,082	1,303,012	0.07
3.437% Housing & Development Board 13.09.2029 (NR)	3,324,700	3,254,617	3,275,646	0.18
3.995% Housing Development Finance 06.12.2029 (AAA)	8,311,750	8,278,881	8,407,576	0.47
2.633% HSBC Holdings PLC Call: 07.11.2024 (A3)	2,242,500	2,184,004	2,144,812	0.12
5.21% HSBC Holdings PLC Call: 11.08.2027 (A3)	13,455,000	13,359,227	13,195,244	0.74
6% HSBC Holdings PLC Call: 22.05.2027 (Baa3)	17,940,000	17,241,626	17,035,824	0.96
6.25% HSBC Holdings PLC Call: 23.03.2023 (Baa3)	8,970,000	8,686,759	9,225,022	0.52
6.375% HSBC Holdings PLC Call: 17.09.2024 (Baa3)	12,109,500	11,906,489	12,238,089	0.69
3.8% Huarong Finance 2017 Co 07.11.2025 (Baa3)	6,649,400	5,998,819	6,137,851	0.35
2.25% Huaxin Cement International Finance Co 19.11.2025 (Baa1)	4,485,000	4,194,857	3,972,701	0.22
3.2% Hyundai Capital Services Inc 11.08.2024 (BBB+)	3,225,500	3,322,220	3,251,657	0.18
4.15% Ind & Comm Bk of China Call: 16.11.2025 (NR)	5,160,800	5,496,675	5,337,427	0.30
4.75% Indonesia Asahan Aluminium Tbk Call: 15.04.2025 (Baa2)	3,659,760	3,632,136	3,637,019	0.21
3.875% ING Groep NV Call: 16.05.2027 (Ba1)	13,455,000	12,379,543	10,595,841	0.60
6.625% Julius Baer Group Ltd Call: 15.08.2029 (Baa3)	2,854,080	2,809,187	2,857,112	0.16
6.875% Julius Baer Group Ltd Call: 09.06.2027 (Baa3)	1,794,000	1,780,037	1,780,294	0.10
5.275% Kasikornbank Public Co Ltd Call: 14.10.2025 (Ba2)	13,455,000	12,601,786	13,088,678	0.74
4.4% Krung Thai Bank PLC Call: 25.03.2026 (Ba3)	17,940,000	16,802,296	16,493,438	0.93



## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

(ii) Unquoted fixed income securities – foreign as at 28 February 2023 are as follows:  
(continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds</u> (continued)				
4.2% Lendlease Global Commercial REIT Call: 04.06.2026 (NR)	6,649,400	6,322,960	6,243,195	0.35
4.5% Macquarie Group Ltd Call: 18.08.2025 (A3)	4,987,050	4,858,892	5,012,764	0.28
3.5% Mapletree North Asia Commercial Trust Call: 08.06.2026 (NR)	7,480,575	6,895,031	6,763,628	0.38
4.625% Minejesa Capital BV 10.08.2030 (Baa3)	26,910,000	26,281,121	24,229,708	1.37
5.625% Minejesa Capital BV 10.08.2037 (Baa3)	19,734,000	18,229,912	15,996,010	0.90
3.1% MINOR International PCL Call: 29.06.2023 (Baa1)	1,071,915	1,047,294	1,065,418	0.06
3.625% Misc Capital Two Labuan 06.04.2025 (Baa2)	10,764,000	10,238,997	10,445,393	0.59
3.8% Nanyang Commercial Bank Ltd Call: 20.11.2024 (Baa2)	8,970,000	8,697,234	8,698,757	0.49
4.15% National Australia Bank Ltd Call: 19.05.2023 (Baa1)	1,662,350	1,630,892	1,677,806	0.09
4.5% NBK Tier 1 Financing 2 Ltd Call: 27.11.2025 (Baa3)	17,940,000	16,761,555	17,029,545	0.96
4.7% Newcastle Coal Infrastructure Call: 12.02.2031 (BBB+)	11,212,500	10,464,447	9,366,144	0.53
4.125% NWD Finance BVI Ltd Call: 10.03.2028 (NR)	20,182,500	18,598,081	15,564,366	0.88
6.15% NWD Finance BVI Ltd Call: 16.03.2025 (NR)	3,588,000	3,559,966	3,450,624	0.19
4.125% NWD MTN Ltd 18.07.2029 (NR)	13,455,000	12,350,882	11,247,399	0.63
1.832% Oversea-Chinese Banking Corp Call: 10.09.2025 (A2)	4,485,000	3,996,273	4,112,754	0.23
4.602% Oversea-Chinese Banking Corp Call: 15.06.2027 (A2)	3,588,000	3,549,030	3,511,990	0.20
4.125% Perusahaan Listrik Negara PT 15.05.2027 (Baa2)	4,485,000	4,333,272	4,327,782	0.24
4.75% Phoenix Group Holdings PLC Call: 04.06.2026 (BBB+)	6,727,500	6,687,389	6,418,399	0.36

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

(ii) Unquoted fixed income securities – foreign as at 28 February 2023 are as follows:  
(continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
5.9% Port of Newcastle Invest Call: 24.08.2031 (WR)	6,727,500	6,334,410	5,996,203	0.34
6.95% Powerlong Real Estate (Caa3)	17,940,000	16,328,617	5,791,680	0.33
2.875% Reliance Industries Ltd 12.01.2032 (Baa2)	4,485,000	4,201,394	3,656,232	0.21
5.5% Republic of Philippines 17.01.2048 (Baa2)	1,345,500	1,320,553	1,377,015	0.08
4.75% Scentre Group Trust 2 Call: 24.06.2026 (Baa1)	22,425,000	21,123,655	21,218,877	1.20
6.375% Shanghai Commercial Bank Ltd Call: 28.02.2028 (A3)	4,485,000	4,406,112	4,500,838	0.25
2.875% Singapore Government Bond 01.09.2030 (NR)	6,649,400	7,077,090	6,530,210	0.37
6.125% Societe Generale SA Call: 16.04.2026 (Ba2)	4,155,875	3,876,465	4,267,247	0.24
5.95% Sunny Optical Technology Group 17.07.2026 (Baa1)	1,345,500	1,318,585	1,354,747	0.08
4.0% Swedbank AB Call: 17.03.2029 (Ba1)	8,970,000	7,313,354	7,238,989	0.41
2.5% Thaioil Treasury Center Co Ltd 18.06.2030 (Baa3)	3,139,500	2,437,769	2,515,900	0.14
4.875% Thaioil Treasury Center Co Ltd 23.01.2043 (Baa3)	9,867,000	8,022,507	7,939,441	0.45
5.125% UBS Group AG Call: 29.07.2026 (Baa3)	4,485,000	4,337,649	4,239,749	0.24
3.875% United Overseas Bank Ltd Call: 19.10.2023 (Baa1)	13,455,000	11,974,605	13,437,620	0.76
0.125% United States Treasury N/B 15.02.2024 (Aaa)	8,970,000	8,120,858	8,554,226	0.48
0.25% United States Treasury N/B 15.03.2024 (Aaa)	6,727,500	6,773,033	6,406,284	0.36
1.375% United States Treasury N/B 15.11.2040 (Aaa)	8,970,000	5,919,147	5,910,568	0.33
2.5% United States Treasury N/B 15.02.2045 (Aaa)	17,940,000	14,982,515	13,682,243	0.77

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(d) Unquoted fixed income securities – foreign (continued)

(ii) Unquoted fixed income securities – foreign as at 28 February 2023 are as follows:  
(continued)

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
2.75% United States Treasury N/B 15.08.2032 (Aaa)	15,697,500	15,055,387	14,243,339	0.80
2.875% United States Treasury N/B 15.05.2052 (Aaa)	22,425,000	20,825,640	18,431,522	1.04
3.45% Vanke Real Estate HK Co Ltd 25.05.2024 (BBB)	9,676,500	9,890,575	9,418,853	0.53
2.894% Westpac Banking Corp Call: 04.02.2025 (Baa1)	13,455,000	12,661,828	12,549,081	0.71
5% Westpac Banking Corp Call: 21.09.2027 (Baa2)	897,000	782,142	814,675	0.05
4.48% Wing Tai Holdings Ltd Call: 24.05.2024 (NR)	19,117,025	17,567,257	18,849,497	1.06
6.8% Yanlord Land HK Co Ltd (Ba3)	8,970,000	8,094,884	8,744,454	0.49
8.1% Yinson Juniper Ltd Call: 29.03.2024 (NR)	32,292,000	31,186,226	33,687,014	1.90
6% Yuzhou Group Holdings Co Ltd (C)	20,182,500	17,098,122	2,659,381	0.15
7.375% Yuzhou Group Holdings Co Ltd (C)	11,212,500	9,961,740	1,469,686	0.08
8.3% Yuzhou Group Holdings Co Ltd (C)	4,485,000	4,107,027	587,747	0.03
8.375% Yuzhou Group Holdings Co Ltd (C)	24,667,500	20,767,605	3,294,019	0.19
Total unquoted fixed income securities– foreign	<u>1,068,298,430</u>	<u>996,190,632</u>	<u>932,347,220</u>	<u>52.57</u>
Accumulated unrealised loss on unquoted fixed income securities – foreign		<u>(63,843,412)</u>		
Total unquoted fixed income securities – foreign		<u>932,347,220</u>		

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

(e) Collective investment scheme – local

(i) Collective investment scheme – local as at 29 February 2024 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
AHAM RMB Bond Fund - CNH Class	16,680,899	5,326,949	4,835,989	0.35
Total collective investment scheme – local	<u>16,680,899</u>	5,326,949	<u>4,835,989</u>	<u>0.35</u>
Accumulated unrealised loss on collective investment scheme – local		<u>(490,960)</u>		
Total collective investment scheme – local		<u>4,835,989</u>		

(ii) Collective investment scheme – local as at 28 February 2023 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
AHAM RMB Bond Fund - CNH Class	15,996,801	5,135,200	4,743,829	0.27
Total collective investment scheme – local	<u>15,996,801</u>	5,135,200	<u>4,743,829</u>	<u>0.27</u>
Accumulated unrealised loss on collective investment scheme – local		<u>(391,371)</u>		
Total collective investment scheme – local		<u>4,743,829</u>		

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 10 QUOTED FUTURES AT FAIR VALUE THROUGH PROFIT OR LOSS

Futures are contractual obligations to buy or sell financial instruments on a future date at specified price established in an organised market. The futures contracts are collateralised by cash. There is no quoted derivative -futures as at 29 February 2024 and 28 February 2023.

	<u>2024</u> RM	<u>2023</u> RM
Net gain on financial assets at fair value through profit or loss:		
- realised gain on settlement of futures contracts	-	13,285,841
	<u>                    </u>	<u>                    </u>

#### 11 FORWARD FOREIGN CURRENCY CONTRACTS

As at the date of the statement of financial position, there are 16 (2023: 34) forward foreign currency contracts outstanding. The notional principal amount of the outstanding forward foreign currency contracts amounted to RM370,387,580 (2023: RM830,472,227). The forward foreign currency contracts entered into during the financial year were for hedging against the currency exposure arising from the investment in the foreign unquoted fixed income securities denominated in Chinese Yuan, Euro, Pound Sterling, Singapore Dollar and United States Dollar. As the Fund has not adopted hedge accounting during the financial year, the change in the fair value of the forward foreign currency contract is recognised immediately in the statement of comprehensive income.

	<u>2024</u> RM	<u>2023</u> RM
Financial assets at fair value through profit or loss:		
- forward foreign currency contracts	50,634	721,649
	<u>                    </u>	<u>                    </u>
Financial liabilities at fair value through profit or loss:		
- forward foreign currency contracts	17,523,241	14,145,087
	<u>                    </u>	<u>                    </u>
Net loss on forward foreign currency contracts at fair value through profit or loss:		
- realised loss on forward foreign currency contracts	(37,354,520)	(24,221,968)
- unrealised loss on changes in fair value	(4,049,169)	(14,659,181)
	<u>                    </u>	<u>                    </u>
	<u>(41,403,689)</u>	<u>(38,881,149)</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 11 FORWARD FOREIGN CURRENCY CONTRACTS (CONTINUED)

(a) Forward foreign currency contracts

(i) Forward foreign currency contracts as at 29 February 2024 are as follows:

<u>Name of issuer</u>	<u>Receivables</u> RM	<u>Payables</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
Bank of America Malaysia Bhd	64,609,300	66,087,998	(1,478,698)	(0.10)
CIMB Bank Berhad	118,022,500	127,262,117	(9,239,617)	(0.66)
Citibank Berhad	8,535,000	8,798,390	(263,390)	(0.02)
Hong Leong Bank Berhad	18,416,000	18,790,208	(374,208)	(0.03)
HSBC Bank Malaysia Berhad	12,371,600	12,368,048	3,552	-
Maybank Berhad	18,452,800	18,666,964	(214,164)	(0.01)
OCBC Bank (Malaysia) Berhad	61,348,500	63,552,510	(2,204,010)	(0.16)
Standard Chartered Bank	3,306,000	3,288,825	17,175	-
United Overseas Bank (Malaysia) Berhad	65,325,880	69,045,127	(3,719,247)	(0.27)
Total forward foreign currency contracts	<u>370,387,580</u>	<u>387,860,187</u>	<u>(17,472,607)</u>	<u>(1.25)</u>

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

<u>Name of issuer</u>	<u>Receivables</u> RM	<u>Payables</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
Affin Hwang Investment Bank Bhd#	19,848,600	20,162,925	(314,325)	(0.02)
Bank of America Malaysia Bhd	61,238,500	62,371,833	(1,133,333)	(0.06)
BNP Paribas Malaysia Bhd	40,845,400	41,230,978	(385,578)	(0.02)
CIMB Bank Bhd	131,935,000	134,243,489	(2,308,489)	(0.13)
Citibank Bhd	17,957,200	18,809,232	(852,032)	(0.05)
Hong Leong Bank Bhd	76,086,390	77,947,154	(1,860,764)	(0.11)
HSBC Bank Malaysia Bhd	50,035,140	50,526,237	(491,097)	(0.03)
JP Morgan Chase Bank Bhd	97,972,850	98,390,284	(417,434)	(0.02)
Maybank Berhad	96,910,250	98,614,092	(1,703,842)	(0.10)
OCBC Bank (Malaysia) Bhd	111,498,620	112,983,435	(1,484,815)	(0.08)
Standard Chartered Bank Malaysia	28,739,720	29,136,994	(397,274)	(0.02)
United Overseas Bank (Malaysia) Berhad	97,404,557	99,479,012	(2,074,455)	(0.12)
Total forward foreign currency contracts	<u>830,472,227</u>	<u>843,895,665</u>	<u>(13,423,438)</u>	<u>(0.76)</u>

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

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 12 DEFERRED TAX LIABILITIES

	<u>2024</u> RM	<u>2023</u> RM
Deferred tax liabilities	-	2,860,142

The movements in the deferred tax liabilities balances are as follows:

	Foreign interest receivables on financial assets at fair value <u>through profit or loss</u>	
	<u>2024</u> RM	<u>2023</u> RM
Balance at the beginning of the financial year	2,860,142	-
Transfer to income statement (Note 7)	(2,860,142)	2,860,142
Balance as at the end of the financial year	-	2,860,142

#### 13 CASH AND CASH EQUIVALENTS

	<u>2024</u> RM	<u>2023</u> RM
Cash and bank balances	23,678,562	29,571,934
Deposit with a licensed financial institution	17,222,891	-
	<u>40,901,453</u>	<u>29,571,934</u>

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

	<u>2024</u> %	<u>2023</u> %
Deposit with a licensed financial institution	3.00	-

The deposit with a licensed financial institution has an average remaining maturity period of 1 day (2023: nil day).

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 14 MARGIN ACCOUNTS

Margin accounts represent margin deposits held in respect of open exchange-traded futures contracts.

#### 15 NUMBER OF UNITS IN CIRCULATION

	<u>2024</u>	<u>2023</u>
	No. of units	No. of units
At the beginning of the financial year	2,632,775,000	2,922,803,000
Creation of units arising from applications	24,363,000	45,672,000
Creation of units arising from distributions	73,407,897	77,067,534
Cancellation of units	<u>(602,247,897)</u>	<u>(412,767,534)</u>
At the end of the financial year	<u><u>2,128,298,000</u></u>	<u><u>2,632,775,000</u></u>

#### 16 TRANSACTIONS WITH BROKERS AND DEALERS

(i) Detail of transactions with brokers and dealers for the financial year ended 29 February 2024 is as follows:

<u>Name of broker and dealers</u>	<u>Value of trade</u> RM	<u>Percentage</u> <u>of</u> <u>total trade</u> %	<u>Brokerage</u> <u>fees</u> RM	<u>Percentage</u> <u>of total</u> <u>brokerage fees</u> %
Euroclear Bank S.A. / N.V.	682,543,713	25.81	8,496	0.30
Clearstream Banking Luxembourg	223,355,060	8.45	9,837	0.34
Macquarie(M) Sdn Bhd	104,333,709	3.95	221,400	7.77
Citigroup Global Mkts Ltd Ldn	102,991,310	3.89	207,312	7.27
UOB Kay Hian Pte Ltd	95,834,715	3.62	239,587	8.40
DBS Securities (S) Pte Ltd	95,687,303	3.62	283,267	9.94
JP Morgan Secs (Asia Pac) Ltd HK	86,057,179	3.25	223,221	7.83
Macquarie Bank Ltd Sydney	73,393,464	2.78	146,787	5.15
CIMB Bank Berhad	71,968,750	2.72	-	-
Maybank Investment Bank Berhad	67,339,790	2.55	162,151	5.69
Others #*	1,040,893,713	39.36	1,348,792	47.31
	<u><u>2,644,398,706</u></u>	<u><u>100.00</u></u>	<u><u>2,850,850</u></u>	<u><u>100.00</u></u>



## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 16 TRANSACTIONS WITH BROKERS AND DEALERS (CONTINUED)

(ii) Detail of transactions with brokers and dealers for the financial year ended 28 February 2023 is as follows:

<u>Name of broker and dealers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage fees</u> %
The Hongkong and Shanghai Banking Corporation Limited	139,621,702	6.56	1,846	0.10
RBS Morgans Ltd	125,972,962	5.92	314,932	17.38
Citigroup Global Markets Ltd	109,901,850	5.16	7,857	0.43
JP Morgan Securities Ltd	87,574,660	4.11	-	-
Citigroup Global Mkts Ltd Ldn	83,517,582	3.92	157,471	8.69
DBS Bank Ltd	80,480,541	3.78	-	-
CIMB-GK Securities Pte Ltd	70,149,115	3.29	145,232	8.01
Jefferies International Ltd	65,603,740	3.08	-	-
Macquarie(M)Sdn Bhd	58,403,636	2.74	139,483	7.70
Morgan Stanley & Co International	56,041,508	2.63	-	-
Others #*	1,252,528,849	58.81	1,045,376	57.69
	<u>2,129,796,145</u>	<u>100.00</u>	<u>1,812,197</u>	<u>100.00</u>

# Included in the transactions with brokers and dealers are trades in the stockbroking industry with Affin Hwang Investment Bank Bhd, the former immediate holding company of the Manager and AHAM Asset Management Berhad, the Manager amounting to RM11,548,030 and RM 191,749 (2023: RM40,140,000 and RM Nil), respectively. The Manager is of the opinion that all transactions with the former immediate holding company and the Manager have been entered into agreed terms between the related parties.

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

<u>Name of brokers and dealers</u>	<u>2024</u> RM	<u>2023</u> RM
Affin Hwang Investment Bank Berhad	11,548,030	40,140,000
MarketAxess Holdings Inc	105,559,548	22,984,451
Nomura Singapore Limited	2,390,878	-
RHB Investment Bank Bhd	188,624,772	-
	<u>308,123,228</u>	<u>63,124,451</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 16 TRANSACTIONS WITH BROKERS AND DEALERS (CONTINUED)

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

	<u>2024</u> RM	<u>2023</u> RM
AHAM Asia Bond Fund	2,846,933	-
AHAM ESG SGD Bond Fund (formerly known as Affin Hwang SGD Bond Fund)	3,590,562	-
AHAM Flexible Maturity Income Fund 15	7,585,197	-
AHAM Flexible Maturity Income Fund 16	8,032,661	17,626,796
AHAM Flexible Maturity Income Fund 17	19,565,009	-
AHAM Flexible Maturity Income Fund 18	19,544,375	-
AHAM Flexible Maturity Income Fund 19	15,815,557	-
AHAM Flexible Maturity Income Fund 20	2,952,757	-
AHAM Flexible Maturity Income Fund 21	513,496	-
AHAM Hard Currencies Fixed Income Fund	1,915,614	-
AHAM Income Extra Fund	-	30,105,000
AHAM Income Fund 7	2,527,000	10,035,000
AHAM RMB Bond Fund	875,696	-
AHAM Select Asia Pacific (ex Japan) Balanced Fund	3,237,884	-
AHAM Select AUD Income Fund	3,298,656	-
AHAM Select Bond Fund	80,589,036	-
AHAM Select SGD Income Fund	47,973,953	-
AHAM Single Bond Series 3	27,581,675	-
AHAM Single Bond Series 5	42,256,880	-
AHAM Target Maturity Income Fund	7,395,029	5,357,655
AHAM Wholesale Corporate Bond Fund	4,016,880	-
Private mandates managed by the Manager	6,008,378	-
	<u>308,123,228</u>	<u>63,124,451</u>

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 17 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 INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

#### 17 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 year are as follows:

	2024		2023	
	No. of units	RM	No. of units	RM
<u>The Manager:</u>				
AHAM Asset Management Berhad (The units are held legally for booking purpose)	2,805	1,839	3,335	2,246
	<u>2,805</u>	<u>1,839</u>	<u>3,335</u>	<u>2,246</u>
<u>Parties related to the Manager</u>				
Director of AHAM Asset Management Berhad (The units are held beneficially)	65,606	43,018	63,028	42,456
	<u>65,606</u>	<u>43,018</u>	<u>63,028</u>	<u>42,456</u>

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

#### 18 TOTAL EXPENSE RATIO ("TER")

	2024	2023
	%	%
TER	1.60	1.60
	<u>1.60</u>	<u>1.60</u>

TER is derived from the following calculation:

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

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

The average NAV of the Fund for the financial year calculated on a daily basis is RM1,569,091,941 (2023: RM1,859,808,025).

## AHAM SELECT INCOME FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 29 FEBRUARY 2024 (CONTINUED)

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

	<u>2024</u>	<u>2023</u>
PTR (times)	0.95	0.69

PTR is derived from the following calculation:

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

where: total acquisition for the financial year = RM1,238,776,607 (2023: RM1,202,505,251)  
total disposal for the financial year = RM1,742,475,827 (2023: RM1,361,401,236)

#### 20 SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

##### 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 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**, the financial statements set out on pages 1 to 80 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 29 February 2024 and of its financial performance, changes in equity and cash flows for the financial year 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  
29 April 2024

## INDEPENDENT AUDITORS' REPORT TO THE UNITHOLDERS OF AHAM SELECT INCOME FUND

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### Our opinion

In our opinion, the financial statements of AHAM Select Income Fund (“the Fund”) give a true and fair view of the financial position of the Fund as at 29 February 2024, and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

#### What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 29 February 2024, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 1 to 80.

#### Basis for opinion

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

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

#### *Independence and other ethical responsibilities*

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

#### Information other than the financial statements and auditors’ report thereon

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

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

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*PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146), Chartered Accountants, Level 10, Menara TH 1 Sentral, Jalan Rakyat, Kuala Lumpur Sentral, P.O. Box 10192, 50706 Kuala Lumpur, Malaysia  
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**INDEPENDENT AUDITORS' REPORT  
TO THE UNITHOLDERS OF AHAM SELECT INCOME FUND (CONTINUED)**

**REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)**

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

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

Responsibilities of the Manager for the financial statements

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

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

Auditors' responsibilities for the audit of the financial statements

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



**INDEPENDENT AUDITORS' REPORT  
TO THE UNITHOLDERS OF AHAM SELECT INCOME FUND (CONTINUED)**

**REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)**

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

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

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

**INDEPENDENT AUDITORS' REPORT  
TO THE UNITHOLDERS OF AHAM SELECT INCOME FUND (CONTINUED)**

**OTHER MATTERS**

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

**PRICEWATERHOUSECOOPERS PLT  
LLP0014401-LCA & AF 1146  
Chartered Accountants**

**Kuala Lumpur  
29 April 2024**

## **DIRECTORY OF SALES OFFICE**

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