



SEMI-ANNUAL REPORT
31 October 2024

AHAM EduGrowth & Income Fund

MANAGER
AHAM Asset Management Berhad
199701014290 (429786-T)

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

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AHAM EDUGROWTH & INCOME FUND

Semi-Annual Report and Unaudited Financial Statements For the Financial Period Ended 31 October 2024

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

FUND INFORMATION

Fund Name	AHAM EduGrowth & Income Fund
Fund Type	Income & Growth
Fund Category	Mixed Asset (Fund-of Funds)
Investment Objective	The Fund aims to provide investor with regular income and moderate capital growth over medium to long-term period through a portfolio of collective investment schemes
Benchmark	Absolute return of 6% per annum
Distribution Policy	Subject to the availability of income, the Fund will distribute income on a semi-annual basis, after the end of its first financial year

FUND PERFORMANCE DATA

Category	As at 31 Oct 2024 (%)	As at 31 Oct 2023 (%)	As at 31 Oct 2022 (%)
Portfolio composition			
Collective investment schemes – local	50.90	49.29	48.94
Collective investment schemes – foreign	31.66	37.42	37.19
Exchange traded fund – foreign	15.64	10.63	12.38
Cash & cash equivalent	1.80	2.66	1.49
Total	100.00	100.00	100.00
Total NAV (RM'million)	2.331	2.366	2.181
NAV per Unit (RM)	0.2518	0.2405	0.2277
Unit in Circulation (million)	9.257	9.839	9.578
Highest NAV	0.2670	0.2449	0.2366
Lowest NAV	0.2452	0.2317	0.2230
Return of the Fund (%)	-0.82	3.40	-3.52
- Capital Growth (%)	-1.37	3.40	-3.52
- Income Distribution (%)	0.56	Nil	Nil
Gross Distribution per Unit (sen)	0.14	Nil	Nil
Net Distribution per Unit (sen)	0.14	Nil	Nil
Total Expense Ratio (%) ¹	0.80	0.82	0.84
Portfolio Turnover Ratio (times) ²	0.18	0.08	0.79

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

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

An illustration of the above would be as follow:-

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

¹ The TER of the fund was lower than previous period as the average NAV of the Fund increased during the period under review.

² The PTR of the fund was higher than previous period as the trading activities increased during the period under review.

Income Distribution / Unit Split

Cum Date	Ex-Date	Cum-distribution	Distribution per Unit (RM)	Ex-distribution
15-Oct-24	16-Oct-24	0.2534	0.0014	0.2508

No unit splits were declared for the financial period ended 31 October 2024.

Income Distribution Breakdown

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
MYR	2024-10-16	0.1400	100	-	-

Fund Performance

Table 1: Performance of the Fund

	6 Months (1/5/24 - 31/10/24)	1 Year (1/11/23 - 31/10/24)	3 Years (1/11/21 - 31/10/24)	Since Commencement (29/12/20 - 31/10/24)
Fund	(0.82%)	8.57%	2.16%	4.44%
Benchmark	2.98%	6.00%	19.12%	25.10%
Outperformance	(3.80%)	2.57%	(16.96%)	(20.66%)

Table 2: Average Total Return

	1 Year (1/11/23 - 31/10/24)	3 Years (1/11/21 - 31/10/24)	Since Commencement (29/12/20 - 31/10/24)
Fund	8.57%	0.71%	1.14%
Benchmark	6.00%	6.00%	6.00%
Outperformance	2.57%	(5.29%)	(4.86%)

Table 3: Annual Total Return

	FYE 2024 (1/5/23 - 30/4/24)	FYE 2023 (1/5/22 - 30/4/23)	FYE 2022 (1/5/21 - 30/4/22)	FYE 2021 (29/12/20 - 30/4/21)
Fund	13.19%	(1.44%)	(7.41%)	1.96%
Benchmark	6.00%	6.00%	6.00%	1.98%
Outperformance	7.19%	(7.44%)	(13.41%)	(0.02%)

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

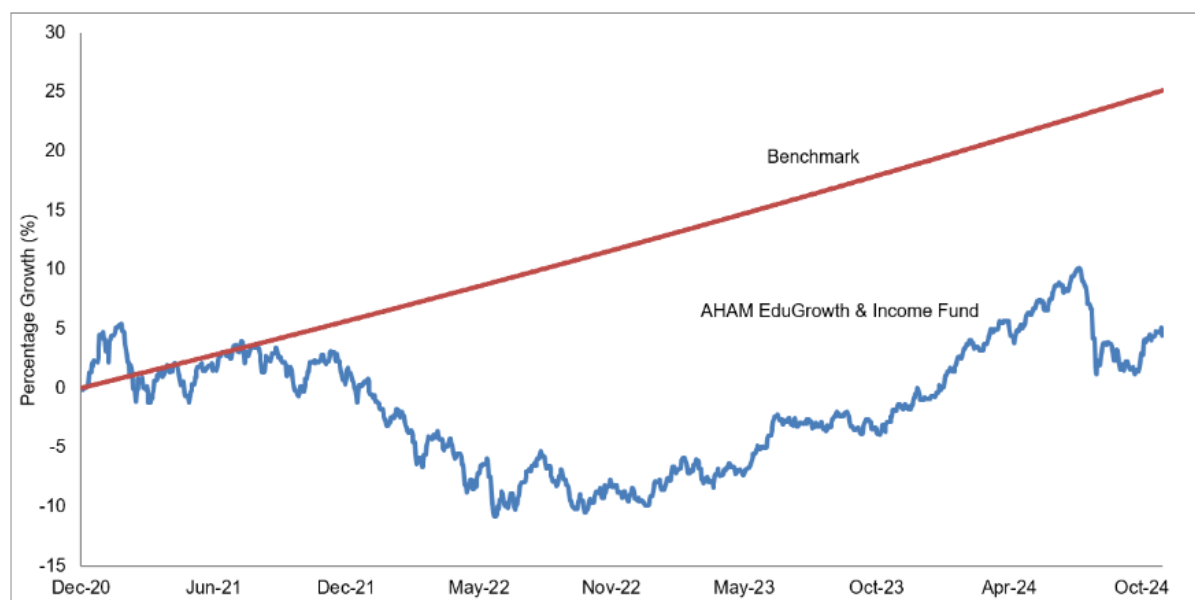
MANAGER'S REPORT

Performance Review (1 May 2024 to 31 October 2024)

For the period 1 May 2024 to 31 October 2024, the Fund registered a -0.82% return compared to the benchmark return of 2.98%. The Fund thus underperformed the Benchmark by 3.80%. The Net Asset Value per unit ("NAV") of the Fund as at 31 October 2024 was MYR0.2518 while the NAV as at 30 April 2024 was MYR0.2553. During the same period under review, the Fund has declared an income distribution of RM0.0014 per unit.

Since commencement, the Fund has registered a return of 4.44% compared to the benchmark return of 25.10%, underperforming by 20.66%.

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."

Benchmark: 6.0% per annum

Asset Allocation

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

As at 31 October 2024, the Fund's exposure into the local collective investment scheme stood at 50.90% (2023: 49.29%) and foreign collective investment scheme stood at 47.30% (2023: 48.05%) of the Fund's NAV. Cash and cash equivalent stood at 1.80%.

Strategies Employed

The fund remains invested in a balanced of equities and fixed income, with a broad diversification across geographical region which includes US, Asia, and Malaysia. Over the period, the fund did minimal changes to the allocation as the Fund remains comfortable with the majority of the holdings. To highlight a few changes, the Fund has exited an Asia small cap strategy and redeployed into a semiconductor Exchange Traded Fund ("ETF"), given the continued interest of AI and earnings growth of AI related companies. The Fund has also deploy some cash into an Asian fixed income fund to clip the higher yields given the team preference to redirect the focus onto yields rather than duration, given the volatility of 10 year US treasury yields.

Market Review

From May to October 2024, global financial markets displayed mixed performance across regions and asset classes. In the United States, equity markets gained through the summer, with the S&P 500 rising by 4.3% in May and 3.5% in June, driven by optimism over Federal Reserve rate cuts. However, geopolitical tensions and election uncertainties led to a 1% decline in October. Sector performance highlighted strength in megacap tech stocks early on, with a rotation to small caps in July and gains in consumer and construction sectors supported by retail sales and infrastructure spending. Fixed income markets experienced yield fluctuations, as rate cuts bolstered bonds mid-year, but long-term yields edged higher in October due to inflation concerns.

In Asia, MSCI China surged by 23.1% in September on stimulus measures but faltered in October as growth concerns persisted and further announcements disappointed the markets. Industrial production grew at an average of 3.9% year-over-year, while export declines moderated in September. Chinese sovereign bonds remained stable with modest foreign inflows, supported by policy easing. Southeast Asia saw strong equity performance in Thailand, driven by political stability, tourism recovery, and robust foreign investments, while Malaysia experienced mixed results with gains in early months offset by external pressures later. Inflation in Malaysia moderated mid-year but ticked up in October due to subsidy rationalization, impacting fixed income yields. In Japan, an August rate hike by the Bank of Japan surprised markets, affecting global liquidity flows and creating volatility in both equities and government bonds.

European markets struggled amid geopolitical uncertainties and weak industrial output, with the Euro Stoxx 50 declining by 1.7% in October. Energy stocks gained from rising crude prices, but industrials underperformed. Fixed income markets faced limited demand as inflation persisted at 4.6% year-over-year in September.

As the year-end approaches, regional markets face distinct challenges. In the U.S., election dynamics and geopolitical risks loom large. In Asia, policy measures in China and export recovery will be crucial, while Malaysia's domestic demand and construction growth may offset subsidy-related pressures. In Europe, investor caution remains high amidst persistent inflation. Investors are advised to focus on sectors with strong fundamentals, such as consumer goods and construction, while closely monitoring inflation trends and central bank actions globally.

Investment Outlook

Global equity markets are currently hitting record highs and continuing their upward trajectory, as worries about interest rate increases seem to be diminishing. Unlike the sharp hikes experienced in 2022-2023, the present conditions indicate that such aggressive measures are unlikely to recur. Although valuations are high, they are bolstered by earnings growth, especially within the technology sector, which is starting to influence other industries.

Despite a strong GDP quarter posted by the US economy, we remain cautious about the ongoing slowdown in consumer spending in the US, given higher credit servicing cost might weigh in on spending. Although interest rates cuts are anticipated and welcomed, their impact and anticipation might be derailed, given uncertainty surrounding the upcoming US Presidential Elections, where both candidates are neck to neck in polling data.

We also need to consider the ongoing tensions happening around the globe with both Ukraine-Russia conflict as well as Israel-Hamas conflict ongoing. On top of that, a reintroduction of a potential Trump presidency could raise some concerns about the market and global growth, if Trump continues with its plan to introduce a global tariffs and potential retaliation from other countries.

We also continue to monitor the ongoing announcements of stimulus packages from China and its battle against deflation, given its weaker consumer spending and confidence. Furthermore, a Trump presidency might also pose significant headwinds, and it remains unknown how the Chinese government will react to a potential Trump 2.0 presidency.

State of Affairs of the Fund

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

Soft Commissions received from Brokers

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

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

During the financial period under review, no soft commission was received by the Manager on behalf of the Fund.

Cross Trade

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

Securities Financing Transactions

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

Changes Made To the Fund's Prospectus

There were no changes made to the Fund's prospectus during the financial period under review.

TRUSTEE'S REPORT

TO THE UNITHOLDERS OF AHAM EDUGROWTH & INCOME FUND ("FUND")

We have acted as Trustee of the Fund for the financial period ended 31 October 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AHAM Asset Management Berhad has operated and managed the fund during the period covered by these financial statements in accordance with the following:

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

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

For
TMF Trustees Malaysia Berhad

NORHAYATI BINTI AZIT
DIRECTOR – FUND SERVICES

16 December 2024

AHAM EDUGROWTH & INCOME FUND

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

AHAM EDUGROWTH & INCOME FUND

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

CONTENTS	PAGE(S)
UNAUDITED SEMI-ANNUAL STATEMENT OF COMPREHENSIVE INCOME	1
UNAUDITED SEMI-ANNUAL STATEMENT OF FINANCIAL POSITION	2
UNAUDITED SEMI-ANNUAL STATEMENT OF CHANGES IN EQUITY	3
UNAUDITED SEMI-ANNUAL STATEMENT OF CASH FLOWS	4
MATERIAL ACCOUNTING POLICY INFORMATION	5 - 11
NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS	12 - 30
STATEMENT BY THE MANAGER	31

AHAM EDUGROWTH & INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

	<u>Note</u>	6 months financial period ended <u>31.10.2024</u> RM	6 months financial period ended <u>31.10.2023</u> RM
INVESTMENT (LOSS)/INCOME			
Dividend income		28,518	22,099
Interest income from financial assets at amortised cost		8	-
Net (loss)/gain on foreign currency exchange		(3,309)	612
Net (loss)/gain on financial assets at fair value through profit or loss	9	(26,044)	77,504
		<u>(827)</u>	<u>100,215</u>
EXPENSES			
Management fee	4	(15,891)	(16,081)
Trustee fee	5	(732)	(713)
Other expenses		(2,697)	(2,626)
		<u>(19,320)</u>	<u>(19,420)</u>
NET (LOSS)/PROFIT BEFORE TAXATION		(20,147)	80,795
Taxation	7	-	(2,497)
NET (LOSS)/PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL PERIOD		<u>(20,147)</u>	<u>78,298</u>
Net (loss)/profit after taxation is made up of the following:			
Realised amount		21,964	5,408
Unrealised amount		(42,111)	72,890
		<u>(20,147)</u>	<u>78,298</u>

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

AHAM EDUGROWTH & INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
ASSETS			
Cash and cash equivalents		43,831	70,992
Amount due from Manager			
- management fee rebate receivable		396	1,523
Dividends receivable		986	2,083
Financial assets at fair value through profit or loss	9	2,289,271	2,303,305
TOTAL ASSETS		<u>2,334,484</u>	<u>2,377,903</u>
LIABILITIES			
Amount due to Manager			
- management fee		2,512	6,754
Amount due to Trustee		119	121
Tax payable		574	1,910
TOTAL LIABILITIES		<u>3,205</u>	<u>11,547</u>
NET ASSET VALUE OF THE FUND		<u>2,331,279</u>	<u>2,366,356</u>
EQUITY			
Unitholders' capital		2,308,857	2,457,784
Retained earnings/(accumulated losses)		22,422	(91,428)
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>2,331,279</u>	<u>2,366,356</u>
NUMBER OF UNITS IN CIRCULATION	10	<u>9,257,000</u>	<u>9,839,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.2518</u>	<u>0.2405</u>

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

AHAM EDUGROWTH & INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

	Unitholders' <u>capital</u> RM	Accumulated <u>losses</u> RM	<u>Total</u> RM
Balance as at 1 May 2024	2,367,663	55,505	2,423,168
Total comprehensive loss for the financial period	-	(20,147)	(20,147)
Distribution (Note 8)	-	(12,936)	(12,936)
Movement in unitholders' capital:			
Creation of units arising from applications	66,728	-	66,728
Creation of units arising from distribution	12,936	-	12,936
Cancellation of units	(138,470)	-	(138,470)
Balance as at 31 October 2024	<u>2,308,857</u>	<u>22,422</u>	<u>2,331,279</u>
Balance as at 1 May 2023	2,466,367	(169,726)	2,296,641
Total comprehensive income for the financial period	-	78,298	78,298
Movement in unitholders' capital:			
Creation of units arising from applications	87,750	-	87,750
Cancellation of units	(96,333)	-	(96,333)
Balance as at 31 October 2023	<u>2,457,784</u>	<u>(91,428)</u>	<u>2,366,356</u>

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

AHAM EDUGROWTH & INCOME FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF CASH FLOWS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

	6 months financial period ended <u>31.10.2024</u> RM	6 months financial period ended <u>31.10.2023</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	458,078	219,214
Purchase of investments	(425,138)	(175,984)
Dividends received	29,589	22,076
Interest received	8	-
Management fee rebate received	7,868	6,057
Management fee paid	(16,145)	(11,917)
Trustee fee paid	(734)	(707)
Net realised (loss)/gain on foreign currency exchange	(304)	7,786
Payment for other fees and expenses	(2,697)	(2,626)
Tax paid	(751)	(2,125)
	<hr/>	<hr/>
Net cash flows generated from operating activities	49,774	61,775
	<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	66,728	87,750
Payments for cancellation of units	(138,470)	(140,171)
	<hr/>	<hr/>
Net cash flows used in financing activities	(71,742)	(52,421)
	<hr/>	<hr/>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(21,968)	9,353
EFFECTS OF FOREIGN CURRENCY EXCHANGE	(3,005)	2,378
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	68,804	59,261
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>43,831</u>	<u>70,992</u>

Cash and cash equivalents as at 31 October 2024 and 31 October 2023 comprise of bank balances.

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

AHAM EDUGROWTH & INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 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 period. 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 L.

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

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

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

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

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

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

AHAM EDUGROWTH & INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

B INCOME RECOGNITION

Dividend income

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

Interest income

Interest income from short term deposit with licensed financial institutions 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 collective investment schemes ("CIS") and exchange-traded funds ("ETF"), realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the investments, determined on a weighted average cost basis.

C 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

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

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

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

E DISTRIBUTION

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

AHAM EDUGROWTH & INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

F FUNCTIONAL AND PRESENTATION CURRENCY

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

G FOREIGN CURRENCY TRANSLATIONS

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

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

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

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

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.

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

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

The Fund classifies amount due to Manager, amount due to Trustee and tax payable as financial liabilities measured at amortised cost.

AHAM EDUGROWTH & INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement

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

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

Financial assets are 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 financial period which they arise.

Investment in CIS are valued at the last published net asset value (“NAV”) per unit at the date of the statement of financial position.

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

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.

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

AHAM EDUGROWTH & INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(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.

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 organization
- the debtor is insolvent

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

Write-off

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

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

AHAM EDUGROWTH & INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

I CASH AND CASH EQUIVALENTS

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

J AMOUNT DUE FROM/(TO) BROKERS

Amounts due from and to broker 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 broker 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 broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

K UNITHOLDERS' CAPITAL

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

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

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

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

AHAM EDUGROWTH & INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

L CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES

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

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

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

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

M REALISED AND UNREALISED PORTIONS OF PROFIT OR LOSS AFTER TAX

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

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024

1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name Affin Hwang EduGrowth & Income Fund (the "Fund") pursuant to the execution of a Deed dated 16 March 2020 and First Supplemental Deed dated 16 January 2023 (the "Deeds") entered into between AHAM Asset Management Berhad (the "Manager") and TMF Trustees Malaysia Berhad (the "Trustee"). The Fund has changed its name from Affin Hwang EduGrowth & Income Fund to AHAM EduGrowth & Income Fund as amended in the First Supplemental Deed dated 16 January 2023.

The Fund commenced operations on 1 December 2020 and will continue its operations until terminated by the Trustee as provided under Division 12.3 of the Deed.

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

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

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

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

The Manager is a company incorporated in Malaysia. The principal activities of the Manager are establishment and management of unit trust funds, exchange-traded funds and private retirement schemes as well as providing fund management services to private clients.

The financial statements were authorised for issue by the Manager on 16 December 2024.

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 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		43,831	-	43,831
Amount due from Manager				
- management fee rebate receivable		396	-	396
Dividends receivable		986	-	986
Collective investment schemes	9	-	1,924,716	1,924,716
Exchange-traded funds	9	-	364,555	364,555
		<hr/>	<hr/>	<hr/>
Total		45,213	2,289,271	2,334,484
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		2,512	-	2,512
- cancellation of units		-	-	-
Amount due to Trustee		119	-	119
Tax payable		574	-	574
		<hr/>	<hr/>	<hr/>
Total		3,205	-	3,205
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<u>2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents		70,992	-	70,992
Amount due from Manager				
- management fee rebate receivable		1,523	-	1,523
Dividends receivable		2,083	-	2,083
Collective investment schemes	9	-	2,051,865	2,051,865
Exchange-traded fund	9	-	251,440	251,440
		<hr/>	<hr/>	<hr/>
Total		74,598	2,303,305	2,377,903
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

Financial instruments are as follows: (continued)

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2023</u> (continued)				
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		6,754	-	6,754
- cancellation of units		2,762	-	2,762
Amount due to Trustee		121	-	121
Tax payable		1,910	-	1,910
		<u>11,547</u>	<u>-</u>	<u>11,547</u>

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

Market risk

(a) Price risk

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

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

	<u>2024</u> RM	<u>2023</u> RM
Quoted investments		
Collective investment schemes	1,924,716	2,051,865
Exchange-traded funds	364,555	251,440
	<u>2,289,271</u>	<u>2,303,305</u>

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

Market risk (continued)

(a) Price risk (continued)

The following table summarises the sensitivity of the Fund's (loss)/profit after taxation and NAV to price risk movements. The analysis is based on the assumptions that the market price increased by 5% (2023: 2%) and decreased by 5% (2023: 2%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted securities, having regard to the historical volatility of the prices.

<u>% Change in price</u>	<u>Market value</u> RM	Impact on (loss)/profit after tax/NAV RM
<u>2024</u>		
-5%	2,174,807	(114,464)
0%	2,289,271	-
+5%	2,403,735	114,464
	<u> </u>	<u> </u>
<u>2023</u>		
-2%	2,257,239	(46,066)
0%	2,303,305	-
+2%	2,349,371	46,066
	<u> </u>	<u> </u>

(b) Interest rate risk

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

As at 31 October 2024 and 31 October 2023, the Fund is not exposed to any interest rate risk.

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

Market risk (continued)

(c) Currency risk

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

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

	<u>Collective investment schemes</u> RM	<u>Exchange- traded funds</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>					
Euro	-	-	696	-	696
Pound Sterling	-	-	1,587	-	1,587
Singapore Dollar	427,607	-	10,735	-	438,342
United States Dollar	738,120	364,555	28,096	986	1,131,757
	<u>1,165,727</u>	<u>364,555</u>	<u>41,114</u>	<u>986</u>	<u>1,572,382</u>
<u>2023</u>					
<u>Financial assets</u>					
Euro	-	-	745	-	745
Pound Sterling	-	-	1,620	-	1,620
Singapore Dollar	179,571	-	3,539	728	183,838
United States Dollar	1,121,103	251,440	13,317	2,083	1,387,943
	<u>1,300,674</u>	<u>251,440</u>	<u>19,221</u>	<u>2,811</u>	<u>1,574,146</u>

* Other assets consist of amount due from Manager and dividend receivables.

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 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 (loss)/profit after tax and NAV to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes by 10% (2023: 10%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Any increase/(decrease) in foreign exchange rate will result in a corresponding (decrease)/ increase in the net assets attributable to unitholders by approximately 10% (2023: 10%). Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in rate %	Impact on (loss)/profit after tax/ NAV RM
<u>2024</u>		
Euro	+/- 10	+/- 70
Pound Sterling	+/- 10	+/- 159
Singapore Dollar	+/- 10	+/- 43,834
United States Dollar	+/- 10	+/- 113,176
<u>2023</u>		
Euro	+/- 10	+/- 75
Pound Sterling	+/- 10	+/- 162
Singapore Dollar	+/- 10	+/- 18,384
United States Dollar	+/- 10	+/- 138,794

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

Credit risk

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

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

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

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

	Cash and cash equivalents RM	Amount due from Manager RM	Dividends receivable RM	Total RM
<u>2024</u>				
Financials				
- AAA	43,831	-	-	43,831
Others				
- NR	-	396	986	1,382
	<u>43,831</u>	<u>396</u>	<u>986</u>	<u>45,213</u>
<u>2023</u>				
Financial				
- AAA	70,992	-	-	70,992
Others				
- NR	-	1,523	2,083	3,606
	<u>70,992</u>	<u>1,523</u>	<u>2,083</u>	<u>74,598</u>

Liquidity risk

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

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

Liquidity risk

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>			
Amount due to Manager			
- management fee	2,512	-	2,512
Amount due to Trustee	119	-	119
	<u>2,631</u>	<u>-</u>	<u>2,631</u>
<u>2023</u>			
Amount due to Manager			
- management fee	6,754	-	6,754
- cancellation of units	2,762	-	2,762
Amount due to Trustee	121	-	121
	<u>9,637</u>	<u>-</u>	<u>9,637</u>

Capital risk

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

3 FAIR VALUE ESTIMATION

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

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

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

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

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

(i) Fair value hierarchy

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

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

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

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

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2024</u>				
Financial assets at fair value through profit or loss:				
- collective investment schemes	1,924,716	-	-	1,924,716
- exchange-traded funds	364,555	-	-	364,555
	<u>2,289,271</u>	<u>-</u>	<u>-</u>	<u>2,289,271</u>
<u>2023</u>				
Financial assets at fair value through profit or loss:				
- collective investment schemes	2,051,865	-	-	2,051,865
- exchange-traded fund	251,440	-	-	251,440
	<u>2,303,305</u>	<u>-</u>	<u>-</u>	<u>2,303,305</u>

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(ii) Fair value hierarchy (continued)

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

(ii) The carrying values of cash and cash equivalents, amount due from Manager, dividend receivables and all current liabilities are a reasonable approximation of the fair values due to their short-term nature.

4 MANAGEMENT FEE

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

For the period from 1 May 2024 to 30 June 2024, the management fee is recognised at the rate of 1.37% per annum, which subsequently revised to 1.27% for the period from 1 July 2024 to 31 October 2024 on the NAV of the Fund, calculated on a daily basis.

For the period from 1 May 2023 to 30 September 2023, the management fee is recognised at the rate of 1.35% per annum, which subsequently revised to 1.37% for the period from 1 October 2023 to 31 October 2023 on the NAV of the Fund, calculated on a daily basis.

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

5 TRUSTEE FEE

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

For the 6 months financial period ended 31 October 2024, the Trustee fee is recognised at a rate of 0.06% (2023: 0.06%) 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 Trustee in respect of Trustee fee other than the amounts recognised above.

6 AUDITORS' REMUNERATION AND TAX AGENT'S FEE

For the 6 months financial period ended 31 October 2024 and 31 October 2023, auditors' remuneration of RM7,500 and tax agent's fee of RM3,500 are borne by the Manager.

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

7 TAXATION

	6 months financial period ended <u>31.10.2024</u> RM	6 months financial period ended <u>31.10.2023</u> RM
Current taxation	-	2,497

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

	6 months financial period ended <u>31.10.2024</u> RM	6 months financial period ended <u>31.10.2023</u> RM
Net (loss)/profit before taxation	(20,147)	80,795
Tax at Malaysian statutory rate of 24%	(4,835)	19,391
Tax effects of:		
Investment loss not brought to tax/ (investment income not subject to tax)	1,810	(22,436)
Expenses not deductible for tax purposes	823	801
Restriction on tax deduction expenses for Unit Trust Funds	2,202	2,244
Foreign income subject to tax	-	2,497
Tax expense	-	2,497

8 DISTRIBUTION

	6 months financial period ended <u>31.10.2024</u> RM	6 months financial period ended <u>31.10.2023</u> RM
Net distribution amount	12,936	-
Gross/Net distribution per unit (sen)	0.1400	-
Ex-date	16.10.2024	-

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

8 DISTRIBUTION (CONTINUED)

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

The Fund has incurred an unrealised loss of RM42,111 (2023: RM Nil) for the 6 months financial period ended 31 October 2024.

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:		
- collective investment schemes - local	1,186,596	1,166,505
- collective investment schemes - foreign	738,120	885,360
- exchange-traded funds - foreign	364,555	251,440
	<u>2,289,271</u>	<u>2,303,305</u>
	6 months financial period ended <u>31.10.2024</u> RM	6 months financial period ended <u>31.10.2023</u> RM
Net (loss)/gain on assets at fair value through profit or loss:		
- realised gain on sale of investment	6,344	261
- unrealised (loss)/gain on changes in fair value	(39,106)	70,512
- management fee rebate on collective investment schemes #	6,718	6,731
	<u>(26,044)</u>	<u>77,504</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 NAV. 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 NAV of the collective investment schemes.

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

(a) Collective investment schemes - local

(i) Collective investment schemes - local as at 31 October 2024 are as follows:

	<u>Quantity</u>	<u>Aggregate cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
AHAM Aiiman Money Market Fund	62	35	36	-
AHAM ESG SGD Bond Fund (formerly known as Affin Hwang SGD Bond Fund) - SGD Class	173,405	271,770	299,758	12.86
AHAM Income Extra Fund	206,118	214,399	214,877	9.22
AHAM Principled Growth Fund	336,178	118,891	118,940	5.10
AHAM Select Asia (ex Japan) Opportunity Fund - MYR Class	203,773	184,522	155,866	6.69
AHAM Select Balanced Fund	190,979	141,887	151,714	6.51
AHAM Select SGD Income Fund - SGD Class	70,711	126,448	127,849	5.48
AHAM Tactical Fund	317,205	96,429	117,556	5.04
	<hr/>	<hr/>	<hr/>	<hr/>
Total collective investment schemes – local	1,498,431	1,154,381	1,186,596	50.90
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Accumulated unrealised gain on collective investment schemes – local		32,215		
		<hr/>		
Total collective investment schemes – local		1,186,596		
		<hr/> <hr/>		

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

(a) Collective investment schemes - local (continued)

(ii) Collective investment schemes - local as at 31 October 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
AHAM Income Extra Fund	93,748	97,273	97,301	4.11
AHAM Aiiman Money Market Fund	61	34	34	-
AHAM Principled Growth Fund	403,773	142,520	116,206	4.91
AHAM Select Asia (ex Japan) Opportunity Fund - MYR Class	213,002	192,879	147,930	6.25
AHAM Select Asia (ex Japan) Quantum Fund - MYR Class	56,518	113,600	113,019	4.78
AHAM Select Balanced Fund	228,263	169,469	155,014	6.55
AHAM Tactical Fund	422,083	126,966	121,687	5.14
AHAM Select SGD Income Fund - SGD Class	67,776	121,144	122,137	5.16
AHAM ESG SGD Bond Fund (formerly known as Affin Hwang SGD Bond Fund) - SGD Class	171,627	268,706	293,177	12.39
Total collective investment scheme - local	<u>1,656,851</u>	<u>1,232,591</u>	<u>1,166,505</u>	<u>49.29</u>
Accumulated unrealised loss on collective investment schemes - local		<u>(66,086)</u>		
Total collective investment schemes - local		<u>1,166,505</u>		

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

(b) Collective investment schemes - foreign

(i) Collective investment schemes - foreign as at 31 October 2024 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
Baillie Gifford Worldwide Gbl Div Grwth-B USDA	1,435	86,364	103,302	4.43
Baillie Gifford Worldwide LongTerm GL Growth F	656	82,625	100,723	4.32
BlackRock Global Funds - Asian Tiger Bond Fund A2 USD	867	162,271	155,997	6.69
PIMCO Funds GIS Income Fund - Inst'l	4,097	203,720	191,984	8.24
Schroder Asian Income Fund - USD A Dis	5,028	203,220	186,114	7.98
	<hr/>	<hr/>	<hr/>	<hr/>
Total collective investment scheme - foreign	12,083	738,200	738,120	31.66
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Accumulated unrealised loss on collective investment scheme – foreign		(80)		
		<hr/>		
Total collective investment scheme - foreign		738,120		
		<hr/> <hr/>		

(ii) Collective investment schemes - foreign as at 31 October 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
Baillie Gifford Worldwide Global Income Growth Fund	1,435	86,364	92,073	3.89
Baillie Gifford Worldwide Long Term Global Growth Fund	884	111,330	98,357	4.16
HSBC US Dollar Liquidity Fund - J	56,210	270,670	296,546	12.53
PIMCO GIS Income Fund - Institutional USD	4,514	218,938	218,813	9.25
Schroder Asian Asset Income Fund - USD A Distribution	5,071	207,724	179,571	7.59
	<hr/>	<hr/>	<hr/>	<hr/>
Total collective investment scheme - foreign	68,114	895,026	885,360	37.42
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Accumulated unrealised loss on collective investment scheme - foreign		(9,666)		
		<hr/>		
Total collective investment scheme - foreign		885,360		
		<hr/> <hr/>		

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

(c) Exchange-traded funds - foreign

(i) Exchange-traded funds - foreign as at 31 October 2024 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
Ishares Core S&P 500 UCITS ETF	99	237,822	262,699	11.27
VanEck Semiconductor UCITS ETF	570	124,017	101,856	4.37
Total exchange-traded funds - foreign	<u>669</u>	<u>361,839</u>	<u>364,555</u>	<u>15.64</u>
Accumulated unrealised gain on exchange-traded funds - foreign		<u>2,716</u>		
Total exchange-traded funds - foreign		<u>364,555</u>		

(ii) Exchange-traded fund - foreign as at 31 October 2023 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
iShares Core S&P 500 UCITS ETF	121	230,834	251,440	10.63
Total exchange-traded fund - foreign	<u>121</u>	<u>230,834</u>	<u>251,440</u>	<u>10.63</u>
Accumulated unrealised gain on exchange-traded fund - foreign		<u>20,606</u>		
Total exchange-traded fund - foreign		<u>251,440</u>		

10 NUMBER OF UNITS IN CIRCULATION

	<u>2024</u> No. of units	<u>2023</u> No. of units
At the beginning of the financial period	9,491,000	9,874,000
Creation of units arising from applications	262,000	365,000
Creation of units arising from distribution	51,435	-
Cancellation of units	(547,435)	(400,000)
At the end of the financial period	<u>9,257,000</u>	<u>9,839,000</u>

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

11 TRANSACTIONS WITH BROKERS

- (i) Details of transaction with brokers for the 6 months financial period ended 31 October 2024 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage fees</u> %
MFEX Mutual Funds Exchange AB	437,347	50.48	-	-
AHAM Asset Management Berhad #	283,011	32.67	-	-
CLSA Ltd	124,017	14.31	-	-
Schroder Investment Management (Singapore) Limited	21,974	2.54	-	-
	<u>866,349</u>	<u>100.00</u>	<u>-</u>	<u>-</u>

- (ii) Details of transaction with brokers for the 6 months financial period ended 31 October 2023 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage fees</u> %
MFEX Mutual Funds Exchange AB	168,673	46.64	-	-
AHAM Asset Management Berhad #	192,979	53.36	-	-
	<u>361,652</u>	<u>100.00</u>	<u>-</u>	<u>-</u>

Included in transactions with broker are trades conducted with AHAM Asset Management Berhad, the Manager amounting to RM283,011 (2023: RM192,979). The Manager is of the opinion that all the transactions have been entered into in the normal course of business at agreed terms between the related parties.

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

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

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

<u>Related parties</u>	<u>Relationship</u>
CVC Capital Partners Asia V L.P. ("CVC Asia V")	Ultimate holding company of the Manager
Lembaga Tabung Angkatan Tentera ("LTAT")	Former ultimate holding corporate body of the Manager and substantial shareholder 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
Directors of AHAM Asset Management Berhad	Directors of the Manager

The units held by the Manager as at the end of the financial period are as follows:

	<u>2024</u>		<u>2023</u>	
<u>The Manager:</u>	<u>No. of units</u>	<u>RM</u>	<u>No. of units</u>	<u>RM</u>
AHAM Asset Management Berhad (The units are held legally for booking purposes)	10,448	2,631	10,835	2,606

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

AHAM EDUGROWTH & INCOME FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2024 (CONTINUED)

13 TOTAL EXPENSE RATIO (“TER”)

	6 months financial period ended <u>31.10.2024</u> %	6 months financial period ended <u>31.10.2023</u> %
TER	<u>0.80</u>	<u>0.82</u>

TER is derived from the following calculation:

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

A	=	Management fee, excluding management fee rebates
B	=	Trustee fee
C	=	Other expenses
D	=	Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is RM2,419,195 (2023: RM2,364,751).

14 PORTFOLIO TURNOVER RATIO (“PTR”)

	6 months financial period ended <u>31.10.2024</u>	6 months financial period ended <u>31.10.2023</u>
PTR (times)	<u>0.18</u>	<u>0.08</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial period = RM425,138 (2023: RM175,984)
total disposal for the financial period = RM451,734 (2023: RM214,177)

AHAM EDUGROWTH & INCOME FUND

STATEMENT BY THE MANAGER

I, Dato' Teng Chee Wai, for and on behalf of the board of directors of the Manager, **AHAM Asset Management Berhad**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 30 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 31 October 2024 and of its financial performance, changes in equity and cash flows for the 6 months financial period ended 31 October 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
16 December 2024

DIRECTORY OF SALES OFFICE

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