



QUARTERLY REPORT
31 May 2024

AHAM Aiiman Income Fund

MANAGER
AHAM Asset Management Berhad
199701014290 (429786-T)

TRUSTEE
Deutsche Trustees Malaysia
Berhad (763590-H)

Built On Trust

aham.com.my

AHAM AIIMAN INCOME FUND

Quarterly Report and Financial Statements As at 31 May 2024

Contents	Page
QUARTERLY REPORT	2
STATEMENT OF COMPREHENSIVE INCOME	5
STATEMENT OF FINANCIAL POSITION	6
STATEMENT OF CHANGES IN EQUITY	7

QUARTERLY REPORT

FUND INFORMATION

Fund Name	AHAM Aiman Income Fund
Fund Type	Income
Fund Category	Fixed Income (Shariah-compliant Wholesale)
Investment Objective	The Fund aims to provide investors with a steady income stream by investing in Sukuk, Islamic money market instruments and/or Islamic deposits.
Benchmark	Maybank 1-month General Investment Account (GIA-i) rate.
Distribution Policy	Subject to the availability of income, the Fund will make distribution on a monthly basis. However, the amount of income available for distribution may fluctuate from month to month. At our discretion, the Fund may distribute (1) realised income, (2) realised capital gains, (3) unrealised income, (4) unrealised capital gains, or (5) a combination of any of the above.

FUND PERFORMANCE DATA

Category	As at 31 May 2024	As at 29 Feb 2024
Total NAV (RM'million)	1134.339	791.459
NAV per Unit (RM)	1.0000	1.0000
Unit in Circulation (million)	1133.788	791.183

Income Distribution Breakdown

Class	Ex-date	Income (sens / cents)	Income (%)	Capital (sens / cents)	Capital (%)
MYR	2024-05-31	0.2888	100	-	-
	2024-04-30	0.2795	100	-	-
	2024-03-31	0.2789	98	0.0058	2

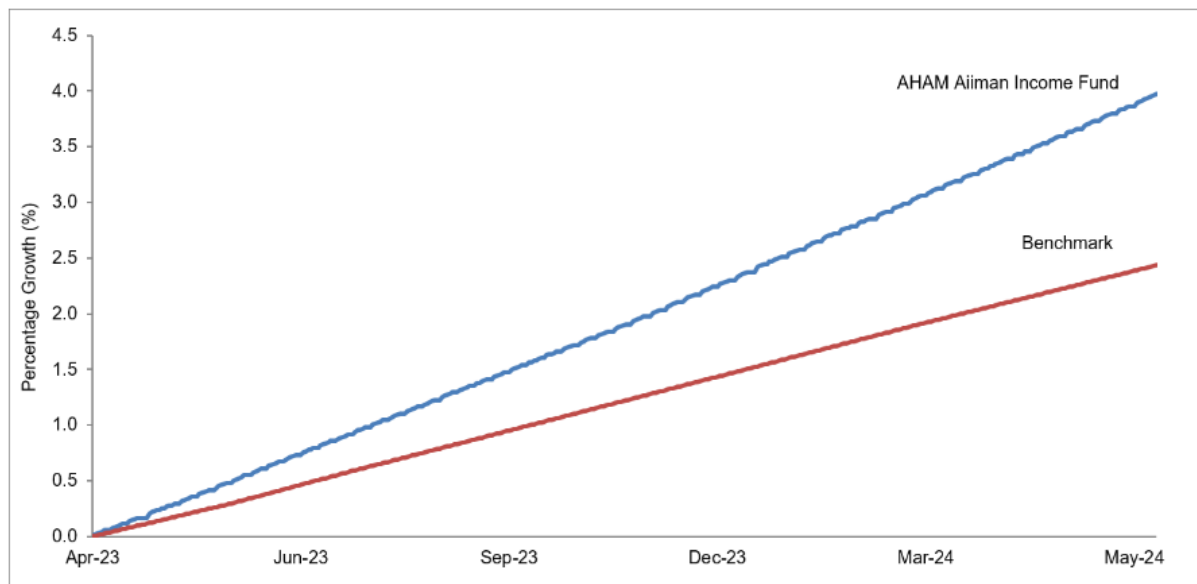
Fund Performance

Performance as at 31 May 2024

	3 Months (1/3/24 - 31/5/24)	6 Months (1/12/23 - 31/5/24)	1 Year (1/6/23 - 31/5/24)	Since Commencement (3/4/23 - 31/5/24)
Fund	0.86%	1.73%	3.39%	3.93%
Benchmark	0.50%	1.02%	2.09%	2.41%
Outperformance	0.36%	0.71%	1.30%	1.52%

Source of Benchmark: Maybank

Movement of the Fund versus the Benchmark



"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 Maybank."
 Benchmark: Maybank 1-month General Investment Account (GIA-i) rate

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

Asset Allocation

Fund's asset mix during the period under review:

	31 May 2024
	(%)
Fixed Income	27.29
Cash & money market	72.71
Total	100.00

Strategies Employed

Over the period under review, the Fund invested mainly in Malaysia Government Investment Issues, Government-Guaranteed Sukuk, Cagamas Sukuk, and Money Market deposits with the objective to provide investors with income stream over the medium to long-term period. The portfolio duration and allocation between fixed income and deposits was managed based the interest rate outlook for the market over the medium to long-term horizon, as well as to accommodate daily liquidity requirement and to provide the Fund's core feature of fixed NAV price. Macroeconomic conditions, market trends and available investment opportunities are also important considerations.

At the end of the period under review, portfolio duration stood at 0.05-year with an asset allocation of 27% fixed income and 73% deposits, The fund maintained a higher deposit composition during the period under review amid (1) higher deposit returns relative fixed income yields, (2) liquidity requirement to accommodate active fund flows, and most importantly, (3) to position more defensively to protect the fund from adverse market conditions, as the Fund is still at its infancy stage of accumulating reserves, in order to provide its core feature of fixed NAV price.

Market Review

At the beginning of the period under review, global bond market volatility was heightened due to uncertainties surrounding the US Federal Reserve's terminal policy rate. Inflation data in the US was trending lower, lifting market sentiment and drove global fixed income yields lower despite the US Federal Reserve's 'higher for longer' narrative. However, economic outlook turned robust while core inflation remained sticky, exerting pressure on the investors' expectations on the timing of rate cuts by the US Federal Reserve. US Treasury yields repriced higher in April on the back of better-than-expected economic data and higher inflation print. The Federal Reserve during its 30 Apr/01 May 2024 FOMC meeting, kept the Fed Funds Target Rate (FFTR) unchanged at 5.25%-5.50%.

Malaysian fixed income market turned volatile towards the end of April in line with rising global bond yields trend. Nonetheless, the rise in yields were relatively subdued anchored by ample domestic liquidity. Against a backdrop of stable domestic growth, real money investor's demand for yield and duration drove credit spreads towards historical low and kept the long end of Malaysia's sovereign yield curve supported. Wide interest differential between the US and Malaysia exerted upward pressure to domestic bond yields (especially at the short end) and weighed on the Ringgit. The 3-year, 10-year, and 30-year Malaysian sovereign bond yields stood at 3.61% (+31 bps), 3.99% (+25 bps), and 4.30% (+13 bps) respectively at the end of April. The yield curve bear flattened, as short-term bond yields rose more than long-term bond yields.

Malaysia's 1Q2024 GDP growth showed an uptick to 4.2% y/y (from a +2.9% y/y in 4Q23), higher than the advance estimate and consensus of 3.9%. Headline inflation also inched higher to 2.0% y/y in May, from 1.8% y/y in April and March. Bank Negara Malaysia (BNM) maintained its Overnight Policy Rate (OPR) unchanged at 3.0%, the fifth consecutive pause since July 2023 meeting. In its statement, BNM noted that the existing monetary policy stance continues to be supportive of economic growth, in line with its evaluation of the inflation and growth prospects going forward.

Investment Outlook

The US Federal Funds Rate of 5.25-5.50% appeared sufficiently restrictive, with recent data showing signs of easing in wage growth and core inflation components. Looking past the current data driven volatility, the Manager opines that the US Federal Reserve should remain dovish over the medium term.

Domestically, Malaysia's growth outlook is within expectations although there is a risk that it could be impacted by slower global trade, global tech downcycle, geopolitical tensions, and tighter monetary policies. Despite the on-going subsidy rationalization, the impact on domestic inflation would require a longer time to ascertain. Hence, BNM is expected to prioritize growth over inflation in the near-term, giving rise to a stable OPR outlook.

AHAM AIIAN INCOME FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 MAY 2024

	Financial period ended <u>31.5.2024</u> RM	Financial period ended <u>31.5.2023</u> RM
INVESTMENT INCOME		
Profit income from financial assets at fair value through profit or loss	9,467,654	388,782
Net gain on financial assets at fair value through profit or loss	7,983	582
	<u>9,475,637</u>	<u>389,364</u>
EXPENSES		
Management fee	(530,911)	(25,319)
Trustee fee	(32,141)	(3,288)
Fund accounting fee	(3,000)	(1,516)
Auditor's remuneration	(2,016)	-
Tax agent's fee	(882)	-
Other expenses	(2,012)	(83)
	<u>(570,962)</u>	<u>(30,206)</u>
NET PROFIT BEFORE TAXATION	8,904,675	359,158
Taxation	-	-
	<u>-</u>	<u>-</u>
NET PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	<u>8,904,675</u>	<u>359,158</u>
Net profit after taxation is made up of the following:		
Realised amount	8,278,758	314,340
Unrealised amount	625,917	44,818
	<u>8,904,675</u>	<u>359,158</u>

AHAM AIIAN INCOME FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2024

	<u>2024</u> RM	<u>2023</u> RM
ASSETS		
Cash and cash equivalents	866,812,685	71,323,967
Financial assets at fair value through profit or loss	311,207,703	11,612,352
TOTAL ASSETS	<u>1,178,020,388</u>	<u>82,936,319</u>
LIABILITIES		
Amount due to dealer	40,151,857	-
Amount due to Manager		
- management fee	151,266	13,966
Amount due to Trustee	9,863	1,676
Fund accounting fee	1,000	1,000
Auditors' remuneration	10,016	-
Tax agent's fee	4,382	-
Other payables and accruals	1,558	-
Distribution payable	3,351,544	177,719
TOTAL LIABILITIES	<u>43,681,486</u>	<u>194,361</u>
NET ASSET VALUE OF THE FUND	<u>1,134,338,902</u>	<u>82,741,958</u>
EQUITY		
Unitholders' capital	1,133,788,000	82,724,000
Retained earnings	550,902	17,958
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u>1,134,338,902</u>	<u>82,741,958</u>
NUMBER OF UNITS IN CIRCULATION	<u>1,133,788,000</u>	<u>82,724,000</u>
NET ASSET VALUE PER UNIT (RM)	<u>1.00</u>	<u>1.00</u>

AHAM AIIMAN INCOME FUND

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 MAY 2024

	Unitholders' <u>capital</u> RM	Retained <u>earnings</u> RM	<u>Total</u> RM
Balance as at 1 March 2024	791,183,000	275,567	791,458,567
Total comprehensive income for the Financial period	-	8,904,675	8,904,675
Distributions	-	(8,629,340)	(8,629,340)
Movement in unitholders' capital:			
Creation of units arising from applications	622,078,660	-	622,078,660
Creation of units arising from distributions	8,629,340	-	8,629,340
Cancellation of units	(288,103,000)	-	(288,103,000)
Balance as at 31 May 2024	<u>1,133,788,000</u>	<u>550,902</u>	<u>1,134,338,902</u>

AHAM Asset Management Berhad

Registration No: 199701014290 (429786-T)

Ground Floor, Menara Boustead, 69, Jalan Raja Chulan, 50200 Kuala Lumpur, Malaysia.

Toll Free Number: 1800 88 7080 T: +603 2116 6000

aham.com.my