

ANNUAL REPORT
31 May 2025

AHAM World Series – **Income Fund**

MANAGER
AHAM Asset Management Berhad
199701014290 (429786-T)

Trustee
Deutsche Trustees Malaysia Berhad
200701005591 (763590-H)

AHAM WORLD SERIES – INCOME FUND

**Annual Report and Audited Financial Statements
For The Financial Year ended 31 May 2025**

Content	Page
FUND INFORMATION	III
FUND PERFORMANCE DATA	IV
MANAGER’S REPORT	IX
TRUSTEE’S REPORT.....	XXIV
FINANCIAL STATEMENT	
DIRECTORY OF SALES OFFICE	

FUND INFORMATION

Fund Name	AHAM World Series – Income Fund
Fund Type	Growth & Income
Fund Category	Feeder (Wholesale)
Investment Objective	The Fund seeks to achieve capital appreciation and regular income over medium to long term period.
Benchmark	Blended 50% MSCI USA High Dividend Yield Index + 25% Bloomberg High Yield Very Liquid Index + 25% Bloomberg US Aggregate Index
Distribution Policy	Subject to the availability of income, the Fund will make distribution to the Unit Holders 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, (5) capital or (6) a combination of any of the above.

FUND PERFORMANCE DATA

Category	As At 31 May 2025 (%)					As At 31 May 2024 (%)		
Portfolio composition								
Collective investment scheme	96.05					90.50		
Cash and cash equivalent	3.95					9.50		
Total	100.00					100.00		
Currency class	MYR Class	USD Class	MYR Hedged -class	AUD Hedged -class ¹	SGD Hedged -class ¹	MYR Class	USD Class	MYR Hedged -class
Total NAV (in million)	197.345	60.465	1,318.690	40.130	30.733	34.083	3.365	82.271
NAV per unit (in USD)	0.4462	0.4795	0.4644	0.4668	0.4689	0.5121	0.4963	0.4921
Unit in Circulation (in million)	442.296	126.092	2,839.623	85.971	65.537	66.555	6.781	167.201
Highest NAV	0.5146	0.5148	0.5029	0.5000	0.5004	0.5211	0.5042	0.5075
Lowest NAV	0.4368	0.4547	0.4413	0.4438	0.4455	0.4818	0.4646	0.4672
Return of the Fund (%)	-5.37	4.67	2.43	-1.99	-1.58	7.09	3.91	3.05
- Capital Return (%)	-12.87	-3.39	-5.63	-6.64	-6.22	2.42	-0.74	-1.58
- Income Return (%)	8.61	8.34	8.54	4.98	4.95	4.56	4.68	4.71
Gross Distribution per Unit (sen)	3.96	3.96	3.96	2.31	2.31	2.28	2.26	2.27
Net Distribution per Unit (sen)	3.96	3.96	3.96	2.31	2.31	2.28	2.26	2.27
Total Expenses Ratio (%) ²			1.85				2.06	
Portfolio Turnover Ratio (times) ³			0.90				3.06	

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 year taking into account all the distribution payable (if any) during the stipulated year.

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	=	Capital return x Income return – 1

¹ The AUD-Hedged class and SGD-Hedged class were launched on 25 October 2024.

² The Fund's TER was lower than previous financial period due to higher average NAV of the Fund for the financial year.

³ The Fund's PTR was lower than previous financial period due to higher average NAV of the Fund for the financial year.

Income Distribution / Unit Split

The NAV per Unit prior and subsequent to the distribution was as follows:-

MYR Class

Cum Date	Ex-Date	Cum-distribution (MYR)	Distribution per Unit (MYR)	Ex-distribution (MYR)
20-Nov-23	21-Nov-23	0.4955	0.0030	0.4911
19-Dec-23	20-Dec-23	0.5164	0.0033	0.5095
21-Jan-24	22-Jan-24	0.5135	0.0033	0.5123
21-Feb-24	22-Feb-24	0.5205	0.0033	0.5156
21-Mar-24	22-Mar-24	0.5184	0.0033	0.5172
21-Apr-24	22-Apr-24	0.5137	0.0033	0.5113
22-May-24	23-May-24	0.5166	0.0033	0.5105
23-Jun-24	24-Jun-24	0.5142	0.0033	0.5124
21-Jul-24	22-Jul-24	0.5146	0.0033	0.5114
21-Aug-24	22-Aug-24	0.4891	0.0033	0.4845
22-Sep-24	23-Sep-24	0.4737	0.0033	0.4712
21-Oct-24	22-Oct-24	0.4813	0.0033	0.4798
21-Nov-24	22-Nov-24	0.4914	0.0033	0.4897
22-Dec-24	23-Dec-24	0.4825	0.0033	0.4783
21-Jan-25	22-Jan-25	0.4841	0.0033	0.4752
23-Feb-25	24-Feb-25	0.4803	0.0033	0.4765
23-Mar-25	24-Mar-25	0.4748	0.0033	0.4745
21-Apr-25	22-Apr-25	0.4434	0.0033	0.4458
21-May-25	22-May-25	0.4484	0.0033	0.4443

USD Class

Cum Date	Ex-Date	Cum-distribution (USD)	Distribution per Unit (USD)	Ex-distribution (USD)
20-Nov-23	21-Nov-23	0.4848	0.0028	0.4821
19-Dec-23	20-Dec-23	0.5042	0.0033	0.4996
21-Jan-24	22-Jan-24	0.4970	0.0033	0.4945
21-Feb-24	22-Feb-24	0.4958	0.0033	0.4931
21-Mar-24	22-Mar-24	0.5017	0.0033	0.4984
21-Apr-24	22-Apr-24	0.4901	0.0033	0.4883
22-May-24	23-May-24	0.5018	0.0033	0.4950
23-Jun-24	24-Jun-24	0.4977	0.0033	0.4959
21-Jul-24	22-Jul-24	0.5008	0.0033	0.4980
21-Aug-24	22-Aug-24	0.5096	0.0033	0.5047
22-Sep-24	23-Sep-24	0.5141	0.0033	0.5118
21-Oct-24	22-Oct-24	0.5101	0.0033	0.5062
21-Nov-24	22-Nov-24	0.5027	0.0033	0.5004
22-Dec-24	23-Dec-24	0.4887	0.0033	0.4865
21-Jan-25	22-Jan-25	0.4940	0.0033	0.4893
23-Feb-25	24-Feb-25	0.4964	0.0033	0.4936
23-Mar-25	24-Mar-25	0.4907	0.0033	0.4889
21-Apr-25	22-Apr-25	0.4638	0.0033	0.4646
21-May-25	22-May-25	0.4799	0.0033	0.4755

MYR Hedged-class

Cum Date	Ex-Date	Cum-distribution (MYR)	Distribution per Unit (MYR)	Ex-distribution (MYR)
20-Nov-23	21-Nov-23	0.4866	0.0029	0.4838
19-Dec-23	20-Dec-23	0.5046	0.0033	0.5000
21-Jan-24	22-Jan-24	0.4966	0.0033	0.4942
21-Feb-24	22-Feb-24	0.4949	0.0033	0.4921
21-Mar-24	22-Mar-24	0.4996	0.0033	0.4964
21-Apr-24	22-Apr-24	0.4875	0.0033	0.4857
22-May-24	23-May-24	0.4978	0.0033	0.4909
23-Jun-24	24-Jun-24	0.4929	0.0033	0.4910
21-Jul-24	22-Jul-24	0.4949	0.0033	0.4921
21-Aug-24	22-Aug-24	0.5007	0.0033	0.4958
22-Sep-24	23-Sep-24	0.5022	0.0033	0.4998
21-Oct-24	22-Oct-24	0.4990	0.0033	0.4951
21-Nov-24	22-Nov-24	0.4921	0.0033	0.4897
22-Dec-24	23-Dec-24	0.4774	0.0033	0.4751
21-Jan-25	22-Jan-25	0.4821	0.0033	0.4773
23-Feb-25	24-Feb-25	0.4833	0.0033	0.4804
23-Mar-25	24-Mar-25	0.4770	0.0033	0.4752
21-Apr-25	22-Apr-25	0.4503	0.0033	0.4511
21-May-25	22-May-25	0.4650	0.0033	0.4606

AUD Hedged-class

Cum Date	Ex-Date	Cum-distribution (MYR)	Distribution per Unit (MYR)	Ex-distribution (MYR)
21-Nov-24	22-Nov-24	0.4919	0.0033	0.4896
22-Dec-24	23-Dec-24	0.4785	0.0033	0.4762
21-Jan-25	22-Jan-25	0.4833	0.0033	0.4785
23-Feb-25	24-Feb-25	0.4854	0.0033	0.4826
23-Mar-25	24-Mar-25	0.4798	0.0033	0.4780
21-Apr-25	22-Apr-25	0.4520	0.0033	0.4529
21-May-25	22-May-25	0.4672	0.0033	0.4628

SGD Hedged-class

Cum Date	Ex-Date	Cum-distribution (MYR)	Distribution per Unit (MYR)	Ex-distribution (MYR)
21-Nov-24	22-Nov-24	0.4962	0.0033	0.4938
22-Dec-24	23-Dec-24	0.4814	0.0033	0.4790
21-Jan-25	22-Jan-25	0.4855	0.0033	0.4808
23-Feb-25	24-Feb-25	0.4875	0.0033	0.4846
23-Mar-25	24-Mar-25	0.4815	0.0033	0.4794
21-Apr-25	22-Apr-25	0.4546	0.0033	0.4554
21-May-25	22-May-25	0.4697	0.0033	0.4653

No unit splits were declared for the financial year ended 31 May 2025.

Income Distribution Breakdown**MYR Class**

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
MYR	21-Nov-23	0.2980	100.00	0.0000	0.00
MYR	20-Dec-23	0.3300	100.00	0.0000	0.00
MYR	22-Jan-24	0.0000	0.00	0.3300	100.00
MYR	22-Feb-24	0.3300	100.00	0.0000	0.00
MYR	22-Mar-24	0.1000	30.30	0.2300	69.70
MYR	22-Apr-24	0.2100	63.64	0.1200	36.36
MYR	23-May-24	0.1900	57.58	0.1400	42.42
MYR	24-Jun-24	0.2000	60.61	0.1300	39.39
MYR	22-Jul-24	0.2000	60.61	0.1300	39.39
MYR	22-Aug-24	0.2700	81.82	0.0600	18.18
MYR	23-Sep-24	0.3300	100.00	0.0000	0.00
MYR	22-Oct-24	0.2800	84.85	0.0500	15.15
MYR	22-Nov-24	0.2600	78.79	0.0700	21.21
MYR	23-Dec-24	0.2400	72.73	0.0900	27.27
MYR	22-Jan-25	0.2550	77.27	0.0750	22.73
MYR	24-Feb-25	0.2600	78.79	0.0700	21.21
MYR	24-Mar-25	0.2700	81.82	0.0600	18.18
MYR	22-Apr-25	0.2600	78.79	0.0700	21.21
MYR	22-May-25	0.2530	76.67	0.0770	23.33

USD Class

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
USD	21-Nov-23	0.2840	100.00	0.0000	0.00
USD	20-Dec-23	0.3000	90.91	0.0300	9.09
USD	22-Jan-24	0.0000	0.00	0.3300	100.00
USD	22-Feb-24	0.3300	100.00	0.0000	0.00
USD	22-Mar-24	0.2100	63.64	0.1200	36.36
USD	22-Apr-24	0.2300	69.70	0.1000	30.30
USD	23-May-24	0.0800	24.24	0.2500	75.76
USD	24-Jun-24	0.2000	60.61	0.1300	39.39
USD	22-Jul-24	0.1400	42.42	0.1900	57.58
USD	22-Aug-24	0.2500	75.76	0.0800	24.24
USD	23-Sep-24	0.2900	87.88	0.0400	12.12
USD	22-Oct-24	0.2800	84.85	0.0500	15.15
USD	22-Nov-24	0.2200	66.67	0.1100	33.33
USD	23-Dec-24	0.2600	78.79	0.0700	21.21
USD	22-Jan-25	0.2600	78.79	0.0700	21.21
USD	24-Feb-25	0.2700	81.82	0.0600	18.18
USD	24-Mar-25	0.2800	84.85	0.0500	15.15
USD	22-Apr-25	0.2900	87.88	0.0400	12.12
USD	22-May-25	0.2650	80.30	0.0650	19.70

MYR Hedged-class

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
MYR Hedged	21-Nov-23	0.2910	100.00	0.0000	0.00
MYR Hedged	20-Dec-23	0.3300	100.00	0.0000	0.00
MYR Hedged	22-Jan-24	0.0060	1.82	0.3240	98.18
MYR Hedged	22-Feb-24	0.3300	100.00	0.0000	0.00
MYR Hedged	22-Mar-24	0.1100	33.33	0.2200	66.67
MYR Hedged	22-Apr-24	0.3300	100.00	0.0000	0.00
MYR Hedged	23-May-24	0.1700	51.52	0.1600	48.48
MYR Hedged	24-Jun-24	0.2300	69.70	0.1000	30.30
MYR Hedged	22-Jul-24	0.2100	63.64	0.1200	36.36
MYR Hedged	22-Aug-24	0.3300	100.00	0.0000	0.00
MYR Hedged	23-Sep-24	0.3300	100.00	0.0000	0.00
MYR Hedged	22-Oct-24	0.3300	100.00	0.0000	0.00
MYR Hedged	22-Nov-24	0.3300	100.00	0.0000	0.00
MYR Hedged	23-Dec-24	0.3300	100.00	0.0000	0.00
MYR Hedged	22-Jan-25	0.3100	93.94	0.0200	6.06
MYR Hedged	24-Feb-25	0.2700	81.82	0.0600	18.18
MYR Hedged	24-Mar-25	0.2700	81.82	0.0600	18.18
MYR Hedged	22-Apr-25	0.2600	78.79	0.0700	21.21
MYR Hedged	22-May-25	0.2650	80.30	0.0650	19.70

AUD Hedged-class

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
AUD Hedged	22-Nov-24	0.1250	37.88	0.2050	62.12
AUD Hedged	23-Dec-24	0.2400	72.73	0.0900	27.27
AUD Hedged	22-Jan-25	0.2150	65.15	0.1150	34.85
AUD Hedged	24-Feb-25	0.2500	75.76	0.0800	24.24
AUD Hedged	24-Mar-25	0.2700	81.82	0.0600	18.18
AUD Hedged	22-Apr-25	0.2500	75.76	0.0800	24.24
AUD Hedged	22-May-25	0.2300	69.70	0.1000	30.30

SGD Hedged-class

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
SGD Hedged	22-Nov-24	0.0700	21.21	0.2600	78.79
SGD Hedged	23-Dec-24	0.2000	60.61	0.1300	39.39
SGD Hedged	22-Jan-25	0.2150	65.15	0.1150	34.85
SGD Hedged	24-Feb-25	0.2500	75.76	0.0800	24.24
SGD Hedged	24-Mar-25	0.2550	77.27	0.0750	22.73
SGD Hedged	22-Apr-25	0.2700	81.82	0.0600	18.18
SGD Hedged	22-May-25	0.3300	100.00	0.0000	0.00

Fund Performance

Average Total Return ended 31 May 2025

Class	1 Year
USD	4.67%
MYR	-5.37%
AUD Hedged	-
MYR Hedged	2.43%
SGD Hedged	-

Annual Total Return for the Financial Year ended 31 May

Class	2025	2024
USD	4.67%	3.91%
MYR	-5.37%	7.09%
AUD Hedged	-1.99%	-
MYR Hedged	2.43%	3.05%
SGD Hedged	-1.58%	-

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

USD Class

The Fund has registered a return of 8.76% since commencement compared to the benchmark return of 14.03%, underperforming by 5.27%. For the financial year under review, the Fund registered a 4.67% return compared to the benchmark return of 6.15%. The Fund thus underperformed the benchmark by 1.48%. The NAV per unit of the Fund as at 31 May 2025 was USD0.4795 while the NAV as at 31 May 2024 was USD0.4963. During the period, the Fund has declared a total income distribution of USD0.0396 per unit.

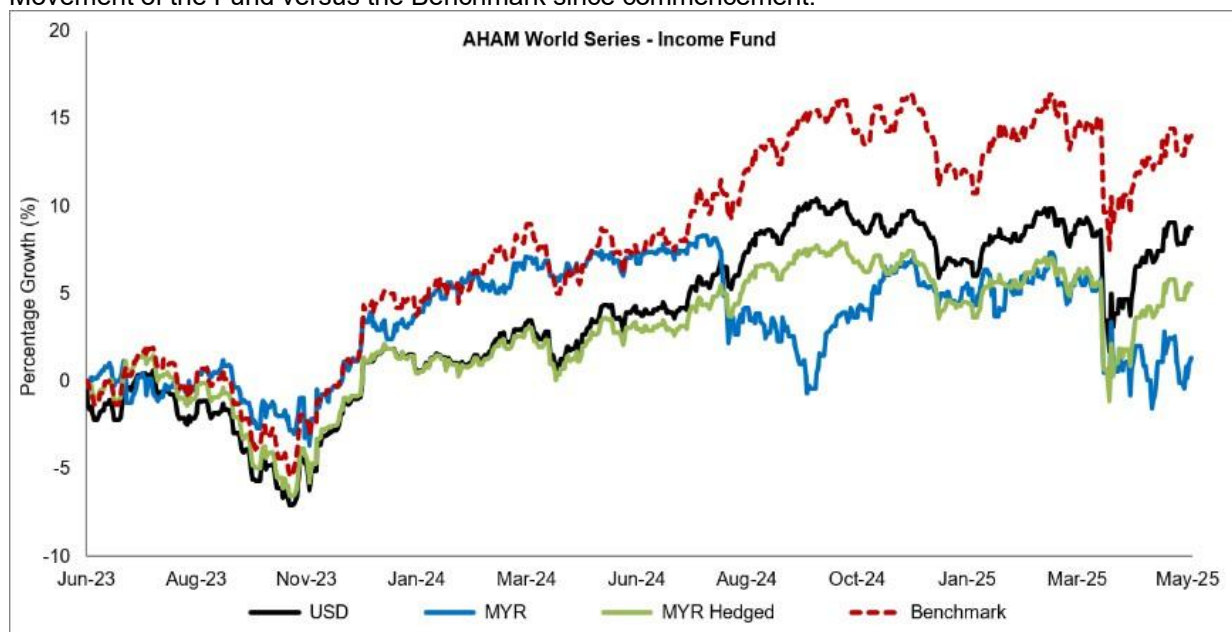
MYR Class

The Fund has registered a return of 1.34% since commencement compared to the benchmark return of 14.03%, underperforming by 12.69%. For the financial year under review, the Fund registered a -5.37% return compared to the benchmark return of 6.15%. The Fund thus underperformed the benchmark by 11.52%. The NAV per unit of the Fund as at 31 May 2025 was MYR0.4462 while the NAV as at 31 May 2024 was MYR0.5121. During the period, the Fund has declared a total income distribution of MYR0.0396 per unit.

MYR Hedged-class

The Fund has registered a return of 5.56% since commencement compared to the benchmark return of 14.03%, underperforming by 8.47%. For the financial year under review, the Fund registered a 2.43% return compared to the benchmark return of 6.15%. The Fund thus underperformed the benchmark by 3.72%. The NAV per unit of the Fund as at 31 May 2025 was MYR0.4644 while the NAV as at 31 May 2024 was MYR0.4921. During the period, the Fund has declared a total income distribution of MYR0.0396 per unit.

Movement of the Fund versus the Benchmark since commencement.



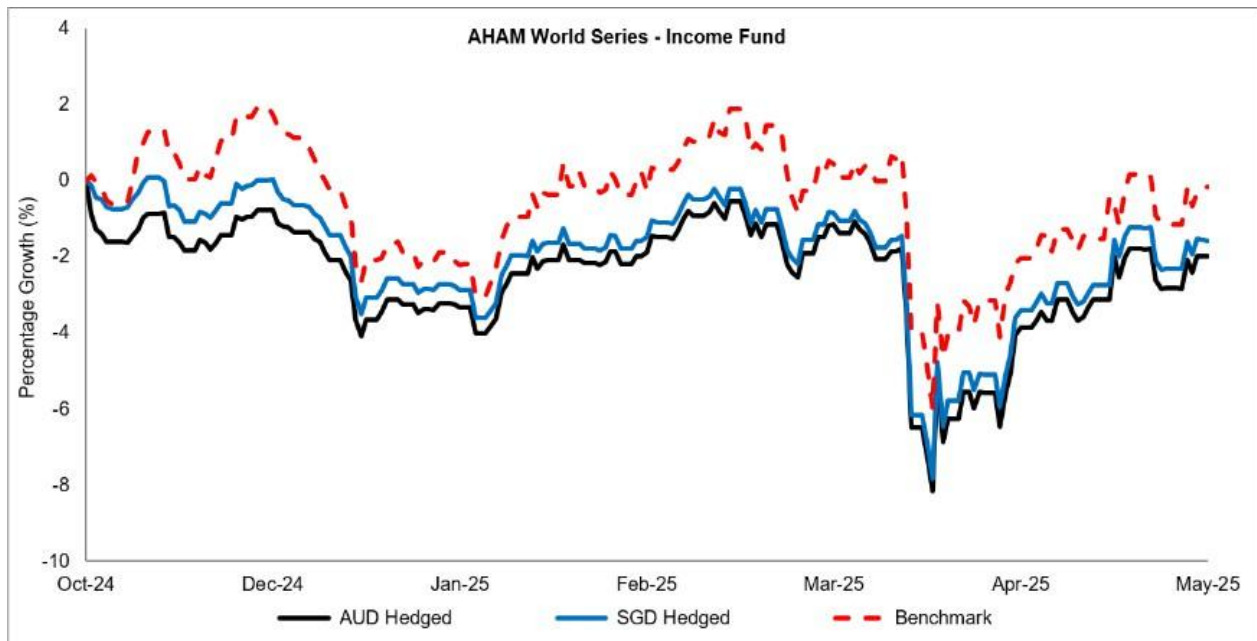
AUD Hedged-class

The Fund has registered a return of -1.99% since commencement compared to the benchmark return of -0.17%, underperforming by 1.82%. The NAV per unit of the Fund as at 31 May 2025 was AUD0.4668 while the initial NAV was AUD0.5000. During the period, the Fund has declared a total income distribution of AUD0.0231 per unit.

SGD Hedged-class

The Fund has registered a return of -1.58% since commencement compared to the benchmark return of -0.17%, underperforming by 1.41%. The NAV per unit of the Fund as at 31 May 2025 was SGD0.4689 while the initial NAV was SGD0.5000. During the period, the Fund has declared a total income distribution of SGD0.0231 per unit.

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: Blended 50% MSCI USA High Dividend Yield Index + 25% Bloomberg High Yield Very Liquid Index + 25% Bloomberg US Aggregate Index. Benchmark source: Bloomberg.

Asset Allocation

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

As at 31 May 2025, the asset allocation of the Fund's exposure to the collective investment scheme stood at 96.05% of the Fund's NAV, while the balance was held in cash and cash equivalent.

Target Fund Top 10 Holdings as at 31 May 2025

<u>Holdings</u>	<u>Percentage of Target Fund's NAV (%)</u>
United States Treasury Bond	6.26
Freddie Mac Pool	2.94
Community Health Systems Inc	2.81
Government National Mortgage Association	2.04
The Boeing Company	1.92
Exxon Mobil Corporation	1.89
The Home Depot Inc	1.64
Tenet Healthcare Corporation	1.55
Pepsico Inc	1.47
Oracle Corporation	1.45
Total	25.96

Strategies Employed

The Target Fund invests in a diversified portfolio of transferable securities encompassing equity securities and long-and-short-term debt securities.

Market Review

During the financial year under review, financial markets were shaped by a dynamic mix of economic data releases, monetary policy shifts, geopolitical developments, and evolving investor sentiment. The period began with cautious optimism, as key data points suggested the U.S. economy was gradually progressing toward a soft landing. In June 2024, investors focused closely on jobless claims and the Core Personal Consumption Expenditures ("PCE") inflation index. Initial jobless claims edged lower, pointing to continued resilience in the labor market, while Core PCE rose 2.6% year-over-year in May, marking the slowest pace of increase in six months. These developments reassured investors and helped both equities and fixed income deliver modest positive returns. The MSCI USA High Dividend Yield Index returned 0.21%, while the Bloomberg U.S. Aggregate Bond Index gained 0.95% for the month. Within equities, Consumer Discretionary and Information Technology sectors led gains, while Utilities and Materials underperformed. In fixed income, both investment grade and high yield segments benefited from declining Treasury yields, with the 10-year yield falling to 4.36%.

Economic growth in the second quarter came in at a solid 2.8% annualized pace, but other indicators began to show signs of cooling. Labor market and manufacturing data pointed to potential downside risks, with the Core PCE inflation metric easing to a 2.3% annualized rate for the three months ending in June—further progress toward the Federal Reserve's 2% target. The Federal Reserve System ("Fed") kept rates unchanged in July, as expected, but signaled the possibility of rate cuts as soon as September, citing the improving inflation backdrop and softening labor market conditions. Second-quarter earnings reports further supported market sentiment, showing a broadening of growth across sectors, particularly in Financials and Health Care. The equity market experienced heightened volatility in July, with a significant sell-off in megacap Communications Services and Technology stocks. However, this rotation benefited sectors like Financials, Utilities, and Industrials. Despite sector-level divergence, a late-month rally helped lift the overall market, and the MSCI USA High Dividend Yield Index rose 2.86%. Fixed income also enjoyed gains as the 10-year Treasury yield dropped to 4.10%, marking the largest one-month decline since December 2023. Credit spreads remained tight, underscoring the need for a selective approach in fixed income investing.

In August, equity performance continued to broaden, with strong contributions from Consumer Staples, Healthcare, Financials, and Utilities. The Bloomberg U.S. Aggregate Index returned 1.44% as bond markets also benefited from declining yields and expectations for monetary easing. Following the Federal Reserve's Jackson Hole symposium, investors gained confidence that the central bank would prioritize preventing further labor market deterioration, signaling a shift from an exclusive focus on inflation control to a more balanced dual mandate approach.

The Federal Reserve initiated its rate-cutting cycle in September, lowering the Fed Funds rate by 50 basis points to a range of 4.75% to 5.00%. While the central bank projected two additional 25-basis-point cuts in 2024, it left open the possibility of larger reductions should labor market weakness persist. Non-farm payrolls data continued to reflect softening conditions, while Core PCE inflation data indicated further progress toward the Fed's target. Despite geopolitical tensions and early concerns about the U.S. economy, equity markets closed the month with gains, supported by the rate cut and a revised second-quarter Gross Domestic Product ("GDP") growth of 3.0%. Equity market breadth remained a positive theme, with Consumer Discretionary, Industrials, and Utilities all contributing meaningfully. In fixed income, high-quality bonds outperformed their non-investment grade counterparts, and a sharp drop in short-term yields led to an uninversion of the yield curve.

October brought renewed volatility as cooling expectations for further aggressive rate cuts and uncertainties around the upcoming U.S. presidential election weighed on markets. Though inflation data continued to move in the right direction and the unemployment rate held steady at 4.1%, Treasury yields rose, pushing the 2- and 10-year yields above 4%. This climb resulted in negative returns across both equity and fixed income markets. The MSCI USA High Dividend Yield Index declined 1.55%, while the Bloomberg U.S. Aggregate Bond Index fell 2.48%. Still, some bright spots emerged in earnings season, with strong results from sectors including Information Technology, Healthcare, and Utilities.

In the aftermath of the November elections, markets responded positively to the potential for pro-growth policies such as extensions of the 2017 tax cuts and reductions in regulatory burdens. This post-election optimism drove a broad equity rally, despite lingering uncertainty around future fiscal and regulatory policy. Fixed income markets also saw modest gains, aided by a late-month drop in yields following the announcement of Scott Bessent as the new Treasury Secretary nominee. Nonetheless, with credit spreads still near historical tights, expectations for significant bond price appreciation remained muted, even as elevated yields offered income opportunities.

However, in December, markets faced a pullback across both equities and bonds. Rising long-term Treasury yields and a reassessment of the Fed's likely path in 2025—with fewer rate cuts now anticipated—dampened investor enthusiasm. Despite this difficult close to the year, equity market fundamentals remained broadly constructive. Although valuations appeared elevated, forward returns were expected to be driven more by earnings growth and dividend income. Analysts also anticipated a wider universe of equity opportunities in 2025, moving beyond the narrow group of dominant mega-cap stocks that had led in prior years. Fixed income markets remained attractive from a yield perspective, though tight credit spreads continued to limit total return potential, particularly in investment grade and high yield corporate bonds.

By January 2025, the U.S. economy showed signs of resilience, though policy uncertainty led to mixed market outcomes. Real GDP for the fourth quarter of 2024 grew by 2.3%, largely on the back of strong consumer spending. However, Core PCE held steady at 2.8%, suggesting that progress toward the Fed's inflation target had stalled somewhat. In response, the Fed kept rates unchanged, emphasizing the need for further improvements on the inflation front. Technology stocks came under significant pressure following the launch of DeepSeek, a new Chinese artificial intelligence ("AI") chatbot, which raised questions about the return on investment for U.S. hyperscaler firms. Despite this, 10 of 11 S&P 500 sectors posted gains, led by Healthcare, Financials, Materials, and Communication Services. Bond yields remained volatile, with the 10-year Treasury ending the month at 4.54%, despite briefly touching 4.8%. As such, managing interest rate exposure and diversifying across sectors, particularly in Agency Mortgage-Backed Securities, became increasingly important for bond investors.

The economy showed more pronounced signs of deceleration in March, with disappointing readings in Institute for Supply Management ("ISM") Manufacturing, New Orders, and Employment indexes. Consumer sentiment deteriorated sharply, with both the University of Michigan and Conference Board indexes falling to multi-year lows. Amid this backdrop of increasing uncertainty, diversified portfolios—incorporating government bonds, mortgage-backed securities ("MBS"), high-quality and high yield credits, and equity sector diversification—proved resilient. The fund's flexible allocation strategy enabled it to adapt to bottom-up opportunities even in choppy market conditions.

April was marked by elevated volatility, primarily driven by tariff policy uncertainty. Equities suffered significant declines, with the MSCI USA High Dividend Yield Index falling 4.36%. In contrast, fixed income saw modest gains, with the Bloomberg U.S. Aggregate Index returning 0.39%. Despite a late-month recovery, investor

sentiment remained fragile. Financials, Energy, and Industrials were particularly hard-hit, but valuations became increasingly attractive. Meanwhile, the sell-off in large-cap technology stocks created potential entry points for long-term investors.

May brought a more constructive tone to the markets, supported by the postponement of tariff implementations and improved investor sentiment. Equities rebounded strongly, although valuations approached prior peaks. Interest rate volatility returned as fiscal concerns pushed long-term yields higher. While the rate environment created challenges, it also enhanced opportunities in Agency MBS, which offered appealing yields and valuable diversification. As the tariff deadline approached and trade talks remained unsettled, volatility loomed, yet nimble and diversified strategies remained well-positioned to navigate the uncertain path ahead.

Investment Outlook

The investment outlook of the Target Fund Manager reflects a cautiously optimistic stance grounded in active risk management and a focus on income generation. As of the latest review, the Target Fund has returned 2.11% year-to-date, with a notable 2.01% gain in May alone. Its dividend yield remains attractive at 8.42%, and its five-year annualised return of 6.47% has outperformed the 5.16% return of its peer group, underscoring the manager's ability to deliver consistent results over time.

Market dynamics in recent months have played a significant role in shaping the Target Fund's positioning. May saw a sharp rebound in equity markets, driven by delays in tariff implementation, improved investor sentiment, and supportive economic data. However, the Target Fund Manager remains conscious of the limitations to further equity upside. With valuations now approaching previous highs and economic growth showing signs of potential deceleration, there is recognition that the easy gains may be behind us. In this context, the Target Fund Manager appears to be tempering expectations and adopting a more selective, valuation-conscious approach.

The current market environment is also characterised by rising interest rate volatility, largely due to concerns surrounding the growing U.S. fiscal deficit. Longer-term yields have moved higher in response, creating new opportunities in fixed income. In particular, the Target Fund Manager has identified Agency Mortgage-Backed Securities as a compelling area of the market, offering competitive yields and enhanced diversification benefits at a time when traditional investment grade corporate spreads are relatively tight. As such, the Target Fund has reallocated part of its fixed income exposure by trimming select investment grade corporates and increasing holdings in Agency MBS. Investment grade fixed income now represents 26% of the total portfolio, with 14% in corporates, 6% in U.S. Treasuries, and 6% in Agency MBS.

Overall portfolio allocation remains balanced, with 48% in equities and 50% in fixed income, suggesting a neutral stance in terms of risk appetite. The average portfolio duration is approximately 4.7 years, in line with the benchmark, and the Target Fund Manager does not currently hold a strong directional view on interest rates. Instead, the emphasis is on bottom-up security selection, indicating a preference for relative value and fundamentals over macro-driven positioning.

In the equity sleeve, the Target Fund has continued to focus on high-quality, resilient businesses. Additions have been made selectively across the Healthcare, Information Technology, and Consumer Staples sectors, which are viewed as offering a combination of defensiveness and long-term growth potential. The equity allocation is split evenly between common stocks and hybrid instruments such as equity-linked notes and convertible preferred, providing both income and upside potential while managing volatility.

The Target Fund Manager also acknowledges the possibility of renewed market volatility as the 90-day tariff deadline approaches and trade negotiations remain uncertain. While recent developments have lifted sentiment, the outlook remains clouded by policy risks and broader macroeconomic headwinds. In this context, the Target Fund Manager is leaning into the flexibility of the strategy—remaining diversified across asset classes and sectors, while positioning the portfolio to respond to shifting opportunities and risks.

Taken together, the Target Fund's current positioning reflects a pragmatic and disciplined approach to investing in an environment that offers both opportunities and challenges. The Target Fund Manager is not making aggressive bets but is instead focused on maintaining balance, harvesting income, and seeking pockets of value through careful security selection. The outlook, while not overly bullish, is grounded in a recognition of the need for adaptability and the importance of diversification, especially as markets navigate through heightened fiscal, geopolitical, and economic uncertainty.

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 financial year under review.

Soft Commissions received from Broker

Soft commissions received from broker may be retained by the management company only if the :—

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

During the financial year under review, 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 financial year under review.

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 Information Memorandum

Over the financial year under review, a Second Supplemental Information Memorandum was issued with effective date 25 October 2024 to reflect various changes made to the Fund. A summary list of changes made to the Fund is outlined in the following pages.

Unless otherwise provided in this Second Supplemental Information Memorandum, all the capitalised terms used herein shall have the same meanings as ascribed to them in the Information Memorandum dated 9 May 2023 (“Information Memorandum”) as amended by the First Supplemental Information Memorandum dated 28 February 2024 (“First Supplemental Information Memorandum”).

1. This Second Supplemental Information Memorandum is issued mainly to inform investors of the issuance of two (2) new share classes namely, the AUD Hedged-class and SGD Hedged-class, and the relevant updates to the disclosures arising from the issuance of these two (2) share classes.
2. In addition, other information in the Information Memorandum have been updated to reflect other changes, amongst others, the updates to the Target Fund's disclosures, the profile information of the Manager and Trustee and other updates which are general in nature.

B. ABBREVIATION

"SGD Singapore Dollar."

“Valuation Day Means a day on which the New York Stock Exchange is open for normal business (other than during a suspension of normal dealing), further information on the applicable Valuation Days for the Target Fund can be found on the website: <http://www.franklintempleton.lu>.”

**THIS IS A SECOND SUPPLEMENTAL INFORMATION MEMORANDUM WHICH HAS TO BE READ
IN CONJUNCTION WITH THE INFORMATION MEMORANDUM DATED 9 MAY 2023 AND THE
FIRST SUPPLEMENTAL INFORMATION MEMORANDUM DATED 28 FEBRUARY 2024**

D. ABOUT THE CLASSES

Page 3 of the First Supplemental Information Memorandum

The information on “About the Classes” is hereby deleted in its entirety and replaced with the following:

“ABOUT THE CLASSES

If you intend to invest in a Class other than MYR Class or MYR Hedged-class, you are required to have a foreign currency account with any Financial Institution as all transactions relating to any foreign currency will ONLY be made through telegraphic transfers.

Classes	USD Class	MYR Class / MYR Hedged-class	SGD Hedged-class	AUD Hedged-class																									
Initial Offer Price	N/A ⁺	N/A ⁺	SGD 0.50 ^{**}	AUD 0.50 ^{**}																									
	⁺ The price of Units shall be based on the NAV per Unit. ^{**} The price of Units offered for purchase during the initial offer period.																												
Initial Offer Period	➤ The initial offer period for the existing USD Class, MYR Class and MYR Hedged-class has ended. ➤ The initial offer period for SGD Hedged-class and AUD Hedged-class will be one (1) day which is on the date of this Second Supplemental Information Memorandum.																												
Minimum Initial Investment[*]	USD 10,000	MYR 30,000	SGD 10,000	AUD 10,000																									
Minimum Additional Investment[*]	USD 5,000	MYR 10,000	SGD 5,000	AUD 5,000																									
Minimum Units of Redemption[*]	10,000 Units	10,000 Units	10,000 Units	10,000 Units																									
Minimum Units Held[*]	10,000 Units	10,000 Units	10,000 Units	10,000 Units																									
Minimum Units per Switch[*]	20,000 Units	60,000 Units	20,000 Units	20,000 Units																									
Unitholdings in Different Classes	You should note that there are differences when purchasing Units of the USD Class and other Classes. For illustration purposes, assuming you have USD 10,000 to invest: <table border="1"> <thead> <tr> <th>Class(es)</th><th>USD Class</th><th>MYR Class / MYR Hedged-class</th><th>SGD Hedged-class</th><th>AUD Hedged-class</th></tr> </thead> <tbody> <tr> <td>NAV per Unit</td><td>USD 0.50</td><td>MYR 0.50</td><td>SGD 0.50</td><td>AUD 0.50</td></tr> <tr> <td>Currency exchange rate</td><td>USD 1 = USD 1</td><td>USD 1 = MYR 4</td><td>USD 1 = SGD 2</td><td>USD 1 = AUD 2</td></tr> <tr> <td>Invested amount</td><td>USD 10,000 x USD 1 = USD 10,000</td><td>USD 10,000 x MYR 4 = MYR 40,000</td><td>USD 10,000 x SGD 2 = SGD 20,000</td><td>USD 10,000 x AUD 2 = AUD 20,000</td></tr> <tr> <td>Units received</td><td>USD 10,000 ÷ USD 0.50 = 20,000 Units</td><td>MYR 40,000 ÷ MYR 0.50 = 80,000 Units</td><td>SGD 20,000 ÷ SGD 0.50 = 40,000 Units</td><td>AUD 20,000 ÷ AUD 0.50 = 40,000 Units</td></tr> </tbody> </table> <i>Invested amount = USD 10,000 x currency exchange rate of the Class</i> <i>Units received = Invested amount ÷ NAV per Unit of the Class</i> By purchasing Units of the USD Class, you will receive less Units for every USD invested in the Fund (i.e. 20,000 Units), compared to purchasing Units in MYR Class / MYR Hedged-class (i.e. 80,000 Units), SGD Hedged-class (i.e. 40,000 Units) or AUD Hedged-class (i.e. 40,000 Units). Upon a voting by poll, the votes by every Unit Holder present in person or by proxy is proportionate to the value of Units held by him or her. Hence, holding more number of Units may not give you an advantage when voting at Unit Holders’ meetings. You should note that in a Unit Holders’ meeting to terminate the Fund, a Special Resolution will only be passed by a majority in number representing at least three-fourths (3/4) of the value of the Units held by the Unit Holders present and voting at the meeting in person or by proxy.				Class(es)	USD Class	MYR Class / MYR Hedged-class	SGD Hedged-class	AUD Hedged-class	NAV per Unit	USD 0.50	MYR 0.50	SGD 0.50	AUD 0.50	Currency exchange rate	USD 1 = USD 1	USD 1 = MYR 4	USD 1 = SGD 2	USD 1 = AUD 2	Invested amount	USD 10,000 x USD 1 = USD 10,000	USD 10,000 x MYR 4 = MYR 40,000	USD 10,000 x SGD 2 = SGD 20,000	USD 10,000 x AUD 2 = AUD 20,000	Units received	USD 10,000 ÷ USD 0.50 = 20,000 Units	MYR 40,000 ÷ MYR 0.50 = 80,000 Units	SGD 20,000 ÷ SGD 0.50 = 40,000 Units	AUD 20,000 ÷ AUD 0.50 = 40,000 Units
Class(es)	USD Class	MYR Class / MYR Hedged-class	SGD Hedged-class	AUD Hedged-class																									
NAV per Unit	USD 0.50	MYR 0.50	SGD 0.50	AUD 0.50																									
Currency exchange rate	USD 1 = USD 1	USD 1 = MYR 4	USD 1 = SGD 2	USD 1 = AUD 2																									
Invested amount	USD 10,000 x USD 1 = USD 10,000	USD 10,000 x MYR 4 = MYR 40,000	USD 10,000 x SGD 2 = SGD 20,000	USD 10,000 x AUD 2 = AUD 20,000																									
Units received	USD 10,000 ÷ USD 0.50 = 20,000 Units	MYR 40,000 ÷ MYR 0.50 = 80,000 Units	SGD 20,000 ÷ SGD 0.50 = 40,000 Units	AUD 20,000 ÷ AUD 0.50 = 40,000 Units																									

The Fund may create new Classes without having to seek Unit Holders’ prior approval. You will be notified of the issuance of the new Classes by way of Communiqué and the investors will be notified of the same by way of a supplemental or replacement information memorandum.”

* At our discretion, we may reduce the transaction value and Units, including for transactions made via digital channels, subject to the terms and conditions disclosed in the respective channels.

**THIS IS A SECOND SUPPLEMENTAL INFORMATION MEMORANDUM WHICH HAS TO BE READ
IN CONJUNCTION WITH THE INFORMATION MEMORANDUM DATED 9 MAY 2023 AND THE
FIRST SUPPLEMENTAL INFORMATION MEMORANDUM DATED 28 FEBRUARY 2024**

E. ABOUT THE TARGET FUND – FRANKLIN INCOME FUND

Page 17 of the Information Memorandum

Investment Restrictions of the Target Fund

Item 1. j. of this section is hereby deleted in its entirety and replaced with the following:

- j. “The Company may not purchase securities or debt instruments issued by the Investment Manager or any connected person or by the Management Company. For the purpose of this investment restriction, the term “connected person” shall refer to any affiliate and subsidiary that is directly or indirectly owned by FRI.”

Page 23 of the Information Memorandum

Fees and Charges of the Target Fund

The information in this section is hereby deleted in its entirety and replaced with the following:

“Entry Charge	Up to 5.75% of the net asset value per Share. <i>Please note that the Fund will not be charged the entry charge when it invests in the Target Fund.</i>
Contingent Deferred Sales Charge/ CDSC	Up to 3% of the net asset value per Share. <i>Please note that the Fund will not be charged the initial contingent deferred sales charge when it invests in the Target Fund.</i>
Redemption Charge	Not applicable.
Performance Fee	Not applicable.
Management Fee*	Up to 1.93% per annum of the net asset value of the Target Fund. <i>Please note that management fee will only be charged once at the Fund level. The management fee charged by the Target Fund will be paid out of the annual management fee charged by us at the Fund level. There is no double charging of management fee.</i>
Servicing Charge	Up to 1.00% per annum of the average net asset value of the Share Class.
Management Company Fee**	Up to 0.20% per annum of the net asset value of the Share Class.
Depository Fee	Up to 0.14% of the net asset value of the Target Fund.

* Remuneration from the Company to the Management Company for performing as the Management Company, the investment management services and for any expenses incurred in connection with investors of the Target Fund liaison and administration of Shares.

** Remuneration from the Company to the Management Company for providing management company and ancillary services.”

Pages 23 – 24 of the Information Memorandum

Suspension of Calculation of Net Asset Value of the Target Fund

The following information is hereby inserted at the end of this section:

“In accordance with the Law of 17 December 2010, the issue and redemption of Shares shall be prohibited:

- (i) during the period where the Company has no depository; and
- (ii) where the Depository is put into liquidation or declared bankrupt or seeks an arrangement with the creditors, a suspension of payment or a controlled management or is the subject of similar proceedings.”

**THIS IS A SECOND SUPPLEMENTAL INFORMATION MEMORANDUM WHICH HAS TO BE READ
IN CONJUNCTION WITH THE INFORMATION MEMORANDUM DATED 9 MAY 2023 AND THE
FIRST SUPPLEMENTAL INFORMATION MEMORANDUM DATED 28 FEBRUARY 2024**

F. UNDERSTANDING THE RISKS OF THE FUND AND THE TARGET FUND

Page 26 of the Information Memorandum

GENERAL RISKS OF THE FUND

The information on “Suspension of repurchase request risk” is hereby deleted in its entirety and replaced with the following:

“Suspension of repurchase request risk	Having considered the best interests of Unit Holders, the repurchase requests by the Unit Holders may be subject to suspension due to exceptional circumstances, where the market value or fair value of a material portion of the Fund’s assets cannot be determined, or any other circumstances as may be determined by the Manager, where there is good and sufficient reason to do so. The exceptional circumstances may include, amongst others, the suspension of dealing by the Target Fund. In such case, Unit Holders will not be able to redeem their Units and will be compelled to remain invested in the Fund for a longer period of time*. Hence, their investments will continue to be subject to the risks inherent to the Fund. *For further information on repurchase process during suspension period, please refer to “<i>What is the Repurchase Proceeds Payout Period</i>” section of the Information Memorandum.”
---	---

G. DEALING INFORMATION

Page 39 of the Information Memorandum

HOW TO PURCHASE UNITS?

The second bullet point in this section is hereby deleted in its entirety and replaced with the following:

- “You are required to provide us with the following completed forms and documents. However, we reserve the right to request for additional documentations before we process the purchase application.

Individual or Jointholder	Corporation
• Account opening form; • Suitability assessment form; • Personal data protection notice form; • Client acknowledgement form; • A copy of identity card or passport or any other document of identification; and • Foreign Account Tax Compliance Act (“FATCA”) and Common Reporting Standard (“CRS”) Self-certification Form.	• Account opening form; • Suitability assessment form; • Personal data protection notice form; • Certified true copy of memorandum and articles of association*; • Certified true copy of certificate of incorporation*; • Certified true copy of form 24 and form 49*; • Certified true copy of form 8, 9, 13, 20 and 44 (where applicable)*; • Latest audited financial statement; • Board resolution relating to the investment; • A list of the authorised signatories; • Specimen signatures of the respective signatories; • Declaration of Beneficial Ownership; and • Foreign Account Tax Compliance Act (“FATCA”) and Common Reporting Standard (“CRS”) Self-certification Form. <i>* or any other equivalent documentation issued by the authorities.”</i>

THIS IS A SECOND SUPPLEMENTAL INFORMATION MEMORANDUM WHICH HAS TO BE READ IN CONJUNCTION WITH THE INFORMATION MEMORANDUM DATED 9 MAY 2023 AND THE FIRST SUPPLEMENTAL INFORMATION MEMORANDUM DATED 28 FEBRUARY 2024

Page 40 of the Information Memorandum

WHAT IS THE PROCESS OF THE PURCHASE APPLICATION?

The first bullet point in this section is hereby deleted in its entirety and replaced with the following:

- “If we receive your purchase application at or before 3.30 p.m. on a Business Day (or “T day”), the Units will be created in the following manner:

USD Class, MYR Hedged-class and MYR Class	Based on the NAV per Unit of a Class for that Business Day.
AUD Hedged-class and SGD Hedged-class	Based on the initial offer price of a Class during the initial offer period and thereafter, NAV per Unit of a Class for that Business Day.

Any purchase request received or deemed to have been received by us after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”), unless a prior arrangement is made to our satisfaction.”

Page 40 of the Information Memorandum

HOW TO REPURCHASE UNITS?

The first bullet point in this section is hereby deleted in its entirety and replaced with the following:

- “It is important to note that, you must meet the following minimum holding of Units for a particular Class after a repurchase transaction.

USD Class	MYR Class / MYR Hedged-class	AUD Hedged-class	SGD Hedged-class
10,000 Units	10,000 Units	10,000 Units	10,000 Units

If you insist on making a repurchase request knowing that after the transaction you will hold less than the minimum holding of Units, we may withdraw all your holding of Units and pay the proceeds to you.

We may, with the consent of the Trustee, reserve the right to defer your repurchase request if such transaction would adversely affect the Fund or the interest of the Unit Holders.”

Page 40 of the Information Memorandum

WHAT IS THE PROCESS OF REPURCHASE APPLICATION?

The first bullet point in this section is hereby deleted in its entirety and replaced with the following:

- “For a repurchase request received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”), the Units will be repurchased in the following manner:

USD Class, MYR Hedged-class and MYR Class	Based on the NAV per Unit of a Class for that Business Day.
AUD Hedged-class and SGD Hedged-class	Based on the initial offer price of a Class during the initial offer period and thereafter, NAV per Unit of a Class for that Business Day.

Any repurchase request received after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”).”

THIS IS A SECOND SUPPLEMENTAL INFORMATION MEMORANDUM WHICH HAS TO BE READ IN CONJUNCTION WITH THE INFORMATION MEMORANDUM DATED 9 MAY 2023 AND THE FIRST SUPPLEMENTAL INFORMATION MEMORANDUM DATED 28 FEBRUARY 2024

Page 40 of the Information Memorandum

WHAT IS THE REPURCHASE PROCEEDS PAYOUT PERIOD?

The information in this section is hereby deleted in its entirety and replaced with the following:

- “You will be paid within ten (10) Business Days from the day the repurchase request is received by us, provided that all documentations are completed and verifiable (“Payment Period”). Please note that such Payment Period may be extended in the event of a temporarily suspension of dealing in Units or the calculation of the net asset value of the Target Fund and/or its Share Class is deferred.
- Where there is a suspension of dealing in Units by the Fund, due to exceptional circumstances or such other circumstances as may be determined by the Manager as disclosed in the section “*Suspension of Dealing in Units*” in this Information Memorandum, or where the calculation of the net asset value of the Target Fund and/or its Share Class is deferred, the repurchase requests from the Unit Holders will be accepted but will not be processed. This will result in the delay of processing the repurchase requests. Such repurchase requests will only be processed on the next Business Day once the suspension is lifted. However, for repurchase request that has been accepted prior to the suspension, we will process the repurchase request and make the repurchase payment to Unit Holder within ten (10) Business Days from the day the repurchase request is received by us.”

Page 41 of the Information Memorandum

WHAT ARE THE SWITCHING OPTIONS?

The information in this section is hereby deleted in its entirety and replaced with the following:

“You are able to switch:

- between Classes; or
- into any of our funds (or its classes), provided that the fund (or its class) is denominated in the same currency as the Class that you intend to switch out of, and it is subject to the terms and conditions applicable for the respective funds.

However, you must meet the Fund’s minimum holding of Units requirements of the Class that you switched out from and the minimum investment amount of the fund (or its class) that you intend to switch into.

You are also to note that we reserve the right to reject any switching requests that are regarded as disruptive to efficient portfolio management, or requests that we deem to be contrary to the best interests of the Fund and/or the existing Unit Holders of a particular Class.

The process of the switching application is as below:

➤ **Switching between Classes of the Fund**

You must complete a switching transaction form and submit it to us together with relevant supporting documents, if any. If we receive your switching request at or before the cut-off time of 3.30 p.m. on a Business Day, we will process it using the NAV per Unit of a Class for that Business Day (or “T day”). If we receive your switching request after 3.30 p.m., we will process it using the NAV per Unit of a Class calculated at the end of the next Business Day (or “T + 1 day”).

➤ **Switching from the Classes of the Fund into other funds (or its class) managed by AHAM**

You must complete a switching transaction form and submit it to us at or before the cut-off time of 3.30 p.m. on a Business Day (or “T day”) together with relevant supporting documents, if any. If we receive your switching request after 3.30 p.m., we will process your request on the next Business Day (or “T + 1 Day”).

You should note that the pricing day of a fund (or its class) may not be on the same day as when we receive your switching application. Please see below the pricing policy of switching for all our funds:

Switching Out Fund	Switching In Fund	Pricing Day	
		Switching Out Fund	Switching In Fund
Money market fund	Non-money market fund	T Day	T Day
Non-money market fund	Non-money market fund		
Money market fund	Money market fund	T Day	T + 1 Day
Non-money market fund	Money market fund	T Day	At the next valuation point, subject to clearance of payment and money received by the intended fund”

**THIS IS A SECOND SUPPLEMENTAL INFORMATION MEMORANDUM WHICH HAS TO BE READ
IN CONJUNCTION WITH THE INFORMATION MEMORANDUM DATED 9 MAY 2023 AND THE
FIRST SUPPLEMENTAL INFORMATION MEMORANDUM DATED 28 FEBRUARY 2024**

Page 42 of the Information Memorandum

CAN I TRANSFER MY UNITS TO ANOTHER PERSON?

The information in this section is hereby deleted in its entirety and replaced with the following:

- “You are allowed to transfer your Units, whether fully or partially, to another person by completing the transfer transaction form and returning it to us on a Business Day. The transfer must be made in terms of Units and not in terms of the monetary value in the currency denomination of the Classes. There is no minimum amount of Units required to effect a transfer except that the transferor and transferee must hold the minimum holding of Units to remain as a Unit Holder of a Class.
- It is important to note that we are at liberty to disregard or refuse to process the transfer application if the processing of such instruction will be in contravention of any law or regulatory requirements, whether or not having the force of law and/or would expose us to any liability.
- Please note that the person who is in receipt of the Units must be a Sophisticated Investor as well.”

Page 42 of the Information Memorandum

DISTRIBUTION POLICY

The second bullet point in this section is hereby deleted in its entirety and replaced with the following:

- “Income distribution, if any, will be paid out in the currencies in which the Classes are denominated. You have the option to receive the income distribution in cash payment or additional Units (by way of reinvestment) by ticking the appropriate column in the application form. You may also inform us at any time before the income distribution date of your wish of receiving cash payment or additional Units via reinvestment. All distribution will be automatically reinvested into additional Units in the Fund if you do not select the mode of distribution in the application form.

Any distribution payable which is less than or equal to the amount of 300.00 denominated in the currency denomination of the Classes, would be automatically reinvested.

Cash Payment Process

Income distribution by way of cash payment will be paid via telegraphic transfer. Income will be transferred to your bank account within seven (7) Business Days after the distribution date.

To enable the cash payment process, Unit Holders investing in Classes other than MYR/MYR Hedged-classes are required to have a foreign currency account with any Financial Institution denominated in the respective currency Classes.

Reinvestment Process

We will create the Units based on the NAV per Unit of a Class at the income payment date which is within two (2) Business Days after the distribution date. There will not be any cost for reinvestments of those additional Units, i.e. no Sales Charge will be imposed on such reinvestment.”

H. RELATED PARTIES TO THE FUND

Page 4 of the First Supplemental Information Memorandum

ABOUT THE MANAGER – AHAM

The first paragraph in this section is hereby deleted in its entirety and replaced with the following:

“AHAM was incorporated in Malaysia on 2 May 1997 and began its operations under the name Hwang–DBS Capital Berhad in 2001. AHAM has more than 20 years’ experience in the fund management industry. In 2022, AHAM’s ultimate major shareholder is CVC Capital Partners Asia Fund V, a private equity fund managed by CVC Capital Partners (“CVC”), which has approximately 68.35% controlling interest in AHAM. CVC is a global private equity and investment advisory firm with approximately EUR193 billion of assets under its management. AHAM is also 20% owned by Nikko Asset Management Co. Ltd., a Tokyo-based asset management company, and 7% owned by Lembaga Tabung Angkatan Tentera.”

**THIS IS A SECOND SUPPLEMENTAL INFORMATION MEMORANDUM WHICH HAS TO BE READ
IN CONJUNCTION WITH THE INFORMATION MEMORANDUM DATED 9 MAY 2023 AND THE
FIRST SUPPLEMENTAL INFORMATION MEMORANDUM DATED 28 FEBRUARY 2024**

Page 5 of the First Supplemental Information Memorandum

ABOUT THE TRUSTEE – DEUTSCHE TRUSTEES MALAYSIA BERHAD

- (i) The information on “Experience in Trustee Business” is hereby deleted in its entirety and replaced with the following:

“Experience in Trustee Business

DTMB is part of Deutsche Bank’s Securities Services, which provides trust, custody and related services on a range of securities and financial structures. As at 31 August 2024, DTMB is the trustee for 222 collective investment schemes including unit trust funds, wholesale funds, exchange-traded funds and private retirement schemes.

DTMB’s trustee services are supported by Deutsche Bank (Malaysia) Berhad (“DBMB”), a subsidiary of Deutsche Bank, financially and for various functions, including but not limited to financial control and internal audit.”

- (ii) The information on “Trustee’s Disclosure of Material Litigation” is hereby deleted in its entirety and replaced with the following:

“Trustee’s Disclosure of Material Litigation

As at 31 August 2024, the Trustee is not (a) engaged in any material litigation and arbitration, including those pending or threatened, nor (b) aware of any facts likely to give rise to any proceedings which might materially affect the business/financial position of the Trustee.”

I. RELEVANT INFORMATION

Page 47 of the Information Memorandum

UNCLAIMED MONIES

The information in this section is hereby deleted in its entirety and replaced with the following:

“Any monies payable to you which remain unclaimed after two (2) years from the date of payment or such other period as may be prescribed by the Unclaimed Moneys Act 1965 will be paid to the Registrar of Unclaimed Monies in accordance with the requirements of the Unclaimed Moneys Act 1965.”

J. INVESTORS INFORMATION

Page 48 of the Information Memorandum

Anti-Money Laundering Policies and Procedures

The first paragraph of this section is hereby deleted in its entirety and replaced with the following:

“Pursuant to the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 (“AMLATFPUAA”) and SC’s Guidelines on Prevention of Money Laundering, Countering Financing of Terrorism, Countering Proliferation Financing and Targeted Financial Sanctions for Reporting Institutions in the Capital Market, it is our responsibility to prevent AHAM from being used for money laundering and terrorism financing activities. To this end, we have established an Anti-Money Laundering/Counter-Financing of Terrorism Framework (AML/CFT Framework) and put in place anti-money laundering process and procedures to combat such activities. This includes a robust due diligence process and procedures for client on-boarding (such as know-your-client procedures and customer due diligence) as well as ongoing monitoring of clients’ transactions to detect any suspicious transactions.”

**THIS IS A SECOND SUPPLEMENTAL INFORMATION MEMORANDUM WHICH HAS TO BE READ
IN CONJUNCTION WITH THE INFORMATION MEMORANDUM DATED 9 MAY 2023 AND THE
FIRST SUPPLEMENTAL INFORMATION MEMORANDUM DATED 28 FEBRUARY 2024**

K. DIRECTORY OF SALES OFFICES

Page 6 of the First Supplemental Information Memorandum

The information in this section is hereby deleted in its entirety and replaced with the following:

“AHAM ASSET MANAGEMENT BERHAD:

HEAD OFFICE

Ground Floor, Menara Boustead
69 Jalan Raja Chulan
50200 Kuala Lumpur
Tel : 03 – 2116 6000
Fax : 03 – 2116 6100
Toll Free No : 1-800-88-7080
Email: customercare@aham.com.my
Website: www.aham.com.my

PENANG

No. 123, Jalan Macalister
10450 Georgetown, Penang
Toll Free No: 1800-888-377

PERAK

1, Persiaran Greentown 6
Greentown Business Centre
30450 Ipoh, Perak
Tel: 05 – 241 0668
Fax: 05 – 255 9696

JOHOR

Unit 22-05, Level 22
Menara Landmark
No. 12, Jalan Ngee Heng
80000 Johor Bahru
Johor
Tel : 07 – 227 8999
Fax : 07 – 223 8998

MELAKA

Ground Floor
No. 584 Jalan Merdeka
Taman Melaka Raya
75000 Melaka
Tel: 06 – 281 2890
Fax: 06 – 281 2937

SABAH

Unit 1.09(a), Level 1, Plaza Shell
29, Jalan Tunku Abdul Rahman
88000 Kota Kinabalu, Sabah
Tel : 088 – 252 881
Fax : 088 – 288 803

SARAWAK

Ground Floor, No. 69
Block 10, Jalan Laksamana Cheng Ho
93200 Kuching, Sarawak
Tel : 082 – 233 320
Fax : 082 – 233 663

1st Floor, Lot 1291
Jalan Melayu, MCLD
98000 Miri, Sarawak
Tel : 085 – 418 403
Fax : 085 – 418 372

PETALING JAYA

C-31-1, Jaya One
72A Jalan Prof Diraja Ungku Aziz
Section 13
46200 Petaling Jaya, Selangor
Tel: 03 – 7760 3062”

TRUSTEE’S REPORT

TO THE UNIT HOLDERS OF AHAM WORLD SERIES – INCOME FUND (“Fund”)

We have acted as the Trustee of the Fund for the financial year ended 31 May 2025 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 financial year covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the Management Company under the Deed, securities laws and the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework;
2. Valuation and pricing is carried out in accordance with the Deed; and
3. Any creation and cancellation of units are carried out in accordance with the Deed 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 Deutsche Trustees Malaysia Berhad

Ng Hon Leong
Head, Fund Operations

Sylvia Beh
Chief Executive Officer

Kuala Lumpur
Date: 25 July 2025

AHAM WORLD SERIES – INCOME FUND

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MAY 2025

AHAM WORLD SERIES – INCOME FUND

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MAY 2025

CONTENTS	PAGE(S)
STATEMENT OF COMPREHENSIVE INCOME	1 – 2
STATEMENT OF FINANCIAL POSITION	3 – 4
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	5 - 6
STATEMENT OF CASH FLOWS	7
MATERIAL ACCOUNTING POLICY INFORMATION	8 – 15
NOTES TO THE FINANCIAL STATEMENTS	16 – 43
STATEMENT BY THE MANAGER	44
INDEPENDENT AUDITORS' REPORT	45 – 48

AHAM WORLD SERIES – INCOME FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 MAY 2025

		Financial year ended 31.5.2025 USD	Financial period from 9.5.2023 (date of launch) to 31.5.2024 USD
	<u>Note</u>		
INVESTMENT INCOME			
Dividend income		18,392,177	316,971
Interest income from financial assets at amortised cost		25,281	-
Net gain on foreign currency exchange		190,295	159
Net gain/(loss) on forward foreign currency contracts at fair value through profit or loss	10	9,886,414	(64,330)
Net (loss)/gain on financial assets at fair value through profit or loss	9	(9,482,849)	210,991
		<u>19,011,318</u>	<u>463,791</u>
EXPENSES			
Management fee	4	(4,321,937)	(98,481)
Trustee fee	5	(95,826)	(1,641)
Fund accounting fee	6	(6,623)	(704)
Auditors' remuneration		(1,701)	(1,699)
Tax agent's fee		(745)	(743)
Other expenses		(9,256)	(1,892)
		<u>(4,436,088)</u>	<u>(105,160)</u>
NET PROFIT BEFORE FINANCE COST AND TAXATION		14,575,230	358,631
FINANCE COST			
Distributions	8	(20,585,760)	(392,404)
NET LOSS BEFORE TAXATION		<u>(6,010,530)</u>	<u>(33,773)</u>
Taxation	7	-	-
DECREASE IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u><u>(6,010,530)</u></u>	<u><u>(33,773)</u></u>

AHAM WORLD SERIES – INCOME FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

	Financial year ended 31.5.2025 USD	Financial period from 9.5.2023 (date of launch) to 31.5.2024 USD
Decrease in net assets attributable to unit holders is made up of the following:		
Realised amount	(3,263,421)	(353,449)
Unrealised amount	(2,747,109)	319,676
	<u>(6,010,530)</u>	<u>(33,773)</u>

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

AHAM WORLD SERIES – INCOME FUND

STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2025

	<u>Note</u>	As at <u>31.5.2025</u> USD	As at <u>31.5.2024</u> USD
ASSETS			
Cash and cash equivalents		9,696,056	252,908
Amount due from Manager			
- creation of units		8,352,603	3,121,014
- management fee rebate receivable		218,530	9,812
Financial assets at fair value through profit or loss	9	448,062,885	26,126,498
Forward foreign currency contracts at fair value through profit or loss	10	8,907,217	51,690
TOTAL ASSETS		<u>475,237,291</u>	<u>29,561,922</u>
LIABILITIES			
Forward foreign currency contracts at fair value through profit or loss	10	734,875	30,994
Amount due to broker		7,000,000	1,400,000
Amount due to Manager			
- management fee		682,544	32,330
- cancellation of units		318,424	-
Amount due to Trustee		15,168	539
Fund accounting fee		706	354
Auditors' remuneration		1,701	1,699
Tax agent's fee		745	743
Other payables and accruals		143	106
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)		<u>8,754,306</u>	<u>1,466,765</u>
NET ASSET VALUE OF THE FUND		<u>466,482,985</u>	<u>28,095,157</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>466,482,985</u>	<u>28,095,157</u>

AHAM WORLD SERIES – INCOME FUND

STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2025 (CONTINUED)

	<u>Note</u>	As at <u>31.5.2025</u> USD	As at <u>31.5.2024</u> USD
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- AUD Hedged-class		25,752,079	-
- MYR Class		46,401,348	7,244,072
- MYR Hedged-class		310,061,094	17,485,946
- SGD Hedged-class		23,803,172	-
- USD Class		60,465,292	3,365,139
		<u>466,482,985</u>	<u>28,095,157</u>
NUMBER OF UNITS IN CIRCULATION			
- AUD Hedged-class	11 (a)	85,971,000	-
- MYR Class	11 (b)	442,296,000	66,555,000
- MYR Hedged-class	11 (c)	2,839,623,000	167,201,000
- SGD Hedged-class	11 (d)	65,537,000	-
- USD Class	11 (e)	126,092,000	6,781,000
		<u>3,559,519,000</u>	<u>240,537,000</u>
NET ASSET VALUE PER UNIT (USD)			
- AUD Hedged-class		0.2995	-
- MYR Class		0.1049	0.1088
- MYR Hedged-class		0.1092	0.1046
- SGD Hedged-class		0.3632	-
- USD Class		<u>0.4795</u>	<u>0.4963</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES			
- AUD Hedged-class		AUD0.4668	-
- MYR Class		RM0.4462	RM0.5121
- MYR Hedged-class		RM0.4644	RM0.4921
- SGD Hedged-class		SGD0.4689	-
- USD Class		<u>USD0.4795</u>	<u>USD0.4963</u>

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

AHAM WORLD SERIES – INCOME FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025

	Financial year ended <u>31.5.2025</u> USD	Financial period from 9.5.2023 (date of launch) to <u>31.5.2024</u> USD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF FINANCIAL YEAR /DATE OF LAUNCH	28,095,157	-
Movement due to units created and cancelled during the financial year/period:		
Creation of units arising from applications	452,714,347	28,186,301
- AUD Hedged-class	26,314,011	-
- MYR Class	47,062,964	7,372,526
- MYR Hedged-class	293,337,415	17,441,987
- SGD Hedged-class	24,559,550	-
- USD Class	61,440,407	3,371,788
Creation of units arising from distributions	3,596,266	239,365
- AUD Hedged-class	96,524	-
- MYR Class	297,889	12,775
- MYR Hedged-class	2,585,520	211,639
- SGD Hedged-class	115,573	-
- USD Class	500,760	14,951
Cancellation of units	(11,912,255)	(296,736)
- AUD Hedged-class	(125,524)	-
- MYR Class	(6,657,114)	(178,488)
- MYR Hedged-class	(1,670,028)	(108,389)
- SGD Hedged-class	(991,504)	-
- USD Class	(2,468,085)	(9,859)

AHAM WORLD SERIES – INCOME FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

	Financial year ended <u>31.5.2025</u> USD	Financial period from 9.5.2023 (date of launch) to <u>31.5.2024</u> USD
Net decrease in net assets attributable to unit holders during the financial year/period comprised of:	(6,010,530)	(33,773)
- AUD Hedged-class	(532,932)	-
- MYR Class	(1,546,463)	37,259
- MYR Hedged-class	(1,677,759)	(59,291)
- SGD Hedged-class	119,553	-
- USD Class	(2,372,929)	(11,741)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR/PERIOD	466,482,985	28,095,157

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

AHAM WORLD SERIES – INCOME FUND

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025

	Financial year ended 31.5.2025 USD	Financial period from 9.5.2023 (date of launch) to 31.5.2024 USD
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from the sale of investments	-	2,573,592
Purchase of investments	(424,378,251)	(26,798,439)
Dividends received	15,558,251	-
Interest received	25,281	-
Management fee rebate received	1,184,223	16,499
Management fee paid	(3,671,723)	(66,151)
Trustee fee paid	(80,658)	(1,102)
Fund accounting fee paid	(6,271)	(350)
Payments for other fees and expenses	(11,661)	(1,786)
Realised gain/(loss) on forward foreign currency contracts	1,734,768	(85,026)
Net realised gain on foreign currency exchange	213,260	4,845
Net cash flows used in operating activities	(409,432,781)	(24,357,918)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	447,482,758	25,065,287
Payments for cancellation of units	(11,594,370)	(296,736)
Payments for distribution	(16,989,494)	(153,039)
Net cash flows generated from financing activities	418,898,894	24,615,512
NET INCREASE IN CASH AND CASH EQUIVALENTS	9,466,113	257,594
EFFECTS OF FOREIGN CURRENCY EXCHANGE	(22,965)	(4,686)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF FINANCIAL YEAR/DATE OF LAUNCH	252,908	-
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR/PERIOD	9,696,056	252,908

Cash and cash equivalents as at 31 May 2024 and 31 May 2025 comprise of bank balances.

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

AHAM WORLD SERIES – INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 MAY 2025

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. 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 International Financial Reporting Standards 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 2024 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 9 and MFRS 7 ‘Amendments to the Classification and Measurement of Financial Instruments’ (effective 1 January 2026)
 - The amendments clarify that financial assets are derecognised when the rights to the cash flows expire or when the asset is transferred, and financial liabilities are derecognised at the settlement date (i.e. when the liability is extinguished or qualifies for derecognition);
 - There is an optional exception to derecognise a financial liability at a date earlier than the settlement date if the cash transfer takes place through an electronic payment system, provided that all the specified criteria are met;
 - The amendments also clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (“SPPI”) criterion;
 - There are additional new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets); and
 - The amendments update the disclosures for equity instruments designated at fair value through other comprehensive income (“FVOCI”).

AHAM WORLD SERIES – INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (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)
- MFRS 18 'Presentation and Disclosure in Financial Statements' (effective 1 January 2027) replaces MFRS 101 'Presentation of Financial Statements'
 - The new MFRS introduces a new structure of profit or loss statement.
 - i. Income and expenses are classified into 3 new main categories:
 - Operating category which typically includes results from the main business activities;
 - Investing category that presents the results of investments in associates and joint ventures and other assets that generate a return largely independently of other resources; and
 - Financing category that presents income and expenses from financing liabilities.
 - ii. Entities are required to present two new specified subtotals: 'Operating profit or loss' and 'Profit or loss before financing and income taxes'.
 - Management-defined performance measures are disclosed in a single note and reconciled to the most similar specified subtotal in MFRS Accounting Standards.
 - Changes to the guidance on aggregation and disaggregation which focus on grouping items based on their shared characteristics.

The Fund is currently still assessing the effect of the above standards and amendments. No other new standards or amendments to standards are expected to have a material effect on the financial statements of the Fund.

B INCOME RECOGNITION

Dividend income

Dividend income for 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.

Realised gains and losses on sale of investments

For collective investment schemes ("CIS") 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 TAXATION

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

AHAM WORLD SERIES – INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

D DISTRIBUTION

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

At the 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.

E 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 United States Dollar ("USD"), which is the Fund's functional and presentation currency.

F 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 year/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.

G 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 WORLD SERIES – INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

G FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(i) Classification (continued)

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

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

The Fund classifies amount due to broker, amount due to Manager, amount due to Trustee, payables for auditors' remuneration, tax agent's fee, fund accounting 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.

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 foreign transactions are presented in the statement of comprehensive income within 'net (loss)/gain on financial assets at fair value through profit or loss' in the 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.

Financial assets measured at amortised cost and other financial liabilities, except forward foreign currency contracts, are subsequently carried at amortised cost using the effective interest method.

AHAM WORLD SERIES – INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

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

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

Write-off

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

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

AHAM WORLD SERIES – INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

H CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash and bank balances which are subject to an insignificant risk of changes in value.

I AMOUNT DUE FROM/(TO) BROKER

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 G 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.

J CREATION AND CANCELLATION OF UNITS

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

The Fund issues cancellable units, in five classes of units, known respectively as the AUD-Hedged class, MYR Class, MYR Hedged-class, SGD Hedged-class, and USD Class which are cancelled at the unit holder's option and do not have identical features. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the statement of financial position if the unit holder exercises the right to put back the unit to the Fund.

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

AHAM WORLD SERIES – INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 MAY 20255 (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 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 position will be "marked to market" at the close of each valuation day. Foreign exchange gains and losses on the derivative financial instruments are recognised in profit or loss when settled or at the date of the statement of financial position at which time they are included in the measurement of the derivative financial instrument. Derivative instruments that have a positive fair value and negative fair value are presented as financial assets measured at fair value through profit or loss and financial liabilities measured at fair value through profit or loss, respectively.

The fair value of forward foreign currency contracts are determined using forward exchange rates at the date of 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 DECREASE IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

Income not distributed is included in net assets attributable to unit holders.

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.

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 Unlisted Capital Market Products under the Lodge and Launch Framework.

AHAM WORLD SERIES – INCOME FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

M CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS IN APPLYING ACCOUNTING POLICIES (CONTINUED)

Functional currency

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

- i) The Fund's sole investment is in a collective investment scheme denominated in USD.
- ii) Significant portion of cash is denominated in USD for the purpose of making settlement of the foreign trades.
- iii) Significant portion of the Fund's expenses are denominated in USD.

N REALISED AND UNREALISED PORTIONS OF DECREASE IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

The analysis of realised and unrealised portions of decrease in net assets attributable to unit holders as presented on the statement of comprehensive income is prepared in accordance with SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025

1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name AHAM World Series – Income Fund (the “Fund”) pursuant to the execution of a Deed dated 2 May 2023 (the “Deed”) entered into between AHAM Asset Management Berhad (the “Manager”) and Deutsche Trustees Malaysia Berhad (the “Trustee”). The Fund commenced operations on 19 June 2023 and will continue its operations until terminated by the Trustee as provided under Clause 11.3 of the Deed.

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

- (a) CIS;
- (b) Money market instruments;
- (c) Deposits;
- (d) Derivatives; and
- (e) Any other form of investments as may be determined by the Manager from time to time that is in line with the Fund’s objective.

All investments will be subjected to the SC’s Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework., the Deed and the objective of the Fund.

The main objective of the Fund is to achieve capital appreciation and provide regular income over medium to long term period.

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 28 July 2025.

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments are as follows:

	Note	At amortised cost USD	At fair value through profit or loss USD	Total USD
<u>2025</u>				
<u>Financial assets</u>				
Cash and cash equivalents		9,696,056	-	9,696,056
Amount due from Manager				
- creation of units		8,352,603	-	8,352,603
- management fee rebate receivable		218,530	-	218,530
Collective investment scheme	9	-	448,062,885	448,062,885
Forward foreign currency contracts at fair value through profit or loss	10	-	8,907,217	8,907,217
Total		<u>18,267,189</u>	<u>456,970,102</u>	<u>475,237,291</u>
<u>Financial liabilities</u>				
Forward foreign currency contracts at fair value through profit or loss	10	-	734,875	734,875
Amount due to broker		7,000,000	-	7,000,000
Amount due to Manager				
- management fee		682,544	-	682,544
- cancellation of units		318,424	-	318,424
Amount due to Trustee		15,168	-	15,168
Fund accounting fee		706	-	706
Auditors' remuneration		1,701	-	1,701
Tax agent's fee		745	-	745
Other payables and accruals		143	-	143
Total		<u>8,019,431</u>	<u>734,875</u>	<u>8,754,306</u>

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

Financial instruments are as follows:

	Note	At amortised cost USD	At fair value through profit or loss USD	Total USD
<u>2024</u>				
<u>Financial assets</u>				
Cash and cash equivalents		252,908	-	252,908
Amount due from Manager				
- creation of units		3,121,014	-	3,121,014
- management fee rebate receivable		9,812	-	9,812
Collective investment scheme	9	-	26,126,498	26,126,498
Forward foreign currency contracts at fair value through profit or loss	10	-	51,690	51,690
Total		<u>3,383,734</u>	<u>26,178,188</u>	<u>29,561,922</u>
<u>Financial liabilities</u>				
Forward foreign currency contracts at fair value through profit or loss	10	-	30,994	30,994
Amount due to broker		1,400,000	-	1,400,000
Amount due to Manager				
- management fee		32,330	-	32,330
Amount due to Trustee		539	-	539
Fund accounting fee		354	-	354
Auditors' remuneration		1,699	-	1,699
Tax agent's fee		743	-	743
Other payables and accruals		106	-	106
Total		<u>1,435,771</u>	<u>30,994</u>	<u>1,466,765</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 Unlisted Capital Market Products under the Lodge and Launch Framework.

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

Market risk

(a) Price risk

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

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

	<u>2025</u> USD	<u>2024</u> USD
Quoted investment		
Collective investment scheme	448,062,885	26,126,498

The following table summarises the sensitivity of the Fund's loss after taxation and NAV to price risk movements. The analysis is based on the assumptions that the market price increased by 5% (2024: 5%) and decreased by 5% (2024: 5%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted and unquoted securities, having regard to the historical volatility of the prices.

<u>% Change in price</u>	<u>Market value</u> USD	Impact on loss after tax/NAV USD
<u>2025</u>		
-5%	425,659,741	(22,403,144)
0%	448,062,885	-
+5%	470,466,029	22,403,144
<u>2024</u>		
-5%	24,820,173	(1,306,325)
0%	26,126,498	-
+5%	27,432,823	1,306,325

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

Market risk (continued)

(b) Interest rate risk

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

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

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

As at 31 May 2025 and 31 May 2024, the Fund is not exposed to any interest rate risk.

(c) Currency risk

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

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

	Cash and cash <u>equivalents</u> USD	Amount due from <u>Manager</u> USD	Forward foreign currency <u>contracts</u> USD	<u>Total</u> USD
<u>2025</u>				
<u>Financial assets</u>				
Australian Dollar	109,917	589,050	276,789	975,756
Malaysian Ringgit	1,545,533	3,816,602	7,934,099	13,296,234
Singapore Dollar	8,520	1,062,874	696,329	1,767,723
	<u>1,663,970</u>	<u>5,468,526</u>	<u>8,907,217</u>	<u>16,039,713</u>

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

Market risk (continued)

(c) Currency risk (continued)

	Forward foreign currency contracts USD	Other payables* USD	Net assets attributable to unit holders USD	Total USD
<u>2025</u> (continued)				
<u>Financial liabilities</u>				
Australian Dollar	108,380	-	25,752,079	25,860,459
Malaysian Ringgit	623,243	336,887	356,462,442	357,422,572
Singapore Dollar	3,252	-	23,803,172	23,806,424
	<u>734,875</u>	<u>336,887</u>	<u>406,017,693</u>	<u>407,089,455</u>

*Other payables consist of amount due to manager - cancellation of units, payables for fund accounting fee, auditors' remuneration, tax agent's fee and other payables and accruals.

	Cash and cash equivalents USD	Amount due from Manager USD	Forward foreign currency contracts USD	Total USD
<u>2024</u>				
<u>Financial assets</u>				
Malaysian Ringgit	<u>147,321</u>	<u>2,967,394</u>	<u>51,690</u>	<u>3,166,405</u>
	Forward foreign currency contracts USD	Other payables* USD	Net assets attributable to unit holders USD	Total USD
<u>Financial liabilities</u>				
Malaysian Ringgit	<u>30,994</u>	<u>2,902</u>	<u>24,730,018</u>	<u>24,763,914</u>

*Other payables consist of payables for fund accounting fee, auditors' remuneration, tax agent's fee and other payables and accruals.

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

Market risk (continued)

(c) Currency risk (continued)

The table below summarises the sensitivity of the Fund's loss after tax and NAV to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes based on each currency's respective historical volatility, with all other variables 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 unit holders by each currency's respective historical volatility. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in rate %	Impact on loss after tax/ NAV USD
<u>2025</u>		
Australian Dollar	+/- 9.30	-/+ 2,314,277
Malaysian Ringgit	+/- 7.39	-/+ 25,430,936
Singapore Dollar	+/- 5.04	-/+ 1,110,751
		<u><u> </u></u>
<u>2024</u>		
Malaysian Ringgit	+/- 5.42	-/+ 1,170,585
		<u><u> </u></u>

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (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 Unlisted Capital Market Products under the Lodge and Launch Framework.

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

	Cash and cash equivalents USD	Amount due from Manager USD	Forward foreign currency contracts USD	Total USD
<u>2025</u>				
Financial Services				
- AAA	9,696,056	-	5,754,119	15,450,175
- AA1	-	-	1,392,471	1,392,471
- Non-rated ("NR")	-	-	1,760,627	1,760,627
Others				
- NR	-	8,571,133	-	8,571,133
	<u>9,696,056</u>	<u>8,571,133</u>	<u>8,907,217</u>	<u>27,174,406</u>
<u>2024</u>				
Financial Services				
- AAA	-	-	23,915	23,915
- AA1	252,908	-	19,144	272,052
- NR	-	-	8,631	8,631
Others				
- NR	-	3,130,826	-	3,130,826
	<u>252,908</u>	<u>3,130,826</u>	<u>51,690</u>	<u>3,435,424</u>

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations. The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payment and cancellations of unit by unit holders. Liquid assets comprise of cash 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.

	Within one month USD	Between one month to one year USD	Total USD
<u>2025</u>			
Forward foreign currency contracts			
at fair value through profit or loss	96,665	638,210	734,875
Amount due to broker	7,000,000	-	7,000,000
Amount due to Manager			
- management fee	682,544	-	682,544
- cancellation of units	318,424	-	318,424
Amount due to Trustee	15,168	-	15,168
Fund accounting fee	706	-	706
Auditors' remuneration	-	1,701	1,701
Tax agent's fee	-	745	745
Other payables and accruals	-	143	143
Net assets attributable to unit holders*	466,482,985	-	466,482,985
	<u>474,596,492</u>	<u>640,799</u>	<u>475,237,291</u>

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

Liquidity risk (continued)

	Within one month USD	Between one month to one year USD	Total USD
<u>2024</u>			
Forward foreign currency contracts at fair value through profit or loss	3,514	27,480	30,994
Amount due to broker	1,400,000	-	1,400,000
Amount due to Manager - management fee	32,330	-	32,330
Amount due to Trustee	539	-	539
Fund accounting fee	354	-	354
Auditors' remuneration	-	1,699	1,699
Tax agent's fee	-	743	743
Other payables and accruals	-	106	106
Net assets attributable to unit holders*	28,095,157	-	28,095,157
	<u>29,531,894</u>	<u>30,028</u>	<u>29,561,922</u>

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

Capital risk

The capital of the Fund is represented by net assets attributable to unit holders. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. 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 unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

3 FAIR VALUE ESTIMATION

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

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

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

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

(i) Fair value hierarchy

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

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

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

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.

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (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 and financial liabilities (by class) measured at fair value:

	<u>Level 1</u> USD	<u>Level 2</u> USD	<u>Level 3</u> USD	<u>Total</u> USD
<u>2025</u>				
Financial assets at fair value through profit or loss:				
- collective investment scheme	448,062,885	-	-	448,062,885
- forward foreign currency contracts	-	8,907,217	-	8,907,217
	<u>448,062,885</u>	<u>8,907,217</u>	<u>-</u>	<u>456,970,102</u>
Financial liabilities at fair value through profit or loss:				
- forward foreign currency contracts	-	734,875	-	734,875
	<u>-</u>	<u>734,875</u>	<u>-</u>	<u>734,875</u>
<u>2024</u>				
Financial assets at fair value through profit or loss:				
- collective investment scheme	26,126,498	-	-	26,126,498
- forward foreign currency contracts	-	51,690	-	51,690
	<u>26,126,498</u>	<u>51,690</u>	<u>-</u>	<u>26,178,188</u>
Financial liabilities at fair value through profit or loss:				
- forward foreign currency contracts	-	30,994	-	30,994
	<u>-</u>	<u>30,994</u>	<u>-</u>	<u>30,994</u>

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

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

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

4 MANAGEMENT FEE

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

For the financial year ended 31 May 2025, the management fee is recognised at a rate of 1.80% (financial period from 9 May 2024 (date of launch) to 31 May 2024: 1.80%) per annum on the NAV of the Fund, calculated on a daily basis as stated in the Fund's Information Memorandum.

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 Deed, the Trustee is entitled to an annual fee at a rate not exceeding 0.10% per annum on the NAV of the Fund, calculated on a daily basis.

For the financial year ended 31 May 2025, the Trustee's fee is recognised at a rate of 0.04% (financial period from 9 May 2024 (date of launch) to 31 May 2024: 0.04%) per annum on the NAV of the Fund, calculated on a daily basis as stated in the Fund's Information Memorandum.

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

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

6 FUND ACCOUNTING FEE

The fund valuation and accounting fee for the Fund is USD6,623 (equivalent to: RM29,333) (financial period from 9 May 2024 (date of launch) to 31 May 2024: USD704 (equivalent to: RM3,333)) during the financial year.

7 TAXATION

	Financial year ended 31.5.2025 USD	Financial period from 9.5.2023 (date of launch) to 31.5.2024 USD
Net loss before taxation	(6,010,530)	(33,773)
Tax at Malaysian statutory rate of 24% (2024: 24%)	(1,442,527)	(8,106)
Tax effects of:		
Investment income not subject to tax	(4,228,410)	(111,310)
Expenses not deductible for tax purposes	4,967,570	101,658
Restriction on tax deductible expenses for Wholesale Fund	703,367	17,758
Tax expense	-	-

8 DISTRIBUTIONS

	Financial year ended 31.5.2025 USD	Financial period from 9.5.2023 (date of launch) to 31.5.2024 USD
Net distribution amount	20,585,760	392,404

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

8 DISTRIBUTIONS (CONTINUED)

During the financial year ended 31 May 2025, distributions were made as follows:

<u>Ex-date</u>	Gross/Net distribution per unit (cent)				
	AUD	MYR	MYR	SGD	USD
	Hedged-class AUD	Class RM	Hedged-class RM	Hedged-class SGD	Class USD
24.06.2024	-	0.3300	0.3300	-	0.3300
22.07.2024	-	0.3300	0.3300	-	0.3300
22.08.2024	-	0.3300	0.3300	-	0.3300
23.09.2024	-	0.3300	0.3300	-	0.3300
22.10.2024	-	0.3300	0.3300	-	0.3300
22.11.2024	0.3300	0.3300	0.3300	0.3300	0.3300
23.12.2024	0.3300	0.3300	0.3300	0.3300	0.3300
22.01.2025	0.3300	0.3300	0.3300	0.3300	0.3300
24.02.2025	0.3300	0.3300	0.3300	0.3300	0.3300
24.03.2025	0.3300	0.3300	0.3300	0.3300	0.3300
22.04.2025	0.3300	0.3300	0.3300	0.3300	0.3300
22.05.2025	0.3300	0.3300	0.3300	0.3300	0.3300
	<u>2.3100</u>	<u>3.9600</u>	<u>3.9600</u>	<u>2.3100</u>	<u>3.9600</u>
	<u>Income</u>	<u>Income</u>		<u>Capital</u>	<u>Capital</u>
	<u>distribution</u>	<u>distribution</u>		<u>distribution</u>	<u>distribution</u>
	USD	%		USD	%
<u>AUD Hedged-class</u>					
22.11.2024	13,168	37.88		21,595	62.12
23.12.2024	44,403	72.73		16,651	27.27
22.01.2025	57,667	65.15		30,845	34.85
24.02.2025	79,574	75.76		25,464	24.24
24.03.2025	99,442	81.82		22,098	18.18
22.04.2025	103,888	75.76		33,244	24.24
22.05.2025	123,646	69.70		53,759	30.30

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

8 DISTRIBUTIONS (CONTINUED)

During the financial year ended 31 May 2025, distributions were made as follows: (continued)

	<u>Income distribution</u> USD	<u>Income distribution</u> %	<u>Capital distribution</u> USD	<u>Capital distribution</u> %
<u>MYR Class</u>				
24.06.2024	50,681	60.61	32,942	39.39
22.07.2024	82,625	60.61	53,706	39.39
22.08.2024	158,675	81.82	35,261	18.18
23.09.2024	212,309	100.00	-	-
22.10.2024	170,232	84.85	30,399	15.15
22.11.2024	157,953	78.79	42,526	21.21
23.12.2024	171,333	72.73	64,250	27.27
22.01.2025	189,316	77.27	55,681	22.73
24.02.2025	211,441	78.79	56,926	21.21
24.03.2025	241,216	81.82	53,604	18.18
22.04.2025	248,480	78.79	66,898	21.21
22.05.2025	259,066	76.67	78,846	23.33
	<u>Income distribution</u> USD	<u>Income distribution</u> %	<u>Capital distribution</u> USD	<u>Capital distribution</u> %
<u>MYR Hedged-class</u>				
24.06.2024	95,479	69.70	41,512	30.30
22.07.2024	132,841	63.64	75,909	36.36
22.08.2024	361,713	100.00	-	-
23.09.2024	590,880	100.00	-	-
22.10.2024	803,688	100.00	-	-
22.11.2024	1,035,599	100.00	-	-
23.12.2024	1,284,647	100.00	-	-
22.01.2025	1,414,893	93.94	91,283	6.06
24.02.2025	1,357,632	81.82	301,696	18.18
24.03.2025	1,469,886	81.82	326,641	18.18
22.04.2025	1,539,497	78.79	414,480	21.21
22.05.2025	1,733,506	80.30	425,200	19.70

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

8 DISTRIBUTIONS (CONTINUED)

During the financial year ended 31 May 2025, distributions were made as follows: (continued)

	<u>Income distribution</u> USD	<u>Income distribution</u> %	<u>Capital distribution</u> USD	<u>Capital distribution</u> %
<u>SGD Hedged-class</u>				
22.11.2024	4,968	21.21	18,454	78.79
23.12.2024	36,388	60.61	23,652	39.39
22.01.2025	62,167	65.15	33,252	34.85
24.02.2025	89,149	75.76	28,528	24.24
24.03.2025	108,415	77.27	31,887	22.73
22.04.2025	118,954	81.82	26,434	18.18
22.05.2025	159,402	100.00	-	-
	<u>Income distribution</u> USD	<u>Income distribution</u> %	<u>Capital distribution</u> USD	<u>Capital distribution</u> %
<u>USD Class</u>				
24.06.2024	17,628	60.61	11,458	39.39
22.07.2024	24,269	42.42	32,936	57.58
22.08.2024	86,963	75.76	27,828	24.24
23.09.2024	147,015	87.88	20,278	12.12
22.10.2024	182,254	84.85	32,546	15.15
22.11.2024	181,106	66.67	90,553	33.33
23.12.2024	232,474	78.79	62,589	21.21
22.01.2025	253,737	78.79	68,314	21.21
24.02.2025	278,138	81.82	61,808	18.18
24.03.2025	292,485	84.85	52,230	15.15
22.04.2025	311,141	87.88	42,916	12.12
22.05.2025	310,493	80.30	76,159	19.70

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

8 DISTRIBUTIONS (CONTINUED)

During the financial period ended 31 May 2024, distributions were made as follows:

<u>Ex date</u>	<u>Gross/Net distribution per unit (cent)</u>		
	<u>MYR</u>	<u>MYR</u>	<u>USD</u>
	<u>Class</u> RM	<u>Hedged-class</u> RM	<u>Class</u> USD
21.11.2023	0.2980	0.2910	0.2840
20.12.2023	0.3300	0.3300	0.3300
22.01.2024	0.3300	0.3300	0.3300
22.02.2024	0.3300	0.3300	0.3300
22.03.2024	0.3300	0.3300	0.3300
22.04.2024	0.3300	0.3300	0.3300
23.05.2024	0.3300	0.3300	0.3300
	<u>2.2780</u>	<u>2.2710</u>	<u>2.2640</u>

	<u>Income</u> <u>distribution</u> USD	<u>Income</u> <u>distribution</u> %	<u>Capital</u> <u>distribution</u> USD	<u>Capital</u> <u>distribution</u> %
<u>MYR Class</u>				
21.11.2023	2,413	100.00	-	-
20.12.2023	1,780	100.00	-	-
22.01.2024	-	-	1,756	100.00
22.02.2024	2,195	100.00	-	-
22.03.2024	1,472	30.30	3,385	69.70
22.04.2024	8,458	63.64	4,833	36.36
23.05.2024	21,094	57.58	15,543	42.42

	<u>Income</u> <u>distribution</u> USD	<u>Income</u> <u>distribution</u> %	<u>Capital</u> <u>distribution</u> USD	<u>Capital</u> <u>distribution</u> %
<u>MYR Hedged- class</u>				
21.11.2023	13,016	100.00	-	-
20.12.2023	15,196	100.00	-	-
22.01.2024	358	1.82	19,331	98.18
22.02.2024	29,684	100.00	-	-
22.03.2024	16,136	33.33	32,271	66.67
22.04.2024	75,958	100.00	-	-
23.05.2024	50,022	51.52	47,080	48.48

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

8 DISTRIBUTIONS (CONTINUED)

During the financial period ended 31 May 2024, distributions were made as follows: (continued)

	Income distribution USD	Income distribution %	Capital distribution USD	Capital distribution %
<u>USD Class</u>				
21.11.2023	270	100.00	-	-
20.12.2023	288	90.91	29	9.09
22.01.2024	-	-	548	100.00
22.02.2024	815	100.00	-	-
22.03.2024	1,905	63.64	1,088	36.36
22.04.2024	4,122	69.70	1,792	30.30
23.05.2024	4,743	24.24	14,823	75.76
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

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

The Fund has incurred unrealised loss of USD2,747,109 (2024: USD Nil) for the financial year ended 31 May 2025.

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2025</u> USD	<u>2024</u> USD
Financial assets at fair value through profit or loss:		
- collective investment scheme	448,062,885	26,126,498
	<u>Financial</u> <u>year ended</u> <u>31.5.2025</u> USD	<u>Financial</u> <u>period from</u> <u>9.5.2023</u> <u>(date of</u> <u>launch) to</u> <u>31.5.2024</u> USD
Net (loss)/gain on financial assets at fair value through profit or loss:		
- realised loss on sale of investments	-	(118,986)
- unrealised (loss)/gain on changes in fair value	(10,875,790)	303,666
- management fee rebate on collective investment scheme#	1,392,941	26,311
	<u>(9,482,849)</u>	<u>210,991</u>

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

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

(a) Collective investment scheme

(i) Collective investment scheme as at 31 May 2025 is as follows:

	<u>Quantity</u>	<u>Aggregate cost USD</u>	<u>Fair value USD</u>	<u>Percentage of NAV %</u>
Franklin Income Fund - W (Mdis) USD	50,916,237	458,635,009	448,062,885	96.05
Total collective investment scheme	<u>50,916,237</u>	<u>458,635,009</u>	<u>448,062,885</u>	<u>96.05</u>
Accumulated unrealised loss on collective investment scheme		<u>(10,572,124)</u>		
Total collective investment scheme		<u>448,062,885</u>		

(ii) Collective investment scheme as at 31 May 2024 is as follows:

	<u>Quantity</u>	<u>Aggregate cost USD</u>	<u>Fair value USD</u>	<u>Percentage of NAV %</u>
Franklin Income Fund - W (Mdis) USD	2,900,156	25,822,832	26,126,498	92.99
Total collective investment scheme	<u>2,900,156</u>	<u>25,822,832</u>	<u>26,126,498</u>	<u>92.99</u>
Accumulated unrealised gain on collective investment scheme		<u>303,666</u>		
Total collective investment scheme		<u>26,126,498</u>		

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

(b) Target Fund's top 10 holdings

(i) Target Fund's top 10 holdings as at 31 May 2025 is as follows:

	Percentage of Target Fund's NAV %
United States Treasury Bond	6.26
Freddie Mac Pool	2.94
Community Health Systems Inc	2.81
Government National Mortgage Association	2.04
The Boeing Company	1.92
Exxon Mobil Corporation	1.89
The Home Depot Inc	1.64
Tenet Healthcare Corporation	1.55
Pepsico Inc	1.47
Oracle Corporation	1.45
	23.97

(ii) Target Fund's top 10 holdings as at 31 May 2024 was as follows:

	Percentage of Target Fund's NAV %
Government of The United States of America	9.85
Community Health Systems Inc	3.37
Oracle Corporation	2.10
Exxon Mobil Corporation	1.74
Tenet Healthcare Corporation	1.64
Chevron Corporation	1.56
Bank Of America Corporation	1.47
Texas Instruments Inc	1.44
Bausch Health Cos Inc	1.42
Nextera Energy Inc	1.37
	25.96

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

10 FORWARD FOREIGN CURRENCY CONTRACTS

As at the date of statement of financial position, there are 186 (2024: 44) forward foreign currency contracts outstanding. The notional principal amount of the outstanding forward foreign currency contracts amounted to USD345,927,347 (2024: USD16,766,553). The forward foreign currency contracts entered into during the financial year/period were for hedging against the currency exposure arising from the classes denominated in Australian Dollar, Malaysian Ringgit and Singapore Dollar. As the Fund has not adopted hedge accounting during the financial year/period, the change in the fair value of the forward currency contracts is recognised immediately in profit or loss.

	<u>2025</u> USD	<u>2024</u> USD
Financial assets at fair value through profit or loss:		
- forward foreign currency contracts	8,907,217	51,690
Financial liabilities at fair value through profit or loss:		
- forward foreign currency contracts	734,875	30,994
Net gain/(loss) on forward foreign currency contracts at fair value through profit or loss:		
- realised gain/(loss) on forward foreign currency contracts	1,734,768	(85,026)
- unrealised gain on forward foreign currency contracts	8,151,646	20,696
	9,886,414	(64,330)

(a) Forward foreign currency contracts

(i) Forward foreign currency contracts as at 31 May 2025 is as follows:

<u>Name of issuer</u>	<u>Receivables</u> USD	<u>Payables</u> USD	<u>Fair value</u> USD	<u>Percentage of NAV</u> %
BNP Paribas Malaysia Bhd	52,384,039	51,150,142	1,233,897	0.26
CIMB Bank Bhd	42,339,136	41,446,965	892,170	0.19
Hong Leong Bank Bhd	60,294,184	59,244,210	1,049,974	0.23
J.P. Morgan Chase Bank Bhd	65,191,497	63,614,233	1,577,265	0.34
Standard Chartered Bank Malaysia Bhd	64,063,314	62,148,485	1,914,828	0.41
United Overseas Bank (Malaysia) Bhd	69,827,519	68,323,312	1,504,208	0.32
Total forward foreign currency contracts	354,099,689	345,927,347	8,172,342	1.75

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

10 FORWARD FOREIGN CURRENCY CONTRACTS (CONTINUED)

(a) Forward foreign currency contracts (continued)

(ii) Forward foreign currency contracts as at 31 May 2024 was as follows:

<u>Name of issuer</u>	<u>Receivables</u> USD	<u>Payables</u> USD	<u>Fair value</u> USD	<u>Percentage of NAV</u> %
BNP Paribas Malaysia Bhd	5,202,885	5,187,114	15,771	0.06
CIMB Bank Bhd	1,046,303	1,050,337	(4,034)	(0.02)
Hong Leong Bank Bhd	2,058,943	2,049,473	9,470	0.03
J.P. Morgan Chase Bank Bhd	3,036,135	3,036,460	(325)	-
United Overseas Bank (Malaysia) Bhd	5,442,983	5,443,169	(186)	-
Total forward foreign currency contracts	<u>16,787,249</u>	<u>16,766,553</u>	<u>20,696</u>	<u>0.07</u>

11 NUMBER OF UNITS IN CIRCULATION

(a) AUD Hedged-class units in circulation

	<u>2025</u> No. of units	<u>2024</u> No. of units
At the beginning of financial year/date of launch	-	-
Creation of units arising from applications	86,068,492	-
Creation of units arising from distributions	319,872	-
Cancellation of units	(417,364)	-
At the end of the financial year	<u>85,971,000</u>	<u>-</u>

(b) MYR Class units in circulation

	<u>2025</u> No. of units	<u>2024</u> No. of units
At the beginning of financial year/date of launch	66,555,000	-
Creation of units arising from applications	434,064,204	68,066,709
Creation of units arising from distributions	2,781,357	117,874
Cancellation of units	(61,104,561)	(1,629,583)
At the end of the financial year	<u>442,296,000</u>	<u>66,555,000</u>

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

11 NUMBER OF UNITS IN CIRCULATION (CONTINUED)

(c) MYR Hedged-class units in circulation		<u>2025</u>	<u>2024</u>
		No. of units	No. of units
At the beginning of financial year/date of launch	167,201,000	-	
Creation of units arising from applications	2,664,232,600	166,217,468	
Creation of units arising from distributions	23,696,675	2,032,608	
Cancellation of units	(15,507,275)	(1,049,076)	
At the end of the financial year	<u>2,839,623,000</u>	<u>167,201,000</u>	
(d) SGD Hedged-class units in circulation		<u>2025</u>	<u>2024</u>
		No. of units	No. of units
At the beginning of financial year/date of launch	-	-	
Creation of units arising from applications	68,037,486	-	
Creation of units arising from distributions	322,514	-	
Cancellation of units	(2,823,000)	-	
At the end of the financial year	<u>65,537,000</u>	<u>-</u>	
(e) USD Class units in circulation		<u>2025</u>	<u>2024</u>
		No. of units	No. of units
At the beginning of financial year/date of launch	6,781,000	-	
Creation of units arising from applications	123,430,051	6,770,877	
Creation of units arising from distributions	1,021,504	30,239	
Cancellation of units	(5,140,555)	(20,116)	
At the end of the financial year	<u>126,092,000</u>	<u>6,781,000</u>	

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

12 TRANSACTIONS WITH BROKER

- (i) Details of transactions with the broker for the financial year ended 31 May 2025 are as follows:

<u>Name of broker</u>	<u>Value of trade</u> USD	<u>Percentage</u> <u>of total trade</u> %
Franklin Templeton International Services S.a.r.l.	410,120,000	100.00

- (ii) Details of transactions with the broker for the financial period from 9 May 2023 (date of launch) to 31 May 2024 are as follows:

<u>Name of broker</u>	<u>Value of trade</u> USD	<u>Percentage</u> <u>of total trade</u> %
Franklin Templeton International Services S.a.r.l.	30,772,030	100.00

13 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")	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 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 its financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager
Directors of AHAM Asset Management Berhad	Directors of the Manager

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

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

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

	2025		2024	
	No. of units	RM	No. of units	RM
<u>The Manager:</u>				
AHAM Asset Management Berhad (The units are held legally for booking purpose)				
- AUD Hedged-class	2,678	802	-	-
- MYR Class	3,632	381	3,979	433
- MYR Hedged-class	744,633	81,314	3,713	388
- SGD Hedged-class	3,145	1,142	-	-
- USD Class	3,043	1,459	2,901	1,440

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

14 TOTAL EXPENSE RATIO (“TER”)

	Financial year ended <u>31.5.2025</u>	Financial period from 9.5.2023 (date of launch) to <u>31.5.2024</u> %
TER	1.85	2.06

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
G	=	Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year/period calculated on a daily basis is USD239,486,252 (2024: USD5,102,344).

AHAM WORLD SERIES – INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MAY 2025 (CONTINUED)

15 PORTFOLIO TURNOVER RATIO (“PTR”)

	Financial year ended 31.5.2025	Financial period from 9.5.2023 (date of launch) to 31.5.2024
PTR (times)	0.90	3.06

PTR is derived from the following calculation:

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

where: total acquisition for the financial year/period = USD432,812,177 (2024: USD28,515,410)
total disposal for the financial year/period = USD Nil (2024: USD2,692,577)

AHAM WORLD SERIES – 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 43 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the financial position of the Fund as at 31 May 2025 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial year ended 31 May 2025 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
28 July 2025

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF AHAM WORLD SERIES - INCOME FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of AHAM World Series - Income Fund ("the Fund") give a true and fair view of the financial position of the Fund as at 31 May 2025, 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 31 May 2025, and the statement of comprehensive income, statement of changes in net assets attributable to unit holders 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 43.

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.

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
T: +60 (3) 2173 1188, F: +60 (3) 2173 1288, www.pwc.com/my

**INDEPENDENT AUDITORS' REPORT
TO THE UNIT HOLDERS OF AHAM WORLD SERIES - INCOME FUND
(CONTINUED)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

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

Responsibilities of the Manager for the financial statements

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

In preparing the financial statements of the Fund, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or 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 UNIT HOLDERS OF AHAM WORLD SERIES - 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 of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

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

INDEPENDENT AUDITORS' REPORT
TO THE UNIT HOLDERS OF AHAM WORLD SERIES - INCOME FUND
(CONTINUED)

OTHER MATTERS

This report is made solely to the unit holders 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
28 July 2025

DIRECTORY OF SALES OFFICE

HEAD OFFICE

AHAM Asset Management Berhad
Ground Floor,
Menara Boustead,
69, Jalan Raja Chulan,
50200 Kuala Lumpur

Tel : 03 – 2116 6000
Toll free no : 1-800-88-7080
[Email:customer@aham.com.my](mailto:customer@aham.com.my)

PENANG

AHAM Asset Management Berhad
No. 123, Jalan Macalister,
10450 Georgetown,
Penang

Toll free no : 1-800-88-8377

PERAK

AHAM Asset Management Berhad
1, Persiaran Greentown 6,
Greentown Business Centre,
30450 Ipoh, Perak

Tel : 05 – 241 0668
Fax : 05 – 255 9696

PETALING JAYA

AHAM Asset Management Berhad
C-31-1, Jaya One,
72A Jalan Prof Diraja Ungku Aziz,
Section 13,
46200 Petaling Jaya,
Selangor

Tel : 03 – 7760 3062

MELAKA

AHAM Asset Management Berhad
Ground Floor, No. 584, Jalan Merdeka Taman
Melaka Raya,
75000 Melaka

Tel : 06 – 281 2890
Fax : 06 – 281 2937

JOHOR

AHAM Asset Management Berhad
Unit 22-05, Level 22 Menara Landmark
No. 12, Jalan Ngee Heng
80000 Johor Bahru, Johor

Tel : 07 – 227 8999
Fax : 07 – 223 8998

DIRECTORY OF SALES OFFICE (CONTINUED)

SABAH

AHAM Asset Management Berhad
Unit 1.09(a), Level 1 Plaza Shell,
29, Jalan Tunku Abdul Rahman,
88000 Kota Kinabalu, Sabah

Tel : 088 – 252 881
Fax : 088 – 288 803

SARAWAK - KUCHING

AHAM Asset Management Berhad
Ground Floor, No. 69
Block 10, Jalan Laksamana Cheng Ho
93200 Kuching,
Sarawak

Tel : 082 – 233 320
Fax : 082 – 233 663

SARAWAK - MIRI

AHAM Asset Management Berhad
1st Floor, Lot 1291
Jalan Melayu, MCLD,
98000 Miri,
Sarawak

Tel : 085 – 418 403
Fax : 085 – 418 372

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