



**ANNUAL REPORT**  
30 April 2024

# AHAM Perwira Fund

MANAGER  
AHAM Asset Management Berhad  
199701014290 (429786-T)

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

**Built On Trust**

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

# AHAM PERWIRA FUND

## Annual Report and Audited Financial Statements For The Financial Year Ended 30 April 2024

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## FUND INFORMATION

Fund Name	AHAM Perwira Fund
Fund Type	Income & Growth
Fund Category	Mixed Asset
Investment Objective	The Fund seeks to provide investor with a consistent income stream, while achieving long-term capital appreciation
Benchmark	6.0% per annum
Distribution Policy	Subject to the availability of income, the Fund will provide Unit Holders with annual income distribution by way of reinvestment in the form of additional units

## FUND PERFORMANCE DATA

Category	As At 30 Apr 2024 (%)	As At 30 Apr 2023 (%)	As At 30 Apr 2022 (%)
Portfolio Composition			
<b>Collective investment schemes – local</b>			
<b>Total collective investment schemes – local</b>	<b>99.86</b>	<b>99.95</b>	<b>100.16</b>
<b>Cash and cash equivalent</b>	<b>0.14</b>	<b>0.05</b>	<b>-0.16</b>
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Total NAV (RM' million)	506.751	566.868	709.632
NAV per Unit (RM)	0.5159	0.4825	0.5245
Unit in Circulation (million)	982.317	1,174.833	1,352.970
Highest NAV	0.5230	0.5245	0.6152
Lowest NAV	0.4810	0.4782	0.5122
Return of the Fund (%)	10.16	-3.98	-10.78
- Capital Return (%)	6.92	-8.01	-14.13
- Income Return (%)	3.03	4.38	3.90
Gross Distribution per Unit (sen)	1.54	2.10	2.00
Net Distribution per Unit (sen)	1.54	2.10	2.00
Total Expense Ratio (%) <sup>1</sup>	1.57	1.56	1.56
Portfolio Turnover Ratio (times) <sup>2</sup>	0.20	0.17	0.22

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

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

An illustration of the above would be as follow: -

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

<sup>1</sup> The TER of the fund increased due to a decrease in the average NAV of the Fund during the financial year under review.

<sup>2</sup> The PTR of the fund was higher during the financial year due to higher trading activities during the financial year.

### **Income Distribution / Unit Split**

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

<b>Cum Date</b>	<b>Ex-Date</b>	<b>Cum-distribution (RM)</b>	<b>Distribution per Unit (RM)</b>	<b>Ex-distribution (RM)</b>
15-Mar-22	16-Mar-22	0.5321	0.0200	0.5122
14-Mar-23	15-Mar-23	0.5016	0.0210	0.4795
19-Mar-24	20-Mar-24	0.5230	0.0154	0.5081

No unit splits were declared for the financial year ended 30 April 2024.

### **Income Distribution Breakdown**

<b>Class</b>	<b>Ex-Date</b>	<b>Income (per unit) (sens / cents)</b>	<b>Income (%)</b>	<b>Capital (per unit) (sens / cents)</b>	<b>Capital (%)</b>
MYR	16-Mar-22	2.0000	100.00	0.0000	0.00
MYR	15-Mar-23	2.1000	100.00	0.0000	0.00
MYR	20-Mar-24	1.5400	100.00	0.0000	0.00

### **Performance Review**

Table 1: Performance of the Fund

	<b>1 Year (1/5/23 - 30/4/24)</b>	<b>3 Years (1/5/21 - 30/4/24)</b>	<b>Since Commencement (13/12/19 - 30/4/24)</b>
Fund	10.14%	(5.64%)	18.90%
Benchmark	6.02%	19.12%	29.12%
Outperformance	4.12%	(24.76%)	(10.22%)

Table 2: Average Total Return

	<b>1 Year (1/5/23 - 30/4/24)</b>	<b>3 Years (1/5/21 - 30/4/24)</b>	<b>Since Commencement (13/12/19 - 30/4/24)</b>
Fund	10.14%	(1.92%)	4.04%
Benchmark	6.02%	6.02%	6.02%
Outperformance	4.12%	(7.94%)	(1.98%)

Table 3: Annual Total Return

	<b>FYE 2024 (1/5/23 - 30/4/24)</b>	<b>FYE 2023 (1/5/22 - 30/4/23)</b>	<b>FYE 2022 (1/5/21 - 30/4/22)</b>	<b>FYE 2021 (13/12/19 - 30/4/21)</b>
Fund	10.14%	(3.98%)	(10.78%)	26.00%
Benchmark	6.02%	6.00%	6.00%	8.40%
Outperformance	4.12%	(9.98%)	(16.78%)	17.60%

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

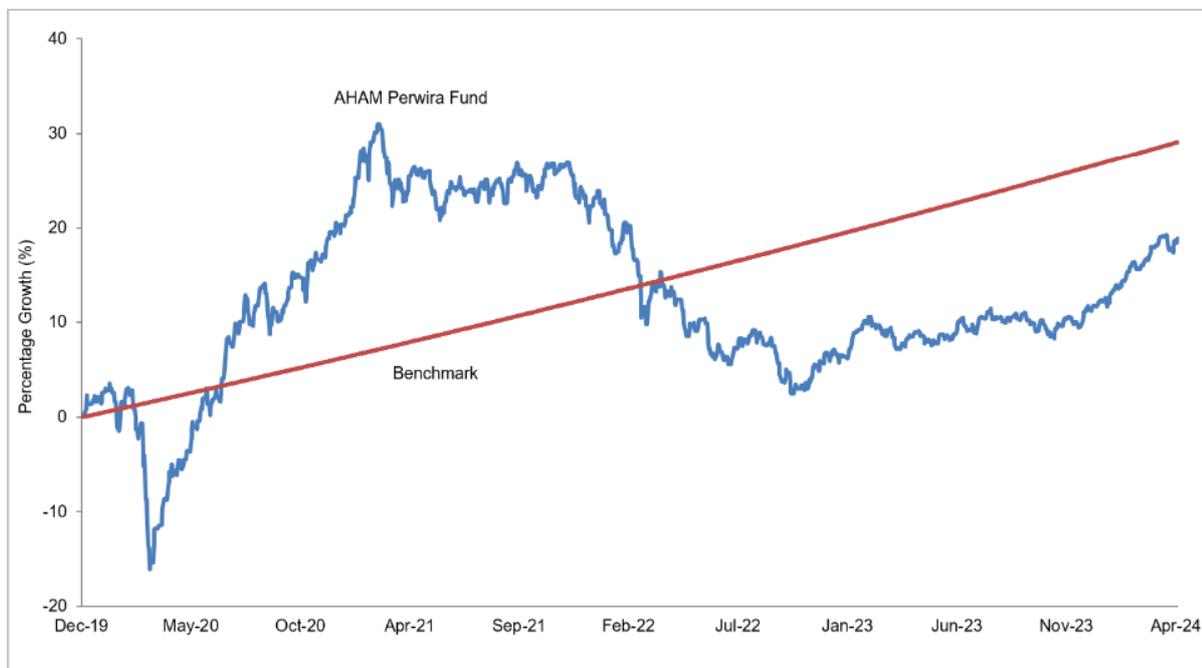
## MANAGER'S REPORT

### Performance Review (1 May 2023 to 30 April 2024)

For the period 1 May 2023 to 30 April 2024, the Fund registered a 10.14% return compared to the benchmark return of 6.02%. The Fund thus outperformed the Benchmark by 4.12%. The Net Asset Value per unit ("NAV") of the Fund as at 30 April 2024 was MYR0.5159 while the NAV as at 30 April 2023 was MYR0.4825. During the same period under review, the Fund has declared an income distribution of RM0.0154 per unit.

Since commencement, the Fund has registered a return of 18.90% compared to the benchmark return of 29.12%, underperforming by 10.22%.

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



*"This information is prepared by AHAM Asset Management Berhad for information purposes only. Past earnings or the fund's distribution record is not a guarantee or reflection of the fund's future earnings/future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down as well as up."*

Benchmark: 6.0% per annum

### Asset Allocation

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

As at 30 April 2024, the Fund's exposure stood at 99.86% in local collective investment schemes.

### Strategies Employed

The Fund maintained a relatively diversified strategy over the period under review, by investing into local collective investment schemes with underlying exposures to domestic fixed income securities and equities, as well as offshore equities. The Fund remains fully invested as at end April 2024, although the underlying collective investment schemes that the Fund invests into may have varying levels of cash. The average asset class breakdown for the period under review was maintained at approximately 55% in equities and 45% in fixed income securities respectively.

## **Market Review**

The period under review was generally a positive one for risk assets. The FTSE Bursa Malaysia Kuala Lumpur Composite Index (“KLCI”) registered a return of 15.94% on a total return basis. The domestic fixed income collective investment schemes that the Fund invested into delivered returns of close to 5% for the 12 month period, in spite of a slow first half of the financial year.

In other markets, the United States (“U.S.”) Standard & Poor’s 500 Index (“S&P500”) returned 22.65% in USD terms, while the Morgan Stanley Capital International (“MSCI”) World index was slightly behind at 18.98% in USD terms. Specific to the Asian region, MSCI AC Asia ex Japan Index (“MXASJ”) saw a relatively weaker return of 7.87% in USD terms.

At the beginning of the financial year, volatility was heightened due to uncertainties surrounding the U.S. Federal Reserve’s terminal policy rate. Inflation data in the U.S. remained sticky, and economic data was robust due to fiscal stimulus and strong jobs and wages growth. This led to higher bond yields and raised expectations of a higher for longer environment (for interest rates). It was not until October 2023 when volatility eased, as market participants began to anchor the U.S. terminal policy rate at 5.25% to 5.50% with expectations of multiple rate cuts in 2024. However, such optimistic expectations that the U.S. Federal Reserve will ease its monetary policy continued to be challenged by data supportive of growth and wages as we approached the financial year end, and this has seen market expectations of rate cuts reduce to only one cut for 2024.

Global volatility spilled over to the Malaysian fixed income market although this was relatively subdued, anchored by ample domestic liquidity. Against a backdrop of moderate domestic growth, real money investor’s demand for yield and duration drove credit spreads towards historical low and kept the long end of Malaysia’s sovereign yield curve supported. Nonetheless, domestic bond yields rose over the financial year, largely due to (1) Bank Negara Malaysia (“BNM”) hiked the Overnight Policy Rate (“OPR”) by 25 basis points (“bps”) in May 2023 to 3.00%, and (2) wide interest differential between the U.S. and Malaysia exerted upward pressure on domestic bond yields (especially at the short end) and weighed on the Ringgit. The 3-year, 10-year, and 30-year Malaysian sovereign bond yields ended the financial year at 3.61% (+31 bps), 3.99% (+25 bps), and 4.30% (+13 bps) respectively. The yield curve bear flattened, as short-term bond yields rose more than long-term bond yields.

For the equities market, the first half of the financial year was subdued, with the KLCI only registering a return of 3.93%, while the S&P500 was relatively flat due to the abovementioned concerns on rates and inflation. The Asian MXASJ Index registered negative returns largely dragged by the weak performance of the China market. The subsequent six months delivered much stronger returns due to rising expectations of a peak in interest rates and stronger corporate earnings.

Specifically for Malaysia, several policy announcements made by the government in July 2023 caught the attention of investors and catalyzed the market. These positive sentiments lifted foreign investors’ confidence as they poured into local equities. They include the Ekonomi Madani Plan which outlined several key economic targets, Part 1 of the National Energy Transition Roadmap (“NETR”) which intends to achieve 70% renewable energy capacity mix by 2050 and Part 2 of the NETR as well as the New Industrial Masterplan. The unveiling of Budget 2024 in October 2023 also helped shed light on the government’s policies and laid down the groundwork for the government’s path to fiscal consolidation. According to the Budget, the government aims to narrow the fiscal deficit from 5.0% to 4.3% in 2024 in line with its broader policy objective to bring it down to 3.10% by 2026.

Towards the end of the financial year, the benchmark KLCI surged with Johor-focused names taking the spotlight following the installation of the new Yang Di-Pertuan Agong. The perceived political stability with Royalty backing allows for better policy development and execution, something that had been lacking in the previous 3 to 5 years. These include Special Economic Zones, subsidy reforms, new energy transition, and a roadmap for the semiconductor industry.

Globally, the debut of ChatGPT last year also saw the surge of Artificial Intelligence (“AI”) technology and related sectors. With expectations of rising spend on technology, tech stocks powered ahead led by the market’s biggest tech stocks, which investors dub the Magnificent Seven. As well, increasing confidence of an economic soft landing supported the gains in equities markets. This was further corroborated by positive corporate earnings momentum in recent quarters.

The tech-centric Asian markets such as Taiwan and Korea also saw their markets deliver much better returns in the second half of the period under review. The Indian market however was the stellar performer

for the period under review as investors continue to view India as having one of the best long-term growth stories in Asia, notwithstanding expensive valuations. On the flip side, challenges persisted in markets such as Hong Kong, China, Indonesia and Thailand where their stock markets ended the financial year in negative territory.

### **Investment Outlook**

Equity markets have delivered strong performances during the period under review. Moving forward, we believe that as long as the global economic momentum remains intact, and inflationary pressures normalise, the soft landing narrative will persist. This will underpin stock markets as well as anchor the bond markets.

Specifically for Malaysia, the market has been largely driven by earnings expansion as valuation multiple remains undemanding (still below historical mean). We see potential for market valuation to re-rate to a premium from recent historical discounts, driven by: a) solid broad-based earnings growth; b) investment cycle accelerating with strong local funds support given record inflows; c) stronger Ringgit as U.S. interest rate hike cycle reaches its tail-end, and record foreign direct investments into Malaysia, and d) continuous foreign inflows with foreign shareholding coming from multi-year lows.

Investment themes that we like include: 1) income - we look for high yielding stocks to generate income & reduce volatility to the portfolio; 2) utilities –National Energy Transition Roadmap is a game changer for renewable energy while data centers & electric vehicles provide new demand for power; 3) healthcare – long term drivers for hospitals include an aging population & rising insurance adoption while gloves players are earnings recovery with selling prices bottoming-out & higher utilization from inventory replenishment; 4) Property/construction – valuation remains attractive driven by rebound in property sales & large infrastructure projects (including data centers); 5) oil & gas - pickup in activity levels as oil prices remain high, amidst tight supply of vessels/rigs due to years of under-investment; and 6) Technology/EMS - cyclical recovery with improving orderbook visibility & beneficiary of trade diversion from U.S.-China tension.

In the regional space, we continue to favour the markets of Taiwan, Korea and India due to the positive outlook on the tech sector (for Taiwan and Korea), and the long term growth potential of the Indian economy.

On the bond market, the U.S. Federal Funds Rate of 5.25% to 5.50% appears sufficiently restrictive, with recent data showing signs of easing in wage growth and core inflation components. Looking past the current data driven volatility, the Manager opines that the U.S. Federal Reserve should remain dovish over the medium term. Domestically, Malaysia's growth moderated to 3.7% in 2023 (2022: 8.7%) amid slower global trade, geopolitical tensions, and tighter monetary policies. Despite the on-going subsidy rationalization, its impact on domestic inflation would require a longer time to ascertain. Hence, BNM is expected to prioritize growth over inflation in the near-term, giving rise to a stable OPR outlook. Therefore, the Manager does not expect BNM to cut interest rates. However, ample domestic liquidity will continue to underpin the domestic bond market.

### **State of Affairs of the Fund**

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

### **Soft Commissions received from Brokers**

As per the requirements of the Securities Commission's Guidelines on Unit Trust Funds and Guidelines on Compliance Function for Fund Management Companies, soft commissions received from brokers/dealers may be retained by the management company only if the :-

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

During the financial year under review, no soft commission was received by the management company on behalf of the Fund.

**Cross Trade**

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

**Securities Financing Transactions**

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

**Changes Made to The Fund's Prospectus**

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

## **TRUSTEE'S REPORT**

### **TO THE UNIT HOLDERS OF AHAM PERWIRA FUND ("FUND")**

We have acted as the Trustee of the Fund for the financial year ended 30 April 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AHAM Asset Management Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:-

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

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

For **TMF Trustees Malaysia Berhad**  
**(Company No.: (200301008392 [610812-W])**

**NORHAYATI BINTI AZIT**  
**DIRECTOR – FUND SERVICES**

Kuala Lumpur  
27 June 2024

**AHAM PERWIRA FUND**

**FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024**

# **AHAM PERWIRA FUND**

## **FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024**

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## AHAM PERWIRA FUND

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>INVESTMENT INCOME/(LOSS)</b>			
Dividend income		18,898,083	16,424,617
Interest income from financial assets at amortised cost		14,679	1,850
Net gain/(loss) on financial assets at fair value through profit or loss	9	38,308,838	(35,272,787)
		<u>57,221,600</u>	<u>(18,846,320)</u>
<b>EXPENSES</b>			
Management fee	4	(7,788,700)	(9,135,837)
Trustee fee	5	(311,770)	(365,645)
Fund accounting fee	6	(13,000)	(1,083)
Auditors' remuneration		(9,000)	(9,000)
Tax agent's fee		(3,500)	(3,500)
Other expenses		(4,292)	(3,780)
		<u>(8,130,262)</u>	<u>(9,518,845)</u>
<b>NET PROFIT/(LOSS) BEFORE TAXATION</b>		49,091,338	(28,365,165)
Taxation	7	-	-
<b>NET PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL YEAR</b>		<u>49,091,338</u>	<u>(28,365,165)</u>
Net profit/(loss) after taxation is made up of the following:			
Realised amount		13,470,460	13,058,112
Unrealised amount		35,620,878	(41,423,277)
		<u>49,091,338</u>	<u>(28,365,165)</u>

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

## AHAM PERWIRA FUND

### STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>ASSETS</b>			
Cash and cash equivalents	10	1,300,476	708,618
Amount due from broker		2,200,000	1,100,000
Amount due from Manager			
- management fee rebate receivables		484,333	542,346
Financial assets at fair value through profit or loss	9	505,995,015	566,603,879
<b>TOTAL ASSETS</b>		<u>509,979,824</u>	<u>568,954,843</u>
<b>LIABILITIES</b>			
Amount due to Manager			
- management fee		626,617	704,861
- cancellation of units		2,562,032	1,336,736
Amount due to Trustee		25,065	28,194
Fund accounting fee		1,083	1,083
Auditors' remuneration		9,000	9,000
Tax agent's fee		3,500	3,500
Other payables and accruals		1,628	3,190
<b>TOTAL LIABILITIES</b>		<u>3,228,925</u>	<u>2,086,564</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>506,750,899</u>	<u>566,868,279</u>
<b>EQUITY</b>			
Unitholders' capital		462,836,482	557,140,726
Retained earnings		43,914,417	9,727,553
<b>NET ASSETS ATTRIBUTABLE TO UNITHOLDERS</b>		<u>506,750,899</u>	<u>566,868,279</u>
<b>NUMBER OF UNITS IN CIRCULATION</b>	11	<u>982,317,000</u>	<u>1,174,833,000</u>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<u>0.5159</u>	<u>0.4825</u>

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

## AHAM PERWIRA FUND

### STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

	Unitholders' <u>capital</u> RM	Retained <u>earnings</u> RM	<u>Total</u> RM
Balance as at 1 May 2023	557,140,726	9,727,553	566,868,279
Total comprehensive income for the financial year	-	49,091,338	49,091,338
Distribution (Note 8)	-	(14,904,474)	(14,904,474)
Movement in unitholders' capital:			
Creation of units arising from distribution	14,904,474	-	14,904,474
Cancellation of units	(109,208,718)	-	(109,208,718)
Balance as at 30 April 2024	<u>462,836,482</u>	<u>43,914,417</u>	<u>506,750,899</u>
Balance as at 1 May 2022	647,687,520	61,944,602	709,632,122
Total comprehensive loss for the financial year	-	(28,365,165)	(28,365,165)
Distribution (Note 8)	-	(23,851,884)	(23,851,884)
Movement in unitholders' capital:			
Creation of units arising from distribution	23,851,884	-	23,851,884
Cancellation of units	(114,398,678)	-	(114,398,678)
Balance as at 30 April 2023	<u>557,140,726</u>	<u>9,727,553</u>	<u>566,868,279</u>

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

## AHAM PERWIRA FUND

### STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Proceeds from sale of investments		145,700,000	153,700,000
Purchase of investments		(35,000,000)	(33,499,999)
Interest received		14,679	1,850
Management fee rebate received		6,073,799	7,469,965
Management fee paid		(7,866,944)	(9,320,481)
Trustee fee paid		(314,899)	(373,031)
Fund accounting fee paid		(13,000)	(1,083)
Payment for other fees and expenses		(18,355)	(16,032)
		<hr/>	<hr/>
Net cash flows generated from operating activities		108,575,280	117,961,189
		<hr/>	<hr/>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payments for cancellation of units		(107,983,422)	(117,524,566)
		<hr/>	<hr/>
Net cash flows used in financing activities		(107,983,422)	(117,524,566)
		<hr/>	<hr/>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		591,858	436,623
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR</b>		708,618	271,995
		<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR</b>	10	1,300,476	708,618
		<hr/> <hr/>	<hr/> <hr/>

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

## AHAM PERWIRA FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

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

#### A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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

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

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

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

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

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

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

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

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

## AHAM PERWIRA FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

#### B INCOME RECOGNITION

##### Dividend income

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

##### Interest income

Interest income from short-term deposits with licensed financial institutions is recognised based on effective interest rate method on an accrual basis.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset, except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets, the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

##### Realised gain and loss 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 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 profit earned during the financial year.

#### D DISTRIBUTION

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

#### 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 Ringgit Malaysia ("RM"), which is the Fund's functional and presentation currency.

## AHAM PERWIRA FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

#### F 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 payment 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 are measured at fair value through profit or loss.

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

## AHAM PERWIRA FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

##### (ii) Recognition and measurement

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

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

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

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

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

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

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

##### (iii) Impairment

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

##### Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

## AHAM PERWIRA FUND

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

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

###### Definition of default and credit-impaired financial assets

The Fund defines a financial instrument as default, which is fully aligned with the definition of credit-impaired, when it meets one or more of the following criteria:

###### Quantitative criteria:

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

###### Qualitative criteria:

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

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

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

###### Write-off

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

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

#### G CASH AND CASH EQUIVALENTS

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

## **AHAM PERWIRA FUND**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)**

#### **H AMOUNTS DUE FROM/(TO) BROKERS**

Amounts due from and to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from broker balance is held for collection. Refer to Note F 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 brokers, probability that the brokers will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

#### **I UNITHOLDERS' CAPITAL**

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

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

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

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

## **AHAM PERWIRA FUND**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)**

#### **J CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES**

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information contents 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 judgments are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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

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

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

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

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

#### 1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name Affin Hwang Perwira Fund (the “Fund”) pursuant to the execution of a Deed dated 10 June 2019 and First Supplemental Deed dated 28 December 2022 (the “Deeds”) entered into between AHAM Asset Management Berhad (the “Manager”) and TMF Trustees Malaysia Berhad (the “Trustee”). The Fund has changed its name from name Affin Hwang Perwira Fund to AHAM Perwira Fund as amended in the First Supplemental Deed dated 28 December 2022.

The Fund commenced operations on 12 December 2019 and will continue its operations until terminated by the Trustee as provided under Clause 12.3 of the Deed.

The Fund may invest in any of the following assets:

- (a) Equities
- (b) Equity-linked instruments;
- (c) Debentures;
- (d) Money market instruments;
- (e) Deposits;
- (f) Derivatives;
- (g) Units or shares in collective investment schemes; and
- (h) Any other form of investments as may be permitted by the SC from time to time which are in line with objective of the Fund.

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

The main objective of the Fund is to provide investor with a consistent income stream, while achieving long-term capital appreciation.

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 27 June 2024.

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

Financial instruments are as follows:

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2024</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	1,300,476	-	1,300,476
Amount due from broker		2,200,000	-	2,200,000
Amount due from Manager				
- management fee rebate receivable		484,333	-	484,333
Collective investment schemes	9	-	505,995,015	505,995,015
		<u>3,984,809</u>	<u>505,995,015</u>	<u>509,979,824</u>
Total		<u>3,984,809</u>	<u>505,995,015</u>	<u>509,979,824</u>
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		626,617	-	626,617
- cancellation of units		2,562,032	-	2,562,032
Amount due to Trustee		25,065	-	25,065
Fund accounting fee		1,083	-	1,083
Auditors' remuneration		9,000	-	9,000
Tax agent's fee		3,500	-	3,500
Other payables and accruals		1,628	-	1,628
		<u>3,228,925</u>	<u>-</u>	<u>3,228,925</u>
Total		<u>3,228,925</u>	<u>-</u>	<u>3,228,925</u>
<u>2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	708,618	-	708,618
Amount due from broker		1,100,000	-	1,100,000
Amount due from Manager				
- management fee rebate receivable		542,346	-	542,346
Collective investment schemes	9	-	566,603,879	566,603,879
		<u>2,350,964</u>	<u>566,603,879</u>	<u>568,954,843</u>
Total		<u>2,350,964</u>	<u>566,603,879</u>	<u>568,954,843</u>

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

Financial instruments are as follows: (continued)

<u>2023</u> (continued)	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		704,861	-	704,861
- cancellation of units		1,336,736	-	1,336,736
Amount due to Trustee		28,194	-	28,194
Fund accounting fee		1,083	-	1,083
Auditors' remuneration		9,000	-	9,000
Tax agent's fee		3,500	-	3,500
Other payables and accruals		3,190	-	3,190
Total		<u>2,086,564</u>	<u>-</u>	<u>2,086,564</u>

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

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

#### Market risk

##### (a) Price risk

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

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

	<u>2024</u> RM	<u>2023</u> RM
<b>Quoted investments</b>		
Collective investment schemes	<u>505,995,015</u>	<u>566,603,879</u>

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

##### Market risk (continued)

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

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

<u>% Change in price</u>	<u>Market value</u> RM	Impact on profit/ (loss) after <u>tax/NAV</u> RM
<u>2024</u>		
-5%	480,695,264	(25,299,751)
0%	505,995,015	-
+5%	531,294,766	25,299,751
<u>2023</u>		
-10%	509,943,491	(56,660,388)
0%	566,603,879	-
+10%	623,264,267	56,660,388

##### (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 deposits are held on a short-term basis.

##### 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.

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

##### Credit risk (continued)

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

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

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

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

	<u>Cash and cash equivalents</u> RM	<u>Amount due from Manager</u> RM	<u>Amount due from broker</u> RM	<u>Total</u> RM
<u>2024</u>				
Financial Services				
- AAA	1,300,476	-	-	1,300,476
Others				
- Non-rated ("NR")	-	484,333	2,200,000	2,684,333
	<u>1,300,476</u>	<u>484,333</u>	<u>2,200,000</u>	<u>3,984,809</u>
<u>2023</u>				
Financial Services				
- AAA	708,618	-	-	708,618
Others				
- NR	-	542,346	1,100,000	1,642,346
	<u>708,618</u>	<u>542,346</u>	<u>1,100,000</u>	<u>2,350,964</u>

##### Liquidity risk

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

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.

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

##### Liquidity risk (continued)

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

	<u>Within one month</u> RM	<u>Between one month to one-year</u> RM	<u>Total</u> RM
<u>2024</u>			
Amount due to Manager			
- management fee	626,617	-	626,617
- cancellation of units	2,562,032	-	2,562,032
Amount due to Trustee	25,065	-	25,065
Fund accounting fee	1,083	-	1,083
Auditors' remuneration	-	9,000	9,000
Tax agent fee	-	3,500	3,500
Other payables and accruals	-	1,628	1,628
	<u>3,214,797</u>	<u>14,128</u>	<u>3,228,925</u>
<u>2023</u>			
Amount due to Manager			
- management fee	704,861	-	704,861
- cancellation of units	1,336,736	-	1,336,736
Amount due to Trustee	28,194	-	28,194
Fund accounting fee	1,083	-	1,083
Auditors' remuneration	-	9,000	9,000
Tax agent fee	-	3,500	3,500
Other payables and accruals	-	3,190	3,190
	<u>2,070,874</u>	<u>15,690</u>	<u>2,086,564</u>

##### Capital risk

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

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (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 financial year end date. The Fund utilises the bid price for financial assets which falls within the bid-ask spread.

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

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

##### (i) Fair value hierarchy

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

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

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

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

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

#### 3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2024</u>				
Financial assets at fair value through profit or loss - collective investment schemes	505,995,015	-	-	505,995,015
	<u>505,995,015</u>	<u>-</u>	<u>-</u>	<u>505,995,015</u>
<u>2023</u>				
Financial assets at fair value through profit or loss - collective investment schemes	566,603,879	-	-	566,603,879
	<u>566,603,879</u>	<u>-</u>	<u>-</u>	<u>566,603,879</u>

Investment whose value is based on published market prices in active markets, and are therefore classified within Level 1, include collective investment schemes. The Fund does not adjust the published prices for this instrument.

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

#### 4 MANAGEMENT FEE

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

For the financial year ended 30 April 2024, management fee is recognised at a rate of 1.50% (2023: 1.50%) per annum on the NAV of the Fund, calculated on a daily basis as stated in the Fund's Prospectus.

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

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

#### 5 TRUSTEE FEE

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

For the financial year ended 30 April 2024, the Trustee fee is recognised at a rate of 0.06% (2023: 0.06%) per annum on the NAV of the Fund, calculated on a daily basis as stated in the Fund's Prospectus.

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

#### 6 FUND ACCOUNTING FEE

The fund valuation and accounting fee for the Fund is RM13,000 (2023: RM1,083) during the financial year ended 30 April 2024.

#### 7 TAXATION

	<u>2024</u> RM	<u>2023</u> RM
Current taxation - local	-	-

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

	<u>2024</u> RM	<u>2023</u> RM
Net profit/(loss) before taxation	49,091,338	(28,365,165)
Tax at Malaysian statutory rate of 24% (2023: 24%)	11,781,921	(6,807,640)
Tax effects of:		
Investment income not subject to tax/ (investment loss not brought to tax)	(12,289,396)	6,258,592
Expenses not deductible for tax purposes	79,455	88,251
Restriction on tax deduction expenses for Unit Trust Fund	428,020	460,797
Tax expense	-	-

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

#### 8 DISTRIBUTION

	<u>2024</u> RM	<u>2023</u> RM
Distribution to unitholders are from the following sources:		
Dividend income	15,649,698	13,180,176
Previous year's realised income	-	11,232,117
	<hr/>	<hr/>
Gross realised income	15,649,698	24,412,293
Less: Expenses	(745,224)	(560,409)
	<hr/>	<hr/>
Net distribution amount	<u>14,904,474</u>	<u>23,851,884</u>

During the financial year ended 30 April 2024, distribution was made as follows:

<u>Ex-date</u>	Gross distribution <u>per unit</u> (sen)	Net distribution <u>per unit</u> (sen)
20.3.2024	1.54	1.54
	<hr/>	<hr/>

During the financial year ended 30 April 2023, distribution was made as follows:

<u>Ex-date</u>	Gross distribution <u>per unit</u> (sen)	Net distribution <u>per unit</u> (sen)
15.3.2023	2.10	2.10
	<hr/>	<hr/>

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

Included in distribution for the financial year is an amount of RMNil (2023: RM11,232,117) made from previous years' realised income.

The Fund has incurred an unrealised loss of RMNil (2023: RM41,423,277) for the financial year ended 30 April 2024.

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

	<u>2024</u> RM	<u>2023</u> RM
Financial assets at fair value through profit or loss:		
- collective investment schemes – local	505,995,015	566,603,879
Net profit/(loss) on financial assets at fair value through profit or loss		
- realised loss on sale of investments	(3,327,826)	(1,080,657)
- unrealised gain/(loss) on changes in fair value	35,620,878	(41,423,277)
- management fee rebate on collective investment schemes#	6,015,786	7,231,147
	<u>38,308,838</u>	<u>(35,272,787)</u>

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

(a) Collective investment schemes – local

(i) Collective investment schemes – local as at 30 April 2024 are as follows:

	<u>Quantity</u>	<u>Aggregate cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
AHAM Aiiman Asia (ex Japan) Growth Fund	26,933,545	17,428,630	18,605,693	3.67
AHAM Aiiman Growth Fund	27,155,306	31,238,024	35,183,215	6.94
AHAM Aiiman ESG Income Plus Fund	127,977,738	75,703,653	74,478,127	14.70
AHAM Aiiman Quantum Fund	11,724,573	5,409,646	7,255,166	1.43
AHAM Income Extra Fund	54,845,588	56,381,607	57,075,950	11.26
AHAM Bond Fund	160,661,095	97,644,454	95,111,368	18.77
AHAM Equity Fund	24,635,679	13,268,948	18,725,045	3.70
AHAM Growth Fund	168,528,118	49,074,345	52,790,033	10.42
AHAM Principled Growth Fund	107,602,029	32,446,210	36,617,574	7.23
AHAM Select Asia Pacific (ex Japan) Dividend Fund	127,111,270	81,464,690	82,384,155	16.26
Aiiman Asia Pacific (ex Japan) Dividend Fund	8,576,940	4,511,509	4,664,998	0.92
Aiiman Global Equity Fund – MYR Class	29,673,376	19,914,927	23,103,691	4.56

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

(a) Collective investment schemes – local (continued)

(i) Collective investment schemes – local as at 30 April 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
Total collective investment schemes – local	875,425,257	484,486,643	505,995,015	99.86
Accumulated unrealised gain on collective investment schemes – local		21,508,372		
Total collective investment schemes – local		505,995,015		

(ii) Collective investment schemes – local as at 30 April 2023 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
AHAM Aiiman Asia (ex Japan) Growth Fund	45,893,218	29,697,385	27,517,574	4.85
AHAM Aiiman Growth Fund	34,128,960	39,412,578	38,886,537	6.86
AHAM Aiiman Income Plus Fund	131,247,531	77,967,310	76,110,443	13.43
AHAM Aiiman Quantum Fund	25,754,886	11,861,681	13,055,151	2.30
AHAM Income Extra Fund	68,808,568	70,711,705	71,271,914	12.57
AHAM Bond Fund	178,807,015	108,805,137	105,585,542	18.63
AHAM Equity Fund	27,678,691	14,855,154	18,010,524	3.18
AHAM Growth Fund	185,078,200	54,153,084	51,636,818	9.11
AHAM Principled Growth Fund	121,438,632	36,713,435	36,856,625	6.50
AHAM Select Asia Pacific (ex Japan) Dividend Fund	205,568,120	132,027,407	123,587,554	21.80
AHAM Aiiman Asia Pacific (ex Japan) Dividend Fund	8,576,940	4,511,509	4,085,197	0.72
Total collective investment schemes – local	1,032,980,761	580,716,385	566,603,879	99.95
Accumulated unrealised loss on collective investment schemes – local		(14,112,506)		
Total collective investment schemes – local		566,603,879		

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

#### 10 CASH AND CASH EQUIVALENTS

	<u>2024</u> RM	<u>2023</u> RM
Cash and bank balances	19,955	18,327
Deposit with a licensed financial institution	1,280,521	690,291
	<u>1,300,476</u>	<u>708,618</u>

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

	<u>2024</u> %	<u>2023</u> %
Deposit with a licensed financial institution	<u>3.00</u>	<u>2.75</u>

Deposit with a licensed financial institution has an average remaining maturity period of 2 days (2023: 2 days).

#### 11 NUMBER OF UNITS IN CIRCULATION

	<u>2024</u> No. of units	<u>2023</u> No. of units
At the beginning of the year	1,174,833,000	1,352,970,000
Creation of units arising from distribution	29,115,988	49,743,241
Cancellation of units	(221,631,988)	(227,880,241)
At the end of the financial year	<u>982,317,000</u>	<u>1,174,833,000</u>

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

#### 12 TRANSACTIONS WITH BROKERS

(i) Details of transaction with brokers for the financial year ended 30 April 2024 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	Percentage of <u>total trade</u> %
AHAM Asset Management Berhad #	161,700,000	88.94
AIIAMAN Asset Management Sdn Bhd #	20,100,000	11.06
	<u>181,800,000</u>	<u>100.00</u>

(ii) Details of transaction with broker for the financial year ended 30 April 2023 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	Percentage of <u>total trade</u> %
AHAM Asset Management Berhad #	<u>185,100,000</u>	<u>100.00</u>

# Transactions with brokers are trades conducted with AHAM Asset Management Berhad, the Manager of the Fund. The Manager is of the opinion that all transactions have been entered into in the normal course of business at agreed terms between the related parties.

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

#### 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 and former ultimate holding corporate body of the Manager
Affin Bank Berhad ("ABB")	Former penultimate holding company of the Manager
Affin Hwang Investment Bank Berhad	Former immediate holding company of the Manager
Starlight TopCo Limited	Penultimate holding company of the Manager
Starlight Universe Limited	Intermediate holding company of the Manager
Starlight Asset Sdn Bhd	Immediate holding company of the Manager
Nikko Asset Management International Limited ("NAMI")	Former substantial shareholder of the Manager
Nikko Asset Management Co., Ltd ("NAM")	Substantial shareholder of the Manager
AHAM Asset Management Berhad	The Manager
Subsidiaries and associated companies of CVC Asia V as disclosed in their financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager
Subsidiaries and associated companies of ABB as disclosed in its financial statements	Subsidiaries and associated companies of the former penultimate holding company of the Manager
Directors of AHAM Asset Management Berhad	Directors of the Manager

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

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

	<u>2024</u>		<u>2023</u>	
	No. of units	RM	No. of units	RM
<u>The Manager:</u>				
AHAM Asset Management (The units are held legally for booking purpose)	3,570	1,842	3,014	1,454

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

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

	<u>2024</u>	<u>2023</u>
	%	%
TER	1.57	1.56

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 Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is RM519,595,021 (2023: RM609,382,783).

## AHAM PERWIRA FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024 (CONTINUED)

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

	<u>2024</u>	<u>2023</u>
PTR (times)	<u>0.20</u>	<u>0.17</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial year = RM53,898,083 (2023: RM49,924,616)  
total disposal for the financial year = RM150,127,826 (2023: RM152,680,658)

## **AHAM PERWIRA 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 28 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 April 2024 and of its financial performance, changes in equity and cash flows for the financial year ended 30 April 2024 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

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

**DATO' TENG CHEE WAI**  
**EXECUTIVE DIRECTOR/MANAGING DIRECTOR**

Kuala Lumpur  
27 June 2024

# INDEPENDENT AUDITORS' REPORT TO THE UNITHOLDERS OF AHAM PERWIRA FUND

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

### Our opinion

In our opinion, the financial statements of AHAM Perwira Fund (“the Fund”) give a true and fair view of the financial position of the Fund as at 30 April 2024, and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

### What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 30 April 2024, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 1 to 28.

### Basis for opinion

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

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

### *Independence and other ethical responsibilities*

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

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

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

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

## INDEPENDENT AUDITORS' REPORT TO THE UNITHOLDERS OF AHAM PERWIRA FUND (CONTINUED)

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

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

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

#### Responsibilities of the Manager for the financial statements

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

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

#### Auditors' responsibilities for the audit of the financial statements

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

INDEPENDENT AUDITORS' REPORT  
TO THE UNITHOLDERS OF AHAM PERWIRA 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 judgment 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 Company'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 UNITHOLDERS OF AHAM PERWIRA FUND (CONTINUED)

OTHER MATTERS

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

PRICEWATERHOUSECOOPERS PLT  
LLP0014401-LCA & AF 1146  
Chartered Accountants

Kuala Lumpur  
27 June 2024

## **DIRECTORY OF SALES OFFICE**

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## **DIRECTORY OF SALES OFFICE (CONTINUED)**

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