



SEMI-ANNUAL REPORT
30 September 2024

AHAM Aiiman Balanced Fund

MANAGER
AHAM Asset Management Berhad
199701014290 (429786-T)

TRUSTEE
AmanahRaya Trustee Berhad
(766894-T)

Built On Trust

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AHAM AIIMAN BALANCED FUND

Semi-Annual Report and Unaudited Financial Statements For the 6 Months Financial Period Ended 30 September 2024

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FUND INFORMATION

Fund Name	AHAM Aiiiman Balanced Fund
Fund Type	Income and Growth
Fund Category	Islamic Balanced
Investment Objective	To achieve reasonable returns in both income and capital growth over a medium to long term period by investing in a wide portfolio of authorised securities and other investments which complies with Shariah principles.
Benchmark	FTSE-Bursa Malaysia EMAS Shariah index + 3-month GIA rate quoted by Maybank in the ratio of 60:40
Distribution Policy	Distribution (if any) is incidental and will be subject to the availability of income

FUND PERFORMANCE DATA

Category	As at 30 Sep 2024 (%)	As at 30 Sep 2023 (%)	As at 30 Sep 2022 (%)
Portfolio composition			
Quoted equities – local			
- Construction	7.07	-	-
- Consumer products & services	-	-	3.39
- Energy	3.59	-	-
- Financial Services	-	-	1.47
- Healthcare	-	6.73	2.05
- Industrial products & services	23.74	5.78	5.73
- Plantation	-	6.62	-
- Preference share	-	-	0.56
- Property	4.13	0.62	1.40
- REITs	-	2.13	1.99
- Technology	9.31	22.70	4.70
- Telecommunications & media	3.04	3.98	9.31
- Transportation & logistics	-	1.87	4.63
- Utilities	-	3.10	-
- Warrant	-	-	0.03
Total quoted equities – local	50.88	53.53	43.13
Unquoted sukuk – local	39.62	42.63	43.65
Exchange traded fund – local	-	1.53	2.37
Cash & cash equivalent	9.50	2.31	10.85
Total	100.00	100.00	100.00
Total NAV (RM'million)	16.516	16.385	17.877
NAV per Unit (RM)	0.3926	0.3871	0.3864
Unit in Circulation (million)	42.062	42.325	46.268
Highest NAV	0.4331	0.4030	0.4491
Lowest NAV	0.3759	0.3836	0.3861
Return of the Fund (%)	-1.63	0.67	-7.84
- Capital Growth (%)	-1.92	-1.80	-12.36
- Income Distribution (%)	0.30	2.51	5.15
Gross Distribution per Unit (sen)	0.13	1.00	2.00
Net Distribution per Unit (sen)	0.13	1.00	2.00
Total Expense Ratio (%) ¹	0.89	0.88	0.85
Portfolio Turnover Ratio (times) ²	0.72	0.21	0.30

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

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

An illustration of the above would be as follow:-

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

¹The TER of the Fund was higher than previous year due to lower average NAV of the Fund over the financial period.

²The PTR of the Fund was higher than previous year due to higher trading activities of the Fund for the financial period.

Income Distribution / Unit Split

The Net Asset Value per unit prior and subsequent to the distribution was as follows:-

Cum Date	Ex-Date	Cum-distribution	Distribution per Unit (RM)	Ex-distribution
19-Jul-22	20-Jul-22	0.4058	0.0200	0.3881
19-Jul-23	20-Jul-23	0.3967	0.0097	0.3862
16-Jul-24	17-Jul-24	0.4327	0.0013	0.4314

No unit split were declared for the financial year ended 30 September 2024.

Income Distribution Breakdown

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
MYR	20-Jul-22	2.0000	100	-	-
MYR	20-Jul-23	0.9700	100	-	-
MYR	17-Jul-24	0.1300	100	-	-

Fund Performance

Table 1: Performance of the Fund

	6 Months (1/4/24 - 30/9/24)	1 Year (1/10/23 - 30/9/24)	3 Years (1/10/21 - 30/9/24)	5 Years (1/10/19 - 30/9/24)
Fund	(1.63%)	2.23%	(20.67%)	1.05%
Benchmark	3.74%	8.71%	2.93%	8.47%
Outperformance	(5.37%)	(6.48%)	(23.60%)	(7.42%)

Source of Benchmark: Bloomberg & Maybank

Table 2: Average Total Return

	1 Year (1/10/23 - 30/9/24)	3 Years (1/10/21 - 30/9/24)	5 Years (1/10/19 - 30/9/24)
Fund	2.23%	(7.42%)	0.21%
Benchmark	8.71%	0.97%	1.64%
Outperformance	(6.48%)	(8.39%)	(1.43%)

Source of Benchmark: Bloomberg & Maybank

Table 3: Annual Total Return

	FYE 2024 (1/4/23 - 31/3/24)	FYE 2023 (1/4/22 - 31/3/23)	FYE 2022 (1/4/21 - 31/3/22)	FYE 2021 (1/4/20 - 31/3/21)	FYE 2020 (1/4/19 - 31/3/20)
Fund	4.61%	(5.20%)	(19.47%)	36.43%	(3.09%)
Benchmark	6.36%	(5.19%)	(3.46%)	16.73%	(6.98%)
Outperformance	(1.75%)	(0.01%)	(16.01%)	19.70%	3.89%

Source of Benchmark: Bloomberg & Maybank

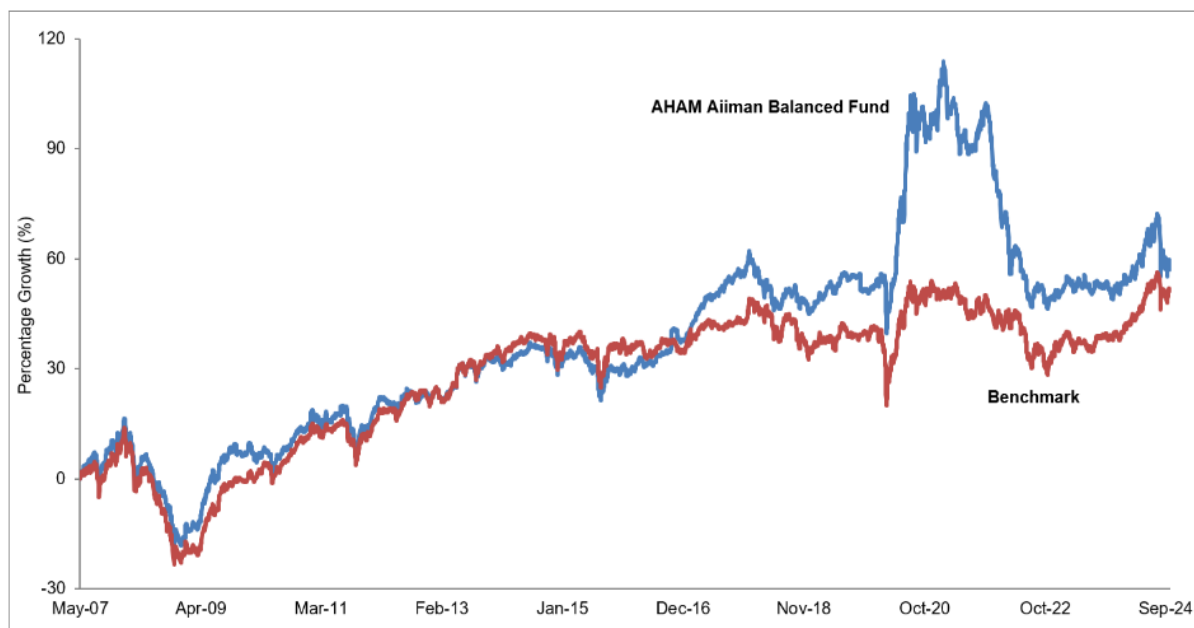
Past performance is not necessarily indicative of future performance and that Unit prices and investment returns may go down, as well as up.

MANAGER'S REPORT

Performance Review (1 April 2024 to 30 September 2024)

For the period 1 April 2024 to 30 September 2024, the Fund registered a -1.63% return compared to the benchmark return of 3.74%. The Fund thus underperformed the Benchmark by 5.37%. The Net Asset Value per unit ("NAV") of the Fund as at 30 September 2024 was RM0.3926 while the NAV as at 31 March 2024 was RM0.4003. During the period under review, the Fund has declared an income distribution of RM0.0013 per unit.

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



*"This information is prepared by AHAM Asset Management Berhad for information purposes only. Past earnings or the fund's distribution record is not a guarantee or reflection of the fund's future earnings/future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down as well as up. Source of Benchmark is from Bloomberg & Maybank."
Benchmark: 60% FTSE-Bursa Malaysia EMAS Shariah Index + 40% 3 month GIA rate quoted by Maybank*

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 September 2024, the asset allocation of the Fund stood at 50.88% in equities, 39.62% in Sukuk, while the balance was held in cash and cash equivalent.

Strategies Employed

The cash holding of the Fund was maintained low during the period to ride the Broader market recovery as US Fed look to cut rates in 2H2024, but it wasn't all positive throughout the period.

For Equity, given the multiple catalyst expected to support a continuation of the current strong domestic market momentum, we are aware of the risks that can derail this optimism. Externally, these include geopolitical tensions, recessionary expectations in the US, EU, and China, and central bank policies to name a few. Domestically will be government policy and stability, earnings growth, and liquidity. As a result, fund exposure will be skewed towards higher beta holdings but should see some fund turnover as positions are rotated to lock in gains and cut losses earlier depending on market conditions. In short, to benefit on the market momentum, but quick to pivot and go more defensive should the need arise instead of riding through major periods of volatility.

For Fixed Income, will lengthen the duration to 4-5 yrs via corporate PDS. We still prefer corporate PDS over government securities for yield pick-up and would prioritize primary issuances to get better credit spread.

Market Review

The domestic shariah market represented by the FTSE Bursa Malaysia EMAS Shariah Index posted a strong performance from April 2024 to September 2024. The benchmark index gained approximately 6.7% in the period under review. Key sectors contributing to the growth were the construction and property sectors. Both sectors benefited from the strong pipeline of construction projects, boom in data centres and recovery in property demand.

Political stability allowed the government to announce numerous policies which focused on economic growth, fiscal reforms, and improving standard of living. As a result, this led to improved confidence in the Malaysian economy and the equity market from local and foreign investors. The major policies include the Johor - Singapore special economic zone, fuel subsidy reform, the National Energy Transition Roadmap, the National Semiconductor Strategy, and the Progressive Wage Policy.

The Fund declined in the period under review, mainly from equity sector allocation. Top contributors to return were mostly from the Industrials, Construction, and Healthcare sectors. The main drag came from the fund's allocation in the Consumer, and Technology sectors, which was impacted by concerns of a slower than expected recovery, stronger MYR, and sluggish global economic growth.

From July 2024 leading up to September 2024 market has been weak, with rotations out from the technology sector given its strong performance in 1H24 into Defensives as geopolitical tensions rise in the Middle East on the conflict between Israel and Iran, weaker employment numbers, weaker manufacturing activities globally as well as unwinding of the Japanese Yen carry trade, which sparked a large sell down globally in early July 2024. The US Presidential Elections also added to that sell down as Former President Trump highlighted on additional sanctions on China and could potentially include other countries

UST yields repriced higher in April 2024 on the back of better-than-expected economic data and higher inflation. MGS yields shifted higher tracking USTs although at a slower momentum. Domestically, EPF's announcement of Account 3, announcement of diesel subsidy rationalization and higher than expected GDP growth also resulted in a more cautious sentiment. Over the following 2 months however, mixed data in the US i.e. weak ISM and slower GDP saw market subsequently rallied. This flowed through to domestic bond market. Ample domestic liquidity and demand for duration kept local bond yields anchored

In September, the Federal Reserve lowered the FFR by 50bps to 5.00% (upper range) marking its first rate cut since March 2020. This resulted in bull steepening of the curve as investors shifted away from longer duration as Fed engineers a soft landing. UST 2y, 10y and 30y ended the period under review at 3.55% (-107bps), 3.75% (-45bps) and 4.11% (-23bps) respectively. New forecast indicate policymakers expect another 50bps of easing by year end and another 100bps by end 2025. Fed's recent actions suggest that employment matter more than inflation for the time being. If jobs stabilize or improve, the Fed could slow the pace of cut to 25bps.

This trickled to the domestic front with MGS yield curve shifting lower during the period under review. Also in September, BNM maintained OPR at 3.00% as expected. In its statement, BNM assessed the current monetary policy stance remains supportive of the economy and is consistent with the current assessment of inflation and growth. Both headline and core inflation averaged 1.8% in the first eight months of the year and is expected to average within projected range of 2.0 - 3.5% and 2.0 - 3.0% respectively. Yields for MGS 3y, 10y and 30y ended the period at 3.33% (-16bps), 3.73% (-13bps) and 4.18% (-1bps) respectively

Investment Outlook

We remain optimistic that there is potentially further upside to the domestic market fueled by favourable domestic and macroeconomic tailwinds. Stronger and sustained earnings growth, public policy momentum, relatively cheap valuations, and ample domestic liquidity should help sustain the market trajectory over the next year.

In terms of major catalysts, firstly we expect the inflow of FDIs mainly in technology and manufacturing to sustain, which was accelerated by the US-China trade tensions over the past few years. This has mainly benefited Penang and turned the state into a crucial part of the global technology supply chain. The National Semiconductor Strategy is expected to take this to the next level with federal support to move the industry towards more advanced capabilities.

Secondly, a trend which gained traction recently is the surge in Data Centre (DC) deployment, as operators are attracted to Malaysia's relatively cheaper land, power, and water costs, on top of its proximity to Singapore which is considered the region's DC hub. The government has also reduced the regulatory hurdles required for operators to enter. This should benefit landowners, developers, and contractors in the immediate term. Spillover effects such as upskilling, and increased incomes should materialise over the next few years as the domestic DC market matures.

Thirdly, the government's National Energy Transition Roadmap to align the country's energy generation and demand towards more sustainable sources offers significant opportunities. Main beneficiaries will be operators and those in the supply chain for renewable energy (i.e. solar, hydro, biogas), power transmission and distribution, etc. In addition, with the global push for more sustainable energy, this initiative should attract more foreign investment.

As global market transitions into a period of interest rate easing, we expect volatility to trickle down to EM markets as investors try to price quantum of potential adjustments. We remain positive for domestic fixed income market going into 4Q24, supported by ample domestic liquidity and strong technical factors. The government's focus on sustaining economic growth, alongside a stable OPR outlook should keep yields anchored, barring any significant external catalyst. US Presidential Elections in November 2024 may introduce some volatility in 4Q24 as investors may take the opportunity to de-risk ahead.

State of Affairs of the Fund

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

Soft Commissions received from Brokers

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

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

During the financial period under review, the Fund has received soft commissions from brokers/dealers who have also executed trades for other funds managed by AHAM Asset Management. The soft commissions were utilised for goods and services in the form of research materials, data and quotation services, investment-related publications, market data feed, industry benchmarking agencies and investment-related publications to assist the Manager in the investment decision-making process. The soft commission received were for the benefit of the fund and there were no churning of trades.

Cross Trade

Cross trade transactions have been carried out during the reported period and that the compliance and risk oversight committee of the Fund has reviewed that such transactions are in the best interest of the Fund and transacted on an arm's length and fair value basis.

Securities Financing Transactions

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

Changes Made To the Fund's Prospectus

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

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF AHAM AIIAN BALANCED FUND ("Fund")

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

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

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

For Amanahraya Trustees Berhad

ZAINUDIN BIN SUHAIMI
Chief Executive Officer

Kuala Lumpur, Malaysia
15 November 2024

SHARIAH ADVISER'S REPORT FOR ISLAMIC UNIT TRUST FUND

TO THE UNIT HOLDERS OF AHAM AIIAN BALANCED FUND ("Fund")

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, AHAM Asset Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the Shariah principles and requirements and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The asset of the Fund comprise instruments that have been classified as Shariah compliant.

For **Amanie Advisors Sdn Bhd**

Tan Sri Dr Mohd Daud Bakar
Executive Chairman

Kuala Lumpur
15 November 2024

AHAM AIIMAN BALANCED FUND

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

AHAM AIIMAN BALANCED FUND

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

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AHAM AIIMAN BALANCED FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	<u>Note</u>	6 months financial period ended <u>30.9.2024</u> RM	6 months financial period ended <u>30.9.2023</u> RM
INVESTMENT (LOSS)/INCOME			
Dividend income		20,329	153,786
Profit income from financial assets at amortised cost		7,968	8,421
Profit income from financial assets at fair value through profit and loss		262,300	258,820
Net loss on financial assets at fair value through profit or loss	9	(366,255)	(131,347)
		<u>(75,658)</u>	<u>289,680</u>
EXPENSES			
Management fee	4	(126,586)	(126,863)
Trustee fee	5	(6,756)	(6,771)
Fund accounting fee	6	(3,600)	(3,600)
Auditors' remuneration		(4,513)	(4,499)
Tax agent's fee		(2,306)	(2,300)
Transaction costs		(85,223)	(28,009)
Other expenses		(6,223)	(4,858)
		<u>(235,207)</u>	<u>(176,900)</u>
NET (LOSS)/PROFIT BEFORE TAXATION		(310,865)	112,780
Taxation	7	-	-
NET (LOSS)/PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL PERIOD		<u>(310,865)</u>	<u>112,780</u>
Net (loss)/profit after taxation is made up of the following:			
Realised amount		1,861,837	2,368,920
Unrealised amount		(2,172,702)	(2,256,140)
		<u>(310,865)</u>	<u>112,780</u>

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

AHAM AIIAN BALANCED FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
ASSETS			
Cash and cash equivalents	10	2,031,393	417,708
Amount due from Manager			
- creation of units		6,724	2,714
- management fee rebate receivable		127	-
Dividend receivables		3,690	33,519
Financial assets at fair value through profit or loss	9	14,946,428	16,007,543
TOTAL ASSETS		<u>16,988,362</u>	<u>16,461,484</u>
LIABILITIES			
Amount due to brokers		425,517	20,444
Amount due to Manager			
- management fee		20,529	20,150
- cancellation of units		2,754	-
Amount due to Trustee		1,095	1,074
Fund accounting fee		600	600
Auditors' remuneration		4,513	4,499
Tax agent's fee		6,685	6,680
Other payable and accruals		11,079	22,698
TOTAL LIABILITIES		<u>472,772</u>	<u>76,145</u>
NET ASSET VALUE OF THE FUND		<u>16,515,590</u>	<u>16,385,339</u>
EQUITY			
Unitholders' capital		15,786,030	15,825,060
Retained earnings		729,560	560,279
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>16,515,590</u>	<u>16,385,339</u>
NUMBER OF UNITS IN CIRCULATION	11	<u>42,062,000</u>	<u>42,325,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.3926</u>	<u>0.3871</u>

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

AHAM AIIMAN BALANCED FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	Unitholders' <u>capital</u> RM	Retained <u>earnings</u> RM	<u>Total</u> RM
Balance as at 1 April 2024	15,032,484	1,094,341	16,126,825
Total comprehensive loss for the financial period	-	(310,865)	(310,865)
Distribution (Note 8)	-	(53,916)	(53,916)
Movement in unitholders' capital:			
Creation of units arising from applications	1,401,842	-	1,401,842
Creation of units arising from distribution	53,916	-	53,916
Cancellation of units	(702,212)	-	(702,212)
Balance as at 30 September 2024	<u>15,786,030</u>	<u>729,560</u>	<u>16,515,590</u>
Balance as at 1 April 2023	16,782,046	859,148	17,641,194
Total comprehensive income for the financial period	-	112,780	112,780
Distribution (Note 8)	-	(411,649)	(411,649)
Movement in unitholders' capital:			
Creation of units arising from applications	7,038	-	7,038
Creation of units arising from distribution	411,649	-	411,649
Cancellation of units	(1,375,673)	-	(1,375,673)
Balance as at 30 September 2023	<u>15,825,060</u>	<u>560,279</u>	<u>16,385,339</u>

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

AHAM AIIAN BALANCED FUND

UNAUDITED SEMI-ANNUAL STATEMENT OF CASH FLOWS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	<u>Note</u>	6 months financial period ended <u>30.9.2024</u> RM	6 months financial period ended <u>30.9.2023</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of Shariah-compliant investments		12,421,030	4,117,082
Purchase of Shariah-compliant investments		(11,807,971)	(3,212,982)
Profit income received		201,548	144,214
Dividend received		35,507	229,099
Management fee rebate received		2,067	-
Management fee paid		(126,407)	(129,259)
Trustee fee paid		(6,746)	(6,899)
Fund accounting fee paid		(3,600)	(3,600)
Payment for other fees and expenses		(25,463)	(20,333)
		<hr/>	<hr/>
Net cash flows generated from operating activities		689,965	1,117,322
		<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		1,401,381	4,324
Payments for cancellation of units		(701,455)	(1,378,039)
		<hr/>	<hr/>
Net cash flows generated from/(used in) financing activities		699,926	(1,373,715)
		<hr/>	<hr/>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1,389,891	(256,393)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD		641,502	674,101
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	10	<u>2,031,393</u>	<u>417,708</u>

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

AHAM AIIAN BALANCED FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

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

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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

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

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

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

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

(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 AIIAN BALANCED FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

B INCOME RECOGNITION

Dividend income

Dividend income from Shariah-compliant investments is recognised in the statement of comprehensive income as part of gross dividend income on the ex-dividend rate, when the right to receive the dividend has been established.

Profit income

Profit income from Shariah-based short-term deposits with licensed financial institutions and unquoted sukuk are recognised based on effective profit rate method on an accruals basis.

Profit income is calculated by applying the effective profit 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 profit rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

Realised gains and losses on sales of investments

For Shariah-compliant quoted investments and exchange-traded fund ("ETF"), realised gains and losses on sale of Shariah-compliant investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the Shariah-compliant investments, determined on a weighted average cost basis.

For unquoted sukuk, realised gains and losses on sale of unquoted Shariah-compliant investments are accounted as the difference between the net disposal proceeds and the carrying amount of Shariah-compliant investments, determined on cost adjusted for accretion of discount or amortisation of premium on investments.

C TRANSACTION COSTS

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include the bid-ask spread, fees and commissions paid to agents, advisors, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

D TAXATION

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

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

AHAM AIIAN BALANCED FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

E DISTRIBUTION

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

F FUNCTIONAL AND PRESENTATION CURRENCY

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

G 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 not designated as hedging instruments are measured at fair value through profit or loss.

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

The Fund classifies amount due to broker, amount due to Manager, amount due to trustee, fund accounting fee, auditors' remuneration, tax agent's fee and other payables and accruals as financial liabilities measured at amortised cost.

** For the purposes of this Fund, interest refers to profits earned from Shariah-compliant investments.*

AHAM AIIMAN BALANCED FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

G 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. Shariah-compliant investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

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

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

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

Gain 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 financial period which they arise.

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

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

Unquoted sukuk securities including money market instruments denominated in Ringgit Malaysia are revalued on a daily basis based on fair value prices quoted by a bond pricing agency (“BPA”) registered with the Securities Commission (“SC”) as per the SC’s Guidelines on Unit Trust Funds. Where such quotation is not available or where the Manager is of the view that the price quoted by the BPA for a specific unquoted fixed income securities differs from the market price by more than 20 basis points, the Manager may use the market price, provided that the Manager:

- (i) records its basis for using non-BPA price;
- (ii) obtains necessary internal approvals to use the non-BPA price; and
- (iii) keeps an audit trail of all decisions and basis for adopting the market yield.

Investment in ETF is valued based on quoted market prices at the close of trading on the reporting date.

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

AHAM AIIAN BALANCED FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (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 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 period.

AHAM AIIMAN BALANCED FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

H CASH AND CASH EQUIVALENTS

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

I AMOUNTS DUE FROM/(TO) BROKERS

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

J 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 ("NAV");
- the units are the most subordinated class and class features are identical;
- there are no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

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

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

AHAM AIIMAN BALANCED FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

K 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 content of the estimates, certain key variables that are anticipated to have material impact 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 Shariah-compliant investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the SC's Guidelines on Unit Trust Funds.

L 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 AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name Dana Islamiah Affin (the “Fund”) pursuant to the execution of a Master Deed dated 14 September 2001, First Supplemental Deed dated 23 October 2002, Second Supplemental Deed dated 23 August 2007, Third Supplemental Deed dated 8 September 2008, Fourth Supplemental Deed dated 13 October 2008, Fifth Supplemental Deed dated 22 July 2014, Sixth Supplemental Deed dated 6 August 2015, Seventh Supplemental Deed dated 5 October 2018 and Eighth Supplemental Deed dated 28 December 2022 (The “Deeds”) entered into between AHAM Asset Management Berhad (the “Manager”) and AmanahRaya Trustees Berhad (the “Trustee”). The Fund has changed its name from Affin Hwang Aiiman Balanced Fund to AHAM Aiiman Balanced Fund as amended by the Eighth Supplemental Deed dated 28 December 2022.

The Fund was launched on 11 November 2001 and will continue its operations until terminated by the Trustee as provided under Clause 22.1 of the Deed.

The Fund may invest in the following permitted investments subject to the following restrictions imposed or as may be amended from time to time by the SC and/or the relevant authorities and/or the Deeds:

- (i) Listed Shariah-compliant securities;
- (ii) Unlisted Shariah-compliant securities;
- (iii) Shariah-compliant right issues;
- (iv) Shariah-compliant warrants;
- (v) Government Investment Issues (GII), Islamic accepted bills, Bank Negara Malaysia negotiable notes, negotiable Islamic debt certificate (NIDC), Islamic negotiable instrument of deposits (INID), Cagamas mudharabah bonds and any other government Islamic Papers;
- (vi) Other Shariah-compliant obligations issued or guaranteed by the Malaysia government, Bank Negara Malaysia, state governments-related agencies;
- (vii) Sukuk;
- (viii) Islamic deposits;
- (ix) Islamic money market instruments; and
- (x) Units/shares in Islamic collective investment schemes which are in line with the objective of the Fund; and
- (xi) Any other form of investments as may be permitted by the SC and/or the Shariah Adviser from time to time that is in line with the Fund’s objectives.

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

The objective of the Fund is to achieve reasonable returns in both income and capital growth over the medium to long term period by investing in a wide portfolio of authorised securities and other investments which complies with Shariah principles.

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 15 November 2024.

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund 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	2,031,393	-	2,031,393
Amount due from Manager				
- management rebate receivable		127	-	127
- creation of units		6,724	-	6,724
Dividend receivables		3,690	-	3,690
Shariah-compliant quoted equities	9	-	8,403,605	8,403,605
Unquoted sukuk	9	-	6,542,823	6,542,823
Total		<u>2,041,934</u>	<u>14,946,428</u>	<u>16,988,362</u>
<u>Financial liabilities</u>				
Amount due to brokers		425,517	-	425,517
Amount due to Manager				
- management fee		20,529	-	20,529
- cancellation of units		2,754	-	2,754
Amount due to Trustee		1,095	-	1,095
Fund accounting fee		600	-	600
Auditors' remuneration		4,513	-	4,513
Tax agent's fee		6,685	-	6,685
Other payables and accruals		11,079	-	11,079
Total		<u>472,772</u>	<u>-</u>	<u>472,772</u>
<u>2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	417,708	-	417,708
Amount due from Manager				
- creation of units		2,714	-	2,714
Dividend receivables		33,519	-	33,519
Shariah-compliant quoted equities	9	-	8,770,918	8,770,918
Exchanged-traded fund	9	-	251,239	251,239
Unquoted sukuk	9	-	6,985,386	6,985,386
Total		<u>453,941</u>	<u>16,007,543</u>	<u>16,461,484</u>

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

Financial instruments of the Fund are as follows: (continued)

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2023</u> (continued)				
<u>Financial liabilities</u>				
Amount due to brokers		20,444	-	20,444
Amount due to Manager				
- management fee		20,150	-	20,150
Amount due to Trustee		1,074	-	1,074
Fund accounting fee		600	-	600
Auditors' remuneration		4,499	-	4,499
Tax agent's fee		6,680	-	6,680
Other payables and accruals		22,698	-	22,698
		<u>76,145</u>	<u>-</u>	<u>76,145</u>
Total		<u>76,145</u>	<u>-</u>	<u>76,145</u>

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

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

Market risk

(a) Price risk

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

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

	<u>2024</u> RM	<u>2023</u> RM
Shariah-compliant quoted investments		
Quoted equities	8,403,605	8,770,918
Exchange-traded fund	-	251,239
	<u>8,403,605</u>	<u>9,022,157</u>
Shariah-compliant unquoted investments		
Unquoted sukuk*	<u>6,542,824</u>	<u>6,985,386</u>

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

Market risk (continued)

(a) Price risk (continued)

* Includes profit receivable of RM86,511 (2023: RM79,073)

The following table summarises the sensitivity of the Fund's (loss)/profit after taxation and NAV to price risk movement. 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 quoted securities having regard to the historical volatility of the prices.

<u>% Change in price</u>	<u>Market value</u> RM	Impact on (loss)/ profit after tax/NAV RM
<u>2024</u>		
-5%	14,116,921	(742,996)
0%	14,859,917	-
+5%	15,602,913	742,996
<u>2023</u>		
-10%	14,335,624	(1,592,847)
0%	15,928,471	-
+10%	17,521,318	1,592,847

(b) Profit rate risk

In general, when profit rates rise, unquoted sukuk prices will tend to fall and vice versa. Therefore, the NAV of the Fund may also tend to fall when profit rates rise or are expected to rise. However, investors should be aware that should the Fund hold an unquoted sukuk till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the NAV shall not be affected at maturity. In order to mitigate profit rate exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future profit rate trend of the Manager, which is based on its continuous fundamental research and analysis.

This risk is crucial in an unquoted sukuk fund since unquoted sukuk portfolio management depend on forecasting profit rate movements. Prices of unquoted sukuk move inversely to profit rate movements, therefore as profit rates rise, the prices of unquoted sukuk decrease and vice versa. Furthermore, unquoted sukuk with longer maturity and lower yield coupon rates are more susceptible to profit rate movements.

Investors should note that unquoted sukuk and money market instruments are subject to profit rate fluctuations. Such investments may be subject to unanticipated rise in profit rates which may impair the ability of the issuers to make payments of profit income and principal, especially if the issuers are highly leveraged. An increase in profit rates may therefore increase the potential of default by an issuer.

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

Market risk (continued)

(b) Profit rate risk (continued)

The table below summarises the sensitivity of the Fund's (loss)/profit after taxation and NAV to movements in prices of unquoted sukuk held by the Fund as a result of movement in profit rates. The analysis is based on the assumptions that the profit rate increased and decreased by 1% (2023: 2%) with all other variables held constant.

<u>% Change in profit rate</u>	<u>Impact on (loss)/profit after tax/NAV</u>	
	<u>2024</u>	<u>2023</u>
	RM	RM
+ 1% (2023: + 2%)	(10,587)	(25,298)
- 1% (2023: - 2%)	10,615	25,469

The Fund's exposure to profit rate risk associated with Shariah-based deposit with a licensed financial institution is not material as the carrying value of the deposit is held on a short-term basis.

Credit risk

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

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

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

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

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

For unquoted sukuk, the Manager regularly reviews the rating assigned to the issuer so that necessary steps can be taken if the rating falls below those described by the Deeds and SC's Guidelines on Unit Trust Funds.

AHAM AII MAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

Credit risk (continued)

The following table sets out the credit risk concentrations of the Fund:

	Unquoted <u>sukuk</u> RM	Cash and cash <u>equivalents</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2024</u>				
Consumer Staples				
- AA2	507,422	-	-	507,422
Energy				
- A+	1,069,093	-	-	1,069,093
Financials				
- AAA	-	1,583,125	-	1,583,125
- AA3	-	448,268	-	448,268
Industrials				
- AAA	510,507	-	-	510,507
- AA3	530,985	-	-	530,985
- A-	1,030,150	-	-	1,030,150
Other				
- NR	-	-	6,851	6,851
Property				
- NR	-	-	3,690	3,690
Real Estate				
- AA-	518,034	-	-	518,034
Utilities				
- AA1	1,052,792	-	-	1,052,792
- AA3	1,323,840	-	-	1,323,840
	<u>6,542,823</u>	<u>2,031,393</u>	<u>10,541</u>	<u>8,584,757</u>

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

Credit risk (continued)

The following table sets out the credit risk concentrations of the Fund: (continued)

	Unquoted <u>sukuk</u> RM	Cash and cash <u>equivalents</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2023</u>				
Consumer Staples				
- AA	518,019	-	-	518,019
Energy				
- A+	1,053,628	-	-	1,053,628
Financials				
- AA-	1,054,068	-	-	1,054,068
- AA3	-	65,351	-	65,351
- AAA	-	352,357	-	352,357
Industrials				
- A	1,005,356	-	-	1,005,356
- AA3	255,249	-	-	255,249
- NR	-	-	12,278	12,278
Others				
- NR	-	-	2,714	2,714
Real Estate				
- AA-	516,471	-	-	516,471
Technology				
- NR	-	-	2,312	2,312
Telecommunications				
- AAA	209,778	-	-	209,778
- NR	-	-	5,355	5,355
Transport and Logistics				
- NR	-	-	4,412	4,412
Utilities				
- AA1	1,049,902	-	-	1,049,902
- AA3	1,322,915	-	-	1,322,915
- NR	-	-	9,162	9,162
	<u>6,985,386</u>	<u>417,708</u>	<u>36,233</u>	<u>7,439,327</u>

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

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

Liquidity risk

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

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

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

	<u>Within one month</u> RM	<u>Between one month to one year</u> RM	<u>Total</u> RM
<u>2024</u>			
Amount due to brokers	425,517	-	425,517
Amount due to Manager			
- management fee	20,529	-	20,529
- cancellation of units	2,754	-	2,754
Amount due to Trustee	1,095	-	1,095
Fund accounting fee	600	-	600
Auditors' remuneration	-	4,513	4,513
Tax agent's fee	-	6,685	6,685
Other payables and accruals	-	11,079	11,079
	<u>450,495</u>	<u>22,277</u>	<u>472,772</u>
<u>2023</u>			
Amount due to brokers	20,444	-	20,444
Amount due to Managers			
- management fee	20,150	-	20,150
Amount due to Trustee	1,074	-	1,074
Fund accounting fee	600	-	600
Auditors' remuneration	-	4,499	4,499
Tax agent's fee	-	6,680	6,680
Other payables and accruals	-	22,698	22,698
	<u>42,268</u>	<u>33,877</u>	<u>76,145</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.

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

Capital risk (continued)

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.

Reclassification of Shariah status risk

The risk that the currently held Shariah-compliant securities in the portfolio of Shariah-based funds may be reclassified to be Shariah non-compliant upon review of the securities by the Shariah Advisory Council of the Securities Commission performed twice yearly. If this occurs, the value of the fund may be adversely affected where the Manager will take the necessary steps to dispose of such securities in accordance with the Shariah Advisory Council's advice. As at 30 September 2024 and 30 September 2023, all investments held are Shariah Compliant counters as approved by the Shariah Advisory Council.

3 FAIR VALUE ESTIMATION

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

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

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

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 judgment, considering factors specific to the asset or liability.

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2024</u>				
Financial assets at fair value through profit or loss:				
- Shariah-compliant quoted equities	8,403,605	-	-	8,403,605
- unquoted sukuk	-	6,542,823	-	6,542,823
	<u>8,403,605</u>	<u>6,542,823</u>	<u>-</u>	<u>14,946,428</u>
<u>2023</u>				
Financial assets at fair value through profit or loss:				
- Shariah-compliant quoted equities	8,770,918	-	-	8,770,918
- exchanged-traded fund	251,239	-	-	251,239
- unquoted sukuk	-	6,985,386	-	6,985,386
	<u>9,022,157</u>	<u>6,985,386</u>	<u>-</u>	<u>16,007,543</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities and exchanged-traded fund. The Fund does not adjust the quoted 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. This include unquoted sukuk. 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 amount of cash and cash equivalents, amount due from Manager, dividend receivables, and all current liabilities are a reasonable approximation of the fair values due to their short-term nature.

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

4 MANAGEMENT FEE

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

For the 6 months financial period ended 30 September 2024, the management fee is recognised at a rate of 1.50% (2023: 1.50%) per annum on the NAV of the Fund calculated on a daily basis as stated in the Prospectus.

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

5 TRUSTEE FEE

In accordance with the Deeds, the Trustee is entitled to an annual fee at a rate not exceeding 0.08% per annum on the NAV of the Fund, excluding of foreign custodian fees and charges, calculated on a daily basis, subject to a minimum fee of RM18,000 per annum.

For the 6 months financial period ended 30 September 2024, the Trustee fee is recognised at a rate of 0.08% (2023: 0.08%) per annum on the NAV of the Fund, excluding of foreign custodian fees and charges, calculated on a daily basis as stated in the Prospectus.

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

6 FUND ACCOUNTING FEE

The Fund valuation and accounting fee for the Fund is RM3,600 (2023: RM3,600) for the financial period.

7 TAXATION

	6 months financial period ended <u>30.9.2024</u> RM	6 months financial period ended <u>30.9.2023</u> RM
Current taxation	-	-

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

7 TAXATION (CONTINUED)

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

	6 months financial period ended <u>30.9.2024</u> RM	6 months financial period ended <u>30.9.2023</u> RM
Net (loss)/profit before taxation	(310,865)	112,780
Tax at Malaysian statutory tax rate of 24% (2023: 24%)	(74,608)	27,067
Tax effects of:		
Investment loss not brought to tax/ (investment income not subject to tax)	18,158	(69,523)
Expenses not deductible for tax purposes	24,986	10,929
Restrictions on tax deductible expenses for Unit Trust Funds	31,464	31,527
Tax expense	-	-

8 DISTRIBUTION

	6 months financial period ended <u>30.9.2024</u> RM	6 months financial period ended <u>30.9.2023</u> RM
Gross/Net distribution amount	53,916	411,649

During the financial year ended 30 September 2024, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit</u> (sen)
17.7.2024	0.13

During the financial year ended 30 September 2023, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit</u> (sen)
20.7.2023	0.97

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

8 DISTRIBUTION (CONTINUED)

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

Included in distributions for the financial period is an amount of RM53,916 (2023: RM279,921) made from previous year's realised income.

The Fund has incurred an unrealised loss of RM2,172,702 (2023: RM2,256,140) during the financial period.

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:		
- Shariah-compliant quoted equities - local	8,403,605	8,770,918
- exchange-traded fund - local	-	251,239
- unquoted sukuk - local	6,542,823	6,985,386
	<u>14,946,428</u>	<u>16,007,543</u>
Net loss on financial assets at fair value through profit or loss:		
- realised gain on sale of investments	101,830	257,504
- unrealised loss on changes of fair value	(470,152)	(388,851)
- management fee rebate on collective investment scheme#	2,067	-
	<u>(366,255)</u>	<u>(131,347)</u>

In arriving at the fair value of the ETF, the management fee initially paid to the Manager of the ETF have 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 the ETF have been fully refunded to the Fund. Accordingly, any rebate of management fee received from the Manager of the ETF is reflected as an increase in the net asset value of the exchange-traded funds.

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

(a) Shariah-compliant quoted equities - local

(i) Shariah-compliant quoted equities - local as at 30 September 2024 are as follows:

<u>Name of counters</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Construction</u>				
AME Elite Consortium Bhd	266,700	426,613	442,722	2.68
Gamuda Bhd	89,900	659,866	725,493	4.39
	<u>356,600</u>	<u>1,086,479</u>	<u>1,168,215</u>	<u>7.07</u>
<u>Energy</u>				
Icon Offshore Bhd	324,900	349,857	337,896	2.04
Wasco Bhd	228,100	331,267	255,472	1.55
	<u>553,000</u>	<u>681,124</u>	<u>593,368</u>	<u>3.59</u>
<u>Industrial Products & Services</u>				
CPE Technology Bhd	191,600	263,596	180,104	1.09
Crest Group Bhd - IPO	2,000,000	700,000	700,000	4.24
KJTS Group Bhd	654,300	391,672	408,937	2.47
Nextgreen Global Bhd	404,000	390,442	341,380	2.07
Press Metal Aluminium Holding Bhd	76,600	392,988	386,830	2.34
QES Group Bhd	823,500	559,578	436,455	2.64
Sam Engineering & Equipment	87,500	514,799	363,125	2.20
Scientex Bhd	82,700	339,302	353,129	2.14
SKP Resources Bhd	367,850	332,765	400,957	2.43
V.S. Industry Bhd	351,900	382,662	344,862	2.09
V.S. Industry Bhd - Warrant	-	-	5,570	0.03
	<u>5,039,950</u>	<u>4,267,804</u>	<u>3,921,349</u>	<u>23.74</u>
<u>Property</u>				
SP Setia Bhd Group	460,800	600,652	576,000	3.49
SP Setia Bhd Group -PA	113,700	121,955	105,173	0.64
	<u>574,500</u>	<u>722,607</u>	<u>681,173</u>	<u>4.13</u>

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

(a) Shariah-compliant quoted equities - local (continued)

(i) Shariah-compliant quoted equities - local as at 30 September 2024 are as follows: (continued)

<u>Name of counters</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Technology</u>				
Frontken Corp Bhd	97,100	376,589	353,444	2.14
Go Hub Capital Bhd	75,100	92,097	70,594	0.43
ITMAX System Bhd	230,100	354,319	826,059	5.00
Pentamaster Corporation Bhd	81,900	386,936	286,650	1.74
	<u>484,200</u>	<u>1,209,941</u>	<u>1,536,747</u>	<u>9.31</u>
<u>Telecommunications & Media</u>				
Axiata Group Bhd	200,300	566,654	502,753	3.04
	<u>7,208,550</u>	<u>8,534,609</u>	<u>8,403,605</u>	<u>50.88</u>
Total Shariah-compliant quoted equities - local				
Accumulated unrealised loss on Shariah-compliant quoted equities - local		<u>(131,004)</u>		
Total Shariah-compliant quoted equities - local		<u>8,403,605</u>		

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

(a) Shariah-compliant quoted equities - local (continued)

(ii) Shariah-compliant quoted equities - local as at 30 September 2023 are as follows:

<u>Name of counters</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Healthcare</u>				
Hartalega Holdings Bhd	157,500	312,610	311,850	1.90
Kossan Rubber Industries Bhd	244,000	331,943	319,640	1.95
Top Glove Corp Bhd	608,900	586,320	471,897	2.88
	<u>1,010,400</u>	<u>1,230,873</u>	<u>1,103,387</u>	<u>6.73</u>
<u>Industrial Products & Services</u>				
Nextgreen Global Bhd	404,000	390,442	349,460	2.13
SKP Resources Bhd	272,850	385,265	270,122	1.65
Sunview Group Bhd	410,800	334,914	326,586	2.00
	<u>1,087,650</u>	<u>1,110,621</u>	<u>946,168</u>	<u>5.78</u>
<u>Plantation</u>				
Hap Seng Plantations Holdings Bhd	97,800	269,177	183,864	1.12
Kuala Lumpur Kepong Bhd	19,200	498,316	410,112	2.50
Sime Darby Plantation Bhd	76,200	394,556	325,374	1.99
Ta Ann Holdings Bhd	48,900	257,027	164,793	1.01
	<u>242,100</u>	<u>1,419,076</u>	<u>1,084,143</u>	<u>6.62</u>
<u>Property</u>				
SP Setia Bhd Group - Preference Share	113,700	121,955	102,330	0.62
<u>REITS</u>				
Axis Real Estate Investment Trust	190,700	372,551	348,981	2.13
<u>Technology</u>				
Aimflex Bhd	2,474,600	484,241	544,412	3.32
ECA Integrated Solution Bhd	349,600	334,844	286,672	1.75
Edeltec Holdings Bhd	596,600	337,300	247,589	1.51
Genetec Technology Bhd	151,500	396,503	362,085	2.21
Globetronics Technology Bhd	189,000	276,116	294,840	1.80
Greatch Technology Bhd	44,000	220,000	192,280	1.17

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

(a) Shariah-compliant quoted equities - local (continued)

(ii) Shariah-compliant quoted equities - local as at 30 September 2023 are as follows: (continued)

<u>Name of counters</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Technology (continued)</u>				
Inari Amertron Bhd	115,600	338,235	335,240	2.05
ITMAX System Bhd	260,300	400,823	465,937	2.84
JHM Consolidation Bhd	556,000	442,932	433,680	2.65
NCT Alliance Bhd	939,000	466,455	305,175	1.86
TT Vision Holdings Bhd	209,600	232,505	251,520	1.54
	<u>5,885,800</u>	<u>3,929,954</u>	<u>3,719,430</u>	<u>22.70</u>
<u>Telecommunications & Media</u>				
Axiata Group Bhd	122,500	405,826	305,025	1.86
TIME dotCom Bhd	64,000	281,291	346,880	2.12
	<u>186,500</u>	<u>687,117</u>	<u>651,905</u>	<u>3.98</u>
<u>Transportation & Logistics</u>				
Swift Haulage Bhd	551,500	426,622	306,083	1.87
<u>Utilities</u>				
Tenaga Nasional Bhd	50,900	476,331	508,491	3.10
Total Shariah-compliant quoted equities - local	<u>9,319,250</u>	<u>9,775,100</u>	<u>8,770,918</u>	<u>53.53</u>
Accumulated unrealised loss on Shariah-compliant quoted equities - local		<u>(1,004,182)</u>		
Total Shariah-compliant quoted equities - local		<u>8,770,918</u>		

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

(b) Exchange-traded fund - local

(i) There is no investment on Exchange-traded fund - local as at 30 September 2024.

(ii) Exchange-traded fund - local as at 30 September 2023 is as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
Tradeplus Shariah Gold Tracker	90,700	160,135	251,239	1.53
Total exchange-traded fund - local	<u>90,700</u>	<u>160,135</u>	<u>251,239</u>	<u>1.53</u>
Accumulated unrealised gain on exchange-traded fund - local		<u>91,104</u>		
Total exchange-traded fund - local		<u>251,239</u>		

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

(c) Unquoted sukuk - local

(i) Unquoted sukuk - local as at 30 September 2024 are as follows:

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Sukuk</u>				
4.08% Benih Restu Bhd 28.07.2034 (AA2)	500,000	503,577	507,422	3.07
4.76% IJM Corporation Bhd 10.04.2029 (AA3)	500,000	526,220	530,985	3.22
5.90% MEX II Sdn Bhd 27.04.2029 (D)*	1,000,000	794,916	-	-
6.30% MEX II Sdn Bhd 29.04.2033 (D)*	3,000,000	1,898,264	-	-
4.03% Projek Lebuhraya Usahasama Bhd 10.01.2031 (AAA)	500,000	504,472	510,507	3.09
5.40% Tadau Energy Sdn Bhd 28.07.2025 (AA3)	300,000	303,257	306,063	1.85
5.55% Tanjung Bin Energy Issuer Bhd 15.09.2025 (AA3)	500,000	501,978	505,274	3.06
5.70% Tanjung Bin Energy Issuer Bhd 16.03.2027 (AA3)	500,000	503,218	512,503	3.10
5.15% UEM Sunrise Bhd 31.10.2025 (AA-)	500,000	511,125	518,034	3.14
6.00% UiTM Solar Power Sdn Bhd 26.04.2030 (A+)	1,000,000	1,029,685	1,069,093	6.47
7.50% Yinson Holdings Berhad Call: 08.03.2029 (A-)	1,000,000	1,004,520	1,030,150	6.24
5.05% YTL Power International Bhd 03.05.2027 (AA1)	1,000,000	1,025,189	1,052,792	6.38
Total unquoted sukuk - local	<u>10,300,000</u>	<u>9,106,421</u>	<u>6,542,823</u>	<u>39.62</u>
Accumulated unrealised loss on unquoted sukuk - local		<u>(2,563,598)</u>		
Total unquoted sukuk - local		<u>6,542,824</u>		

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

(c) Unquoted sukuk - local (continued)

(ii) Unquoted sukuk - local as at 30 September 2023 are as follows:

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Sukuk</u>				
4.20% Gamuda Land T12 Sdn Bhd 11.10.2027 (AA3)	250,000	250,480	255,249	1.56
5.95% Lebuhraya DUKE Fasa 3 Sdn Bhd 23.08.2034 (AA-)	1,000,000	1,066,397	1,054,068	6.43
5.90% MEX II Sdn Bhd 27.04.2029 (D)*	1,000,000	755,919	-	-
6.30% MEX II Sdn Bhd 29.04.2033 (D)*	3,000,000	1,799,438	-	-
5.65% Sime Darby Plantation Bhd Call: 24.03.2026 (AA)	500,000	514,067	518,019	3.16
5.40% Tadau Energy Sdn Bhd 28.07.2025 (AA3)	300,000	303,852	308,152	1.88
5.55% Tanjung Bin Energy Issuer Bhd 15.09.2025 (AA3)	500,000	502,820	505,568	3.08
5.70% Tanjung Bin Energy Issuer Bhd 16.03.2027 (AA3)	500,000	503,934	509,195	3.11
4.68% Telekom Malaysia Bhd 31.10.2028 (AAA)	200,000	213,993	209,778	1.28
5.15% UEM Sunrise Bhd 31.10.2025 (AA-)	500,000	511,514	516,471	3.15
6.00% UiTM Solar Power Sdn Bhd 26.04.2030 (A+)	1,000,000	1,030,075	1,053,628	6.43
5.80% WCT Holdings Bhd Call: 27.09.2024 (A)	1,000,000	1,000,636	1,005,356	6.14
5.05% YTL Power International Bhd 03.05.2027 (AA1)	1,000,000	1,026,729	1,049,902	6.41
Total unquoted sukuk - local	<u>10,750,000</u>	<u>9,479,854</u>	<u>6,985,386</u>	<u>42.63</u>
Accumulated unrealised loss on unquoted sukuk - local		<u>(2,494,468)</u>		
Total unquoted sukuk - local		<u>6,985,386</u>		

* MEX II Sdn Bhd

On 3 January 2022, the Trustee declared an event of default when MEX II Sdn Bhd ("the Company") failed to make payment on the due date of 31 December 2021. On 5 January 2022, MEX II applied for a Judicial Management Order, which faced multiple adjournments before the High Court dismissed it on 26 April 2022. Despite subsequent appeals filed by MEX II, both the Court of Appeal on 15 May 2023 and the Federal Court on 26 September 2023, upheld the previous dismissal, exhausting MEX II's avenues for appeal in this matter.

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

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

(c) Unquoted sukuk - local (continued)

* MEX II Sdn Bhd (continued)

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

10 CASH AND CASH EQUIVALENTS

	<u>2024</u> RM	<u>2023</u> RM
Cash and bank balances	448,268	65,351
Shariah-based deposits with licensed financial institutions	1,583,125	352,357
	<u>2,031,393</u>	<u>417,708</u>

The weighted average effective profits per annum and weighted average maturity of Shariah-based deposits with licensed financial institutions are as follows:

	<u>2024</u> %	<u>2023</u> %
Shariah-based deposits with licensed financial institutions	<u>2.90</u>	<u>3.00</u>

Shariah-based deposits with licensed financial institutions have an average maturity of 1 day (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 financial period	40,290,000	44,751,000
Creation of units arising from applications	3,359,292	18,000
Creation of units arising from distribution	125,708	1,064,792
Cancellation of units during the financial period	(1,713,000)	(3,508,792)
At the end of the financial period	<u>42,062,000</u>	<u>42,325,000</u>

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

12 SHARIAH INFORMATION OF THE FUND

The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises:

- a) Equity securities and exchanged-trade fund listed in Bursa Malaysia which have been classified as Shariah-compliant by the Shariah Advisory Council of the Securities Commission;
- b) Sukuk as per the list of sukuk available at Bond Info Hub and Fully Automated System for Issuing/Tendering of Bank Negara Malaysia; and
- c) Cash placements and liquid assets in local market, which are placed in Shariah-compliant investment and/or instruments.

13 TRANSACTIONS WITH BROKERS AND DEALERS

- (i) Details of transactions with the top 10 brokers and dealers for the 6 months financial period ended 30 September 2024 are as follows:

<u>Name of brokers/dealers</u>	<u>Value of trade</u> RM	Percentage of total <u>trade</u> %	<u>Brokerage</u> <u>fees</u> RM	Percentage of total <u>brokerage</u> %
UOB Kay Hian Securities (M) Sdn Bhd	4,797,870	20.44	18,331	21.51
CGS International Securities Malaysia Sdn Bhd	3,196,342	13.62	12,169	14.28
Malayan Banking Bhd	2,983,082	12.71	12,256	14.38
RHB Investment Bank Bhd	2,671,614	11.38	10,213	11.98
Affin Hwang Investment Bank Bhd	2,393,536	10.20	9,168	10.76
Public Investment Bank Bhd	1,756,837	7.48	4,846	5.69
Kenanga Investment Bank Bhd	1,412,497	6.02	5,381	6.31
MIDF Amanah Investment Bank Bhd	1,009,677	4.30	790	0.93
CLSA Securities Malaysia Sdn Bhd	809,612	3.45	2,682	3.15
Hong Leong Investment Bank Bhd	679,964	2.90	2,625	3.08
Others	1,761,759	7.50	6,762	7.93
	<u>23,472,790</u>	<u>100.00</u>	<u>85,223</u>	<u>100.00</u>

AHAM AIIAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

13 TRANSACTIONS WITH BROKERS AND DEALERS (CONTINUED)

(ii) Details of transactions with the top 10 brokers and dealers for the 6 months financial period ended 30 September 2023 are as follows:

<u>Name of brokers/dealers</u>	<u>Value of trade</u> RM	<u>Percentage</u> <u>of total</u> <u>trade</u> %	<u>Brokerage</u> <u>fees</u> RM	<u>Percentage</u> <u>of total</u> <u>brokerage</u> %
RHB Investment Bank Bhd	1,375,528	20.08	3,709	15.06
Affin Hwang Investment Bhd	1,117,860	16.31	4,204	17.06
UOB Kay Hian Securities (M) Sdn Bhd	1,076,210	15.71	4,241	17.22
Public Investment Bank Bhd	674,626	9.84	2,773	11.26
Malayan Banking Bhd	477,717	6.97	1,862	7.56
TA Securities Berhad	376,874	5.50	1,448	5.88
Hong Leong Investment Bank Bhd	331,164	4.83	1,346	5.46
CGS – CIMB Securities Sdn. Bhd	315,362	4.60	1,287	5.22
Macquarie Capital Securities (Malaysia) Sdn Bhd	289,356	4.22	1,232	5.00
Ambank (M) Bhd	210,310	3.07	838	3.40
Others	607,627	8.87	1,696	6.88
	<u>6,852,634</u>	<u>100.00</u>	<u>24,636</u>	<u>100.00</u>

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

14 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>Relationships</u>
CVC Capital Partners Asia V L.P. ("CVC Asia V")	Ultimate holding company of the Manager
Lembaga Tabung Angkatan Tentera ("LTAT")	Former ultimate holding corporate body of the Manager and substantial shareholder of the Manager
Starlight TopCo Limited	Penultimate holding company of the Manager
Starlight Universe Limited	Intermediate holding company of the Manager
Starlight Asset Sdn Bhd	Immediate holding company of the Manager
Nikko Asset Management International Limited ("NAMI")	Former substantial shareholder of the Manager
Nikko Asset Management Co., Ltd ("NAM")	Substantial shareholder of the Manager
AHAM Asset Management Berhad	The Manager
Subsidiaries and associated companies of CVC Asia V as disclosed in their financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager
Directors of AHAM Asset Management Berhad	Directors of the Manager

The units held by the Manager and party related to the Manager as at the end of the financial period are as follows:

	<u>2024</u>	<u>2023</u>
	No. of units	No. of units
	RM	RM
<u>The Manager:</u>		
AHAM Asset Management Berhad (The units are held legally for booking purposes)	3,653	2,961
	<u>1,434</u>	<u>1,146</u>

AHAM AIIMAN BALANCED FUND

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024 (CONTINUED)

15 TOTAL EXPENSE RATIO (“TER”)

	6 months financial period ended <u>30.9.2024</u> RM	6 months financial period ended <u>30.9.2023</u> RM
TER	<u>0.89</u>	<u>0.88</u>

TER is derived from the following calculation:

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

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

The average NAV of the Fund for the financial period calculated on a daily basis was RM16,842,078 (2023: RM16,927,143).

16 PORTFOLIO TURNOVER RATIO (“PTR”)

	6 months financial period ended <u>30.9.2024</u>	6 months financial period ended <u>30.9.2023</u>
PTR (times)	<u>0.72</u>	<u>0.21</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial period = RM12,050,029 (2023: RM3,233,426)
total disposal for the financial period = RM12,319,200 (2023: RM3,859,578)

AHAM AIIMAN BALANCED 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 36 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 September 2024 and of its financial performance, changes in equity and cash flows for the financial period ended 30 September 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
15 November 2024

DIRECTORY OF SALES OFFICE

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