



**ANNUAL REPORT**  
31 August 2024

# AHAM Flexi Fund I

MANAGER  
AHAM Asset Management Berhad  
199701014290 (429786-T)

TRUSTEE  
Deutsche Trustees Malaysia Berhad  
(763950-H)

**Built On Trust**

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

# AHAM FLEXI FUND I

## Annual Report and Audited Financial Statements For The Financial Year Ended 31 August 2024

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

## FUND INFORMATION

Fund Name	AHAM Flexi Fund I
Fund Type	Growth
Fund Category	Mixed Asset (Wholesale)
Investment Objective	The Fund seeks to provide Unit Holders with long term capital appreciation
Benchmark	8.0% per annum
Distribution Policy	The Fund is not expected to make distribution. However, incidental distribution may be declared whenever is appropriate.

## FUND PERFORMANCE DATA

Category	As at 31 Aug 2024 (%)	As at 31 Aug 2023 (%)	As at 31 Aug 2022 (%)
Portfolio composition			
<b>Quoted equities – local</b>			
- Financial services	7.74	-	-
<b>Total quoted equities – local</b>	<b>7.74</b>	<b>-</b>	<b>-</b>
<b>Quoted equities – foreign</b>			
- Basic materials	2.25	-	0.18
- Consumer staples	5.24	7.61	4.04
- Consumer discretionary	13.69	11.04	8.51
- Communication service	2.07	-	-
- Energy	-	1.27	0.98
- Financial services	20.54	10.55	4.66
- Health care	6.67	2.33	3.12
- Industrials	3.46	2.36	-
- Real estate	-	2.13	11.41
- Technology	16.79	26.13	8.39
- Utilities	-	-	-
<b>Total quoted equities – foreign</b>	<b>70.71</b>	<b>63.42</b>	<b>41.29</b>
<b>Collective investment scheme</b>	<b>10.31</b>	<b>22.67</b>	<b>10.86</b>
<b>Exchange-traded fund – foreign</b>	<b>6.07</b>	<b>6.27</b>	<b>1.59</b>
<b>Cash &amp; cash equivalent</b>	<b>5.17</b>	<b>7.64</b>	<b>46.26</b>
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Total NAV (RM'million)	114.412	106.192	107.529
NAV per Unit (RM)	0.5587	0.5186	0.5320
Unit in Circulation (million)	204.770	204.748	202.124
Highest NAV	0.6118	0.5479	0.6381
Lowest NAV	0.5007	0.4934	0.5168
Return of the Fund (%)	8.12	-1.18	-15.27
- Capital Growth (%)	7.73	-2.52	-15.27
- Income Distribution (%)	0.36	1.38	Nil
Gross Distribution per Unit (sen)	0.20	0.70	Nil
Net Distribution per Unit (sen)	0.20	0.70	Nil
Total Expense Ratio (%) <sup>1</sup>	0.62	0.61	0.62
Portfolio Turnover Ratio (times) <sup>2</sup>	0.98	0.85	1.21

### **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 Fund's TER was higher than the previous year due to increased expenses incurred by the Fund over the financial year under review

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

## MANAGER'S REPORT

### 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 (MYR)	Distribution per Unit (MYR)	Ex-distribution (MYR)
20-Aug-24	21-Aug-24	0.5606	0.0020	0.5592
20-Dec-22	21-Dec-22	0.5142	0.007	0.5083

### Income Distribution Breakdown

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
MYR	21-Aug-24	0.2000	100.0	-	-
MYR	21-Dec-22	0.7000	100.0	-	-

### Fund Performance

Table 1: Performance of the Fund

	1 Year (1/9/23 - 31/8/24)	3 Years (1/9/21 - 31/8/24)	5 Years (1/9/19 - 31/8/24)	Since Commencement (10/10/13 - 31/8/24)
Fund	8.12%	(9.47%)	5.54%	40.94%
Benchmark	8.00%	26.00%	46.99%	131.40%
Outperformance	0.12%	(35.47%)	(41.45%)	(90.46%)

Table 2: Average Total Return

	1 Year (1/9/23 - 31/8/24)	3 Years (1/9/21 - 31/8/24)	5 Years (1/9/19 - 31/8/24)	Since Commencement (10/10/13 - 31/8/24)
Fund	8.12%	(3.26%)	1.08%	3.20%
Benchmark	8.00%	8.00%	8.00%	8.00%
Outperformance	0.12%	(11.26%)	(6.92%)	(4.80%)

Table 3: Annual Total Return

	FYE 2024 (1/9/23 - 31/8/24)	FYE 2023 (1/9/22 - 31/8/23)	FYE 2022 (1/9/21 - 31/8/22)	FYE 2021 (1/9/20 - 31/8/21)	FYE 2020 (1/9/19 - 31/8/20)
Fund	8.12%	(1.18%)	(15.27%)	(1.44%)	18.29%
Benchmark	8.00%	8.00%	8.00%	8.00%	8.00%
Outperformance	0.12%	(9.18%)	(23.27%)	(9.44%)	10.29%

## MANAGER'S REPORT

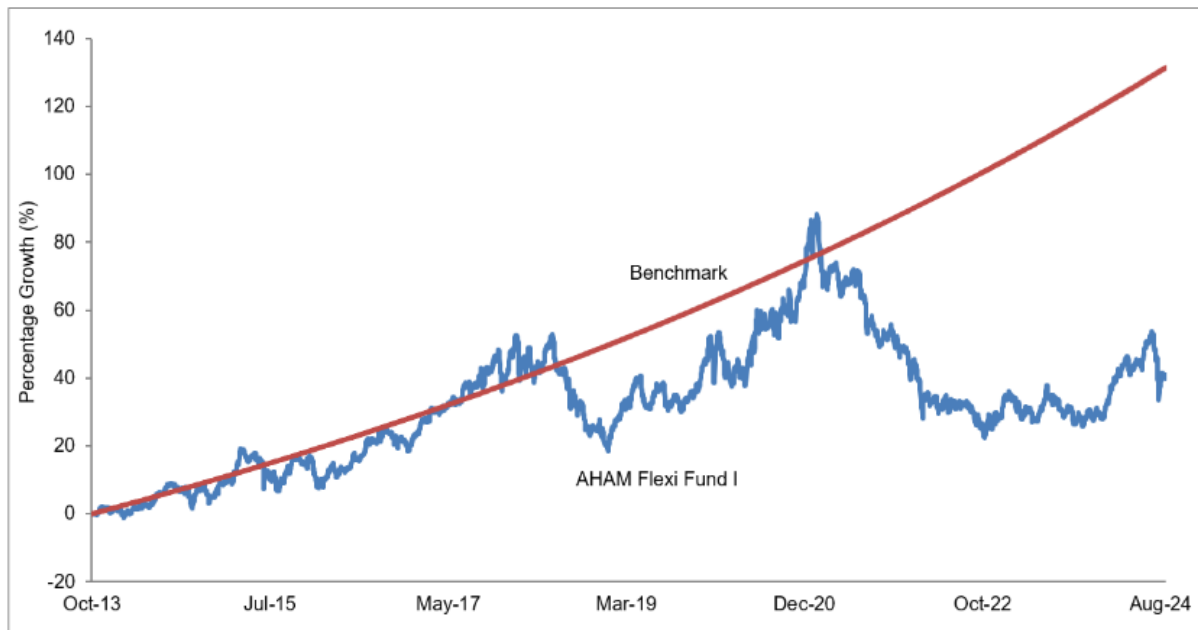
### Performance Review (1 September 2023 to 31 August 2024)

For the period 1 September 2023 to 31 August 2024, the Fund has registered a return of 8.12% as compared to the benchmark return of 8.00%. The Fund thus outperformed the benchmark by 0.12%. The Net Asset Value (NAV) per unit of the Fund as at 31 August 2024 was RM0.5587 while the NAV per unit on 31 August 2023

was RM0.5186. During the period under review, the Fund has declared an income distribution of RM0.0020 per unit.

Since commencement, the Fund has registered a return of 40.94% compared to the benchmark return of 131.40%, underperforming by 90.46%.

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: 8% per annum

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

### **Asset Allocation**

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

During the financial year under review, the Manager had decreased cash as the foreign equity exposures were increased to 70.71%. Local collective investment scheme was decreased from the previous year. The Manager decreased holdings in foreign Exchange-traded funds.

### **Strategies Employed**

The Fund's primary strategy is to invest in Quality Compounders at reasonable valuations. Quality Compounders are businesses with a strong moat, high return on capital, and a healthy growth trajectory. Within this overarching strategy, the fund focuses on several investment themes. In recent months, the fund has taken some profit off Semiconductor exposure. While the industry is likely to benefit from long-term demand from AI applications, valuation is on the high side, and it is difficult for the industry to maintain high growth rate as their earnings base becomes larger.

The Fund also added exposure into defensive sectors such as Healthcare and Consumer Health sectors. Both of these sectors benefit from the long-term trend of aging population, and increased spending on new treatment services and health products. In light of the rising odds of Fed rate cuts and weakening of USD, the fund has also added exposure into ASEAN countries which benefit more from lower bond yields and weaker USD.

Additionally, the Fund is positioned within the "High-End Spending" theme. Products and services catering to high-end spending have stronger pricing power and tend to grow above GDP growth over the long term. Lower marriage rates and childbirth globally are enabling consumers to indulge in higher-end products and services.

### **Market Review**

The S&P 500 index has experienced significant gains of approximately 27% in USD terms from September 1, 2023, to August 31, 2024.

Several factors contributed to the S&P 500's robust performance during this period. U.S. inflation data continued to move lower towards the Federal Reserve System's ("Fed") target, which led to lower global bond yields and increasing expectation of Fed rate cuts. Corporate earnings growth also remained healthy across multiple sectors, particularly in Communication Services and Information Technology. Similarly, the Asia ex-Japan ("AxJ") equity markets, as measured by the MSCI Asia ex-Japan Index, achieved a gain of roughly 15% in USD terms between September 1, 2023, to August 31, 2024.

The AxJ equity markets also benefitted from lower bond yields globally. Lower U.S. Treasury yield and weaker USD has led to rising expectation of interest rate cuts by Asian central banks as well. Within this region, India and Taiwan were among the strongest performers. The Indian equity market continued to perform well due to strong Gross Domestic Product ("GDP") growth and robust domestic investment flows. Meanwhile, the Taiwanese market was buoyed by the Artificial Intelligence ("AI") theme, given the country's significant exposure to semiconductor and technology stocks.

### **Investment Outlook**

Several key macroeconomic factors are expected to influence global equity markets. The primary factor is the trajectory of inflation data in developed countries, particularly the U.S. Changes in U.S. inflation data will determine the Federal Funds Rate and overall financial conditions in the U.S., which will significantly impact global financial conditions.

China's economic health also has broad implications for the global economy, particularly for Asian economies due to close trade linkages with China. The Chinese economy continues to struggle with sluggish housing sales and domestic consumption. But there were a number of material stimulus measures announced in September 2024 to bolster the Chinese economy and financial markets. While it is positive to near-term market performance, it remains to be seen whether it would translate to a healthy and sustainable long-term performance.

Global geopolitical developments are another important driver of financial markets. The U.S. presidential election in November 2024 could lead to changes in domestic policies affecting U.S. businesses and global trade activities.

These key issues will be closely monitored, and any material developments will impact the portfolio's construction for the remainder of 2024. Our portfolio positioning does incorporate risk mitigation strategies to better withstand potential changes in macroeconomic conditions.

### **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 over the financial year 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 year under review, the Fund has received soft commissions from brokers/dealers who have also executed trades for other funds managed by AHAM Asset Management Berhad. 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**

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 Information Memorandum**

A Replacement Information Memorandum dated 25 September 2023 ("Effective Date") was issued to reflect the various changes made to the Fund. This includes:

- i. a change in the name of the Fund; and
- ii. updates to be in line with the issuance of the revised Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework ("Guidelines").

Kindly refer below for the list of changes made to the Fund.



## Changes to the Information Memorandum

### 1) Fund Name

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
Affin Hwang Flexi Fund I	AHAM Flexi Fund I (Formerly known as Affin Hwang Flexi Fund I)

### 2) Definition of Business Days

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
A day on which the Bursa Malaysia is open for trading. The Manager may declare certain Business Days a non-Business Day when deemed necessary, such as in the event of market disruption.	Means a day on which Bursa Malaysia and/or one or more of the foreign markets in which the Fund is invested in are open for business/trading.

### 3) Investors' Profile

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
The Fund is suitable for you, if you: <ul style="list-style-type: none"> <li>• seek potential capital growth for your investments;</li> <li>• have Medium Term to Long Term investment horizon; and</li> <li>• have a medium to high risk tolerance</li> </ul>	<i>To be removed</i>

### 4) Terminology updates

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
Structured products	Embedded derivatives
Although flexible, the Fund will only participate in foreign markets, where the regulatory authority is an ordinary or associate member or the International Organization of Securities Commissions ("IOSCO").	Notwithstanding this, the Fund will only invest in foreign markets which are eligible markets.  Glossary definition:  <b>eligible markets</b> Means an exchange, government securities market or an over-the-counter (OTC) market– a) that is regulated by a regulatory authority of that jurisdiction; b) that is open to the public or to a substantial number of market participants; and c) on which financial instruments are regularly traded.

## 5) Derivatives

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
<p>Derivative trades may be carried out for hedging purposes, as well as for investment purposes through financial instruments including, but not limited to, forward contracts, futures contracts and swaps. Future and forward contracts are generally contracts between two parties to trade an asset at an agreed price on a pre-determined future date. Swaps, whereas, is an agreement to swap or exchange two financial</p>	<p>Derivatives trades may be carried out for both investments and hedging purposes through financial instruments including, but not limited to, forward contracts, futures contracts and swaps. Futures and forward contracts are generally contracts between two parties to trade an asset at an agreed price on a pre-determined future date whereas swaps is an agreement to swap or exchange two financial</p>
<p>instruments between two parties.</p> <p>The intention of hedging is to protect the value of the asset from any adverse price movements. For example, to hedge against foreign currency exchange risk, the Fund may enter into a currency forward contract to offset any adverse foreign currency movements by determining an agreed rate for an agreed tenure with its counterparty. While these trades would protect the Fund against potential losses, trades for hedging purposes would also limit the returns that the Fund may have potentially received. As such, the derivative trades are entered into as a tool to mitigate potential high fluctuation in Fund's NAV, thus is not expected to cause high volatility to the Fund's NAV.</p> <p>The Fund may also employ derivatives for investment purposes to enhance the returns of the Fund by taking a view on the underlying asset or currency and establish a long position to gain a specific underlying exposure. The types of derivatives envisaged for hedging as well as for investment purposes include forwards and swaps which are over-the-counter (OTC) or traded on a centralized exchange.</p>	<p>instruments between two parties.</p> <p>The intention of hedging is to preserve the value of the assets from any adverse price movements. For example, to hedge against foreign currency exchange risk, the Fund may enter into a currency forward contract to offset any adverse foreign currency movements by determining an agreed rate for an agreed tenure with its counterparty. While the hedging transactions will assist with mitigating the potential foreign exchange losses by the Fund, any potential foreign exchange gains from the hedging strategy will be capped as well.</p>

6) Valuation of the Fund

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
<p><b>Listed Securities</b> Valuation of listed securities such as equities, warrants and exchange traded funds shall be based on closing market bid prices which will be done on a daily basis. Where no market value is publicly available or where the use of the quoted market value is inappropriate, or where no market price is available, including in the event of suspension in the quotation of the securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, such investments will be valued at fair value determined in good faith by the Manager, verified by the Auditor of the Fund and approved by the Trustee.</p> <p><b>Unlisted Securities</b> For unlisted securities, valuations will be based on fair value using methods which are verified by the auditor of the Fund and approved by the Trustee.</p> <p><b>Money Market Instruments</b> Valuation of money market instruments will be based on amortised costs.</p> <p><b>Fixed Income Instruments</b> Valuation of unlisted fixed income instruments denominated in Ringgit Malaysia will be done by using the fair value price quoted by a bond pricing agency (“BPA”) registered with the SC. If the Manager is of the view that the price quoted by BPA differs from the “market price” quoted by at least 3 independent dealers by more than 20 basis points and the Manager determines that the methodology used by the independent dealers to obtain the “market price” is more appropriate, the Manager may elect to use the price quoted by the independent dealers as the “market price”, provided that the Manager records its basis for using a non-BPA price, obtains the necessary internal approvals to use the non-BPA price and keeps an audit trail of all decisions and basis for adopting the “market yields”. Investments in listed and other unlisted fixed income instruments will be valued using the average indicative price quoted by at least 3 independent dealers.</p>	<p><b>Listed Securities</b> Valuation of investments in listed securities shall be based on the closing price or last known transacted price on the eligible market on which the investment is quoted. If the price is not representative of its fair value or is not available to the market, including in the event of suspension in the quotation of the listed securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, such listed securities will be valued at fair value determined in good faith by the Manager or its delegate, based on methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</p> <p><b>Unlisted Securities</b> Valuation of unlisted MYR denominated debentures, valuation will be done using the price quoted by a bond pricing agency (“BPA”) registered with the SC. Where the Manager is of the view that the price quoted by BPA differs from the fair value or where reliable market quotations are not available, the fair value will be determined in good faith by the Manager using methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</p> <p>For other unlisted securities, valuation will be based on fair value as determined in good faith by the Manager using methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</p> <p><b>Deposits</b> Valuation of deposits placed with Financial Institutions will be made by reference to the principal value of the deposits and the interests accrued thereon for the relevant period.</p> <p><b>Money Market Instruments</b> Valuation of MYR denominated money market instruments will be done using the price quoted by a BPA registered with the SC. Where the Manager is of the view that the price quoted by BPA differs from the fair value or where reliable</p>

<p>In the case where the Manager is unable to obtain quotation from the BPA or 3 independent dealers, the instruments will be valued in accordance to fair value as determined in good faith by the Manager, on methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</p> <p><b>Deposit</b> Valuation of deposits placed with Financial Institutions will be done by reference to the principal value of the deposits and the interests accrued thereon for the relevant period.</p> <p><b>Structured products and/or derivatives</b> The valuation of structured products and/or derivatives will be based on the rates provided by the respective issuers. For foreign exchange forward contracts ("FX Forwards"), we will apply interpolation formula to compute the value of the FX Forwards based on the rates provided by Bloomberg/Reuters. If the rates are not available on Bloomberg/Reuters, the FX Forwards will be valued by reference to the average indicative rate quoted by at least 3 independent dealers. In the case where the Manager is unable to obtain quotation from 3 independent dealers, the FX Forwards will be valued in accordance to fair value as determined by us in good faith, on methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</p> <p><b>Collective investment schemes</b> An unlisted collective investment schemes will be valued based on its last published repurchase price. For listed collective investment schemes, the valuations shall be done in the same manner as other listed equities described above.</p>	<p>market quotations are not available, the fair value will be determined in good faith by the Manager using methods or bases which have been verified by the auditor of the Fund and approved by the Trustee. This may be determined by reference to the valuation of other money market instruments which are comparable in rating, yield, expected maturity date and/or other characteristics.</p> <p><b>Embedded Derivatives and Derivatives</b> Valuation of embedded derivatives and derivatives will be based on the prices provided by the respective issuers. The issuers generate the market valuation through the use of their own proprietary valuation models, which incorporate all the relevant and available market data with respect to the embedded derivatives and derivatives (e.g. interest rates, movement of the underlying assets, volatility of the underlying assets, the correlation of the underlying assets and such other factors). For foreign exchange forward contracts ("FX Forwards"), interpolation formula is applied to compute the value of the FX Forwards based on the rates provided by Bloomberg/Refinitiv. If the rates are not available on Bloomberg/Refinitiv, the FX Forwards will be valued based on fair value as determined in good faith by the Manager using methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</p> <p><b>Collective Investment Schemes</b> Valuation of investments in unlisted collective investment schemes shall be based on the last published repurchase price. Valuation of investments in listed collective investment schemes shall be done in a similar manner used in the valuation of listed securities as described above.</p>
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## 7) Repurchase Proceeds Payout Period

Information Memorandum 28 June 2017	Replacement Information Memorandum dated 25 September 2023
You will be paid within ten (10) days from the day the repurchase request is received by us, provided that all documentations are completed and verifiable.	You will be paid within ten (10) Business Days from the day the repurchase request is received by us, provided that all documentations are completed and verifiable.

**8) Distribution Policy**

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
<p>You have the option to receive the income distribution in cash payment or additional Units (by way of reinvestment) by ticking the appropriate column in the application form. All distribution will be automatically reinvested into additional Units in the Fund if you do not select the mode of distribution in the application form.</p> <p>Any distribution payable which is less than or equal to the amount of MYR 300.00 would be automatically reinvested.</p> <p><u>Cash Payment Process</u> Income distribution by way of cash payment will be paid via telegraphic transfer. Income will be transferred to your bank account within seven (7) Business Days after the distribution date.</p>	<p>You may elect the mode of distribution in cash payment or additional Units (by way of reinvestment) by ticking the appropriate column in the application form. You may also inform us at any time before the income distribution date of your wish of receiving cash payment or additional Units via reinvestment. All distribution will be automatically reinvested into additional Units in the Fund if you do not select the mode of distribution in the application form.</p> <p>Any distribution payable which is less than or equal to the amount of MYR 300.00 would be automatically reinvested.</p> <p><u>Cash Payment Process</u> Income distribution by way of cash payment will be paid via telegraphic transfer. Income will be transferred to your bank account within seven (7) Business Days after the distribution date.</p>
<p><u>Reinvestment Process</u> We will create the Units based on the NAV per Unit of the Fund at the income payment date which is two (2) Business Days after the distribution date. There will not be any additional cost for reinvestments of those additional Units, i.e.no Sales Charge will be imposed on such transaction.</p>	<p><u>Reinvestment Process</u> We will create the Units based on the NAV per Unit at the income payment date which is within two (2) Business Days after the distribution date. There will not be any cost for the reinvestment of those additional Units i.e., no Sales Charge will be imposed on such reinvestment.</p>

9) Cooling-off Right

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
<p>You have the right to apply for and receive a refund for every Unit that you have paid for within six (6) Business Days from the date we received your purchase application. You will be refunded for every Unit held based on the NAV per Unit and the Sales Charge (if any), on the day those Units were first purchased and you will be refunded within ten (10) days from the receipt of the cooling-off application.</p> <p>Please note that the cooling-off right is applicable to you if you are an individual investor investing in any of our funds for the first time. However, if you are a staff of AHAM or person registered with a body approved by the SC to deal in unit trusts, you are not entitled to this right.</p>	<p>You have the right to apply for and receive a refund for every Unit that you have paid for within six (6) Business Days from the date we received your purchase application.</p> <p>You will be refunded for every Unit held based on the prices mentioned below and the Sales Charge, imposed on the day those Units were purchased.</p> <p>(i) If the price of a Unit on the day the Units were first purchased ("original price") is higher than the price of a Unit at the point of exercise of the cooling-off right ("market price"), you will be refunded based on the market price at the point of cooling-off; or</p> <p>(ii) If the market price is higher than the original price, you will be refunded based on the original price at the point of cooling-off.</p> <p>You will be refunded within ten (10) Business Days from our receipt of the cooling-off application.</p> <p>Please note that the cooling-off right is applicable to you if you are an individual investor and are investing in any of our funds for the first time. However, if you are a staff of AHAM or a person registered with a body approved by the SC to deal in unit trusts, you are not entitled to this right. We will process your cooling-off request if your request is received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or "T day"). Any cooling-off request received after 3.30 p.m. will be transacted on the next Business Day (or "T+1 day").</p> <p>Processing is subject to receipt of a complete transaction form and such other documents as may be required by us.</p>

## 10) Suspension of Dealing in Units

Information Memorandum dated 28 June 2017	Replacement Information Memorandum dated 25 September 2023
N/A	<p>The Manager may, in consultation with the Trustee and having considered the interests of the Unit Holders, suspend the dealing in Units due to exceptional circumstances or such other circumstances as may be determined by the Manager, where there is good and sufficient reason to do so. The Manager will cease the suspension as soon as practicable after the exceptional circumstances have ceased, and in any event, within twenty-one (21) days from the commencement of suspension.</p> <p>The period of suspension may be extended if the Manager satisfies the Trustee that it is in the best interest of the Unit Holders for the dealing in Units to remain suspended, subject to a weekly review by the Trustee.</p> <p>The Trustee may suspend the dealing in Units, if the Trustee, on its own accord, considers that exceptional circumstances have been triggered. In such a case, the Trustee shall immediately call for a Unit Holders' meeting to decide on the next course of action.</p>

## **TRUSTEE'S REPORT TO THE UNIT HOLDERS OF AHAM FLEXI FUND I ("Fund")**

We have acted as the Trustee of the Fund for the financial year ended 31 August 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 Unlisted Capital Market Products under the Lodge and Launch Framework;
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 Deutsche Trustees Malaysia Berhad

**Ng Hon Leong**  
Senior Manager, Trustee Operations

**Sylvia Beh**  
Chief Executive Officer

Kuala Lumpur  
24 October 2024



**AHAM FLEXI FUND I**

**FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024**

# **AHAM FLEXI FUND I**

## **FINANCIAL STATEMENTS**

### **FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024**

<b>CONTENTS</b>	<b>PAGE(S)</b>
STATEMENT OF COMPREHENSIVE INCOME	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF CHANGES IN EQUITY	3
STATEMENT OF CASH FLOWS	4
MATERIAL ACCOUNTING POLICY INFORMATION	5 - 12
NOTES TO THE FINANCIAL STATEMENTS	13 - 41
STATEMENT BY THE MANAGER	42
INDEPENDENT AUDITORS' REPORT	43 - 46

## AHAM FLEXI FUND I

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>INVESTMENT INCOME/(LOSS)</b>			
Dividend income		1,682,826	1,182,333
Interest income from financial asset at amortised cost		64,220	63,248
Interest income from financial assets at fair value through profit or loss		-	31,286
Net gain on forward foreign currency contracts at fair value through profit or loss		-	356,031
Net (loss)/gain on foreign currency exchange		(579,146)	425,372
Net gain/(loss) on financial assets at fair value through profit or loss	9	8,766,051	(2,068,352)
		<u>9,933,951</u>	<u>(10,082)</u>
<b>EXPENSES</b>			
Management fee	4	(560,281)	(530,734)
Trustee fee	5	(61,631)	(58,381)
Auditors' remuneration		(9,000)	(9,000)
Tax agent's fee		(3,500)	(3,500)
Fund accounting fee	6	(12,000)	(13,000)
Transaction costs		(300,827)	(291,930)
Other expenses		(310,518)	(149,316)
		<u>(1,257,757)</u>	<u>(1,055,861)</u>
<b>NET PROFIT/(LOSS) BEFORE TAXATION</b>		8,676,194	(1,065,943)
Taxation	7	(58,325)	(190,470)
<b>NET PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL YEAR</b>		<u>8,617,869</u>	<u>(1,256,413)</u>
Net profit/(loss) after taxation is made up of the following:			
Realised amount		(3,653,380)	(7,584,785)
Unrealised amount		12,271,249	6,328,372
		<u>8,617,869</u>	<u>(1,256,413)</u>

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

## AHAM FLEXI FUND I

### STATEMENT OF FINANCIAL POSITION AS AT 31 AUGUST 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>ASSETS</b>			
Cash and cash equivalents	10	5,884,612	7,515,230
Amount due from Manager			
- management fee rebate receivable		5,019	8,345
Amount due from broker		-	634,295
Dividends receivable		65,444	75,232
Financial assets at fair value through profit or loss	9	108,497,232	98,098,360
Tax recoverable		38,577	-
<b>TOTAL ASSETS</b>		<u>114,490,884</u>	<u>106,331,462</u>
<b>LIABILITIES</b>			
Amount due to Manager			
- management fee		48,001	45,003
Amount due to Trustee		5,280	4,950
Auditors' remuneration		9,000	9,000
Fund accounting fee		1,000	1,000
Tax agent's fee		3,500	3,500
Tax provision		-	64,423
Other payables and accruals		11,737	11,896
<b>TOTAL LIABILITIES</b>		<u>78,518</u>	<u>139,772</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>114,412,366</u>	<u>106,191,690</u>
<b>EQUITY</b>			
Unit holders' capital		109,959,865	109,947,562
Retained earnings/(accumulated losses)		4,452,501	(3,755,872)
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>		<u>114,412,366</u>	<u>106,191,690</u>
<b>NUMBER OF UNITS IN CIRCULATION</b>	11	<u>204,770,000</u>	<u>204,748,000</u>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<u>0.5587</u>	<u>0.5186</u>

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

## AHAM FLEXI FUND I

### STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024

	Unit holders' <u>capital</u> RM	Retained earnings/ (accumulated <u>losses</u> ) RM	<u>Total</u> RM
Balance as at 1 September 2023	109,947,562	(3,755,872)	106,191,690
Total comprehensive income for the financial year	-	8,617,869	8,617,869
Distribution (Note 8)	-	(409,496)	(409,496)
Movement in unit holders' capital:			
Creation of units arising from distribution	12,470	-	12,470
Cancellation of units	(167)	-	(167)
Balance as at 31 August 2024	<u>109,959,865</u>	<u>4,452,501</u>	<u>114,412,366</u>
Balance as at 1 September 2022	108,613,783	(1,084,591)	107,529,192
Total comprehensive loss for the financial year	-	(1,256,413)	(1,256,413)
Distribution (Note 8)	-	(1,414,868)	(1,414,868)
Movement in unit holders' capital:			
Creation of units arising from distribution	1,333,816	-	1,333,816
Cancellation of units	(37)	-	(37)
Balance as at 31 August 2023	<u>109,947,562</u>	<u>(3,755,872)</u>	<u>106,191,690</u>

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

## AHAM FLEXI FUND I

### STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Proceeds from sale and redemption of investments		108,137,333	63,987,155
Purchase of investments		(109,371,251)	(107,311,600)
Proceeds from margin accounts		-	2,620,377
Dividends received		1,272,897	1,091,283
Interest received		64,220	63,248
Management fee rebate received		93,324	81,211
Management fee paid		(557,283)	(531,514)
Trustee fee paid		(61,301)	(58,467)
Fund accounting fee paid		(12,000)	(13,000)
Payments for other fees and expenses		(58,892)	(45,889)
Net realised (loss)/gain on foreign currency exchange		(577,927)	425,398
Net realised gain on forward foreign currency contracts		-	356,031
Tax paid		(161,325)	(145,453)
		<hr/>	<hr/>
Net cash flows used in operating activities		(1,232,206)	(39,481,220)
		<hr/>	<hr/>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from cancellation of units		(167)	(37)
Payment for distribution		(397,026)	(81,052)
		<hr/>	<hr/>
Net cash flows used in financing activities		(397,193)	(81,089)
		<hr/>	<hr/>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		(1,629,399)	(39,562,309)
<b>EFFECTS OF FOREIGN CURRENCY EXCHANGE</b>		(1,219)	(26)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR</b>		7,515,230	47,077,565
		<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR</b>	10	5,884,612	7,515,230
		<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 FLEXI FUND I

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 AUGUST 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 M.

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

There are no standards, amendments to standards or interpretations that are 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.

## AHAM FLEXI FUND I

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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.

#### B INCOME RECOGNITION

##### Dividend income

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

##### Interest income

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

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

##### Realised gains and losses on sale of investments

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

#### C TRANSACTION COSTS

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



## **AHAM FLEXI FUND I**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)**

#### **D DISTRIBUTION**

A distribution to the Fund's unit holders 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 TAXATION**

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

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

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

#### **F FUNCTIONAL AND PRESENTATION CURRENCY**

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

#### **G FOREIGN CURRENCY TRANSLATION**

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

## AHAM FLEXI FUND I

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### H FINANCIAL ASSETS AND FINANCIAL LIABILITIES

##### (i) Classification

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

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

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed, and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as financial assets measured at fair value through other comprehensive income.

The contractual cash flows of the Fund's debt securities are solely payments of principal and interest ("SPPI"). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments and derivatives not designated as hedging instruments are measured at fair value through profit or loss.

Investments in CIS and ETF 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 Manager, amount due from broker, dividends receivable and other receivables as financial assets measured at amortised cost as these financial assets are held to collect contractual cash flows consisting of amount outstanding.

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

##### (ii) Recognition and measurement

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

## AHAM FLEXI FUND I

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

##### (ii) Recognition and measurement (continued)

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

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 FLEXI FUND I

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### H 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.

#### I 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 amount of cash and which are subject to an insignificant risk of changes in value.

## **AHAM FLEXI FUND I**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)**

#### **J AMOUNT 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 H for accounting policy on recognition and measurement.

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

Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

#### **K UNIT HOLDERS' CAPITAL**

The unit holders' 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 a unit holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at the unit holders' 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 unit holders with the total number of outstanding units.

#### **L DERIVATIVE FINANCIAL INSTRUMENTS**

A derivative financial instrument is any contract that gives rise to both a financial asset of one entity and a financial liability or equity instrument of another entity.

The Fund's derivative financial instruments comprise forward foreign currency contracts. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Financial derivative positions will be "marked to market" at the close of each valuation day. Foreign exchange gains and losses on the derivative financial instrument are recognised in profit or loss when settled or at the date of the statement of financial position at which time they are included in the measurement of the derivative financial instrument. Derivative instruments that have a positive fair value and negative fair value are presented as financial assets measured at fair value through profit or loss and financial liabilities at fair value through profit or loss, respectively.

## **AHAM FLEXI FUND I**

### **MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)**

#### **L DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)**

The fair value of forward foreign currency contracts is determined using forward exchange rates at the statements of financial position, with the resulting value discounted back to present value.

The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and the nature of the item being hedged. Derivatives that do not qualify for hedge accounting are classified as financial assets/liabilities measured at fair value through profit or loss.

#### **M CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS IN APPLYING ACCOUNTING POLICIES**

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

However, the Manager is of the opinion that there are no accounting policies which require significant judgement 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 Unlisted Capital Market Products under the Lodge and Launch Framework.

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

The analysis of realised and unrealised portions of profit or loss after tax as presented on the statement of comprehensive income is prepared in accordance with SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024

#### 1 INFORMATION ON THE FUND

The Wholesale Fund was constituted under the name Hwang Flexi Fund I (the "Fund") pursuant to the execution of a Deed dated 9 September 2013, Supplemental Deed dated 27 June 2014, Second Supplemental Deed dated 22 June 2017, Third Supplemental Deed dated 5 October 2018 and Fourth Supplemental Deed dated 25 August 2023 (the "Deeds") entered into between AHAM Asset Management Berhad (the "Manager") and Deutsche Trustees Malaysia Berhad (the "Trustee"). The Fund has changed its name from Hwang Flexi Fund I to Affin Hwang Flexi Fund I as amended by the Supplemental Deed dated 27 June 2014, and subsequently changed its name to AHAM Flexi Fund I as amended by the Fourth Supplemental Deed dated 25 August 2023.

The Fund commenced operations on 10 October 2013 and will continue its operations until terminated as provided under Clause 12.1 of the Deeds.

The Fund may invest in any of the following investments in foreign and/or local market:

- (a) Listed securities;
- (b) Unlisted securities;
- (c) Money market Instruments;
- (d) Investments which are sovereign issued, sovereign backed or sovereign guaranteed;
- (e) Debentures including private debt securities and bonds;
- (f) Derivatives;
- (g) Structured products;
- (h) Warrants;
- (i) Placements of deposits with financial institution;
- (j) Units/shares in collective investment schemes, both local and foreign; and
- (k) Any other form of investments as may be determined by the Manager from time to time that is in line with the Fund's objective.

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

The main objective of the Fund is to provide unit holders with 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 fund 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 24 October 2024.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 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>				
Amount due from Manager				
- management fee rebate receivable		5,019	-	5,019
Cash and cash equivalents	10	5,884,612	-	5,884,612
Dividends receivable		65,444	-	65,444
Quoted equities	9	-	89,754,071	89,754,071
Collective investment schemes	9	-	11,796,554	11,796,554
Exchange-traded fund	9	-	6,946,607	6,946,607
		<u>5,955,075</u>	<u>108,497,232</u>	<u>114,452,307</u>
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		48,001	-	48,001
Amount due to Trustee		5,280	-	5,280
Auditors' remuneration		9,000	-	9,000
Fund accounting fee		1,000	-	1,000
Tax agent's fee		3,500	-	3,500
Other payables and accruals		11,737	-	11,737
		<u>78,518</u>	<u>-</u>	<u>78,518</u>



## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

Financial instruments are as follows: (continued)

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2023</u>				
<u>Financial assets</u>				
Amount due from Manager				
- management fee rebate receivable		8,345	-	8,345
Amount due from broker		634,295	-	634,295
Cash and cash equivalents	10	7,515,230	-	7,515,230
Dividends receivable		75,232	-	75,232
Quoted equities	9	-	67,353,694	67,353,694
Collective investment schemes	9	-	24,075,289	24,075,289
Exchange-traded fund	9	-	6,669,377	6,669,377
		8,233,102	98,098,360	106,331,462
		8,233,102	98,098,360	106,331,462
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		45,003	-	45,003
Amount due to Trustee		4,950	-	4,950
Auditors' remuneration		9,000	-	9,000
Fund accounting fee		1,000	-	1,000
Tax agent's fee		3,500	-	3,500
Other payables and accruals		11,896	-	11,896
		75,349	-	75,349
		75,349	-	75,349

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

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated by the SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

##### Market risk

##### (a) Price risk

Price risk arises mainly for 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>		
Quoted equities	89,754,071	67,353,694
Collective investment schemes	11,796,554	24,075,289
Exchange-traded funds	6,946,607	6,669,377
	<u>108,497,232</u>	<u>98,098,360</u>

The following table summarises the sensitivity of the Fund's profit/loss after taxation and NAV to price risk movements. The analysis is based on the assumptions that the market price increased by 10% (2023: 10%) and decreased by 10% (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	<u>Impact on profit/(loss) after tax/NAV</u> RM
<u>2024</u>		
-10%	97,647,509	(10,849,723)
0%	108,497,232	-
+10%	<u>119,346,955</u>	<u>10,849,723</u>
<u>2023</u>		
-10%	88,288,524	(9,809,836)
0%	98,098,360	-
+10%	<u>107,908,196</u>	<u>9,809,836</u>

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

##### Market risk (continued)

##### (b) Interest rate risk

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

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

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

##### (c) Currency risk

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

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

	<u>Quoted equities</u> RM	<u>Exchange- traded funds</u> RM	<u>Cash and cash equivalents</u> RM	<u>Dividends receivable</u> RM	<u>Total</u> RM
<u>2024</u>					
<u>Financial assets</u>					
Australian Dollar	-	-	34,646	-	34,646
Chinese Yuan		-	147	-	147
Hong Kong Dollar	2,219,453	-	1,902	-	2,221,355
Indonesian Rupiah	5,716,548	-	-	-	5,716,548
Korean Won	1,508,991	-	-	-	1,508,991
Pound Sterling	5,998,280	-	21,472	28,279	6,048,031
Singapore Dollar	3,294,974	-	49,082	-	3,344,056
United States Dollar	62,163,944	6,946,607	5,756,050	37,165	74,903,766
	<u>80,902,190</u>	<u>6,946,607</u>	<u>5,863,299</u>	<u>65,444</u>	<u>93,777,540</u>

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

##### Market risk (continued)

##### (c) Currency risk (continued)

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

	<u>Quoted equities</u> RM	<u>Exchange- traded funds</u> RM	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2023</u>					
<u>Financial assets</u>					
Australian Dollar	-	-	35,333	-	35,333
Chinese Yuan	1,465,163	-	604,532	-	2,069,695
Hong Kong Dollar	21,601,275	-	1,910,496	1,942	23,513,713
Indonesian Rupiah	2,215,112	-	-	-	2,215,112
Korean Won	10,880,634	-	-	-	10,880,634
Singapore Dollar	4,553,079	-	114,239	694,999	5,362,317
Thailand Baht	6,786,171	-	-	-	6,786,171
Taiwan Dollar	7,119,696	-	-	-	7,119,696
United States Dollar	12,732,564	6,669,377	1,224,777	12,586	20,639,304
	<u>67,353,694</u>	<u>6,669,377</u>	<u>3,889,377</u>	<u>709,527</u>	<u>78,621,975</u>

\* Other assets consist of dividends receivable and amount due from broker.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

##### Market risk (continued)

##### (c) Currency risk (continued)

The table below summarises the sensitivity of the Fund's profit/(loss) after tax and net asset value ("NAV") to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes by each currency's respective historical volatility, with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Any increase/(decrease) in foreign exchange rate will result in a corresponding (decrease)/increase in the net assets attributable to unit holders by each currency's respective historical volatility. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in rate %	Impact on profit/ (loss) after tax/NAV RM
<u>2024</u>		
Australian Dollar	+/- 7.87	+/- 2,727
Chinese Yuan	+/- 4.49	+/- 7
Hong Kong Dollar	+/- 5.45	+/- 121,064
Indonesian Rupiah	+/- 6.16	+/- 352,139
Korean Won	+/- 6.55	+/- 98,839
Pound Sterling	+/- 5.85	+/- 353,810
Singapore Dollar	+/- 3.57	+/- 119,383
United States Dollar	+/- 5.57	+/- 4,172,140
<u>2023</u>		
Australian Dollar	+/- 11.15	+/- 3,940
Chinese Yuan	+/- 5.98	+/- 123,768
Hong Kong Dollar	+/- 6.35	+/- 1,493,121
Indonesian Rupiah	+/- 6.23	+/- 138,001
Korean Won	+/- 8.97	+/- 975,993
Singapore Dollar	+/- 4.63	+/- 248,275
Thailand Baht	+/- 7.91	+/- 536,468
Taiwan Dollar	+/- 5.05	+/- 359,495
United States Dollar	+/- 6.46	+/- 1,333,544

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

##### Credit risk

Credit risk refers to the ability of an issuer or counterparty to make timely payments of interest, 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 on 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 Unlisted Capital Market Products under the Lodge and Launch Framework.

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

	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2024</u>			
Consumer discretionary			
- Non-rated ("NR")	-	3,719	3,719
Consumer staple			
- Non-rated	-	28,279	28,279
Financial Services			
- AAA	5,884,612	-	5,884,612
- NR	-	20,464	20,464
Information Technology			
- NR	-	6,047	6,047
Material			
- NR	-	6,935	6,935
Others			
- NR	-	5,019	5,019
	<u>5,884,612</u>	<u>70,463</u>	<u>5,955,075</u>

\*Other assets consist of dividends receivable and amount due from Manager.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 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)

	Cash and cash <u>equivalents</u> RM	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2023</u>			
Consumer staples			
- NR	-	1,942	1,942
Financial Services			
- AAA	3,592,936	-	3,592,936
- AA1	3,922,294	-	3,922,294
Industrials			
- NR	-	6,700	6,700
Real estate			
- NR	-	694,999	694,999
Technology			
- NR	-	5,886	5,886
Others			
- NR	-	8,345	8,345
	<u>7,515,230</u>	<u>717,872</u>	<u>8,233,102</u>

\* Other assets consist of dividends receivable, amount due from broker and amount due from Manager.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 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 liquid assets to meet anticipated payments and cancellation of units by unit holders. Liquid assets comprise bank balances 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 Manager			
- management fee	48,001	-	48,001
Amount due to Trustee	5,280	-	5,280
Auditors' remuneration	-	9,000	9,000
Fund accounting fee	1,000	-	1,000
Tax agent's fee	-	3,500	3,500
Other payables and accruals	-	11,737	11,737
	<u>54,281</u>	<u>24,237</u>	<u>78,518</u>
<u>2023</u>			
Amount due to Manager			
- management fee	45,003	-	45,003
Amount due to Trustee	4,950	-	4,950
Auditors' remuneration	-	9,000	9,000
Fund accounting fee	1,000	-	1,000
Tax agent's fee	-	3,500	3,500
Other payables and accruals	-	11,896	11,896
	<u>50,953</u>	<u>24,396</u>	<u>75,349</u>



## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

##### Capital risk

The capital of the Fund is represented by equity consisting of unit holders' capital and retained earnings (2023: unit holders' capital net of accumulated losses). The amount of equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

#### 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 market (such as trading securities) are 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 fall within the bid-ask spread.

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

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

##### (i) Fair value hierarchy

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

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

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

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### 3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

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				
- quoted equities	89,754,071	-	-	89,754,071
- collective investment schemes	11,796,554	-	-	11,796,554
- exchange-traded funds	6,946,607	-	-	6,946,607
	<u>108,497,232</u>	<u>-</u>	<u>-</u>	<u>108,497,232</u>
<u>2023</u>				
Financial assets at fair value through profit or loss				
- quoted equities	67,353,694	-	-	67,353,694
- collective investment schemes	24,075,289	-	-	24,075,289
- exchange-traded funds	6,669,377	-	-	6,669,377
	<u>98,098,360</u>	<u>-</u>	<u>-</u>	<u>98,098,360</u>

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

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

## **AHAM FLEXI FUND I**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)**

#### **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 31 August 2024, the management fee is recognised at a rate of 0.50% (2023: 0.50%) per annum on the NAV of the Fund, calculated on a daily basis as stated in the Information Memorandum.

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

#### **5 TRUSTEE FEE**

In accordance with the Deeds, the Trustee is entitled to an annual fee at a rate not exceeding 0.10% per annum on the NAV of the Fund subject to a minimum fee of RM12,000 per annum, exclusive of foreign custodian fees.

For the financial year ended 31 August 2024, the Trustee fee is recognised at a rate of 0.055% (2023: 0.055%) per annum on the NAV of the Fund calculated on a daily basis, exclusive of foreign custodian fees as stated in the Information Memorandum.

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 RM12,000 (2023: RM13,000) during the financial year.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### 7 TAXATION

	<u>2024</u> RM	<u>2023</u> RM
Current taxation	46,423	214,423
Under/(Over) provision in previous financial year	11,902	(23,953)
	<u>58,325</u>	<u>190,470</u>

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	8,676,194	(1,065,943)
Tax at Malaysian statutory tax rate of 24% (2023: 24%)	2,082,287	(255,826)
Tax effects of:		
(Investment income not subject to tax)/ investment loss not brought to tax	(2,316,125)	248,003
Expenses not deductible for tax purposes	165,234	123,871
Restrictions on tax deductible expenses for Wholesale Fund	115,027	98,375
Under/(Over) provision in previous financial year	11,902	(23,953)
Tax expense	<u>58,325</u>	<u>190,470</u>

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### 8 DISTRIBUTION

	<u>2024</u> RM	<u>2023</u> RM
Distribution to unit holders is from the following sources:		
Gross dividend income	439,080	-
Previous years' realised income	81,799	1,414,868
	<hr/>	<hr/>
Gross realised income	520,879	1,414,868
Less: Expenses	(65,519)	-
Less: Taxation	(45,864)	-
	<hr/>	<hr/>
Net distribution amount	409,496	1,414,868
	<hr/> <hr/>	<hr/> <hr/>
Gross/Net distribution per unit (sen)	0.20	0.70
	<hr/> <hr/>	<hr/> <hr/>
Ex-date	21.08.2024	21.12.2022
	<hr/> <hr/>	<hr/> <hr/>

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 distribution for prior financial year is an amount of RM81,799 (2023: RM1,414,868) from previous years' realised income.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 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:		
- quoted equities – local	8,851,881	-
- quoted equities – foreign	80,902,190	67,353,694
- collective investment scheme – local	11,796,554	24,075,289
- exchange-traded funds – foreign	6,946,607	6,669,377
	<u>108,497,232</u>	<u>98,098,360</u>
Net gain/(loss) on financial assets at fair value through profit or loss:		
- realised loss on sale of investments	(3,596,416)	(8,481,309)
- unrealised gain on changes in fair value	12,272,469	6,328,398
- management fee rebate on collective investment schemes#	89,998	84,559
	<u>8,766,051</u>	<u>(2,068,352)</u>

# In arriving at the fair value of the Fund's investment in collective investment schemes, the management fee initially paid to the Manager of collective investment schemes have been considered as part of its NAV. In order to prevent the double charging of management fee which is not permissible under SC'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 NAV of the collective investment schemes.

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

(a) Quoted equities – local

(i) Quoted equities – local as at 31 August 2024 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
Malayan Banking Bhd	588,400	5,279,713	6,319,416	5.52
Public Bank Bhd	526,500	2,453,859	2,532,465	2.22
	<u>1,114,900</u>	<u>7,733,572</u>	<u>8,851,881</u>	<u>7.74</u>
Accumulated unrealised gain on quoted equities – local		<u>1,118,309</u>		
Total quoted equities – local		<u>8,851,881</u>		

(ii) There is no quoted equities – local as at 31 August 2023.

(b) Quoted equities – foreign

(i) Quoted equities – foreign as at 31 August 2024 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Hong Kong</u>				
<u>Consumer Discretionary</u>				
Samsonite International SA	202,000	3,094,454	2,219,453	1.94
<u>Indonesia</u>				
<u>Financial Services</u>				
Bank Central Asia Tbk PT	1,169,800	3,201,588	3,365,269	2.94
Bank Mandiri Persero Tbk PT	1,185,700	2,259,841	2,351,279	2.06
	<u>2,355,500</u>	<u>5,461,429</u>	<u>5,716,548</u>	<u>5.00</u>

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

(i) Quoted equities – foreign as at 31 August 2024 are as follows: (continued)

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Singapore</u>				
<u>Financial Services</u>				
DBS Group Holdings Limited	27,340	2,975,647	3,294,974	2.88
<u>South Korea</u>				
<u>Information Technology</u>				
SK Hynix Inc	2,687	868,997	1,508,991	1.32
<u>United Kingdom</u>				
<u>Consumer Staple</u>				
Haleon PLC	275,938	5,580,803	5,998,280	5.24
<u>United States</u>				
<u>Consumer Discretionary</u>				
Amazon.com Inc	4,220	2,427,347	3,252,632	2.84
Compass Group PLC	25,007	3,145,957	3,450,368	3.02
Marriott International	1,953	2,138,783	1,979,298	1.73
On Holding AG	6,382	1,314,746	1,294,525	1.13
Service Corp International	10,249	3,386,911	3,464,254	3.03
	47,811	12,413,744	13,441,077	11.75
<u>Communication Services</u>				
Meta Platforms Inc	1,053	1,895,453	2,369,958	2.07



## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

(i) Quoted equities – foreign as at 31 August 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Financial Services</u>				
American Express Company	2,051	1,730,154	2,290,129	2.00
Aon PLC - Class A	2,402	3,407,427	3,564,072	3.12
Corpay Inc	1,749	2,076,375	2,381,026	2.08
HDFC Bank Limited	10,088	2,776,776	2,662,259	2.33
ICICI Bank Limited	28,333	3,300,345	3,586,256	3.13
	<u>44,623</u>	<u>13,291,077</u>	<u>14,483,742</u>	<u>12.66</u>
<u>Healthcare</u>				
Cencora Inc	4,072	4,289,183	4,212,119	3.68
Thermo Fisher Scientific Inc	1,290	3,406,127	3,424,299	2.99
	<u>5,362</u>	<u>7,695,310</u>	<u>7,636,418</u>	<u>6.67</u>
<u>Industrials</u>				
Curtiss-Wright Corporation	2,907	3,757,274	3,959,745	3.46
<u>Information Technology</u>				
Apple Inc.	1,782	1,802,264	1,761,207	1.54
Microsoft Corporation	2,667	2,008,735	4,800,929	4.19
Taiwan Semiconductor Manufacturing Company Limited - ADR	15,033	6,659,938	11,142,221	9.74
	<u>19,482</u>	<u>10,470,937</u>	<u>17,704,357</u>	<u>15.47</u>
<u>Material</u>				
CRH Public Limited Company	6,555	2,409,960	2,568,647	2.25
Total quoted equities – foreign	<u>2,991,258</u>	69,915,085	<u>80,902,190</u>	<u>70.71</u>
Accumulated unrealised gain on quoted equities – foreign		<u>10,987,105</u>		
Total quoted equities – foreign		<u>80,902,190</u>		

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

(ii) Quoted equities – foreign as at 31 August 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>China</u>				
<u>Healthcare</u>				
Shenzhen Mindray Bio-Medical Electronics Company Limited	8,520	1,711,624	1,465,163	1.38
<u>Hong Kong</u>				
<u>Consumer Discretionary</u>				
Alibaba Group Holding Limited	102,175	5,848,011	5,446,765	5.13
Samsonite International SA	93,600	1,234,460	1,449,321	1.36
	<u>195,775</u>	<u>7,082,471</u>	<u>6,896,086</u>	<u>6.49</u>
<u>Consumer Staples</u>				
Budweiser Brewing Company APAC	203,025	2,466,998	2,039,792	1.92
China Mengniu Dairy Company Limited	85,850	1,862,315	1,336,929	1.26
Vinda International Holdings	36,500	456,851	391,307	0.37
	<u>325,375</u>	<u>4,786,164</u>	<u>3,768,028</u>	<u>3.55</u>
<u>Financial Services</u>				
AIA Group Limited	100,750	4,668,087	4,236,502	3.99
<u>Technology</u>				
Meituan	17,585	1,725,725	1,335,466	1.26
Tencent Holdings Limited	27,950	6,328,209	5,365,193	5.05
	<u>45,535</u>	<u>8,053,934</u>	<u>6,700,659</u>	<u>6.31</u>
<u>Indonesia</u>				
<u>Financial Services</u>				
PT Bank Rakyat Indonesia (Persero)	1,317,100	2,253,014	2,215,112	2.09

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

(ii) Quoted equities – foreign as at 31 August 2023 are as follows: (continued)

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>South Korea</u>				
<u>Technology</u>				
Samsung Electro-Mechanics Company	4,780	2,328,592	2,268,931	2.14
Samsung Electronics Company Limited	19,569	4,251,455	4,589,544	4.32
SK Hynix Inc	7,052	2,280,674	3,011,163	2.84
	<u>31,401</u>	<u>8,860,721</u>	<u>9,869,638</u>	<u>9.30</u>
<u>Healthcare</u>				
Hugel Inc	2,568	1,239,129	1,010,996	0.95
<u>Singapore</u>				
<u>Real Estate</u>				
Frasers Centrepoint Trust	154,200	1,129,438	1,183,990	1.11
Lendlease Global Commercial REIT	556,364	1,057,797	1,087,050	1.02
	<u>710,564</u>	<u>2,187,235</u>	<u>2,271,040</u>	<u>2.13</u>
<u>Financial Service</u>				
United Overseas Bank Limited	17,580	1,702,953	1,713,212	1.61
Vertex Technology Acquisition Corporation Limited	35,300	538,359	566,286	0.53
Vertex Technology Acquisition Corporation Limited - Warrant	10,590	9,408	2,541	-
	<u>63,470</u>	<u>2,250,720</u>	<u>2,282,039</u>	<u>2.14</u>
<u>Taiwan</u>				
<u>Technology</u>				
Taiwan Semiconductor Manufacturing Company Limited	16,418	6,982,370	7,119,696	6.70

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

(b) Quoted equities – foreign (continued)

(ii) Quoted equities – foreign as at 31 August 2023 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Thailand</u>				
<u>Financial Services</u>				
Bangkok Bank Public Company Limited	110,000	2,297,787	2,471,339	2.33
<u>Consumer Staples</u>				
CP All Public Company Limited	498,900	4,161,653	4,314,832	4.06
<u>United States</u>				
<u>Consumer Discretionary</u>				
Amazon.com Inc	7,554	4,345,066	4,832,978	4.55
<u>Energy</u>				
Valaris Limited	3,855	1,245,039	1,345,533	1.27
<u>Industrials</u>				
Berry Global Group Inc	8,258	2,215,557	2,501,369	2.36
<u>Technology</u>				
Microsoft Corporation	2,667	2,008,735	4,052,684	3.82
Total quoted equities – foreign	<u>3,448,710</u>	<u>66,349,306</u>	<u>67,353,694</u>	<u>63.42</u>
Accumulated unrealised gain on quoted equities – foreign		<u>1,004,388</u>		
Total quoted equities – foreign		<u><u>67,353,694</u></u>		

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

(c) Collective investment schemes – local

(i) Collective investment schemes – local as at 31 August 2024 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
AHAM INR Flexi Fund*	2,357,769	3,072,551	3,453,425	3.02
AHAM TWD Flexi Fund*	2,803,000	6,456,455	8,343,129	7.29
	<hr/>	<hr/>	<hr/>	<hr/>
Total collective investment schemes – local	5,160,769	9,529,006	11,796,554	10.31
	<hr/>	<hr/>	<hr/>	<hr/>
Accumulated unrealised gain on collective investment schemes – local		2,267,548		
		<hr/>		
Total collective investment schemes – local		11,796,554		
		<hr/>		

\*Managed by the Manager of the Fund

(ii) Collective investment schemes – local as at 31 August 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
AHAM INR Flexi Fund*	4,731,017	6,150,569	6,394,443	6.02
AHAM Select Cash Fund*	9,929,947	10,801,024	10,923,934	10.29
AHAM TWD Flexi Fund*	2,803,000	6,456,455	6,756,912	6.36
	<hr/>	<hr/>	<hr/>	<hr/>
Total collective investment schemes – local	17,463,964	23,408,048	24,075,289	22.67
	<hr/>	<hr/>	<hr/>	<hr/>
Accumulated unrealised gain on collective investment schemes – local		667,241		
		<hr/>		
Total collective investment schemes – local		24,075,289		
		<hr/>		

\*Managed by the Manager of the Fund

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

(d) Exchange-traded funds – foreign

(i) Exchange-traded fund – foreign as at 31 August 2024 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>United States</u>				
Alerian MLP ETF	34,015	7,644,328	6,946,607	6.07
	<hr/>	<hr/>	<hr/>	<hr/>
Total exchange-traded fund – foreign	34,015	7,644,328	6,946,607	6.07
	<hr/> <hr/>		<hr/> <hr/>	<hr/> <hr/>
Accumulated unrealised loss on exchange-traded fund – foreign		(697,721)		
		<hr/>		
Total exchange-traded fund – foreign		6,946,607		
		<hr/> <hr/>		

(ii) Exchange-traded funds – foreign as at 31 August 2023 is as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>United States</u>				
Energy Select Sector SPDR	4,110	1,668,070	1,693,699	1.59
IShares 20+Year Treasury Bond ETF	7,045	3,349,442	3,156,663	2.97
Global X Uranium ETF	16,381	1,920,722	1,819,015	1.71
	<hr/>	<hr/>	<hr/>	<hr/>
Total exchange-traded funds – foreign	27,536	6,938,234	6,669,377	6.27
	<hr/> <hr/>		<hr/> <hr/>	<hr/> <hr/>
Accumulated unrealised loss on exchange-traded funds – foreign		(268,857)		
		<hr/>		
Total exchange-traded funds – foreign		6,669,377		
		<hr/> <hr/>		

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### 10 CASH AND CASH EQUIVALENTS

	<u>2024</u> MYR	<u>2023</u> MYR
Cash and bank balances	5,884,612	3,922,294
Deposit with a licensed financial institution	-	3,592,936
	<u>5,884,612</u>	<u>7,515,230</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	-	3.00

Deposit with a licensed financial institution of the Fund has an average remaining maturity period of 1 day for financial year ended 31 August 2023.

#### 11 NUMBER OF UNITS IN CIRCULATION

	<u>2024</u> No. of units	<u>2023</u> No. of units
At the beginning of the financial year	204,748,000	202,124,000
Creation of units arising from distribution	22,299	2,624,073
Cancellation of units	(299)	(73)
At the end of the financial year	<u>204,770,000</u>	<u>204,748,000</u>

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### 12 TRANSACTIONS WITH BROKERS

(a) Details of transactions with the top 10 brokers for the financial year ended 31 August 2024 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	Percentage of total <u>trade</u> %	<u>Brokerage</u> <u>fees</u> RM	Percentage of total brokerage <u>fees</u> %
Robert W. Baird & Co. Incorporated	80,014,210	36.86	16,208	8.20
AHAM Asset Management Bhd#	14,947,451	6.89	-	-
CLSA Ltd (Hong Kong)	12,193,393	5.62	29,490	14.92
Sanford C. Bernstein and Co., Llc	9,755,011	4.49	1,431	0.72
BoFa Securities, Inc.	9,558,593	4.40	4,779	2.42
Macquarie Securities (Australia) Ltd	8,516,617	3.92	8,805	4.46
Maybank Investment Bank Bhd	6,940,490	3.20	17,351	8.78
Flow Traders B.V.	6,576,028	3.03	-	-
Merrill Lynch International Ltd	5,890,973	2.71	16,974	8.60
Robert W. Baird & Co.	5,786,648	2.68	2,094	1.06
Others	56,713,701	26.15	100,461	50.84
	<u>216,893,116</u>	<u>100.00</u>	<u>197,593</u>	<u>100.00</u>

(b) Details of transactions with the top 10 brokers for the financial year ended 31 August 2023 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	Percentage of total <u>trade</u> %	<u>Brokerage</u> <u>fees</u> RM	Percentage of total brokerage <u>fees</u> %
CLSA Group	29,809,820	18.37	58,846	28.54
Affin Hwang Investment Bank Bhd	23,756,140	14.64	-	-
Robert W. Baird & Co Group	22,550,913	13.89	5,696	2.76
JP Morgan Securities (Asia Pacific)	11,112,966	6.85	23,782	11.53
Sanford C. Bernstein and Co., Llc	10,289,995	6.34	9,828	4.77
Merrill Lynch International Ltd	9,602,128	5.92	24,611	11.93
DBS Bank Ltd	9,518,669	5.86	-	-
Macquarie Group	5,860,899	3.60	14,094	6.83
Instinet Pacific Ltd Hong Kong Branch	5,696,220	3.51	14,241	6.91
Citigroup Global Markets Ltd	5,287,769	3.26	10,576	5.13
Others	28,819,181	17.76	44,541	21.60
	<u>162,304,701</u>	<u>100.00</u>	<u>206,213</u>	<u>100.00</u>



## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

#### 12 TRANSACTIONS WITH BROKERS (CONTINUED)

# Included in transactions with brokers are trades with the Manager, AHAM Asset Management Bhd amounting to RM14,947,451 (2023: RM Nil). The Manager is of the opinion that all transactions have been entered into in the normal course of business.

#### 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>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

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

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

	2024		2023	
	No. of units	RM	No of units	RM
<u>The Manager:</u>				
AHAM Asset Management Berhad (The units are held legally for booking purposes)	3,287	1,836	3,573	1,853

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

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

	2024	2023
	%	%
TER	0.62	0.61

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 rebate
B	=	Trustee fee
C	=	Fund accounting fee
D	=	Auditors' remuneration
E	=	Tax agent's fee
F	=	Other expenses
G	=	Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is RM112,050,836 (2023: RM106,161,196).

## AHAM FLEXI FUND I

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2024 (CONTINUED)

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

	<u>2024</u>	<u>2023</u>
PTR (times)	<u>0.98</u>	<u>0.85</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 = RM109,385,683 (2023: RM107,138,890)  
total disposal for the financial year = RM111,259,279 (2023: RM 73,190,385)

## **AHAM FLEXI FUND I**

### **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 my opinion as the Manager, the financial statements set out on pages 1 to 41 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 August 2024 and of its financial performance, changes in equity and cash flows for the financial year ended 31 August 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  
24 October 2024

# INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF AHAM FLEXI FUND I

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

### Our opinion

In our opinion, the financial statements of AHAM Flexi Fund I (“the Fund”) give a true and fair view of the financial position of the Fund as at 31 August 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 31 August 2024, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 1 to 41.

### 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 Board) (“IESBA Code”), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

INDEPENDENT AUDITORS' REPORT  
TO THE UNIT HOLDERS OF AHAM FLEXI FUND I (CONTINUED)

REPORT ON THE FINANCIAL STATEMENTS (CONTINUED)

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.

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 gives 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 intend to liquidate the Fund to terminate the Fund, or has no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT  
TO THE UNIT HOLDERS OF AHAM FLEXI FUND I (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- (d) Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

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

INDEPENDENT AUDITORS' REPORT  
TO THE UNIT HOLDERS OF AHAM FLEXI FUND I (CONTINUED)

OTHER MATTERS

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

PRICEWATERHOUSECOOPERS PLT  
LLP0014401-LCA & AF 1146  
Chartered Accountants

Kuala Lumpur  
24 October 2024



## **DIRECTORY OF SALES OFFICE**

### **HEAD OFFICE**

AHAM Asset Management Berhad  
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69, Jalan Raja Chulan,  
50200 Kuala Lumpur

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### **PERAK**

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### **PETALING JAYA**

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Fax : 07 – 223 8998

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

### **SABAH**

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### **SARAWAK - KUCHING**

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### **SARAWAK - MIRI**

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**AHAM Asset Management Berhad**

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