

# Affin Hwang Aiiman

## PRS Shariah Growth Fund

Annual Report  
31 July 2021

Out **think.** Out **perform.**



**AFFIN HWANG**  
CAPITAL

**PROVIDER**  
Affin Hwang Asset Management Berhad  
199701014290 (429786-T)

**TRUSTEE**  
CIMB Commerce Trustee Berhad (313031-A)

# AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

## Annual Report and Audited Financial Statements For The Financial Year Ended 31 July 2021

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## FUND INFORMATION

Fund Name	Affin Hwang Aiman PRS Shariah Growth Fund
Fund Type	Growth
Fund Category	Equity
Investment Objective	To facilitate the accumulation of Shariah-compliant retirement savings by Members for their retirement needs, the Fund aims to generate capital growth through a portfolio of Shariah-compliant investments
Benchmark	FTSE Bursa Malaysia EMAS Shariah Index
Distribution Policy	The Fund will endeavour to declare distribution on an annual basis after the end of its first financial year, subject to the availability of income.

### BREAKDOWN OF UNITHOLDERS BY SIZE AS AT 31 JULY 2021

Size of holdings (units)	No. of unitholders	No. of units held * ('000)
5,000 and below	3,629	7,637
5,001 to 10,000	1,510	10,213
10,001 to 50,000	2,019	44,758
50,001 to 500,000	127	11,997
500,001 and above	3	2,438
<b>Total</b>	<b>7,288</b>	<b>77,043</b>

\* Note: Excluding Provider's stock

## FUND PERFORMANCE DATA

Category	As at 31 Jul 2021 (%)	As at 31 Jul 2020 (%)	As at 31 Jul 2019 (%)
Portfolio composition			
<b>Collective investment scheme – local</b>			
- Affin Hwang Aiiman Asia (ex Japan) Growth Fund	49.38	48.53	43.49
- Affin Hwang Aiiman Quantum Fund	14.12	13.44	14.24
- Affin Hwang Aiiman Global Sukuk Fund	2.53	2.75	2.90
- Affin Hwang Aiiman Growth Fund	24.04	23.93	29.09
- Affin Hwang Aiiman Income Plus Fund	8.51	9.61	10.24
- Affin Hwang Aiiman Money Market Fund	1.29	1.43	-
<b>Total collective investment scheme – local</b>	<b>99.87</b>	<b>99.69</b>	<b>99.96</b>
<b>Cash &amp; cash equivalent</b>	<b>0.13</b>	<b>0.31</b>	<b>0.04</b>
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
Total NAV (RM million)	58.600	46.087	37.109
NAV per Unit (RM)	0.7606	0.6806	0.5908
Unit in Circulation (million)	77.045	67.719	62.813
Highest NAV	0.8193	0.6811	0.6112
Lowest NAV	0.6696	0.5234	0.5509
Return of the Fund (%) <sup>iii</sup>	12.55	15.59	-1.38
- Capital Growth (%) <sup>i</sup>	11.75	15.20	-3.05
- Income Distribution (%) <sup>ii</sup>	0.71	0.34	1.73
Gross Distribution per Unit (sen)	0.50	0.20	1.00
Net Distribution per Unit (sen)	0.50	0.20	1.00
Management Expense Ratio (%) <sup>1</sup>	1.92	1.93	1.93
Portfolio Turnover Ratio (times) <sup>2</sup>	0.09	0.48	0.20

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

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

An illustration of the above would be as follow:-

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

<sup>1</sup>The MER of the Fund was lower than previous year due to higher average NAV of the Fund during the financial year.

<sup>2</sup>The PTR of the Fund was lower than previous year as the Provider had decreased its portfolio activities during the financial year.

## PROVIDER'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 (RM)	Distribution per Unit (RM)	Ex-distribution (RM)
20-Oct-20	21-Oct-20	0.7134	0.0050	0.7064

No unit split were declared for the financial year ended 31 July 2021.

### Performance Review

For the period 1 August 2020 to 31 July 2021, the Fund has registered a return of 12.55% as compared to the benchmark return of -10.35%. The Fund thus outperformed the benchmark by 22.90%. The Net Asset Value (NAV) per unit of the Fund as at 31 July 2021 was RM0.7606 while the NAV per unit on 31 July 2020 was RM 0.6806. During the same period under review, the Fund has declared a gross income distribution of RM0.0050 per unit.

Since commencement, the Fund has outperformed the benchmark by 73.06% with return of 82.10% compared to the benchmark return of 9.04%. The Fund has met its investment objective.

Table 1: Performance of the Fund

	1 Year (1/8/20 - 31/7/21)	3 Years (1/8/18 - 31/7/21)	5 Years (1/8/16 - 31/7/21)	Since Commencement (23/11/12 - 31/7/21)
<b>Fund</b>	<b>12.55%</b>	<b>28.30%</b>	<b>46.19%</b>	<b>82.10%</b>
<b>Benchmark</b>	<b>(10.35%)</b>	<b>(5.95%)</b>	<b>(1.23%)</b>	<b>9.04%</b>
<b>Outperformance</b>	<b>22.90%</b>	<b>34.25%</b>	<b>47.42%</b>	<b>73.06%</b>

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	1 Year (1/8/20 - 31/7/21)	3 Years (1/8/18 - 31/7/21)	5 Years (1/8/16 - 31/7/21)	Since Commencement (23/11/12 - 31/7/21)
<b>Fund</b>	<b>12.55%</b>	<b>8.65%</b>	<b>7.89%</b>	<b>7.14%</b>
<b>Benchmark</b>	<b>(10.35%)</b>	<b>(2.02%)</b>	<b>(0.25%)</b>	<b>1.00%</b>
<b>Outperformance</b>	<b>22.90%</b>	<b>10.67%</b>	<b>8.14%</b>	<b>6.14%</b>

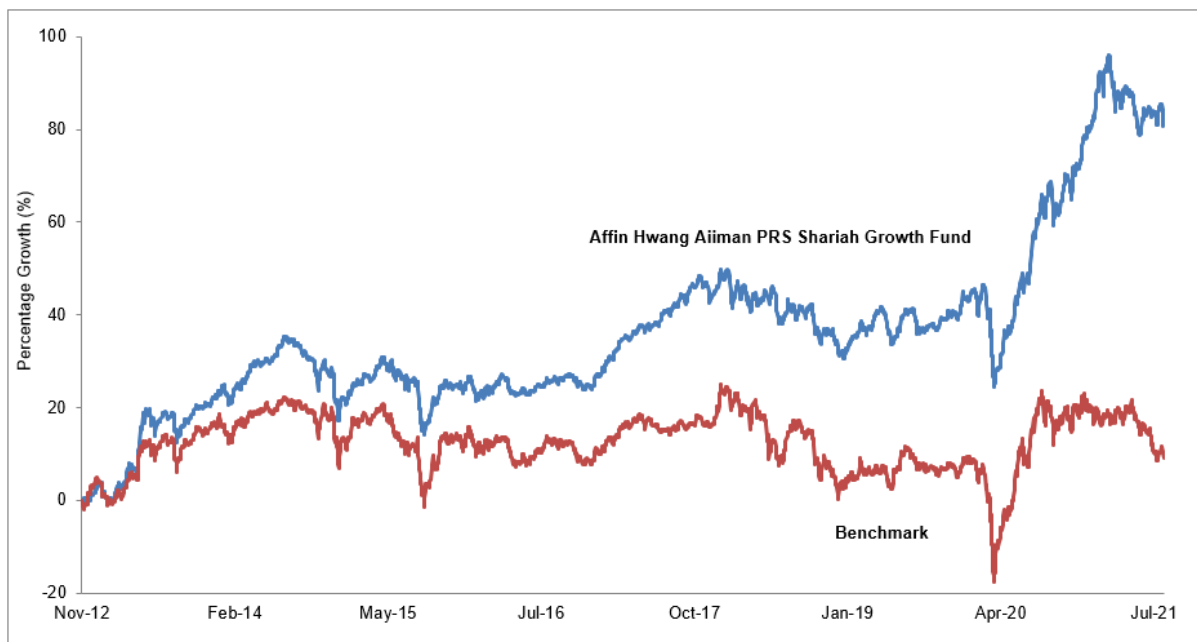
Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2021 (1/8/20 - 31/7/21)	FYE 2020 (1/8/19 - 31/7/20)	FYE 2019 (1/8/18 - 31/7/19)	FYE 2018 (1/8/17 - 31/7/18)	FYE 2017 (1/8/16 - 31/7/17)
<b>Fund</b>	<b>12.55%</b>	<b>15.59%</b>	<b>(1.38%)</b>	<b>1.01%</b>	<b>12.80%</b>
<b>Benchmark</b>	<b>(10.35%)</b>	<b>11.97%</b>	<b>(6.31%)</b>	<b>0.73%</b>	<b>4.25%</b>
<b>Outperformance</b>	<b>22.90%</b>	<b>3.62%</b>	<b>4.93%</b>	<b>0.28%</b>	<b>8.55%</b>

Source of Benchmark: Bloomberg

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



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

*Benchmark: FTSE Bursa Malaysia EMAS Shariah Index*

***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.

As at 31 July 2021, the Fund's exposure to the Shariah-based collective investment schemes stood at 99.87% of the Fund's NAV, while the balance was held in cash and cash equivalent.

### **Strategies Employed**

The Fund had remained into a portfolio of Collective Investment Schemes (CIS) managed by the Provider. The Provider believes that the portfolio of CIS provides the PRS members with sufficient diversification across asset-classes and geographical reach that is necessary to mitigate concentration risk.

The portfolio of investments is reviewed on a quarterly basis. Nevertheless, the Provider holds the flexibility to rebalance the portfolio, depending on prevailing market conditions.

### **Market Review**

Global equities started 2021 on a strong note as policy easing, and global vaccine rollouts went underway. At the start of January, US markets saw strong optimism. The storming of the US Capitol in early January had little effect over the broader market. However, a black swan event at the end of the month saw retail investors selectively targeting underperforming stocks (e.g. GME and AMC) that resulted in a short squeeze and pushing their share prices to new highs.

US equity markets ended the month of February with modest gains though sentiment was tested as surging bond yields and inflation fears took precedence. Whilst equities and bonds tend to move in opposite directions, the reality is that equity outperformance in the past year has largely come from growth-centric

stocks and “stay at home” trades, which were facing short-term squeezes on their profit margins from rising rates. Another factor is the shift from growth to value, with value stocks performing better over the period.

Global equities endured a mixed session in March as US-China tensions boiled over dampening sentiment. With recovery still in a fragile state, global central banks including the Fed are expected to keep monetary policy accommodative to nurse the economy through the pandemic. Meanwhile, rising bond yields continue to unsettle markets. Banks are enjoying higher trading fees and lower provision costs as the economy gradually regains its footing.

Global markets shrugged off inflation fears to climb higher in June as investors start to buy-in to the Fed’s dovish testimony. The S&P 500 and Nasdaq index rose, buoyed by stimulus optimism after early indication of bipartisan support of the proposed US\$1.2 trillion infrastructure bill in the US Congress. US Fed Chair, Jerome Powell testified in the House of Representatives to reiterate the central bank’s view that inflation is transitory and that the FOMC will not rush to hike rates. The yield on the 10-year Treasury note tumbled as the Fed affirmed that it would not pre-emptively hike rates before signs of a recovery.

In Asia, the MSCI Asia ex-Japan index was marginally weaker in June as sentiment was dampened on geopolitical tensions and consolidation seen in China’s economy. The Group of Seven (“G7”) nations and North Atlantic Treaty Organisation (“NATO”) held its annual summit with political leaders from US and Europe vowing to toughen its stance on China.

China had also reported weaker than expected retail sales and industrial production data. Industrial production grew 8.8% y-o-y in May, which came below consensus expectations of 9.2%. Weaker upstream production as well as a power shortage in the Yunan province which is an aluminium production hub led to lower factory output. May retail sales which rose 12.4% y-o-y also fell market expectations of 14.0%. However, weaker economic data could push back any chance of further tightening in China as policymakers look to sustain growth.

Asia was dragged by the weakness in the Chinese market in July. Once again, China saw regulators cracking down on businesses, this time targeting the education sector. Authorities had banned the provision of holiday and weekend tutoring, and further said that they will no longer approve the establishment of new tuition centres. Instead, tutoring companies are being asked to register as non-profit institutions.

The local equity market’s performance was muted relative to regional peers. In the February result season, the tech sector was largely reporting earnings that beat expectations on the back of robust demand. Meanwhile, Finance Minister clarified in an interview that the government is not looking to impose capital gains tax on stocks. The government was mulling new taxes to widen its revenue base once the economy is on a more stable footing.

The Malaysian bond market saw an unwinding of “rate cut” bets at the end of January following BNM’s announcement to keep interest rates unchanged at 1.75% highlighting that recovery of the local economy was underway. The shorter-end of the MGS curve saw yields rise whilst longer-tenured papers remained resilient that month.

Yields trended higher in tandem with US treasury movement in the quarter. Undoubtedly, the performance of the local bond market has been subpar since the start of the year; especially given the volatility in US Treasury yields, as well as the lack of support from EPF due to its ongoing commitment to the i-Sinar and i-Lestari programme. However, demand was seen returning in March, as more investors – including insurance players and asset managers – are seen nibbling into the market given the more attractive yield levels.

Fiscal deficit is expected to breach above the government’s target of 6.0%. With the unveiled PEMULIH stimulus package, we could see the debt ceiling be raised to 65.0% from 60.0%. This could translate to more government bond supplies, which may put further pressure on Malaysia’s sovereign rating.

On the monetary policy side, Bank Negara Malaysia (“BNM”) kept Overnight Policy Rates (“OPR”) at 1.75% in its monetary policy meeting in July. The central bank remained slightly optimistic on Malaysia’s growth outlook on the back of various support measures in place, vaccine rollouts, as well as stronger export numbers.

Political risks abated slightly with the appointment of Datuk Seri Ismail Sabri Yaakob as the 9th Prime Minister after securing the majority support of 114 MPs. The next Parliament sitting is slated in September which Datuk Seri Ismail Sabri will face a test of majority support through a vote of confidence. With political stability expected until the next General Election (GE) due by 2023, the local market could see further

support on the back of continued vaccination roll-outs. The gradual reopening of more economic sectors also point to economic growth improving in the coming quarters.

During its quarterly GDP briefing, BNM said that Malaysia's GDP grew 16.1% y-o-y in the 2Q'21, although it contracted 2% on a q-o-q basis. The central bank also revised its full-year GDP growth forecast for Malaysia to between 3% and 4%, from the previous forecast of between 6% and 7.5% for 2021.

### **Investment Outlook**

Global markets have rallied sharply from their lowest, supported by fiscal and monetary stimulus. The economy is still recovering, albeit at a slow pace, as consumers' confidence return. Recovery plays will be the most obvious theme for the year of improving macroeconomic conditions and the inevitable rollout of vaccines has everyone looking to the future and letting go of 2020's miseries. We have already seen the rotation from growth to value take place in the start of 2021.

Earnings momentum will continue in 2021 with earnings growth projected to rise in Asia ex-Japan. Key sectors leading the recovery include the energy, consumer discretionary and industrials. Though, this is tempered by moderately higher valuations which has crept up above historical averages. Liquidity conditions remain positive and with earnings visibility from Asian companies that are riding along a China-led economic recovery, Asia continues to be an ocean of growth potential as the region continues to grow. Selected Chinese consumer names which are less likely to be pressured by regulatory headwinds were deemed more favourable.

Back home, economic recovery continues to be delayed by Covid-19 as cases surge throughout the country. From a bottom-up perspective, the domestic focus will be on the recovery beneficiaries and exporters in the technology and EMS segment which have strong earnings visibility in the near term as well increasing demand. Weights in politically sensitive stocks have also been trimmed as the situation remains fluid.

ESG funds have also been gathering plenty of interest and we will expect this investor shift to ESG-focused funds to be more commonplace across the industry. The Biden administration's foray into building stronger climate change initiatives also signals a shift for the investment industry as this will generate more opportunities across asset classes. The wider implications of this on the economy will take time to materialise, but will continue to be observed.

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

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

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

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

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

During the financial period under review, the management company had received on behalf of the Fund, soft commissions in the form of research materials, data and quotation services, investment-related publications, market data feed and industry benchmarking agencies which are of demonstrable benefit to Unitholders of the Fund.

### **Cross Trade**

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



## **SCHEME TRUSTEE'S REPORT TO THE MEMBERS OF AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

We, **CIMB Commerce Trustee Berhad** being the Scheme Trustee of **Affin Hwang Aiiman PRS Shariah Growth Fund ('the Fund')** are of the opinion that **Affin Hwang Asset Management Berhad ('the PRS Provider')**, acting in the capacity as PRS Provider of the Fund, has fulfilled its duties in the following manner for the financial year ended 31 July 2021.

- a) The Fund has been managed in accordance with the limitations imposed on the investment powers of the PRS Provider under the Deeds, the Securities Commission Malaysia's Guidelines on Private Retirement Scheme, the Capital Markets and Services Act 2007 (as amended from time to time) and other applicable laws;
- b) Valuation and pricing for the Fund has been carried out in accordance with the Deeds and relevant regulatory requirements;
- c) Creation and cancellation of units have been carried out in accordance with the Deeds and relevant regulatory requirements; and
- d) The distribution of returns by the Fund is relevant and reflects the investment objectives of the Fund.

For and on behalf of  
**CIMB Commerce Trustee Berhad**

**Lee Kooi Yoke**  
Chief Executive Officer

Kuala Lumpur, Malaysia  
13 September 2021

**SHARIAH ADVISER'S REPORT TO THE MEMBERS OF  
AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

**To the Unit Holders of Affin Hwang Aiiman PRS Shariah Growth Fund (“Fund”)**

We hereby confirm the following:

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

For **Amanie Advisors Sdn Bhd**

**DATUK DR MOHD DAUD BAKAR**  
Executive Chairman

Kuala Lumpur, Malaysia  
Date: 13 September 2021

**AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

**FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 31 JULY 2021**

# **AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

## **FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 31 JULY 2021**

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## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 JULY 2021

	<u>Note</u>	<u>2021</u> RM	<u>2020</u> RM
<b>INVESTMENT INCOME</b>			
Dividend income		1,753,578	1,055,826
Profit income from financial assets at amortised cost		2,000	2,190
Net gain on financial assets at fair value through profit or loss	9	5,149,145	5,923,573
		<u>6,904,723</u>	<u>6,981,589</u>
<b>EXPENSES</b>			
Management fee	4	(983,610)	(700,134)
Scheme Trustee fee	5	(21,860)	(15,618)
Private Pension Administrator (PPA) administration fee	6	(21,860)	(15,618)
Auditors' remuneration		(8,500)	(8,500)
Tax agent's fee		(3,000)	(3,000)
Other expenses		(8,982)	(6,401)
		<u>(1,047,812)</u>	<u>(749,271)</u>
<b>NET PROFIT BEFORE TAXATION</b>		5,856,911	6,232,318
Taxation	7	-	-
<b>NET PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR</b>		<u>5,856,911</u>	<u>6,232,318</u>
Net profit after taxation is made up of the following:			
Realised amount		1,727,060	327,610
Unrealised amount		4,129,851	5,904,708
		<u>5,856,911</u>	<u>6,232,318</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### STATEMENT OF FINANCIAL POSITION AS AT 31 JULY 2021

	<u>Note</u>	<u>2021</u> RM	<u>2020</u> RM
<b>ASSETS</b>			
Cash and cash equivalents		94,902	105,840
Dividend receivable		422	-
Amount due from Provider			
- creation of units		29,495	63,512
- management fee rebate receivable		78,499	59,192
Financial assets at fair value through profit or loss	9	58,525,263	45,945,198
<b>TOTAL ASSETS</b>		<u>58,728,581</u>	<u>46,173,742</u>
<b>LIABILITIES</b>			
Amount due to Provider			
- management fee		90,016	68,068
- cancellation of units		21,908	-
Amount due to Scheme Trustee		2,000	1,513
Amount due to PPA		2,000	1,513
Auditors' remuneration		8,500	8,500
Tax agent's fee		3,000	3,000
Other payables and accruals		1,250	4,121
<b>TOTAL LIABILITIES</b>		<u>128,674</u>	<u>86,715</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>58,599,907</u>	<u>46,087,027</u>
<b>EQUITY</b>			
Members' capital		46,154,012	39,152,993
Retained earnings		12,445,895	6,934,034
<b>NET ASSETS ATTRIBUTABLE TO MEMBERS</b>		<u>58,599,907</u>	<u>46,087,027</u>
<b>NUMBER OF UNITS IN CIRCULATION</b>	11	<u>77,045,000</u>	<u>67,719,000</u>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<u>0.7606</u>	<u>0.6806</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 JULY 2021

	Members' <u>capital</u> RM	Retained <u>earnings</u> RM	<u>Total</u> RM
Balance as at 1 August 2020	39,152,993	6,934,034	46,087,027
Total comprehensive income for the financial year	-	5,856,911	5,856,911
Distribution (Note 8)	-	(345,050)	(345,050)
Movement in members' capital:			
Creation of units arising from applications	7,530,297	-	7,530,297
Creation of units arising from distribution	345,050	-	345,050
Cancellation of units	(874,328)	-	(874,328)
Balance as at 31 July 2021	<u>46,154,012</u>	<u>12,445,895</u>	<u>58,599,907</u>
Balance as at 1 August 2019	36,279,941	829,328	37,109,269
Total comprehensive income for the financial year	-	6,232,318	6,232,318
Distribution (Note 8)	-	(127,612)	(127,612)
Movement in members' capital:			
Creation of units arising from applications	6,682,539	-	6,682,539
Creation of units arising from distribution	127,612	-	127,612
Cancellation of units	(3,937,099)	-	(3,937,099)
Balance as at 31 July 2020	<u>39,152,993</u>	<u>6,934,034</u>	<u>46,087,027</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021

	<u>2021</u> RM	<u>2020</u> RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from sale of Shariah-compliant investments	609,000	16,555,678
Purchase of Shariah-compliant investments	(8,877,672)	(20,100,382)
Dividends received	1,753,156	1,055,826
Profit income received	2,000	2,190
Management fee rebate received	840,353	590,311
Management fee paid	(961,662)	(688,929)
Scheme Trustee fee paid	(21,373)	(15,369)
PPA fee paid	(21,373)	(15,369)
Payment for other fees and expenses	(23,353)	(21,498)
	<hr/>	<hr/>
Net cash flows used in operating activities	(6,700,924)	(2,637,542)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from creation of units	7,564,314	6,650,640
Payments for cancellation of units	(874,328)	(3,937,099)
	<hr/>	<hr/>
Net cash flows generated from financing activities	6,689,986	2,713,541
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>		
	(10,938)	75,999
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR</b>		
	105,840	29,841
	<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR</b>		
	94,902	105,840
	<hr/> <hr/>	<hr/> <hr/>

Cash and cash equivalents as at 31 July 2021 and 31 July 2020 comprise of bank balances.

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.



## **AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE FINANCIAL YEAR ENDED 31 JULY 2021**

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 under the historical cost convention, except as disclosed in the summary of significant accounting policies and comply with Malaysian Financial Reporting Standards, International Financial Reporting Standards (“MFRS”).

The preparation of financial statements in conformity with MFRS 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 revenues and expenses during the reported financial year. It also requires the Provider to exercise their judgment in the process of applying the Fund’s accounting policies. Although these estimates and judgment are based on the Provider’s best knowledge of current events and actions, actual results may differ.

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

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

- The Conceptual Framework for Financial Reporting (Revised 2018)
- Amendments to MFRS 101 and MFRS 108 ‘Definition of Material’

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

(b) Standards and amendments that have been issued but not yet effective:

- Amendments to MFRS 3 ‘Reference to Conceptual Framework’ (effective 1 January 2022) replace the reference to Framework for Preparation and Presentation of Financial Statements with 2018 Conceptual Framework.
- Annual Improvements to MFRSs 2018 – 2020 Cycle (effective for annual periods beginning on or after 1 January 2022).
- Amendments to MFRS 137 ‘onerous contracts—cost of fulfilling a contract’ (effective 1 January 2022) clarify that direct costs of fulfilling a contract include both the incremental cost of fulfilling the contract as well as an allocation of other costs directly related to fulfilling contracts.
- Amendments to MFRS 101 ‘Classification of liabilities as current or non-current (effective 1 January 2023) clarify that a liability is classified as non-current if an entity has a substantive right at the end of the reporting period to defer settlement for at least 12 months after the reporting period. A liability is classified as current if a condition is breached at or before the reporting date and a waiver is obtained 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.

## **AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)**

#### **B INCOME RECOGNITION**

##### Dividend income

Dividend income from Shariah-compliant collective investment schemes is recognised on the ex-dividend date, when the right to receive the dividend has been established.

##### Profit income

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

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

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

For Shariah-compliant collective investment schemes (“CIS”), realised gains and losses on sale of Shariah-compliant investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the Shariah-compliant investments, determined on a weighted average cost basis.

#### **C DISTRIBUTION**

A distribution to the Fund’s members 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 Scheme Trustee of the Fund.

#### **D 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.

#### **E FUNCTIONAL AND PRESENTATION CURRENCY**

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

## **AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)**

#### **F FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

##### **(i) Classification**

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

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

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

The contractual cash flows of the Fund's debt securities are solely principal and interest\* ("SPPI"). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

Investments in Shariah-compliant investment CIS have contractual cash flows that do not represent SPPI, and therefore are classified as fair value through profit or loss.

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

The Fund classifies amount due to Provider, amount due to Scheme Trustee, amount due to PPA, auditors' remuneration, tax agent's fee and other payables and accruals as financial liabilities measured at amortised cost.

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

##### **(ii) Recognition and measurement**

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

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 Shariah-compliant investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

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

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

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category including the effects of currency 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 period in which they arise.

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 Scheme Trustee, then the securities are valued as determined in good faith by the Provider, based on the methods or basis approved by the Scheme Trustee after appropriate technical consultation.

Investment in Shariah-compliant CIS are 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 liabilities are subsequently carried at amortised cost using the effective profit 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.

##### 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.

## **AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)**

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

(iii) Impairment (continued)

##### Definition of default and credit-impaired financial assets (continued)

Qualitative criteria:

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

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

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

##### Write-off

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

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

#### **G CASH AND CASH EQUIVALENTS**

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

#### **H MEMBERS' CAPITAL**

The members' 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 member 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.

## **AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

### **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)**

#### **H MEMBERS' CAPITAL (CONTINUED)**

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

Units are created and cancelled 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 members with the total number of outstanding units. In accordance with the Securities Commission's ("SC") Guidelines on Private Retirement Schemes, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per unit for creations and cancellations.

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

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information contents on the estimates, certain key variables that are anticipated to have material impacts to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgments are continually evaluated by the Provider 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 Provider is of the opinion that there are no accounting policies which require significant judgment to be exercised.

In undertaking any of the Fund's Shariah-compliant investment, the Provider will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the SC's Guidelines on Private Retirement Schemes.

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

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

## **AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021**

#### **1 INFORMATION ON THE FUND**

The Private Retirement Scheme (“PRS”) was constituted under the name Hwang Aiiman PRS Shariah Growth Fund (the “Fund”) pursuant to the execution of a Deed dated 25 October 2012 as modified by a Supplemental Deed dated 17 June 2013, a Second Supplemental Deed dated 24 July 2014, a Third Supplemental Deed dated 17 October 2014, a Fourth Supplemental Deed dated 13 June 2016, a Restated Deed dated 18 December 2017 and a First Supplemental Restated Deed dated 11 December 2020 (“the Deeds”) entered into between Affin Hwang Asset Management Berhad (the “Provider”) and CIMB Commerce Trustee Berhad (the “Scheme Trustee”). The Fund has changed its name from Hwang Aiiman PRS Shariah Growth Fund to Affin Hwang Aiiman PRS Shariah Growth Fund as amended by the Second Supplemental Deed dated 24 July 2014.

The Fund commenced operations on 2 November 2012 and will continue its operations until terminated by the Scheme Trustee as provided under Clause 14.4 of the Deed.

The Fund may invest in any of the following investments:

- a) Listed Shariah-compliant securities;
- b) Shariah-compliant unlisted securities of companies, including without limitation, securities that have been approved by the relevant regulatory authorities for the listing of and quotation of such securities;
- c) Islamic money market instruments and sukuk that are traded in or under the rules of an eligible Islamic market;
- d) Government investment issues, Islamic accepted bills, Bank Negara Malaysia negotiable notes, negotiable Islamic debt securities, Islamic negotiable instruments of deposits;
- e) Sukuk which are issued or guaranteed by the Malaysian government, Bank Negara Malaysia, Malaysian state government or Malaysian government-related agencies;
- f) Other Islamic money market instruments and sukuk which are not issued or guaranteed by the Malaysian government, Bank Negara Malaysia, Malaysian state government or Malaysian government-related agencies;
- g) Shariah-compliant fixed deposits with financial institutions;
- h) Units or shares in Shariah-compliant collective investment schemes, both local and foreign;
- i) Shariah-compliant derivatives; and
- j) Any other Shariah-compliant investments permitted by the Shariah Advisory Council of the SC and/or the Shariah Advisor from time to time.

All investments will be subjected to the SC’s Guidelines on Private Retirement Schemes, the Deeds and the objective of the Fund.

The main objective of the Fund is to facilitate the accumulation of Shariah-compliant retirement savings by Members for their retirement needs, the Fund aims to generate capital growth through a portfolio of Shariah-compliant investments.

The Provider is a company incorporated in Malaysia. The principal activities of the Provider are establishment and management of unit trust funds, exchange-traded funds and private retirement schemes as well as providing fund management services to private clients.

The financial statements were authorised for issue by the Provider on 13 September 2021.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (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>2021</u>				
<u>Financial assets</u>				
Cash and cash equivalents		94,902	-	94,902
Dividend receivable		422	-	422
Amount due from Provider				
- creation of units		29,495	-	29,495
- management fee rebate receivable		78,499	-	78,499
Shariah-compliant collective investment schemes	9	-	58,525,263	58,525,263
Total		<u>203,318</u>	<u>58,525,263</u>	<u>58,728,581</u>
<u>Financial liabilities</u>				
Amount due to Provider				
- management fee		90,016	-	90,016
- cancellation of units		21,908	-	21,908
Amount due to Scheme Trustee		2,000	-	2,000
Amount due to PPA		2,000	-	2,000
Auditors' remuneration		8,500	-	8,500
Tax agent's fee		3,000	-	3,000
Other payables and accruals		1,250	-	1,250
Total		<u>128,674</u>	<u>-</u>	<u>128,674</u>



## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

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>2020</u>				
<u>Financial assets</u>				
Cash and cash equivalents		105,840	-	105,840
Amount due from Provider				
- creation of units		63,512	-	63,512
- management fee rebate receivable		59,192	-	59,192
Shariah-compliant collective investment schemes	9	-	45,945,198	45,945,198
Total		<u>228,544</u>	<u>45,945,198</u>	<u>46,173,742</u>
<u>Financial liabilities</u>				
Amount due to Provider				
- management fee		68,068	-	68,068
Amount due to Scheme Trustee		1,513	-	1,513
Amount due to PPA		1,513	-	1,513
Auditors' remuneration		8,500	-	8,500
Tax agent's fee		3,000	-	3,000
Other payables and accruals		4,121	-	4,121
Total		<u>86,715</u>	<u>-</u>	<u>86,715</u>

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

Financial risk management is carried out through internal control processes adopted by the Provider and adherence to the investment restrictions as stipulated by the SC's Guidelines on Private Retirement Schemes.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

##### Market risk

##### (a) Price risk

Price risk arises mainly from the uncertainty about future prices of Shariah-compliant investments. It represents the potential loss the Fund might suffer through holding market positions in the face of price movements. The Provider 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 follow:

	<u>2021</u> RM	<u>2020</u> RM
<b>Shariah-compliant quoted investments</b>		
Shariah-compliant collective investment schemes	58,525,263	45,945,198

The following table summarises the sensitivity of the Fund's profit after taxation and net asset value to price risk movements. The analysis is based on the assumptions that the market price increased by 10% (2020: 10%) and decreased by 10% (2020: 10%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the Shariah-compliant CIS, having regard to the historical volatility of the prices.

<u>% Change in price</u>	<u>Market value</u> RM	<u>Impact on</u> <u>(loss)/profit</u> <u>after tax/NAV</u> RM
<u>2021</u>		
-10%	52,672,737	(5,852,526)
0%	58,525,263	-
+10%	64,377,789	5,852,526
<u>2020</u>		
-10%	41,350,678	(4,594,520)
0%	45,945,198	-
+10%	50,539,718	4,594,520

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

##### Market risk

##### (b) Profit rate risk

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

As at 31 July 2021 and 31 July 2020, the Fund is not exposed to any profit rate risk.

##### Credit risk

Credit risk refers to the ability of an issuer or counterparty to make timely payments of profit, principals and proceeds from realisation of Shariah-compliant investments. The Provider 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.

The settlement terms of the proceeds from the creation of units receivable from the Provider are governed by the SC's Guidelines on Private Retirement Schemes.

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

	Cash and cash <u>equivalents</u> RM	Dividend <u>receivable</u> RM	Amount due from <u>Provider</u> RM	<u>Total</u> RM
<u>2021</u>				
Financial Services				
- AAA	94,902	-	-	94,902
Other				
- NR	-	422	107,994	108,416
	<u>94,902</u>	<u>422</u>	<u>107,994</u>	<u>203,318</u>

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

##### Credit risk (continued)

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

	Cash and cash equivalents RM	Amount due from Provider RM	Total RM
<u>2020</u>			
Financial Services			
- AAA	105,840	-	105,840
Other			
- NR	-	122,704	122,704
	<u>105,840</u>	<u>122,704</u>	<u>228,544</u>

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

##### Liquidity risk

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

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>2021</u>			
Amount due to Provider			
- management fee	90,016	-	90,016
- cancellation of units	21,908	-	21,908
Amount due to Scheme Trustee	2,000	-	2,000
Amount due to PPA	2,000	-	2,000
Auditors' remuneration	-	8,500	8,500
Tax agent's fee	-	3,000	3,000
Other payables and accruals	-	1,250	1,250
	<u>115,924</u>	<u>12,750</u>	<u>128,674</u>

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

##### Liquidity risk (continued)

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

	Within <u>one month</u> RM	Between <u>one month</u> <u>to one year</u> RM	<u>Total</u> RM
<u>2020</u>			
Amount due to Provider			
- management fee	68,068	-	68,068
Amount due to Scheme Trustee	1,513	-	1,513
Amount due to PPA	1,513	-	1,513
Auditors' remuneration	-	8,500	8,500
Tax agent's fee	-	3,000	3,000
Other payables and accruals	-	4,121	4,121
	<u>71,094</u>	<u>15,621</u>	<u>86,715</u>

##### Capital risk

The capital of the Fund is represented by equity consisting of members' capital and retained earnings. The amount of equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of members. 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 members and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

##### Collective investment scheme risk

This risk is associated with the Fund's Shariah-compliant investment in CIS exposing the Fund to the inherent investment risks faced by the Shariah-compliant CIS. The Fund may also be exposed to liquidity risk which may arise from the inability of the Shariah-compliant CIS to meet redemption amounts, as well as the risk of not being aligned with the Fund's mandate in the event the Shariah-compliant CIS that the Fund is invested into breaches its asset allocation limits. Therefore, should any of the risks faced by the Shariah-compliant CIS materialised, the performance of the Fund will be affected.

##### Reclassification of Shariah status risk

The risk refers to the risk that the currently held Shariah-compliant investments in the portfolio of Shariah-compliant funds may be reclassified to be Shariah non-compliant upon review of the investments by the Shariah Advisory Council of the SC performed twice yearly. If this occurs, the value of the Fund may be adversely affected where the Provider will take the necessary steps to dispose of such securities in accordance with the Shariah Advisory Council's advice.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

#### 3 FAIR VALUE ESTIMATION

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

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

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

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

(i) Fair value hierarchy

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

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

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

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

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

#### 3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2021</u>				
Financial assets at fair value through profit or loss				
- Shariah-compliant collective investment schemes	<u>58,525,263</u>	<u>-</u>	<u>-</u>	<u>58,525,263</u>
<u>2020</u>				
Financial assets at fair value through profit or loss				
- Shariah-compliant collective investment schemes	<u>45,945,198</u>	<u>-</u>	<u>-</u>	<u>45,945,198</u>

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

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

#### 4 MANAGEMENT FEE

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

For the financial year ended 31 July 2021, the management fee is recognised at a rate of 1.80% (2020: 1.80%) per annum on the NAV of the Fund, calculated on a daily basis as stated in Fund's Disclosure Document.

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



## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

#### 5 SCHEME TRUSTEE FEE

In accordance with the Deeds, the Scheme Trustee is entitled to an annual fee at a rate not exceeding 1.00% per annum on the NAV of the Fund.

For the financial year ended 31 July 2021, the Scheme Trustee fee is recognised at a rate of 0.04% (2020: 0.04%) per annum on the NAV of the Fund calculated on a daily basis as stated in Fund's Disclosure Document.

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

#### 6 PRIVATE PENSION ADMINISTRATOR ("PPA") ADMINISTRATION FEE

For the financial year ended 31 July 2021, the PPA administration fee is recognised at a rate of 0.04% (2020: 0.04%) per annum on the NAV of the Fund calculated on a daily basis.

There will be no further liability to the PPA in respect of the PPA administration fee other than the amount recognised above.

#### 7 TAXATION

	<u>2021</u> RM	<u>2020</u> RM
Current taxation – local	-	-

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

	<u>2021</u> RM	<u>2020</u> RM
Net profit before taxation	5,856,911	6,232,318
Tax at Malaysian statutory rate of 24% (2020: 24%)	1,405,659	1,495,756
Tax effects of:		
Investment income not subject to tax	(1,657,134)	(1,531,561)
Expenses not deductible for tax purposes	12,877	9,753
Restriction on tax deductible expenses for PRS Funds	238,598	26,052
Tax expense	-	-

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

#### 8 DISTRIBUTION

	<u>2021</u> RM	<u>2020</u> RM
Distribution to members are from the following sources:		
Previous years' realised income	<u>345,050</u>	<u>127,612</u>

During the financial year ended 31 July 2021, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit</u> sen
21.10.2020	<u>0.50</u>

During the financial year ended 31 July 2020, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit</u> sen
16.10.2019	<u>0.20</u>

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

Included in distribution for the financial year is an amount of RM345,050 (2020: RM127,612) made from previous year's realised income.

There are unrealised losses of RM Nil (2020: RM Nil) during the financial year.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

	<u>2021</u> RM	<u>2020</u> RM
Financial assets at fair value through profit or loss:		
- Shariah-compliant collective investment schemes – local	58,525,263	45,945,198
Net gain on financial assets at fair value through profit or loss:		
- realised gain/(loss) on sale of investments	159,634	(581,221)
- unrealised gain on changes in fair value	4,129,851	5,904,708
- management fee rebate on collective investment schemes #	859,660	600,086
	<u>5,149,145</u>	<u>5,923,573</u>

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

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

(a) Shariah-compliant collective investment schemes – local

(i) Shariah-compliant collective investment schemes – local as at 31 July 2021 is as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
Affin Hwang Aiiman Quantum Fund	14,542,869	7,578,717	8,277,801	14.12
Affin Hwang Aiiman Money Market Fund	1,405,771	752,511	754,759	1.29
Affin Hwang Aiiman Asia (ex Japan) Growth Fund	34,864,916	22,380,178	28,937,880	49.38
Affin Hwang Aiiman Global Sukuk Fund	2,692,455	1,405,739	1,480,581	2.53
Affin Hwang Aiiman Income Plus Fund	8,373,687	4,867,452	4,988,205	8.51
Affin Hwang Aiiman Growth Fund	10,735,490	11,710,027	14,086,037	24.04
Total Shariah-compliant collective investment schemes – local	<u>72,615,188</u>	<u>48,694,624</u>	<u>58,525,263</u>	<u>99.87</u>
Accumulated unrealised gain on Shariah-compliant collective investment schemes – local		<u>9,830,639</u>		
Total Shariah-compliant collective investment schemes – local		<u>58,525,263</u>		

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

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

(a) Shariah-compliant collective investment schemes – local (continued)

(ii) Shariah-compliant collective investment schemes – local as at 31 July 2020 is as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
Affin Hwang Aiiman Asia (ex Japan) Growth Fund	30,792,993	18,864,107	22,368,030	48.53
Affin Hwang Aiiman Global Sukuk Fund	2,322,889	1,205,161	1,269,459	2.75
Affin Hwang Aiiman Growth Fund	8,800,722	9,043,631	11,027,305	23.93
Affin Hwang Aiiman Income Plus Fund	7,124,352	4,108,562	4,430,634	9.61
Affin Hwang Aiiman Money Market Fund	1,231,261	659,056	657,493	1.43
Affin Hwang Aiiman Quantum Fund	12,474,369	6,363,893	6,192,277	13.44
Total Shariah-compliant collective investment schemes – local	<u>62,746,586</u>	<u>40,244,410</u>	<u>45,945,198</u>	<u>99.69</u>
Accumulated unrealised gain on Shariah-compliant collective investment schemes – local		<u>5,700,788</u>		
Total Shariah-compliant collective investment schemes – local		<u>45,945,198</u>		

#### 10 SHARIAH INFORMATION OF THE FUND

The Shariah Advisor confirmed that the investments portfolio of the Fund is Shariah-compliant, which comprises:

- (a) Collective investment schemes which have been classified as Shariah-compliant by the Shariah Advisory Council of the Securities Commission; and
- (b) Cash placements and liquid assets in local market, which are placed in Shariah-compliant investments and/or instruments.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

#### 11 NUMBER OF UNITS IN CIRCULATION

	<u>2021</u>	<u>2020</u>
	No. of Units	No. of Units
At the beginning of the financial year	67,719,000	62,813,000
Creation of units arising from applications	10,021,000	11,149,897
Creation of units arising from distribution	488,670	218,103
Cancellation of units	<u>(1,183,670)</u>	<u>(6,462,000)</u>
At the end of the financial year	<u><u>77,045,000</u></u>	<u><u>67,719,000</u></u>

#### 12 TRANSACTIONS WITH PROVIDER

- (a) Details of transaction with the Provider for the financial year ended 31 July 2021 are as follows:

<u>Name of Provider</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %
Affin Hwang Asset Management Berhad #*	<u>7,755,424</u>	<u>100.00</u>

There is no brokerage fee paid to the Provider during the financial year.

- (b) Details of transaction with the Provider for the financial year ended 31 July 2020 are as follows:

<u>Name of Provider</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %
Affin Hwang Asset Management Berhad #*	<u>35,581,842</u>	<u>100.00</u>

There is no brokerage fee paid to the Provider during the financial year.

# Included in the transactions with the Provider are trades conducted with Affin Hwang Asset Management Berhad, the Provider, amounting to RM7,755,424 (2020: RM35,581,842). The Provider is of the opinion that all transactions have been entered into in the normal course of business at agreed terms between the related parties.

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

#### 12 TRANSACTIONS WITH PROVIDER (CONTINUED)

\* Affin Hwang Asset Management Berhad, the Provider of the Fund, is the Manager of Affin Hwang Aiiman Asia (ex Japan) Growth Fund, Affin Hwang Aiiman Quantum Fund, Affin Hwang Aiiiman Global Sukuk Fund, Affin Hwang Aiiman Growth Fund, Affin Hwang Aiiman Income Plus Fund and Affin Hwang Money Market Fund, the CIS that the Fund invests in during the financial year.

#### 13 UNITS HELD BY THE PROVIDER AND PARTIES RELATED TO THE PROVIDER

The related parties of and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationships</u>
Lembaga Tabung Angkatan Tentera (“LTAT”)	Ultimate holding corporate body of the Provider
Affin Bank Berhad (“ABB”)	Penultimate holding company of the Provider
Affin Hwang Investment Bank Berhad	Holding company of the Provider
Affin Hwang Asset Management Berhad	The Provider
Subsidiaries and associated companies of ABB as disclosed in its financial statements	Subsidiary and associated companies of the penultimate holding company of the Provider as disclosed in its financial statements
Director of Affin Hwang Asset Management Berhad	Director of the Provider

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

	<u>2021</u>		<u>2020</u>	
	<u>No. of units</u>	<u>RM</u>	<u>No. of units</u>	<u>RM</u>
<u>The Provider:</u>				
Affin Hwang Asset Management Berhad (The units are held legally for booking purposes)	3,034	2,308	3,030	2,062
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<u>Director of the Provider:</u>				
Director of Affin Hwang Asset Management Berhad (The units are held beneficially)	32,264	24,540	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

## AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (CONTINUED)

#### 14 MANAGEMENT EXPENSE RATIO (“MER”)

	<u>2021</u> %	<u>2020</u> %
MER	1.92	1.93

MER is derived from the following calculation:

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

A	=	Management fee, excluding management fee rebates
B	=	Scheme Trustee fee
C	=	PPA administration 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 RM54,706,832 (2020: RM39,016,047).

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

	<u>2021</u>	<u>2020</u>
PTR (times)	0.09	0.48

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 = RM8,899,580 (2020: RM20,081,990)  
total disposal for the financial year = RM449,366 (2020: RM17,136,899)

#### 16 SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

The worsening macro-economic outlook as a result of Covid-19, both domestically and globally, may result in the deterioration of the Fund's Net Asset Value/unit in future periods.

The Provider is monitoring the situation closely and will be actively managing the portfolio to achieve the Fund's objective.



## **AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND**

### **STATEMENT BY THE PROVIDER**

I, Dato' Teng Chee Wai, for and on behalf of the board of directors of the Provider, **Affin Hwang Asset Management Berhad**, do hereby state that in the opinion of the Provider, the financial statements set out on pages 1 to 28 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 July 2021 and of its financial performance, changes in equity and cash flows for the financial year then ended in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Provider,  
**AFFIN HWANG ASSET MANAGEMENT BERHAD**

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

Kuala Lumpur  
13 September 2021

# INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

### Our opinion

In our opinion, the financial statements of Affin Hwang Aiiman PRS Shariah Growth Fund (“the Fund”) give a true and fair view of the financial position of the Fund as at 31 July 2021, 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 July 2021, 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 a summary of significant accounting policies, as set out on pages 1 to 28.

### Basis for opinion

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

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

### Independence and other ethical responsibilities

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Information other than the financial statements and auditors' report thereon

The Provider of the Fund is responsible for the other information. The other information comprises the Provider'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 Provider for the financial statements

The Provider of the Fund is responsible for the preparation of the financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards. The Provider is also responsible for such internal control as the Provider 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 Provider 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 Provider either intends to liquidate the Fund or has no realistic alternative but to do so.

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND (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 judgment and maintain professional scepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Provider.
- (d) Conclude on the appropriateness of the Provider'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 Funds'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 represent the underlying transactions and events in a manner that achieves fair presentation.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF  
AFFIN HWANG AIIMAN PRS SHARIAH GROWTH FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements (continued)

We communicate with the Provider 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.

OTHER MATTERS

This report is made solely to the members 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  
13 September 2021

## **DIRECTORY OF SALES OFFICE**

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