

**ANNUAL REPORT**  
31 July 2023

**AHAM Versa Portfolio -  
Moderate** (Formerly  
known as Affin Hwang  
Versa Portfolio -  
Moderate)

MANAGER  
AHAM Asset Management Berhad  
*(Formerly known as Affin Hwang Asset  
Management Berhad)*  
199701014290 (429786-T)

TRUSTEE  
CIMB Commerce Trustee Berhad  
(313031-A)

# AHAM VERSA PORTFOLIO - MODERATE (FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)

Annual Report and Audited Financial Statements  
For the Financial Period 11 March 2022 (Date of Launch) - 31 July 2023

---

<b>Contents</b>	<b>Page</b>
FUND INFORMATION .....	III
FUND PERFORMANCE DATA.....	IV
MANAGER'S REPORT .....	V
TRUSTEE'S REPORT .....	XXX
FINANCIAL STATEMENT	
DIRECTORY OF SALES OFFICE	

## FUND INFORMATION

Fund Name	AHAM Versa Portfolio - Moderate (formerly known as Affin Hwang Versa Portfolio - Moderate)
Fund Type	Income & Growth
Fund Category	Mixed Assets (Fund of Funds)
Investment Objective	The Fund aims to provide investors with regular income and moderate capital growth over a medium to long-term period through a portfolio of CIS.
Benchmark	Maybank 12-month fixed deposit rate + 3% per annum
Distribution Policy	Subject to the availability of income, the Fund will distribute income on a semi-annual basis, after the end of its first financial year.

## FUND PERFORMANCE DATA

Category	As at 31 Jul 2023 (%)
Portfolio composition	
Collective investment schemes - local	76.32
Exchange-traded fund - foreign	19.74
Cash & cash equivalent	3.94
<b>Total</b>	<b>100.00</b>
Total NAV (RM'million)	4.394
NAV per Unit (RM)	0.4940
Unit in Circulation (million)	8.894
Highest NAV	0.5054
Lowest NAV	0.4658
Return of the Fund (%) <sup>1</sup>	-1.20
- Capital Growth (%)	-1.20
- Income Distribution (%)	Nil
Gross Distribution per Unit (sen)	Nil
Net Distribution per Unit (sen)	Nil
Total Expense Ratio (%)	1.94
Portfolio Turnover Ratio (times)	2.73

**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> Performance of the Fund is reviewed from the investment date of the Fund 16 March 2022.

## MANAGER'S REPORT

### Income Distribution / Unit Split

No distribution or unit split were declared for the financial year ended 31 July 2023.

### Fund Performance

#### **Performance Review (16 March 2022 to 31 July 2023)**

For the period 16 March 2022 to 31 July 2023, the Fund has registered a return of -1.20% as compared to the benchmark return of 7.77%. The Fund thus underperformed the benchmark by 8.97%. The Net Asset Value (NAV) per unit of the Fund as at 31 July 2023 was RM0.4940 while the initial NAV per unit of the Fund was RM0.5000.

Table 1: Performance of the Fund

	Since Commencement (16/3/22 - 31/7/23)
Fund	(1.20%)
Benchmark	7.77%
Outperformance	(8.97%)

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	Since Commencement (16/3/22 - 31/7/23)
Fund	(0.87%)
Benchmark	5.58%
Outperformance	(6.45%)

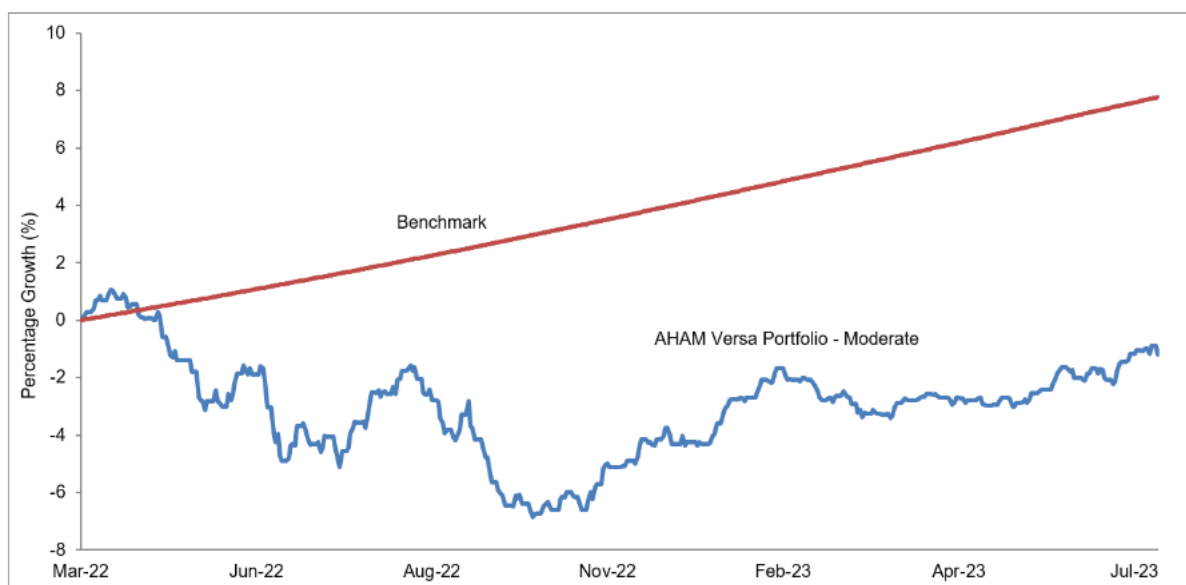
Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2023 (16/3/22 - 31/7/23)
Fund	(1.20%)
Benchmark	7.77%
Outperformance	(8.97%)

Source of Benchmark: Bloomberg

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



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

*Benchmark: Maybank 12-month fixed deposit rate + 3% 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 year under review, please refer to Fund Performance Data.

As at 31 July 2023, the Fund's invested level in local collective investment schemes is 76.32% and 19.74% in foreign exchange traded funds. The balance was held in cash and cash equivalent.

### **Strategy Employed**

Over the period under review, the Fund maintained its strategy and invested into a diversified portfolio of Collective Investment Schemes ("CIS") with the aim of providing regular income and moderate capital growth through exposure into global markets.

### **Market Review**

Over the year under review, the Standard and Poor's ("S&P") 500 returned 12.99% while the Morgan Stanley Capital International ("MSCI") AC World index returned 14.11%. Specific to the Asian region, MSCI AC Asia ex Japan Index was up 6.56% while locally, the Financial Times Stock Exchange ("FTSE") Bursa Malaysia returned 2.04%. Bond markets were down over the year, impacting the Bloomberg Barclays Global Aggregate Index negatively by -2.69%. Domestically, bond markets' benchmark 10-year Malaysian Government Securities ("MGS") yield closed at 3.84%.

Market volatility persisted over the past year as macro events and policy rate increases across the global economy affected stock and bond markets. The economic fallout from the Covid-19 pandemic coupled with the Russia-Ukraine conflict has disrupted supply chains and commodity markets, weighing heavily on global economic growth. Central banks continue to rein in inflation contributed by supply-demand imbalances and

volatility in energy prices among other factors through monetary policy, which inadvertently played a role in destabilising the banking sector March this year.

The U.S. Federal Reserve (“Fed”) raised their policy rates in each monetary policy committee meetings since March last year, to of 5.50% in July 2023, although pausing for the first time in 15 months in June 2023. The sharp pace of policy tightening raised concerns in the financial markets of an over-tightening that could lead to a growth slowdown, or even a potential recession. Further signs of tension in the economy were also visible in March this year as the fallout of Silicon Valley Bank and the emergency rescue of Credit Suisse triggered concerns of contagion to other vulnerable banks. In addition to fractures in the banking sector, other notable events over the year included the concern over the US approaching its debt ceiling in January, failing which to reach a consensus to suspend or raise the limit could result in a catastrophic default. However, investors heaved a sigh of relief after lawmakers passed a bill to raise the debt ceiling, in a deal that included concessions on spending expected to have limited effect on economic growth. Despite narrowly avoiding a default, the U.S. did not escape unscathed as Fitch Ratings downgraded its rating on U.S. debt, quoting in a press release “The repeated debt-limit political standoffs and last-minute resolutions have eroded confidence in fiscal management.”

US equities was volatile throughout the year but ended the month of July positive as upbeat Goldilocks data bolstered the case for a soft landing in the U.S., with the S&P 500 soaring 3.11% in July, benefitting from a wave of positive economic indicators that pointed to easing inflation, robust economic growth and a resilient labour market. The fervour and enthusiasm over new developments in Artificial Intelligence (“AI”) also played a role in driving returns over the financial year. The core personal consumption expenditure (“PCE”) price index, the Fed’s preferred gauge of inflation reached 4.10% on a yearly basis, down from 4.60% in May and below the market forecast of 4.20%.

In Asia, the broader MSCI Asia ex-Japan index was up over the 1-year period. Despite starting off 2023 strong, Chinese equity trended downwards following the country’s reopening after the pandemic started to cool before lifting in July, driven by stimulus optimism in China, evident as the MSCI China Index vaulted 9.30% in July as top party leaders unveiled measures at its Politburo meeting to reinvigorate growth in the country. Among the measures include a pledge by Beijing to provide stimulus support for its beleaguered property sector. Top party leaders also emphasised the need for measures to tackle youth unemployment as well as accelerate the issuance of local government special bonds to spur government investment. While there were no explicit announcements of blockbuster stimulus, the overall policy tone from the Politburo meeting did exceed expectations. There was an acknowledgement of pressing issues on-the-ground that could result in targeted easing measures to bolster growth and lift sentiment.

Major macro events over the financial year under review had an effect on the domestic market over the year but managed to gain some ground ending the financial year up by 2%, mainly driven by positive sentiments, lifting foreign investors’ confidence as they pour into local equities. Several policy announcements by the government in June last month caught the attention of investors. These include the Ekonomi Madani Plan which outlined several key economic targets as well as Part 1 of the National Energy Transition Roadmap which intends to achieve 70% renewable energy capacity mix by 2050. All eyes will be on election in 6 outstanding states which is due to be held on the 12 August that would provide clarity on the stability of the unity government. On economic data, Malaysia’s core inflation eased to 3.10% year-on-year (“y-o-y”) in June, a decrease from 3.50% in May. The downward trend in inflation is anticipated to persist as the laggard effects of Bank Negara Malaysia’s rate hikes filter through the economy, coupled with a high-base effect.

U.S. Treasury (“UST”) was seen rebounding post- the Federal Open Market Committee (“FOMC”) meeting, but the advance U.S. second quarter gross domestic product (“GDP”) print surprised on the upside while news on discussion on a potential tweak to Bank of Japan’s yield curve control unnerved the markets. The 2-year, 5-year and 10-year yields ended the month at 4.88%, 4.18% and 3.96% respectively. The 30-year UST closed at 4.01%. As a result, the inversion between the 2-year and 10-year US. Treasury narrowed to – 92 basis points (“bps”) (June 2023: -106bps). Locally, Malaysia’s headline inflation continues its downward trend, easing to 2.4% y-o-y in June 2023. This brings the year-to-date inflation to 3.2%, which is within Bank Negara Malaysia’s official forecast of 2.7% - 3.8%.

## **Investment Outlook**

The past U.S. economic data has been sending mixed signals, leading to increased market conviction that the U.S. may avoid a recession and move towards a soft landing. There is a risk that the Fed will hike rates by another 25bps in 2023; however, we believe that the Fed's hiking cycle is either at or very near its end.

The recent FOMC meeting in July that resulted in another 25bps hike brought the rate to 5.50%. However, the possibility of softer consumer price index ("CPI") in the upcoming months raises the bar for a September hike. Chair Powell reiterated the data-dependency path on rate direction, meeting by meeting. As of end July 2023, the futures market was pricing for the Fed to hold rate until end-2023. We believe that the cumulative effect of tighter monetary policy and stricter lending conditions will increasingly restrain economic activity and growth. As borrowing costs rise, it will eventually become more challenging for consumers to fund their spending with debt.

We remain cautious as economic indicators are mixed. A divergence in manufacturing versus services industries is observed as the Global Manufacturing Purchasing Managers' Index ("PMI") has been tracking below the critical threshold for the past 3 quarters as of June 2023, while the Global Services PMI has risen steadily year to date. On earnings revision, although the longer term 3-months ratio remains below historical average, Asia and global 1-month earnings revision ratio improved from 0.53 to 0.76 and 0.77 and 0.85 respectively.

Moving over to the fixed income space, we see opportunities to add duration in government bonds in the third quarter of 2023 as central banks approach the end of its rate hike cycle. Investment Grade bonds could be defensive and provide positive returns as global growth slows, while approaching High Yields with caution as a slowdown in growth could lead to more liquidity and credit rating downgrade pressures.

Locally, the Malaysian Government Securities ("MGS") yield curve was roughly unchanged on month-on-month basis. Foreign players prefer short-term papers ("below 2Y") to short USDMYR, while local real money players focus on long-dated papers for higher yields, resulting in a flat MGS yield. MGS yields remain attractive on a real basis and are expected to offer value as headline inflation is predicted to ease further. However, we anticipate some correction at the long end in August due to heavy duration supply resulting from auctions of MGS 15Y, Malaysian Government Investment Issue ("MGII") 20Y and MGII 30Y. Foreign inflows increased in June, despite weaker Ringgit amounting +MYR 5.2bio (May: +MYR 3bio) vs outflows for equity. Inflows as a result of the still attractive USD-hedged MGS yields and relative stability of the domestic bond market. However, we note that foreign funds are still underweight Malaysia based on latest funds positioning. This could provide upside potential for local bonds market.

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

There is neither any significant change to the state affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the 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 period under review, no soft commission was received by the Manager on behalf of the Fund.

## **Cross Trade**

No cross trade transactions have been carried out during the financial period under review.



### **Securities Financing Transactions**

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

### **Changes Made To the Fund's Prospectus**

A Replacement Prospectus dated 22 November 2022 ("Effective Date") was issued during the financial period under review to reflect the various changes made to the Fund. This includes:

1. a change in the name of the Fund; and
2. updates to the investment restrictions and limits to be in line with the Securities Commission Malaysia's ("SC") Guidelines on Unit Trust Funds.

Kindly refer to the following pages for the full list of changes made to the Fund.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
<p><b>Introduction:</b></p> <p>In general, the amendments made to the Prospectus are to reflect the following:</p> <ol style="list-style-type: none"> <li>1. Requirements of Guidelines on Unit Trust Funds (Revised: 21 December 2021) (“<b>Revised GUTF</b>”) and Prospectus Guidelines For Collective Investment Schemes (Revised; 1 September 2022) (“<b>Revised PCIS</b>”)</li> <li>2. Change in the shareholding of AHAM which took effect on 29 July 2022, whereby AHAM ceased to be a subsidiary of Affin Hwang Investment Bank and the Affin Banking Group. AHAM’s ultimate major shareholders now, is CVC Capital Partners Asia Fund V, a private equity fund managed by CVC Capital Partners (“<b>Change in Shareholding</b>”); and</li> <li>3. Amendments made to the First Supplemental Deed which was registered and lodged with the SC on 22 September 2022 (“<b>Supplemental Deed</b>”)</li> </ol> <p>Except for the amendments pertaining to asset allocation of the Fund, we are of the view that other amendments reflected in the Replacement Prospectus do not materially prejudice the unit holders’ interests as they do not result in (1) change to the nature/objective of the Fund; (2) change to the risk profile of the Fund; (3) change in the distribution policy; (4) introduction of a new category of fees/charges; or (5) increase in fees/charges of the Fund (collectively known as “<b>Material Prejudice Circumstances</b>”). Hence a unit holders’ approval is not required under paragraph 9.70 of the Revised GUTF and section 295(4)(a) of the Capital Markets and Services Act 2007.</p> <p>Additionally, except for the amendments pertaining to allocation of the Fund, we are of the view that other amendments are not significant changes that will affect unit holders’ decision to stay invested in the Fund as they do not result in change to (1) investment strategy; (2) distribution policy; or (3) minimum balance of the Fund (“<b>Significant Change Circumstances</b>”).</p>		
1.	<b>GENERAL AMENDMENTS</b>	
1.1	<ol style="list-style-type: none"> <li>1. References to “Affin Hwang Asset Management Berhad” and “Affin Hwang Versa Portfolio – Moderate” are now amended to “<u>AHAM Asset Management Berhad</u>” and “<u>AHAM Versa Portfolio – Moderate</u>”.</li> <li>2. References to Affin Hwang Asset Management Berhad’s email address and website namely “customer@affinhwangam.com” and “www.affinhwangam.com” are now amended to “<u>customer@aham.com.my</u>” and “<u>www.aham.com.my</u>”.</li> <li>3. Reference to the “investment committee” is now amended to <u>person(s) or member(s) of a committee undertaking the oversight function’s</u></li> <li>4. Reference to “interim report” are now amended to “<u>semi-annual</u>” report.</li> <li>5. The Tax Adviser’s report of the Fund is updated with the latest version of such report.</li> </ol> <p>The above amendments (1) to (4) are made throughout the Replacement Prospectus. Additionally, there are also housekeeping amendments including editorial change, stylistic or formatting changes and grammar.</p>	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
2.	<b>COVER PAGE</b>	
2.1	Nil	Inserted the following disclosure:  <u><b>THIS IS A REPLACEMENT PROSPECTUS THAT REPLACES AND SUPERCEDES THE PROSPECTUS DATED 11 MARCH 2022.</b></u>
3.	<b>CORPORATE DIRECTORY</b>	
3.1	<b>The Manager/AHAM</b> <b>Affin Hwang Asset Management Berhad</b> <b>Registered Office</b> 27 <sup>th</sup> Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur Tel No. : (603) 2142 3700 Fax No. : (603) 2140 3799 <b>Business address</b> Ground Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur Tel No. : (603) 2116 6000 Fax No. : (603) 2116 6100 Toll free line : 1-800-88-7080 E-mail : <a href="mailto:customercare@affinhwangam.com">customercare@affinhwangam.com</a> Website : <a href="http://www.affinhwangam.com">www.affinhwangam.com</a>	<b>The Manager/AHAM</b> <b>AHAM Asset Management Berhad</b> <b><i>(formerly known as Affin Hwang Asset Management Berhad)</i></b> <b>Registered Office</b> 3 <sup>rd</sup> Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur Tel No. : (603) 2142 3700 Fax No. : (603) 2140 3799 <b>Business Address</b> Ground Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur Tel No. : (603) 2116 6000 Fax No. : (603) 2116 6100 Toll free line : 1-800-88-7080 E-mail : <a href="mailto:customercare@aham.com.my">customercare@aham.com.my</a> Website : <a href="http://www.aham.com.my">www.aham.com.my</a>
3.2	<b>Board of Directors of the Manager /AHAM</b> <ul style="list-style-type: none"> <li>• Raja Tan Sri Dato’ Seri Aman bin Raja Haji Ahmad (Chairman, Non-independent Director)</li> <li>• Dato’ Teng Chee Wai (Non-independent Director)</li> <li>• Ms Eleanor Seet Oon Hui (Non-independent Director)</li> <li>• Puan Mona Suraya binti Kamaruddin (Non-independent Director)</li> <li>• Encik Faizal Sham bin Abu Mansor (Independent Director)</li> <li>• Maj. Gen. Dato’ Zulkiflee bin Mazlan (R) (Independent Director)</li> </ul>	Deleted.
3.3	<b>Trustee’s Delegate</b> <b>CIMB Bank Berhad</b> <b>Registered Address</b>	Deleted.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	Level 13, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur Tel No. : (603) 2261 8888 Fax No. : (603) 2261 8889 <b>Business Address</b> Level 21, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur Tel No. : (603) 2261 8888 Fax No. : (603) 2261 9892	
4.	<b>GLOSSARY</b>	
4.1	<b>Business Day</b>  Means a day on which Bursa Malaysia is open for trading. The Manager may declare certain Business Days a non-Business Day if one or more of the foreign markets in which the Fund is invested in are closed for business.	Means a day on which Bursa Malaysia <u>and/or one or more of the foreign markets in which the Fund is invested in are</u> open for <u>business/trading</u> .
4.2	Nil.	Inserted the following after “ <b>Business Day</b> ”:  <b>CVC Capital Partners Asia Fund V</b> Means collectively (1) CVC Capital Partners Asia V L.P; (2) CVC Capital Partners Investment Asia V L.P.; and (3) CVC Capital Partners Asia V Associates L.P.
4.3	<b>Commencement Date</b>  Means the date on which sale of Units of the Fund is first made. The Commencement Date is also the launch date of the Fund.	Deleted.
4.4	<b>Deed</b>  Refers to the Deed dated 8 October 2021 entered into between the Manager and the Trustee and includes any subsequent amendments and variations to the Deed.	Refers to the <u>deed</u> dated 8 October 2021 <u>as amended by the first supplemental deed dated 8 August 2022</u> entered into between the Manager and the Trustee and includes any subsequent amendments and variations to the Deed.
4.5	<b>LPD</b>  Means 31 August 2021 and is the latest practicable date whereby the information disclosed in this Prospectus shall remain relevant and current as at the date of issue of this Prospectus.	Means <u>30 August 2022</u> and is the latest practicable date whereby the information disclosed in this Prospectus shall remain relevant and current as at the date of issue of this Prospectus.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
4.6	<p><b>medium to long-term</b></p> <p>Means a period of between three (3) years to five (5) years and above.</p>	<p>Means a period of three (3) years and above.</p>
4.7	<p>Nil.</p>	<p>Inserted the following after “<b>Selling Price</b>”:</p> <p><b>Short-term Deposits</b> Means a deposit with a tenure of not more than 12 months.</p>
4.8	<p><b>Unit Holder(s) or you</b></p> <p>Means the person / corporation registered as the holder of a Unit or Units including persons, where permitted, jointly registered.</p>	<p><b>Unit Holder(s), investor(s), or you</b></p> <p>Means the person / corporation registered as the holder of a Unit or Units including persons, where permitted, jointly registered.</p>
5.	<p><b>RISK FACTORS</b></p>	
5.1	<p><b>GENERAL RISKS</b></p> <p><b>Loan Financing Risk</b></p> <p>This risk occurs when you take a loan or financing to finance your investment. The inherent risk of investing with borrowed money includes you being unable to service the loan repayments. In the event Units are used as collateral, you may be required to top-up your existing instalment if the prices of Units fall below a certain level due to market conditions. Failing which, the Units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the loan.</p>	<p><b>Loan / Financing Risk</b></p> <p>This risk occurs when you take a loan or financing to finance your investment. The inherent risk of investing with borrowed / <u>financed</u> money includes you being unable to service the loan / <u>financing</u> repayments. In the event Units are used as collateral, you may be required to top-up your existing instalment if the prices of Units fall below a certain level due to market conditions. Failing which, the Units may be sold at a lower <u>NAV per Unit</u> as compared to the <u>NAV per Unit</u> at the point of purchase towards settling the loan / <u>financing</u>.</p>
5.2	<p><b>GENERAL RISKS</b></p> <p><b>Liquidity risk</b></p> <p>Liquidity risk refers to two scenarios. The first is where an investment cannot be sold due to unavailability of a buyer for that investment. The second scenario exists where the investment, by its nature, is thinly traded. This will have the effect of causing the investment to be sold below its fair value which would adversely affect the NAV of the Fund. Upon such event and in the best interest of the Unit Holders, the Trustee may suspend the repurchase of Units requests. Please refer to “Suspension of Dealing in Units” section of this Prospectus for more details.</p>	<p><b>Liquidity Risk</b></p> <p>Liquidity risk refers to two scenarios. The first is where an investment cannot be sold due to unavailability of a buyer for that investment. The second scenario exists where the investment, by its nature, is thinly traded. This will have the effect of causing the investment to be sold below its fair value which would adversely affect the NAV of the Fund <u>and subsequently the value of Unit Holders’ investments in the Fund.</u></p>
5.3	<p>Nil.</p>	<p>Inserted the following after “<b>Liquidity risk</b>”:</p> <p><b>Suspension of Repurchase Request Risk</b></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<p>Having considered the best interests of Unit Holders, the repurchase requests by the Unit Holders may be subject to suspension due to exceptional circumstances, where the market value or fair value of a material portion of the Fund's assets cannot be determined. Such exceptional circumstances may occur when, amongst others, the collective investment schemes that make up material portion of the NAV of the Fund suspend the dealings* and the inability to repatriate the proceeds of the redemptions of the shares or units of the collective investment schemes arising from the regulatory restrictions and/or foreign exchange controls imposed by the authorities in respective jurisdictions. In such case, Unit Holders will not be able to redeem their Units and will be compelled to remain invested in the Fund for a longer period of time. Hence, their investments will continue to be subject to the risks inherent to the Fund.</p> <p><i>* The Manager may consider to suspend the Fund when multiple collective investment schemes (which make up material portion of the Fund's NAV) that the Fund invest in suspend the dealings under circumstances, amongst others, as follows:</i></p> <ul style="list-style-type: none"> <li><i>(i) Should redemption applications by investors of the collective investment scheme exceeds 10% of the NAV of the collective investment schemes on any dealing day, the Manager of the collective investment schemes may in its absolute discretion defer such redemption applications; and</i></li> <li><i>(ii) When substantial portion of the collective investment scheme's investments is suspended or restricted for trading that subsequently affects the valuation of the collective investment schemes.</i></li> </ul>
5.4	<p><b>SPECIFIC RISKS</b></p> <p><b>Currency Risk</b></p> <p>As the investments of the Fund may be denominated in currencies other than the base currency, any fluctuation in the exchange rate between the base currency and the currencies in which the investments are denominated may have an impact on the value of these investments. You should note that any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment.</p>	<p>As the investments of the Fund may be denominated in currencies other than the base currency <u>of the Fund</u>, any fluctuation in the exchange rate between the base currency <u>of the Fund</u> and the currencies in which the investments are denominated may have an impact on the value of these investments. <u>You should be aware that if the currencies in which the investments are denominated depreciate against the base currency of the Fund, this will have an adverse effect on the NAV of the Fund in the base currency of the Fund and vice versa.</u> You should note that any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment.</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
5.5	<p><b>SPECIFIC RISKS</b></p> <p><b>Country Risk</b></p> <p>Investments of the Fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund invests in. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the NAV of the Fund to fall.</p>	<p>Investments of the Fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund invests in. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the NAV of the Fund <u>and prices of Units</u> to fall.</p>
5.6	<p><b>RISK MANAGEMENT</b></p> <p>In our day-to-day running of the business, we employ a proactive risk management approach to manage portfolio risk and operational risks. The Board has established a board compliance and risk management committee to oversee AHAM’s risk management activities both at operational level and at portfolio management level to ensure that the risk management process is in place and functioning. The board compliance and risk management committee comprises of at least three Board members and is chaired by an independent director. At the operational level, we have established a compliance and risk oversight committee with the primary function of identifying, evaluating and monitoring risks as well as to formulate internal control measures to manage and mitigate the exposure to risks that may affect the performance of the Fund, returns to the investors or Unit Holders’ interest within a clearly defined framework and is primarily responsible for ensuring that the policies and procedures that have been implemented are reviewed on an on-going basis with periodic assessments. The compliance and risk oversight committee reports to the board compliance and risk management committee on a quarterly basis.</p> <p>As the Fund will be investing a minimum of 95% of its NAV in CIS, the risk management of the Fund will largely be held at the level of the respective CIS that the Fund is invested into. Nevertheless, we will conduct a stringent screening process by conducting fundamental analysis of economic, political and social factors to evaluate their likely effects on the performance of the markets and sectors and any risks associated with it when making geographical selections. We also have in place a credit risk management process to reduce counterparty risk of derivatives whereby such risk arises when the counterparty is not able to meet their contractual obligations. Prior to entering into a contract with the counterparty, we</p>	<p>In our day-to-day running of the business, we employ a proactive risk management approach to manage portfolio risks, operational risks <u>and liquidity risks</u>. The Board has established a board compliance and risk management committee to oversee AHAM’s risk management activities both at operational level and at portfolio management level to ensure that the risk management process is in place and functioning. The board compliance and risk management committee comprises of at least three Board members and is chaired by an independent director. At the operational level, we have established a compliance and risk oversight committee with the primary function of identifying, evaluating and monitoring risks as well as to formulate internal control measures to manage and mitigate the exposure to risks that may affect the performance of the Fund, returns to the investors or Unit Holders’ interest within a clearly defined framework and is primarily responsible for ensuring that the policies and procedures that have been implemented are reviewed on an on-going basis with periodic assessments. The compliance and risk oversight committee reports to the board compliance and risk management committee on a quarterly basis.</p> <p>As the Fund will be investing a minimum of <u>85%</u> of its NAV in CIS, the risk management of the Fund will largely be held at the level of the respective CIS that the Fund is invested into. Nevertheless, we will conduct a stringent screening process by conducting fundamental analysis of economic, political and social factors to evaluate their likely effects on the performance of the markets and sectors and any risks associated with it when making geographical selections. We also have in place a credit risk management process to reduce counterparty risk of derivatives whereby such risk arises when the <u>counterparties are</u> not able to meet their contractual obligations. Prior to entering into a contract with the <u>counterparties</u>, we</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>will conduct an evaluation on the credit standing of the counterparty to ensure they are able to meet their contractual obligations. It is important to note that an event of downgrade does not constitute a default. If we view that the downgrade in the rating of the counterparty may lead to high credit risk, we will not hesitate to take pre-emptive measures to unwind these positions.</p> <p>To manage non-compliance risks, we use information technology system that is able to monitor the trading of investment to ensure compliance with the Fund's investment limits and restrictions. These limits are system-controlled and not manually tracked, thus reducing the probability of human error occurring in ensuring the Fund's limits and restrictions are adhered to. We also undertake stringent evaluation of movements in market prices and regularly monitor, review and report to the investment committee to ensure that the Fund's investment objective is met. Regular portfolio reviews by senior members of the investment team further reduce the risk of implementation inconsistencies and guidelines violations.</p> <p>We will also closely monitor the performance of the underlying investments of the Fund and obtain regular updates from the respective managers of the CIS by looking at the CIS' standard deviation, tracking error and measures of excess return. The data obtained will be reviewed on a quarterly basis, or as and when extreme market conditions or price movement in CIS occur.</p>	<p>will conduct an evaluation on the credit standing of the <u>counterparties</u> to ensure <u>that they are able to meet their contractual obligations</u>. It is important to note that an event of downgrade does not constitute a default. If we view that the downgrade in the rating of the counterparty may lead to high credit risk, we will not hesitate to take pre-emptive measures to unwind these positions.</p> <p>To manage non-compliance risks, we use information technology system that is able to monitor the trading of investment to ensure compliance with the Fund's investment limits and restrictions. These limits are system-controlled and not manually tracked, thus reducing the probability of human error occurring in ensuring the Fund's limits and restrictions are adhered to. We also undertake stringent evaluation of movements in market prices and regularly monitor, review and report to the <u>person(s) or members of a committee undertaking the oversight function of the Fund</u> to ensure that the Fund's investment objective is met. Regular portfolio reviews by senior members of the investment team further reduce the risk of implementation inconsistencies and guidelines violations.</p> <p>We will also closely monitor the performance of the underlying investments of the Fund and obtain regular updates from the respective managers of the CIS by looking at the CIS' standard deviation, tracking error and measures of excess return. The data obtained will be reviewed on a quarterly basis, or as and when extreme market conditions or price movement in CIS occur.</p> <p><b><u>Liquidity Risk Management</u></b>  <u>We have established liquidity risk management policies to enable us to identify, monitor and manage the liquidity risk of the Fund in order to meet the repurchase requests from the Unit Holders with minimal impact to the Fund as well as safeguarding the interests of the remaining Unit Holders. Such policies take into account, amongst others, the asset class of the Fund and the redemption policy of the Fund. To manage the liquidity risk, we have put in place the following procedures:</u></p> <ul style="list-style-type: none"> <li>a) <u>The Fund may hold a maximum of 15% of its NAV in money market instruments and/or deposits. This will allow the Fund to have sufficient buffer to meet the Unit Holders' repurchase request;</u></li> <li>b) <u>Regular review by the designated fund manager on the Fund's investment portfolio including its liquidity profile;</u></li> <li>c) <u>Daily monitoring of the Fund's net flows and periodic liquidity stress testing of the Fund's assets against repurchase requests during normal and adverse</u></li> </ul>



NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<p>market conditions are performed as pre-emptive measures in tracking the Fund's liquidity status. This will ensure that we are prepared and able to take the necessary action proactively to address any liquidity concerns, which would mitigate the potential risks in meeting Unit Holders' repurchase requests; and</p> <p>d) <u>Suspension of repurchase requests from the Unit Holders under exceptional circumstances* where the market value or fair value of a material portion of the Fund's assets cannot be determined. During the suspension period, the repurchase requests from the Unit Holders will be accepted but will not be processed. Such repurchase requests will only be processed on the next Business Day once the suspension is lifted. That said, the action to suspend repurchase requests from the Unit Holders shall be exercised only as a last resort by the Manager having considered the best interests of Unit Holders after utilising the Fund's liquid assets (i.e. money market instruments and/or deposits) in meeting the redemption request by Unit Holders.</u></p> <p><i>*The Manager will consider to suspend the dealing of the Fund should the collective investment schemes that make up material portion of the NAV of the Fund suspend the dealings** and the inability to repatriate the proceeds of the redemptions of the shares or units of the collective investment schemes arising from the regulatory restrictions and/or foreign exchange controls imposed by the authorities in respective jurisdictions.</i></p> <p><i>** The Manager may consider to suspend the Fund when multiple collective investment schemes (which make up material portion of the Fund's NAV) that the Fund invest in suspend the dealings under circumstances, amongst others, as follows:</i></p> <p>(i) <i>Should redemption applications by investors of the collective investment scheme exceeds 10% of the NAV of the collective investment schemes on any dealing day, the Manager of the collective investment schemes may in its absolute discretion defer such redemption applications; and</i></p> <p>(ii) <i>When substantial portion of the collective investment scheme's investments is suspended or restricted for trading that subsequently affects the valuation of the collective investment schemes.</i></p>
6.	<b>ABOUT AHAM VERSA PORTFOLIO – MODERATE</b>	
6.1	<b>Deed(s)</b>  Deed dated 8 October 2021.	Deed dated 8 October 2021 and first supplemental deed dated 8 August 2022.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
6.2	<p><b>INITIAL OFFER PRICE AND INITIAL OFFER PERIOD</b></p> <p>The initial offer price is set at MYR 0.50 only.</p> <p>The initial offer period shall be for a period of not more than twenty one (21) calendar days from the Commencement Date. The initial offer period may be shortened if we determine that it is in your best interest.</p>	Deleted.
6.3	<p><b>BENCHMARK</b></p> <p>Maybank 12-month fixed deposit rate + 3% per annum</p> <p><i>It is important to note that this is only a measurement of the Fund's performance and is not a guaranteed return.</i></p>	<p>Maybank 12-month fixed deposit rate + 3% per annum</p> <p><u>The aforementioned customised benchmark has been selected to reflect the Fund's intention to achieve the additional return on top of the Maybank 12-month fixed deposits rate from investment opportunities in accordance with its investment strategies.</u></p> <p><u>Maybank 12-month fixed deposit rate can be obtained from <a href="http://www.maybank2u.com.my">www.maybank2u.com.my</a>.</u></p> <p><i>It is important to note that this is only a measurement of the Fund's performance and is not a guaranteed return.</i></p>
6.4	<p><b>ASSET ALLOCATION</b></p> <ul style="list-style-type: none"> <li>➤ A minimum of 95% of the Fund's NAV will be invested in CIS; and</li> <li>➤ A maximum of 5% of the Fund's NAV in money market instruments and/or deposits.</li> </ul>	<ul style="list-style-type: none"> <li>➤ A minimum of <u>85%</u> of the Fund's NAV will be invested in CIS; and</li> <li>➤ A maximum of <u>15%</u> of the Fund's NAV <u>will be invested</u> in money market instruments, deposits <u>and/or derivatives for hedging purposes.</u></li> </ul>
6.5	<p><b>INVESTMENT STRATEGY</b></p> <p>In line with its objective, the investment strategy of the Fund is to invest in a diversified portfolio of CIS that will provide regular income and moderate capital growth through exposure into global markets.</p> <p>To offer investment diversification, the selection of CIS will be made based on the geographical and asset class focus to broaden the investment reach. Through its investment into CIS, the Fund will provide you with access into equities listed in global markets, as well as access into fixed income instruments such as debt securities, money market instruments and deposits, issued globally. We will look</p>	<p>In line with its objective, the investment strategy of the Fund is to invest in a diversified portfolio of CIS that will provide regular income and moderate capital growth through exposure into global markets.</p> <p>To offer investment diversification, the selection of CIS will be made based on the geographical and asset class focus to broaden the investment reach. Through its investment into CIS, the Fund will provide you with access into equities listed in global markets, as well as access into fixed income instruments such as debt securities, money market instruments and deposits, issued globally. We will look</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>towards having an income and growth portfolio by holding balanced exposure into both equities and fixed income instruments respectively. Exposure into equities are generally considered to be able to provide higher returns as compared to fixed income instruments thus exposing you to relatively higher risk that comes with equity investments. However, the Fund will also have exposure in fixed income instruments, which are generally considered to be of lower risk, and the balanced allocation is aimed at managing the overall volatility of the Fund.</p> <p>In this respect, we take an active investment strategy in terms of its asset allocation, and geographical allocation decision. However, once a decision is made with regard to the actual allocation, the Fund will take a more passive stance by holding on to investments it already owns. Nevertheless, we will hold the flexibility to actively shift its asset and geographical allocation should it deem necessary based on the prevailing market conditions.</p> <p>We may place the uninvested portion of the Fund in liquid assets such as money market instruments and/or deposits with Financial Institutions. However, we may also take temporary defensive positions that may be inconsistent with the Fund's principal strategy by holding up to all of the Fund's NAV in money market instruments and/or deposits with Financial Institutions in attempting to respond to adverse conditions that could negatively impact the financial markets.</p>	<p>towards having an income and growth portfolio by holding balanced exposure into both equities and fixed income instruments respectively. Exposure into equities are generally considered to be able to provide higher returns as compared to fixed income instruments thus exposing you to relatively higher risk that comes with equity investments. However, the Fund will also have exposure in fixed income instruments, which are generally considered to be of lower risk, and the balanced allocation is aimed at managing the overall volatility of the Fund.</p> <p><u>We may also invest in collective investment schemes that will provide you with access to other asset classes that have similar investment objective to the Fund.</u></p> <p>We may place the uninvested portion of the Fund in liquid assets such as money market instruments and/or deposits with Financial Institutions. However, we may also take temporary defensive positions that may be inconsistent with the Fund's principal strategy by holding up to all of the Fund's NAV in money market instruments and/or deposits with Financial Institutions in attempting to respond to adverse conditions that could negatively impact the financial markets.</p>
6.6	<p><b>Derivatives</b></p> <p>The Fund may participate in non-MYR denominated assets, which we believe will be able to meet the Fund's objective. These non-MYR denominated assets may be hedged back to MYR, i.e. the base currency, to mitigate foreign currency risk.</p> <p>The Fund may use derivatives, such as foreign exchange forward contracts and cross currency swaps for hedging purposes only. Cross currency swaps and/or foreign exchange forward contracts may be used to hedge the principal and/or the returns of the foreign currency exposure of the Fund, depending on the Manager's view on the invested currency. The employment of derivatives under these circumstances is expected to reduce the impact of foreign currency movements on the Fund's NAV irrespective of the currency classes. While the hedging strategy 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. The types of derivatives envisaged for hedging purposes include forwards and swaps which are OTC or traded on centralised exchanges.</p>	<p><u>Derivatives trades may be carried out for hedging purpose through financial instruments including, but not limited to, forward contracts, futures 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 whereas swaps is an agreement to swap or exchange two financial instruments between two parties.</u></p> <p><u>The intention of hedging is to preserve 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 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.</u></p> <p><u>The Fund adopts commitment approach to measure the Fund's global exposure to</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<u>derivatives. The commitment approach is a methodology that aggregates the underlying market values or notional values of the derivatives after taking into account the possible effects of netting and/or hedging arrangements. The Fund's global exposure from the derivatives position must not exceed 100% of its NAV at all times.</u>
6.7	<b>INVESTMENT RESTRICTIONS AND LIMITS</b> <ul style="list-style-type: none"> <li>➤ The Fund's assets must be relevant and consistent with the investment objective of the Fund.</li> <li>➤ The Fund must not invest in: <ul style="list-style-type: none"> <li>i. a fund-of-funds;</li> <li>ii. a feeder fund; and</li> <li>iii. any sub-fund of an umbrella scheme which is a fund-of-funds or a feeder fund.</li> </ul> </li> <li>➤ Investment spread limits and concentration limits:- <p><b>Spread Limits</b></p> <ul style="list-style-type: none"> <li>i. The Fund must invest in at least five (5) CIS at all times;</li> <li>ii. The value of the Fund's investments in units/shares of any CIS must not exceed 30% of the Fund's NAV; and</li> <li>iii. The value of the Fund's investment in money market instruments issued by any single issuer must not exceed 15% of the Fund's NAV.</li> <li>iv. The value of the Fund's placements in deposits with any single financial institution shall not exceed 20% of the Fund's NAV.</li> <li>v. The aggregate value of the Fund's investments in money market instruments, deposits, OTC derivatives issued by or placed with, as the case may be, any single issuer/financial institution must not exceed 25% of the Fund's NAV;</li> <li>vi. The value of the Fund's investments in money market instruments issued by any group of companies must not exceed 20% of the Fund's NAV; and</li> <li>vii. For investments in derivatives:- <ul style="list-style-type: none"> <li>(a) The exposure to the underlying assets must not exceed the investment spread limits stipulated in the Guidelines; and</li> <li>(b) The value of the Fund's OTC derivative transaction with any single counter-party shall not exceed 10% of the Fund's NAV.</li> </ul> </li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>➤ The Fund's assets must be relevant and consistent with the investment objective of the Fund.</li> <li>➤ The Fund must not invest in: <ul style="list-style-type: none"> <li>i. a fund-of-funds;</li> <li>ii. a feeder fund; and</li> <li>iii. any sub-fund of an umbrella scheme which is a fund-of-funds or a feeder fund.</li> </ul> </li> <li>➤ Investment spread limits and concentration limits:- <p><b>Spread Limits</b></p> <ul style="list-style-type: none"> <li>i. The Fund must invest in at least five (5) CIS at all times;</li> <li>ii. <u>The Fund must invest at least 85% of its NAV in the units or shares in CIS;</u></li> <li>iii. <u>The Fund may invest up to 15% of its NAV in:</u> <ul style="list-style-type: none"> <li>a) <u>money market instruments that are dealt in or under the rules of an eligible market with residual maturity not exceeding 12 months;</u></li> <li>b) <u>short-term deposits; and</u></li> <li>c) <u>derivatives for hedging purpose;</u></li> </ul> </li> <li>iv. The value of the Fund's investments in units <u>or</u> shares of a CIS must not exceed 30% of the Fund's NAV <u>provided that the CIS complies with the requirements of the Guidelines;</u></li> <li>v. <u>The value of the Fund's investments in units or shares of a CIS that invests in real estate pursuant to the requirements of the Guidelines must not exceed 15% of the Fund's NAV;</u></li> <li>vi. The value of the Fund's investment in money market instruments issued by any single issuer must not exceed 15% of the Fund's NAV;</li> <li>vii. The value of the Fund's placements in deposits with any single <u>Financial Institution</u> shall not exceed 20% of the Fund's NAV. <u>However, the single Financial Institution limit does not apply to placements of deposits arising from:</u></li> </ul> </li> </ul>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p><b>Concentration Limit</b></p> <p>i. The Fund’s investments in CIS must not exceed 25% of the units/shares in any CIS; and</p> <p>ii. The Fund’s investments in money market instruments must not exceed 10% of the instruments issued by any single issuer. However, the limit does not apply to money market instruments that do not have a pre-determined issue size.</p> <p>The abovementioned restrictions and limits will be complied with at all times based on the up-to-date value of the Fund, and the value of its investments and instruments. However, a 5% allowance in excess of any limit or restriction imposed under the Guidelines is permitted where the limit or restriction is breached through the appreciation or depreciation of the NAV of the Fund (whether as a result of an appreciation or depreciation in value of the investments, or as a result of repurchase of Units or payment made from the Fund).</p> <p>We will not make any further acquisitions to which the relevant limit is breached and within a reasonable period of not more than three (3) months from the date of the breach, we will take all necessary steps and actions to rectify the breach.</p>	<p>(a) <u>Subscription monies received prior to the commencement of investment by the Fund;</u></p> <p>(b) <u>Liquidation of investments prior to the termination of the Fund where the placement of deposits with various Financial Institutions would not be in the best interests of Unit Holders; or</u></p> <p>(c) <u>Monies held for the settlement of redemption or other payment obligations, where the placement of deposits with various Financial Institutions would not be in the best interest of Unit Holders;</u></p> <p>viii. The aggregate value of the Fund’s investments in, <u>or exposure to, a single issuer through money market instruments, deposits, underlying assets of derivatives, and counterparty exposure arising from the use of OTC derivatives must not exceed 25% of the Fund’s NAV;</u></p> <p>ix. The value of the Fund’s investments in money market instruments issued by any group of companies must not exceed 20% of the Fund’s NAV;</p> <p>x. For investments in derivatives:-</p> <p>(a) <u>The exposure to the underlying assets of the derivative must not exceed the investment restrictions or limitations applicable to such underlying assets and investments stipulated in the Guidelines; and</u></p> <p>(b) <u>For investments in OTC derivatives, the maximum exposure of the Fund to the counterparty, calculated based on the method prescribed in the Guidelines, must not exceed 10% of the Fund’s NAV;</u></p> <p>xi. <u>The Fund’s global exposure from derivatives position shall not exceed the Fund’s NAV at all times.</u></p> <p><b>Concentration Limit</b></p> <p>i. The Fund’s investments in CIS must not exceed 25% of the units/shares in <u>the CIS; and</u></p> <p>ii. The Fund’s investments in money market instruments must not exceed 10% of the instruments issued by any single issuer. However, the limit does not apply to money market instruments that do not have a pre-determined issue size.</p> <p><u>Please note that the above restrictions and limits do not apply to securities or instruments issued or guaranteed by the Malaysian government or Bank Negara Malaysia.</u></p> <p><u>In respect of the above investment restrictions and limits, any breach as a result of any (a) appreciation or depreciation in value of the Fund’s investments or (b)</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<u>repurchase of Units or payment made out of the Fund, must be rectified as soon as practicable within three months from the date of the breach unless otherwise specified in the Guidelines. Nevertheless, the three-month period may be extended if it is in the best interests of Unit Holders and the Trustee’s consent has been obtained. Such extension must be subject to at least a monthly review by the Trustee</u>
6.8	<b>VALUATION OF PERMITTED INVESTMENTS</b>  <b>Listed CIS</b> Valuation of listed CIS shall be based on market price i.e. closing bid price. 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 CIS for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, such listed CIS will be valued at fair value determined in good faith by us, based on the methods or bases approved by the Trustee after appropriate technical consultation.	<b>VALUATION OF THE FUND</b>  <b>Listed CIS</b> Valuation of <u>investments in listed CIS</u> shall be based on <u>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 securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, the investments will be valued at fair value determined in good faith by the Manager, based on the methods or bases approved by the Trustee.</u>
6.9	<b>VALUATION OF PERMITTED INVESTMENTS</b>  <b>Money Market Instruments</b> The valuation of MYR denominated money market instruments will be done using the price quoted by a bond pricing agency registered with the SC. For foreign money market instruments, valuation will be done using the indicative yield quoted by independent and reputable institutions.	<b>VALUATION OF THE FUND</b>  <b>Money Market Instruments</b> The valuation of MYR denominated money market instruments will be done using the price quoted by a bond pricing agency (“BPA”) registered with the SC. For <u>non-MYR denominated</u> money market instruments, valuation will be done using <u>an average of quotations provided by reputable financial institutions.</u>  <u>Where the Manager is of the view that that the price quoted by BPA differs from fair value or where reliable market quotations are not available, the fair value will be determined in good faith by the Manager. 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.</u>
6.10	<b>POLICY ON GEARING AND MINIMUM LIQUID ASSETS REQUIREMENTS</b>  The Fund is not permitted to seek financing (including those within the meaning of the SC’s Securities Borrowing and Lending Guidelines [SBL Guidelines]) in connection with its activities. However, the Fund may seek cash financing for the purpose of meeting repurchase requests for Units and for short-term bridging requirements.	<b>FINANCING AND SECURITIES LENDING</b>  The Fund is not permitted to seek financing <u>in cash or borrow other assets in connection with its activities.</u> However, the Fund may seek cash financing for the purpose of meeting repurchase requests for Units and for bridging requirements.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>Such financings are subjected to the following:-</p> <ul style="list-style-type: none"> <li>➤ the Fund’s cash financing is only on a temporary basis and that financings are not persistent;</li> <li>➤ the financing period should not exceed one (1) month;</li> <li>➤ the aggregate financings of the Fund should not exceed 10% of the Fund’s NAV at the time the financing is incurred; and</li> <li>➤ the Fund may only obtain financing from Financial Institutions; and</li> </ul> <p>Except for securities lending as provided under the SBL Guidelines, none of the cash or investments of the Fund may be lent. Furthermore, the Fund may not assume, guarantee, endorse or otherwise become directly or contingently liable for or in connection with any obligation or indebtedness of any person.</p> <p>In structuring the portfolio of the Fund, we will maintain sufficient liquid assets to ensure short-term liquidity in the Fund to meet operating expenses and possible repurchase of Units.</p>	<p>Such financings are subjected to the following:-</p> <ul style="list-style-type: none"> <li>➤ the Fund’s cash financing is only on a temporary basis and that financings are not persistent;</li> <li>➤ the financing period should not exceed one (1) month;</li> <li>➤ the aggregate financings of the Fund should not exceed 10% of the Fund’s NAV at the time the financing is incurred; and</li> <li>➤ the Fund may only obtain financing from Financial Institutions.</li> </ul> <p><u>The</u> Fund may not assume, guarantee, endorse or otherwise become directly or contingently liable for or in connection with any obligation or indebtedness of any person.</p>
7.	<b>DEALING INFORMATION</b>	
7.1	<p><b>WHAT IS THE PROCESS OF THE PURCHASE APPLICATION?</b></p> <p>2<sup>nd</sup> bullet: -</p> <ul style="list-style-type: none"> <li>➤ During the initial offer period, if we receive your purchase request on a Business Day, we will create your Units based on the initial offer price of the Fund. After the initial offer period, if we receive your purchase request at or before 3.30 p.m. on a Business Day (“or T day”), we will create your Units based on the NAV per Unit for that Business Day. Any purchase request received or deemed to have been received by us after 3.30 p.m. on a Business Day (“or T day”) will be transacted on the next Business Day (or “T + 1 day”), unless a prior arrangement is made to our satisfaction.</li> </ul>	<ul style="list-style-type: none"> <li>➤ <u>If</u> we receive your purchase request at or before 3.30 p.m. on a Business Day (or “T day”), we will create your Units based on the NAV per Unit for that Business Day. Any purchase request received or deemed to have been received by us after 3.30 p.m. on a Business Day (or “T day”) will be transacted on the next Business Day (or “T + 1 day”), unless a prior arrangement is made to our satisfaction.</li> </ul>
7.2	<b>WHAT IS THE PROCESS OF REPURCHASE APPLICATION?</b>	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>2<sup>nd</sup> bullet: -</p> <ul style="list-style-type: none"> <li>➤ During the initial offer period, if we receive your repurchase request on a Business Day, we will repurchase your Units based on the initial offer price of the Fund. After the initial offer period, for a repurchase request received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”), Units will be repurchased based on the NAV per Unit for that Business Day. Any repurchase request received after 3.30 p.m. on a Business Day (or “T day”) will be transacted on the next Business Day (or “T + 1 day”).</li> </ul>	<ul style="list-style-type: none"> <li>➤ <u>For a repurchase request received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”), Units will be repurchased based on the NAV per Unit for that Business Day. Any repurchase request received after 3.30 p.m. on a Business Day (or “T day”) will be transacted on the next Business Day (or “T + 1 day”).</u></li> </ul>
7.3	<p><b>WHAT IS THE REPURCHASE PROCEEDS PAYOUT PERIOD?</b></p> <ul style="list-style-type: none"> <li>➤ 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.</li> </ul>	<ul style="list-style-type: none"> <li>➤ You will be paid within <u>seven (7) Business Days</u> from the day the repurchase request is received by us, provided that all documentations are completed and verifiable.</li> </ul>
7.4	<p><b>COOLING-OFF PERIOD</b></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. You will be refunded for every Unit held based on the NAV per Unit and the Sales Charge, 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 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.</p> <p>We will process your cooling-off right if your cooling-off 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>The processing is subject to receipt of a complete application and such other documents as may be required by us.</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><u>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.</u></p> <ul style="list-style-type: none"> <li>➤ <u>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</u></li> <li>➤ <u>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.</u></li> </ul> <p><u>You will be refunded within seven (7) Business Days from our receipt of the cooling-off application.</u></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 trust <u>funds</u>, you are not entitled to this right.</p> <p>We will process your cooling-off <u>request</u> if your request is received or deemed to</p>



NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<p>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>The processing is subject to receipt of a complete application and such other documents as may be required by us.</p>
7.5	<p><b>SUSPENSION OF DEALING IN UNITS</b></p> <p>The Trustee may suspend the dealing in Units requests:</p> <ul style="list-style-type: none"> <li>➤ where the platform is not or cannot be accessed, connected to and/or is not operating or functioning properly and/or is discontinued, as the case may be;</li> <li>➤ where the Trustee considers that it is not in the interests of the existing Unit Holders to permit the assets of the Fund to be sold or that the assets cannot be liquidated at an appropriate price or on adequate terms and immediately call a Unit Holders’ meeting to decide on the next course of action; or</li> <li>➤ without the consent of the Unit Holders, due to exceptional circumstances when there is a good and sufficient reason to do so having regard to the interests of the Unit Holders. In such case, the period of the suspension shall not exceed 21 days of the commencement of the suspension.</li> </ul>	<p><u>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*, 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.</u></p> <p><u>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.</u></p> <p><u>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.</u></p> <p><u>* The Manager will consider to suspend the dealing of the Fund should the collective investment schemes that make up material portion of the NAV of the Fund suspend the dealings** and the inability to repatriate the proceeds of the redemptions of the shares or units of the collective investment schemes arising from the regulatory restrictions and/or foreign exchange controls imposed by the authorities in respective jurisdictions. Suspension will only be exercised as a last resort as the Manager will utilise the Fund’s liquid assets (i.e. money market instruments and/or deposits) in meeting the redemption request by Unit Holders.</u></p> <p><u>** The Manager may consider to suspend the Fund when multiple collective investment schemes (which make up material portion of the Fund’s NAV) that the Fund invest in suspend the dealings under circumstances, amongst others, as follows:</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<p>(i) <u>Should redemption applications by investors of the collective investment scheme exceeds 10% of the NAV of the collective investment schemes on any dealing day, the Manager of the collective investment schemes may in its absolute discretion defer such redemption applications; and</u></p> <p>(ii) <u>When substantial portion of the collective investment scheme's investments is suspended or restricted for trading that subsequently affects the valuation of the collective investment schemes.</u></p>
7.6	<p><b>INCOME DISTRIBUTION</b></p> <p>Subject to the availability of income, the Fund will distribute income on a semi-annual basis, after the end of its first financial year.</p> <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. All distribution will be automatically reinvested into additional Units in the Fund if you do not select the mode of distribution in the application.</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 within 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>Subject to the availability of income, the Fund will distribute income on a semi-annual basis, after the end of its first financial year.</p> <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. All distribution will be automatically reinvested into additional Units in the Fund if you do not select the mode of distribution in the application.</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>Notwithstanding the above, we may also reinvest the distribution proceeds which remain unclaimed after twelve (12) months from the date of payment, provided that you still have an account with us.</u></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 within two (2) Business Days after the distribution date. There will not be any cost for reinvestments of those additional Units, i.e., no Sales Charge will be imposed on such <u>reinvestment</u>.</p>
7.7	<p><b>UNCLAIMED MONEYS</b></p> <p>Any monies payable to you which remain unclaimed after twelve (12) months from the date of payment will be paid to the Registrar of Unclaimed Monies by the</p>	<p>Any monies payable to you which remain unclaimed after twelve (12) months from the date of payment will be <u>dealt as follows:-</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS												
	Manager in accordance with the requirements of the Unclaimed Moneys Act, 1965.	a) <u>we may reinvest unclaimed distribution proceeds provided that you still have an account with us; or</u> b) <u>we will pay the unclaimed distribution proceeds</u> to the Registrar of Unclaimed Monies in accordance with the requirements of the Unclaimed Moneys Act, 1965.												
8.	<b>FEES, CHARGES AND EXPENSES</b>													
8.1	<b>EXPENSES</b>  Only the expenses which are directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These would include (but are not limited to) the following:  5 <sup>th</sup> bullet: - <ul style="list-style-type: none"> <li>• Costs, fees and expenses incurred for the valuation of any investments of the Fund by independent valuers for the benefit of the Fund;</li> </ul>	Only the expenses <u>(or part thereof)</u> which are directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These would include (but are not limited to) the following:  5 <sup>th</sup> bullet: - <ul style="list-style-type: none"> <li>• <u>Costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent;</u></li> </ul>												
8.2	<b>REBATES AND SOFT COMMISSIONS</b>  2 <sup>nd</sup> paragraph: - The soft commission can be retained by us or our delegates provided that:- <ul style="list-style-type: none"> <li>➤ the goods and services are of demonstrable benefit to the Unit Holder in the form of research and advisory services that assist in the decision-making process relating to the Fund's investments; and</li> <li>➤ any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund.</li> </ul>	The soft commissions can be retained by us or our delegates provided that:- <ul style="list-style-type: none"> <li>➤ <u>the soft commissions bring direct benefit or advantage to the management of the Fund and may include research and advisory related services;</u></li> <li>➤ any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund; <u>and</u></li> <li>➤ <u>the availability of soft commissions is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and we or our delegates will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commissions.</u></li> </ul>												
9.	<b>PRICING</b>													
9.1	<b>COMPUTATION OF NAV AND NAV PER UNIT</b>  Illustration on computation of NAV and NAV per Unit for a particular day:-  <table border="1" data-bbox="309 1342 1032 1439"> <tr> <td>Units in Circulation</td> <td>300,000,000.00</td> </tr> <tr> <td></td> <td style="text-align: right;"><b>MYR</b></td> </tr> <tr> <td>Investments</td> <td>195,000,000.00</td> </tr> </table>	Units in Circulation	300,000,000.00		<b>MYR</b>	Investments	195,000,000.00	Illustration on computation of NAV and NAV per Unit for a particular day:-  <table border="1" data-bbox="1256 1342 1980 1439"> <tr> <td>Units in Circulation</td> <td>300,000,000.00</td> </tr> <tr> <td></td> <td style="text-align: right;"><b>MYR</b></td> </tr> <tr> <td>Investments</td> <td>195,000,000.00</td> </tr> </table>	Units in Circulation	300,000,000.00		<b>MYR</b>	Investments	195,000,000.00
Units in Circulation	300,000,000.00													
	<b>MYR</b>													
Investments	195,000,000.00													
Units in Circulation	300,000,000.00													
	<b>MYR</b>													
Investments	195,000,000.00													

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS																																
	<table border="0"> <tr> <td>Add other assets</td> <td style="text-align: right;">5,700,000.00</td> </tr> <tr> <td>Gross asset value</td> <td style="text-align: right;">200,700,000.00</td> </tr> <tr> <td>Less: Liabilities</td> <td style="text-align: right;">700,000.00</td> </tr> <tr> <td>NAV (before deduction of management fee and trustee fee for the day)</td> <td style="text-align: right;">200,000,000.00</td> </tr> <tr> <td>Less: Management fee for the day</td> <td style="text-align: right;">6,575.34</td> </tr> <tr> <td>Less: Trustee fee for the day</td> <td style="text-align: right;">142.47</td> </tr> <tr> <td><b>NAV</b></td> <td style="text-align: right;"><b>199,993,282.19</b></td> </tr> <tr> <td><b>NAV per Unit*</b></td> <td style="text-align: right;"><b>0.6666</b></td> </tr> </table>	Add other assets	5,700,000.00	Gross asset value	200,700,000.00	Less: Liabilities	700,000.00	NAV (before deduction of management fee and trustee fee for the day)	200,000,000.00	Less: Management fee for the day	6,575.34	Less: Trustee fee for the day	142.47	<b>NAV</b>	<b>199,993,282.19</b>	<b>NAV per Unit*</b>	<b>0.6666</b>	<table border="0"> <tr> <td>Add other assets</td> <td style="text-align: right;">5,700,000.00</td> </tr> <tr> <td>Gross asset value</td> <td style="text-align: right;">200,700,000.00</td> </tr> <tr> <td>Less: Liabilities</td> <td style="text-align: right;">700,000.00</td> </tr> <tr> <td>NAV (before deduction of management fee and trustee fee for the day)</td> <td style="text-align: right;">200,000,000.00</td> </tr> <tr> <td>Less: Management fee for the day</td> <td style="text-align: right;">6,575.34</td> </tr> <tr> <td>Less: Trustee fee for the day</td> <td style="text-align: right;"><u>219.18</u></td> </tr> <tr> <td><b>NAV</b></td> <td style="text-align: right;"><b>199,993,205.48</b></td> </tr> <tr> <td><b>NAV per Unit*</b></td> <td style="text-align: right;"><b>0.6666</b></td> </tr> </table>	Add other assets	5,700,000.00	Gross asset value	200,700,000.00	Less: Liabilities	700,000.00	NAV (before deduction of management fee and trustee fee for the day)	200,000,000.00	Less: Management fee for the day	6,575.34	Less: Trustee fee for the day	<u>219.18</u>	<b>NAV</b>	<b>199,993,205.48</b>	<b>NAV per Unit*</b>	<b>0.6666</b>
Add other assets	5,700,000.00																																	
Gross asset value	200,700,000.00																																	
Less: Liabilities	700,000.00																																	
NAV (before deduction of management fee and trustee fee for the day)	200,000,000.00																																	
Less: Management fee for the day	6,575.34																																	
Less: Trustee fee for the day	142.47																																	
<b>NAV</b>	<b>199,993,282.19</b>																																	
<b>NAV per Unit*</b>	<b>0.6666</b>																																	
Add other assets	5,700,000.00																																	
Gross asset value	200,700,000.00																																	
Less: Liabilities	700,000.00																																	
NAV (before deduction of management fee and trustee fee for the day)	200,000,000.00																																	
Less: Management fee for the day	6,575.34																																	
Less: Trustee fee for the day	<u>219.18</u>																																	
<b>NAV</b>	<b>199,993,205.48</b>																																	
<b>NAV per Unit*</b>	<b>0.6666</b>																																	
9.2	<p><b>COMPUTATION OF SELLING PRICE AND REPURCHASE PRICE</b></p> <p>2<sup>nd</sup> paragraph: -  During initial offer period, the Selling Price and/or the Repurchase Price is equivalent to the initial offer price. Forward Pricing will be used to determine the Selling Price and the Repurchase Price after the initial offer period, i.e. the NAV per Unit as at the next valuation point after we receive the purchase request or repurchase request.</p>	<p>Forward Pricing will be used to determine the Selling Price and the Repurchase Price, i.e. the NAV per Unit as at the next valuation point after we receive the purchase request or repurchase request.</p>																																
10.	<b>SALIENT TERMS OF THE DEED</b>																																	
10.1	<p><b>Provisions Regarding Unit Holder’s Meetings</b></p> <p><b>Quorum Required For Convening A Unit Holders’ Meeting</b></p> <p>The quorum required for a meeting of the Unit Holders shall be five (5) Unit Holders, whether present in person or by proxy, provided that if the Fund has five (5) or less Unit Holders, the quorum required for a meeting of the Unit Holders shall be two (2) Unit Holders, whether present in person or by proxy; if the meeting has</p>	<p>The quorum required for a meeting of the Unit Holders shall be five (5) Unit Holders, whether present in person or by proxy; however, if the Fund has five (5) or less Unit Holders, the quorum required for a meeting of the Unit Holders shall be two (2) Unit Holders, whether present in person or by proxy.</p>																																

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>been convened for the purpose of voting on a Special Resolution, the Unit Holders present in person or by proxy must hold in aggregate at least twenty five per centum (25%) of the Units in Circulation of the Fund at the time of the meeting.</p>	<p>If the meeting has been convened for the purpose of voting on a Special Resolution, the Unit Holders present in person or by proxy must hold in aggregate at least twenty-five per centum (25%) of the Units in Circulation at the time of the meeting.</p> <p><u>If the Fund has only one (1) remaining Unit Holder, such Unit Holder, whether present in person or by proxy, shall constitute the quorum required for the meeting of the Unit Holders.</u></p>
10.2	<p><b>Provisions Regarding Unit Holder’s Meetings</b></p> <p><b>Unit Holders’ Meeting Convened By Unit Holders</b></p> <p>Unless otherwise required or allowed by the relevant laws, the Manager shall, within twenty-one (21) days of receiving a direction from not less than fifty (50) or one-tenth (1/10), whichever is less, summon a meeting of the Unit Holders by:</p> <ul style="list-style-type: none"> <li>➤ sending by post at least seven (7) days before the date of the proposed meeting a notice of the proposed meeting to all the Unit Holders;</li> <li>➤ publishing at least fourteen (14) days before the date of the proposed meeting an advertisement giving notice of the proposed meeting in a national language newspaper published daily and another newspaper approved by the relevant authorities; and</li> <li>➤ specifying in the notice the place and time of the meeting and the terms of the resolutions to be proposed at the meeting.</li> </ul> <p>The Unit Holders may direct the Manager to summon a meeting for any purpose including, without limitation, for the purpose of:</p> <ul style="list-style-type: none"> <li>➤ requiring the retirement or removal of the Manager;</li> <li>➤ requiring the retirement or removal of the Trustee;</li> <li>➤ considering the most recent financial statements of the Fund;</li> <li>➤ giving to the Trustee such directions as the meeting thinks proper; or</li> <li>➤ considering any matter in relation to the Deed;</li> </ul> <p>provided always that the Manager shall not be obliged to summon any such meeting unless direction has been received from not less than fifty (50) or one-tenth (1/10) of all the Unit Holders.</p>	<p>Unless otherwise required or allowed by the relevant laws, the Manager shall, within twenty-one (21) days of receiving a direction from not less than fifty (50) or one-tenth (1/10), whichever is less, <u>of all the Unit Holders, at the registered office of the Manager</u>, summon a meeting of the Unit Holders by:</p> <ul style="list-style-type: none"> <li>➤ sending by post at least seven (7) days before the date of the proposed meeting a notice of the proposed meeting to all the Unit Holders <u>at the Unit Holder’s last known address or, in the case of where jointholders is permitted, to the jointholder whose name stands first in the records of the Manager at the jointholder’s last known address;</u></li> <li>➤ publishing at least fourteen (14) days before the date of the proposed meeting an advertisement giving notice of the proposed meeting in a national language newspaper published daily and another newspaper approved by the relevant authorities; and</li> <li>➤ specifying in the notice the place and time of the meeting and the terms of the resolutions to be proposed at the meeting.</li> </ul> <p>The Unit Holders may direct the Manager to summon a meeting for any purpose including, without limitation, for the purpose of:</p> <ul style="list-style-type: none"> <li>➤ requiring the retirement or removal of the Manager;</li> <li>➤ requiring the retirement or removal of the Trustee;</li> <li>➤ considering the most recent financial statements of the Fund;</li> <li>➤ giving to the Trustee such directions as the meeting thinks proper; or</li> <li>➤ considering any matter in relation to the Deed,</li> </ul> <p>provided always that the Manager shall not be obliged to summon such a meeting</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<p>unless a direction has been received from not less than fifty (50) or one-tenth (1/10), whichever is less, of all the Unit Holders.</p>
10.3	<p><b>Termination Of The Fund</b></p> <p><b>Circumstances That May Lead To The Termination Of The Fund</b></p> <p>The Fund may be terminated or wound up as provided for under the Deed and the Guidelines as follows:-</p> <ul style="list-style-type: none"> <li>➤ The SC has withdrawn the authorisation of the Fund pursuant to Section 256E of the Act; or</li> <li>➤ A Special Resolution is passed at a Unit Holders’ meeting to terminate or wind up the Fund.</li> </ul>	<p><b>Circumstances That May Lead To The Termination Of The Fund</b></p> <p>The Fund may be terminated or wound up as provided for under the Deed and the Guidelines as follows:-</p> <ul style="list-style-type: none"> <li>➤ The SC has withdrawn the authorisation of the Fund pursuant to Section 256E of the Act; or</li> <li>➤ A Special Resolution is passed at a Unit Holders’ meeting to terminate or wind up the Fund.</li> </ul> <p><u>Notwithstanding the aforesaid, the Manager may, in consultation with the Trustee, determine the trust and wind up the Fund without having to obtain the prior approval of the Unit Holders upon the occurrence of any of the following events:</u></p> <ul style="list-style-type: none"> <li>(a) <u>if any new law shall be passed which renders it illegal; or</u></li> <li>(b) <u>if in the reasonable opinion of the Manager it is impracticable or inadvisable to continue the Fund and the termination of the Fund is in the best interests of the Unit Holders.</u></li> </ul> <p><u>If the Fund is left with no Unit Holder, the Manager shall also be entitled to terminate the Fund.</u></p> <p><b><u>Procedures on Termination</u></b></p> <p><u>Upon the termination of the Fund, the Trustee shall:</u></p> <ul style="list-style-type: none"> <li>(a) <u>sell all the assets of the Fund then remaining in its hands and pay out of the Fund any liabilities of the Fund; such sale and payment shall be carried out and completed in such manner and within such period as the Trustee considers to be in the best interests of the Unit Holders; and</u></li> <li>(b) <u>from time to time distribute to the Unit Holders, in proportion to the number of Units held by them respectively:</u> <ul style="list-style-type: none"> <li>(1) <u>the net cash proceeds available for the purpose of such distribution and</u></li> </ul> </li> </ul>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<p><u>derived from the sale of the assets of the Fund less any payments for liabilities of the Fund; and</u>  (2) <u>any available cash produce,</u>  <u>provided always that the Trustee shall not be bound, except in the case of final distribution, to distribute any of the moneys for the time being in his hands the amount of which is insufficient for payment to the Unit Holders of Ringgit Malaysia Fifty sen (MYR 0.50) in respect of each Unit and provided also that the Trustee shall be entitled to retain out of any such moneys in his hands full provision for all costs, charges, taxes, expenses, claims and demands incurred, made or anticipated by the Trustee in connection with or arising out of the winding-up of the Fund and, out of the moneys so retained, to be indemnified against any such costs, charges, taxes, expenses, claims and demands; each of such distribution shall be made only against the production of such evidence as the Trustee may require of the title of the Unit Holder relating to the Units in respect of which the distribution is made.</u></p> <p><u>In the event of the Fund being terminated:</u></p> <p>(a) <u>the Trustee shall be at liberty to call upon the Manager to grant the Trustee, and the Manager shall so grant, a full and complete release from the Deed;</u>  (b) <u>the Manager shall indemnify the Trustee against any claims arising out of the Trustee’s execution of the Deed provided always that such claims have not been caused by any failure on the part of the Trustee to exercise the degree of care and diligence required of a trustee as contemplated by the Deed and all relevant laws;</u>  (c) <u>the Manager and the Trustee shall notify the relevant authorities in such manner as may be prescribed by any relevant law; and</u>  (d) <u>the Manager or the Trustee shall notify the Unit Holders in such manner as may be prescribed by any relevant law.</u></p>
10.4	<p><b>Fees And Charges</b></p> <p><b>Increase Of Fees And Charges Stated In The Prospectus</b></p> <p>3<sup>rd</sup> paragraph: -  The supplementary/replacement prospectus proposing a modification to this Prospectus to increase the aforesaid maximum fees and charges is required to be issued. An increase in the abovementioned fees and charges is allowed if such time as may be prescribed by any relevant laws has elapsed since the effective date of</p>	<p>The <u>supplemental</u>/replacement prospectus proposing a modification to this Prospectus to increase the aforesaid maximum fees and charges is required to be <u>registered, lodged and</u> issued. An increase in the abovementioned fees and charges is allowed if such time as may be prescribed by any relevant laws has elapsed since</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	the supplementary/replacement prospectus.	the effective date of the <u>supplemental</u> /replacement prospectus.
10.5	<p><b>Permitted Expenses under the Deed</b></p> <p>Only the expenses (or part thereof) which is directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These would include (but are not limited to) the following:</p> <ul style="list-style-type: none"> <li>➤ commissions or fees paid to brokers/dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes;</li> <li>➤ taxes and other duties charged on the Fund by the government and/or other authorities;</li> <li>➤ costs, fees and expenses properly incurred by the auditor appointed for the Fund;</li> <li>➤ costs, fees and expenses incurred for the valuation of any investments of the Fund by independent valuers for the benefit of the Fund;</li> <li>➤ costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee;</li> <li>➤ costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;</li> <li>➤ costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund;</li> <li>➤ costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund;</li> <li>➤ costs, fees and expenses incurred in engaging any adviser for the benefit of the Fund;</li> <li>➤ costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund;</li> <li>➤ costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company;</li> <li>➤ costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);</li> <li>➤ remuneration and out of pocket expenses of the independent members of the</li> </ul>	<p>Only the expenses (or part thereof) which <u>are</u> directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These would include (but are not limited to) the following:</p> <ul style="list-style-type: none"> <li>➤ commissions or fees paid to brokers/dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes;</li> <li>➤ taxes and other duties charged on the Fund by the government and/or other authorities;</li> <li>➤ costs, fees and expenses properly incurred by the auditor appointed for the Fund;</li> <li>➤ costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee;</li> <li>➤ costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;</li> <li>➤ costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund;</li> <li>➤ costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund;</li> <li>➤ costs, fees and expenses incurred in engaging any adviser for the benefit of the Fund;</li> <li>➤ costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund;</li> <li>➤ costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company;</li> <li>➤ costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save</li> </ul>



NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>investment committee of the Fund, unless the Manager decides otherwise;</p> <ul style="list-style-type: none"> <li>➤ costs, fees and expenses deemed by the Manager to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority;</li> <li>➤ costs and expenses incurred in relation to the distribution of income (if any);</li> <li>➤ (where the custodial function is delegated by the Trustee) charges and fees paid to sub-custodians taking into custody any foreign assets of the Fund;</li> <li>➤ fees, charges, costs and expenses relating to the preparation, printing, posting and/or lodgement of documents and reports which the Manager and/or the Trustee may be obliged to prepare, print, post and/or lodge in relation to the Fund by virtue of any relevant law; and</li> <li>➤ any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred as mentioned above.</li> </ul>	<p>to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);</p> <ul style="list-style-type: none"> <li>➤ remuneration and out of pocket expenses of the <u>person(s) or members of a committee undertaking the oversight function</u> of the Fund, unless the Manager decides otherwise;</li> <li>➤ costs, fees and expenses deemed by the Manager to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority;</li> <li>➤ costs and expenses incurred in relation to the distribution of income (if any);</li> <li>➤ (where the custodial function is delegated by the Trustee) charges and fees paid to <u>the sub-custodians for</u> taking into custody any foreign assets of the Fund;</li> <li>➤ fees, charges, costs and expenses relating to the preparation, printing, posting, <u>registration</u> and/or lodgement of documents and reports which the Manager and/or the Trustee may be obliged to prepare, print, post, <u>register</u> and/or lodge in relation to the Fund by virtue of any relevant law;</li> <li>➤ any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred as mentioned above; <u>and</u></li> <li>➤ <u>costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent.</u></li> </ul>
11.	<b>THE MANAGER</b>	
11.1	<p><b>ABOUT AHAM</b></p> <p>1<sup>st</sup> and 2<sup>nd</sup> paragraphs: -</p> <p>AHAM was incorporated in Malaysia on 2 May 1997 under the Companies Act 1965 and began its operations under the name Hwang–DBS Capital Berhad in 2001. In early 2014, AHAM was acquired by the Affin Banking Group (“Affin”) and hence, is now supported by a home-grown financial services conglomerate. Affin has over 39 years of experience in the financial industry which focuses on commercial, Islamic and investment banking services, money broking, fund management and underwriting of life and general insurance business. Meanwhile, AHAM has more than 18 years’ experience in the fund management industry. Additionally, AHAM is also 27% owned by Nikko Asset Management International Limited, a wholly-owned subsidiary of Tokyo-based Nikko Asset Management Co., Ltd., an Asian investment management franchise.</p>	<p>AHAM was incorporated in Malaysia on 2 May 1997 and began its operations under the name Hwang–DBS Capital Berhad in 2001. <u>AHAM has more than 20 years’ experience in the fund management industry. In late 2022, AHAM’s ultimate major shareholder is CVC Capital Partners Asia Fund V, a private equity fund managed by CVC Capital Partners (“CVC”), which has approximately 68.35% controlling interest in AHAM. CVC is a global private equity and investment advisory firm with approximately USD125 billion of assets under its management.</u> AHAM is also 27% owned by Nikko Asset Management International Limited, a wholly-owned subsidiary of Tokyo-based Nikko Asset Management Co. Ltd., an Asian investment management franchise.</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	AHAM distributes its funds through the following various channels: <ul style="list-style-type: none"> <li>➤ In-house/internal sales team;</li> <li>➤ IUTA (Institutional Unit Trust Advisers) and CUTA (Corporate Unit Trust Advisers); and</li> <li>➤ Unit trust consultants.</li> </ul>	AHAM distributes its funds through the following various channels: <ul style="list-style-type: none"> <li>➤ In-house/internal sales team;</li> <li>➤ IUTA and CUTA (Corporate Unit Trust <u>Scheme</u> Advisers); and</li> <li>➤ Unit trust consultants.</li> </ul>
11.2	<b>Board of Directors</b>  Raja Tan Sri Dato' Seri Aman bin Raja Haji Ahmad (Chairman, Non-independent Director) Dato' Teng Chee Wai (Non-independent Director) Ms Eleanor Seet Oon Hui (Non-independent Director) Puan Mona Suraya binti Kamaruddin (Non-independent Director) Encik Faizal Sham bin Abu Mansor (Independent Director) Maj. Gen. Dato' Zulkiflee bin Mazlan (R) (Independent Director)	Deleted.
11.3	<b>DESIGNATED FUND MANAGER</b>  <b>Mr. David Ng Kong Cheong</b> (Please refer to the above)	Deleted.
11.4	<b>INVESTMENT COMMITTEE</b>  The investment committee (“Committee”) formulates, establishes and implements investment strategies and policies. The Committee will continually review and monitor the success of these strategies and policies using predetermined benchmarks towards achieving a proper performance for the Fund. The Committee will also ensure investment guidelines and regulations are complied with. The Committee meets at least once every quarterly or more should the need arise.	Deleted.
11.5	<b>MATERIAL LITIGATION</b>  As at LPD, AHAM is not engaged in any material litigation and arbitration, including those pending or threatened, and AHAM is not aware of any facts likely to give rise to any proceedings which might materially affect the business/financial position of AHAM.	Deleted.
11.6	<b>For further information on AHAM, the investment committee and/or AHAM’s delegate, you may obtain the details from our website at <a href="http://www.affinhwangam.com.my">www.affinhwangam.com.my</a>.</b>	<b>For further information on AHAM including material litigation (if any), the Board, the designated fund manager of the Fund and/or AHAM’s delegate, you may obtain the details from our website at <a href="http://www.aham.com.my">www.aham.com.my</a>.</b>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS								
12.	<b>THE TRUSTEE</b>									
12.1	<b>Duties and Responsibilities of the Trustee</b>  (b) Ensure that the Manager operates and administers the Fund in accordance with the provisions of the Deed, SC Guidelines and acceptable business practice within the unit trust industry;	(b) Ensure that the Manager operates and administers the Fund in accordance with the provisions of the Deed <u>and SC's guidelines</u> ;								
13.	<b>RELATED PARTIES TRANSACTION AND CONFLICT OF INTEREST</b>									
13.1	<p>Save for the transaction disclosed below, as at LPD the Manager is not aware of any existing and/or proposed related party transactions or conflict of interest situations or other subsisting contracts of arrangements involving the Fund.</p> <p><b>Related Party Transactions</b></p> <table border="1" data-bbox="210 695 875 954"> <thead> <tr> <th data-bbox="210 695 376 810">Name of Party Involved in the Transaction</th> <th data-bbox="376 695 551 810">Nature of Transaction</th> <th data-bbox="551 695 721 810">Name of Related Party</th> <th data-bbox="721 695 875 810">Nature of Relationship</th> </tr> </thead> <tbody> <tr> <td data-bbox="210 810 376 954">AHAM</td> <td data-bbox="376 810 551 954">Placement of deposits, money market instruments and derivatives</td> <td data-bbox="551 810 721 954">Affin Hwang Investment Bank Berhad (Affin Hwang IB)</td> <td data-bbox="721 810 875 954">Affin Hwang IB holds 63% equity interest in the Manager.</td> </tr> </tbody> </table> <p><b>Details of the Substantial Shareholders of AHAM's Direct and Indirect Interest in other Corporation Carrying on a Similar Business</b></p> <p>Nikko Asset Management International Limited, a substantial shareholder of AHAM, is wholly owned by Nikko Asset Management Co., Ltd. ("Nikko AM"). Nikko AM's office is situated in Japan where it provides investment management services, focused on sourcing, packaging and distributing retail investment fund products which are managed in-house or outsourced to third party sub-advisers.</p> <p><b>Details of the Directors of AHAM's Direct and Indirect Interest in other Corporation Carrying on a Similar Business</b></p>	Name of Party Involved in the Transaction	Nature of Transaction	Name of Related Party	Nature of Relationship	AHAM	Placement of deposits, money market instruments and derivatives	Affin Hwang Investment Bank Berhad (Affin Hwang IB)	Affin Hwang IB holds 63% equity interest in the Manager.	<p><u>As</u> at LPD, the Manager is not aware of any existing and/or proposed related party transactions or <u>potential</u> conflict of interest situations or other subsisting contracts of arrangements involving the Fund.</p> <p>The tax advisers and solicitors have also confirmed that they do not have any existing or potential conflict of interest with AHAM and/or the Fund.</p>
Name of Party Involved in the Transaction	Nature of Transaction	Name of Related Party	Nature of Relationship							
AHAM	Placement of deposits, money market instruments and derivatives	Affin Hwang Investment Bank Berhad (Affin Hwang IB)	Affin Hwang IB holds 63% equity interest in the Manager.							

NO.	(A) PROSPECTUS				(B) REPLACEMENT PROSPECTUS
	Name of Director	Name of Corporation or Business	Nature of Interest in Shareholding (Direct/ Indirect)	Nature of Interest in Directorship	
	Dato' Teng Chee Wai	AIIMAN Asset Management Sdn. Bhd. ("AIIMAN") AIIMAN is wholly-owned by the Manager	Indirect interest	Non-independent Director	
	Puan Mona Suraya binti Kamaruddin	AIIMAN	-	Non-independent Director	
	<p><b>Conflict of Interest</b> The tax advisers and solicitors have confirmed that they do not have any existing or potential conflict of interest with AHAM and/or the Fund.</p>				
14.	<b>RELEVANT INFORMATION</b>				
14.1	<b>ANTI-MONEY LAUNDERING POLICIES AND PROCEDURES</b>				
	<p>1<sup>st</sup> paragraph: - Pursuant to the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 ("AMLATFPUAA") and SC's Guidelines on Prevention of Money Laundering and Terrorism Financing for Capital Market Intermediaries, it is our responsibility to prevent AHAM from being used for money laundering and terrorism financing activities. To this end, we have established an Anti-Money Laundering/Counter-Financing of Terrorism Framework (AML/CFT Framework) and put in place anti-money laundering process and procedures to combat such activities. This includes a robust due diligence process and procedures for client on-boarding (such as know-your-client procedures and customer due diligence) as well as ongoing monitoring of clients transactions to detect any suspicious transactions.</p>				<p>Pursuant to the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 ("AMLATFPUAA") and SC's Guidelines on Prevention of Money Laundering and Terrorism Financing for <u>Reporting Institutions in the</u> Capital Market, it is our responsibility to prevent AHAM from being used for money laundering and terrorism financing activities. To this end, we have established an Anti-Money Laundering/Counter-Financing of Terrorism Framework (AML/CFT Framework) and put in place anti-money laundering process and procedures to combat such activities. This includes a robust due diligence process and procedures for client on-boarding (such as know-your-client procedures and customer due diligence) as well as ongoing monitoring of clients transactions to detect any suspicious transactions.</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
15.	<p><b>DIRECTORY OF SALES OFFICE</b></p> <p><b>AFFIN HWANG ASSET MANAGEMENT BERHAD:</b></p> <p><b>PENANG</b>            No. 10-C-23 &amp; 10-C-24, Precinct 10            Jalan Tanjung Tokong            10470 Penang            Tel : 04 – 899 8022            Fax : 04 – 899 1916</p>	<p><b>AHAM ASSET MANAGEMENT BERHAD <i>(FORMERLY KNOWN AS AFFIN HWANG ASSET MANAGEMENT BERHAD)</i>:</b></p> <p><b>PENANG</b>  <u>B-16-2, Lorong Bayan Indah 3</u>  <u>11900 Bayan Lepas</u>  <u>Pulau Pinang.</u>  <u>Toll Free No : 1800-888-377</u></p>



**TRUSTEE'S REPORT  
TO THE UNIT HOLDERS OF AHAM VERSA PORTFOLIO - MODERATE (FORMERLY KNOWN  
AS AFFIN HWANG VERSA PORTFOLIO - MODERATE) ("Fund")**

We have acted as Trustee of the Fund for the financial period from 11 March 2022 (date of launch) to 31 July 2023 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, **AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)** has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

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

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

**Datin Ezreen Eliza binti Zulkiplee**  
Chief Executive Officer

Kuala Lumpur, Malaysia  
28 September 2023

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**FINANCIAL STATEMENTS**

**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022**  
**(DATE OF LAUNCH) TO 31 JULY 2023**



**AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**FINANCIAL STATEMENTS**

**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)  
TO 31 JULY 2023**

CONTENTS	PAGE(S)
STATEMENT OF COMPREHENSIVE INCOME	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF CHANGES IN EQUITY	3
STATEMENT OF CASH FLOWS	4
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	5 – 12
NOTES TO THE FINANCIAL STATEMENTS	13 – 30
STATEMENT BY THE MANAGER	31
INDEPENDENT AUDITORS' REPORT	32 – 35

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023**

	<u>Note</u>	Financial period from 11.3.2022 (date of launch) to <u>31.7.2023</u> RM
<b>INVESTMENT INCOME</b>		
Dividend income		77,998
Interest income from financial assets at amortised cost		183
Net loss on foreign currency exchange		(26,675)
Net loss on forward foreign currency contracts at fair value through profit or loss	9	(185,220)
Net gain on financial assets at fair value through profit or loss	8	237,425
		<hr/> 103,711 <hr/>
<b>EXPENSES</b>		
Management fee	4	(58,354)
Trustee fee	5	(2,339)
Transaction costs		(1,726)
Other expenses		(25,914)
		<hr/> (88,333) <hr/>
<b>NET PROFIT BEFORE TAXATION</b>		15,378
Taxation	6	(1,731)
<b>NET PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD</b>		<hr/> 13,647 <hr/> <hr/>
Net profit after taxation is made up of the following:		
Realised amount		(91,065)
Unrealised amount		104,712
		<hr/> 13,647 <hr/> <hr/>

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 JULY 2023**

	<u>Note</u>	As at <u>31.7.2023</u> RM
<b>ASSETS</b>		
Cash and cash equivalents		609,015
Amount due from Manager		
- creation of units		13,877
- management fee rebate receivable		1,193
Dividends receivable		55
Financial assets at fair value through profit or loss	8	4,220,998
Tax recoverable		2,769
<b>TOTAL ASSETS</b>		<u>4,847,907</u>
<b>LIABILITIES</b>		
Amount due to broker		450,000
Amount due to Manager		
- management fee		3,692
Amount due to Trustee		148
<b>TOTAL LIABILITIES</b>		<u>453,840</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u><u>4,394,067</u></u>
<b>EQUITY</b>		
Unitholders' capital		4,380,420
Retained earnings		13,647
<b>NET ASSETS ATTRIBUTABLE TO UNITHOLDERS</b>		<u><u>4,394,067</u></u>
<b>NUMBER OF UNITS IN CIRCULATION</b>	10	<u><u>8,894,000</u></u>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<u><u>0.4940</u></u>

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023**

	Unitholders' <u>capital</u> RM	Retained <u>earnings</u> RM	<u>Total</u> RM
Balance as at 11 March 2022 (date of launch)	-	-	-
Total comprehensive income for the financial period	-	13,647	13,647
Movement in unitholders' capital:			
Creation of units arising from applications	6,898,005	-	6,898,005
Cancellation of units	(2,517,585)	-	(2,517,585)
Balance as at 31 July 2023	<u>4,380,420</u>	<u>13,647</u>	<u>4,394,067</u>

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023**

	Financial period from 11.3.2022 (date of launch) to <u>31.7.2023</u> RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Proceeds from sale of investments	9,463,901
Purchase of investments	(13,020,956)
Dividends received	72,745
Interest income received	183
Management fee rebate received	20,562
Management fee paid	(54,662)
Trustee fee paid	(2,191)
Payment for other fees and expenses	(20,716)
Realised loss on forward foreign currency contract	(185,220)
Net loss on foreign currency exchange	(18,985)
Taxation paid	(4,500)
	<hr/>
Net cash flows used in operating activities	(3,749,839)
	<hr/>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Proceeds from creation of units	6,884,128
Payments for cancellation of units	(2,517,585)
	<hr/>
Net cash flows generated from financing activities	4,366,543
	<hr/>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	616,704
<b>EFFECTS OF FOREIGN CURRENCY EXCHANGE</b>	(7,689)
<b>CASH AND CASH EQUIVALENTS AT THE DATE OF LAUNCH</b>	-
	<hr/>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	609,015
	<hr/> <hr/>

Cash and cash equivalents as at 31 July 2023 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.

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023**

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

**A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS**

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

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

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

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

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 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 VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

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

(b) Standards and amendments that have been issued 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 deposit with licensed financial institutions is recognised based on effective interest rate method on an accrual basis.

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

Realised gains and losses on sale of investments

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

**C 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 VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)  
TO 31 JULY 2023 (CONTINUED)**

**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 period.

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 and measured based on the requirements of MFRS 137. They are presented within other expenses line in the statement of comprehensive income.

**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.

**F FOREIGN CURRENCY TRANSLATION**

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

**G FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

(i) Classification

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

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

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



**AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)  
TO 31 JULY 2023 (CONTINUED)**

**G FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)**

(i) Classification (continued)

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

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

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

The Fund classifies amount due to broker, amount due to Manager and amount due to Trustee as financial liabilities measured at amortised cost.

(ii) Recognition and measurement

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

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

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

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

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

**AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)  
TO 31 JULY 2023 (CONTINUED)**

**G FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)**

(ii) Recognition and measurement (continued)

Investment in CIS and exchange-traded fund 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 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 and lifetime expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

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

Definition of default and credit-impaired financial assets

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

Quantitative criteria:

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

Qualitative criteria:

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

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

**G FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)**

(iii) Impairment (continued)

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

Write-off

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

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

**H CASH AND CASH EQUIVALENTS**

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

**I AMOUNT DUE FROM/(TO) BROKER**

Amount due from and to broker represents receivable for securities sold and payable for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from broker balance is held for collection. Refer to Note G for accounting policy on recognition and measurement.

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

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

**J DERIVATIVE FINANCIAL INSTRUMENTS**

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

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 the statement of comprehensive income 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 investments that have a positive fair value and a negative fair value are presented as financial assets and financial liabilities at fair value through profit or loss.

The fair value of forward foreign currency contracts is determined using forward exchange rates at the date of the statement 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.

**K UNITHOLDERS' CAPITAL**

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

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

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

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

**L CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES**

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

Estimates and judgments are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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

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

**M REALISED AND UNREALISED PORTIONS OF PROFIT OR LOSS AFTER TAX**

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

**VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)  
TO 31 JULY 2023**

**1 INFORMATION ON THE FUND**

The Unit Trust Fund was constituted under the name Affin Hwang Versa Portfolio - Moderate (the "Fund") pursuant to the execution of a Deed dated 8 October 2021 as modified by Supplemental Deed dated 8 August 2022 ("the Deeds") entered into between AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) (the "Manager") and CIMB Commerce Trustee Berhad (the "Trustee"). The Fund has changed its name from Affin Hwang Versa Portfolio - Moderate to AHAM Versa Portfolio - Moderate as amended by the Supplemental Deed dated 8 August 2022.

The Fund commenced operations on 11 March 2022 and will continue its operations until terminated by the Trustee as provided under Clause 12.3 of the Deed.

The Fund may invest in any of the following investments:

- (a) Units/shares in collective investment schemes;
- (b) Money market instruments;
- (c) Deposits;
- (d) Derivatives; and
- (e) Any other form of investments as may be permitted by the SC from time to time which is in line with the objective of the Fund.

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

The main objective of the Fund is to provide investors with regular income and moderate capital growth over a medium to long-term period through a portfolio of collective investment schemes.

The Manager is a company incorporated in Malaysia. The principal activities of the Manager are establishment and management of unit trust funds, exchange-traded funds and private retirement schemes as well as providing fund management services to private clients. On 10 November 2022, the Manager has changed its name from Affin Hwang Asset Management Berhad to AHAM Asset Management Berhad

The financial statements were authorised for issue by the Manager on 28 September 2023.

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

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

Financial instruments are as follows:

	<u>Note</u>	At amortised cost RM	At fair value through profit or loss RM	<u>Total</u> RM
<u>As at 31.07.2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents		609,015	-	609,015
Amount due from Manager				
- creation of units		13,877	-	13,877
- management fee rebate receivable		1,193	-	1,193
Dividends receivable		55	-	55
Collective investment schemes	8	-	3,353,704	3,353,704
Exchange-traded funds	8	-	867,294	867,294
		<hr/>	<hr/>	<hr/>
Total		624,140	4,220,998	4,845,138
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<u>Financial liabilities</u>				
Amount due to broker		450,000	-	450,000
Amount due to Manager				
- management fee		3,692	-	3,692
Amount due to Trustee		148	-	148
		<hr/>	<hr/>	<hr/>
Total		453,840	-	453,840
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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 Unit Trust Funds.

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

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

Market risk

(a) Price risk

Price risk arises mainly from the uncertainty about future prices of investments. It represents the potential loss the Fund might suffer through holding market positions in the face of price movements. The Manager manages the risk of unfavorable 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>As at 31.07.2023</u>
	RM
<b><u>Quoted investments</u></b>	
Collective investment schemes	3,353,704
Exchange-traded fund	867,294
	<u>4,220,998</u>

The following table summarises the sensitivity of the Fund's profit after taxation and NAV to price risk movements. The analysis is based on the assumptions that the market price increased by 10% and decreased by 10% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted investments having regard to the historical volatility of the prices.

% Change in price	<u>Market value</u>	Impact on
	RM	profit after
		<u>tax/NAV</u>
		RM
<u>As at 31.07.2023</u>		
-10%	3,798,898	(422,100)
0%	4,220,998	-
+10%	4,643,098	422,100
	<u>4,220,998</u>	<u>422,100</u>



**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (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.

As at 31 July 2023, the Fund is not exposed to any interest rate risk.

(c) Currency risk

Currency risk is associated with asset/liabilities denominated in foreign currencies. When the foreign currencies fluctuate in 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>Cash and cash equivalents</u> RM	<u>Collective investment schemes</u> RM	<u>Exchange- traded funds</u> RM	<u>Total</u> RM
<u>As at 31.7.2023</u>				
Euro	84	-	-	84
Singapore Dollar	6,694	444,443	-	451,137
United States Dollar	4,366	-	867,294	871,660
	<u>11,144</u>	<u>444,443</u>	<u>867,294</u>	<u>1,322,881</u>

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (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 after tax and NAV to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes based on each currency's respective historical volatility, with all other variables 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 unitholders by each currency's respective historical volatility. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change <u>in rate</u> %	Impact on profit after <u>tax/ NAV</u> RM
<u>As at 31.7.2023</u>		
Euro	+/- 9.28	+/- 8
Singapore Dollar	+/- 5.10	+/- 23,008
United States Dollar	+/- 6.73	+/- 58,663

Credit risk

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

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

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

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

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

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

Credit risk (continued)

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

	<u>Cash and cash equivalents</u> RM	<u>Amount due from Manager</u> RM	<u>Dividends receivable</u> RM	<u>Total</u> RM
<u>As at 31.7.2023</u>				
Financial Services				
- AAA	609,015	-	-	609,015
Others				
- NR	-	15,070	55	15,125
	<u>609,105</u>	<u>15,070</u>	<u>55</u>	<u>624,140</u>

Liquidity risk

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

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

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

Liquidity risk (continued)

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

	<u>Within one month</u> RM	<u>Between one month to one year</u> RM	<u>Total</u> RM
<u>As at 31.7.2023</u>			
Amount due to broker	450,000	-	450,000
Amount due to Manager			
- management fee	3,692	-	3,692
Amount due to Trustee	148	-	148
	<u>453,840</u>	<u>-</u>	<u>453,840</u>

Capital risk

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

**AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)  
TO 31 JULY 2023 (CONTINUED)**

**3 FAIR VALUE ESTIMATION**

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

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

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

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

(i) Fair value hierarchy

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

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

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

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (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>As at 31.7.2023</u>				
Financial assets at fair value through profit or loss				
- collective investment schemes	3,353,704	-	-	3,353,704
- exchange-traded funds	867,294	-	-	867,294
	<u>4,220,998</u>	<u>-</u>	<u>-</u>	<u>4,220,998</u>

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

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

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

**4 MANAGEMENT FEE**

In accordance with the Deed, the Manager is entitled to a management fee at a rate not exceeding 5.00% per annum on the net asset value ("NAV") of the Fund calculated on a daily basis.

For the financial period from 11 March 2022 (date of launch) to 31 July 2023, the management fee is recognised at the rate of 1.00% per annum on the NAV of the Fund, calculated on a daily basis.

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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

**5 TRUSTEE FEE**

In accordance with the Deed, the Trustee is entitled to an annual fee at a rate not exceeding 0.10% per annum on the net asset value (“NAV”) of the Fund, excluding of foreign custodian fees and charges.

For the financial period from 11 March 2022 (date of launch) to 31 July 2023, the Trustee’s fee is recognised at a rate of 0.04% per annum on the NAV of the Fund, calculated on a daily basis as stated in the Fund’s Prospectus.

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

**6 TAXATION**

	Financial period from 11.3.2022 (date of launch) to <u>31.7.2023</u> RM
Current taxation - local	1,731

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

	Financial period from 11.3.2022 (date of launch) to <u>31.7.2023</u> RM
Net profit before taxation	15,378
Tax at Malaysian statutory rate of 24%	3,691
Tax effects of:	
Investment income not subject to tax	(17,189)
Expenses not deductible for tax purposes	7,071
Restriction on tax deduction expenses for Unit Trust Funds	8,025
Foreign income subject to difference tax rate	133
Tax expense	1,731

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

**7 AUDITORS' REMUNERATION AND TAX AGENT'S FEE**

For the financial period from 11 March 2022 (date of launch) to 31 July 2023, auditors' remuneration of RM9,000 and tax agent's fee of RM3,500 are borne by the Manager.

**8 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<u>As at 31.07.2023</u> RM
Financial assets at fair value through profit or loss:	
- collective investment schemes - local	3,353,704
- exchange-traded funds - foreign	867,294
	<u>4,220,998</u>
	Financial period from 11.3.2022 (date of launch) to <u>31.7.2023</u> RM
Net gain on financial assets at fair value through profit or loss:	
- realised gain on sale of investments	103,269
- unrealised gain on changes in fair value	112,401
- management fee rebate on collective investment schemes #	21,755
	<u>237,425</u>

# In arriving at the fair value of CIS, the management fee initially paid to the Manager of CIS 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 CIS have been refunded to the Fund. Accordingly, any rebate of management fee received from the Manager of CIS is reflected as an increase in the NAV of the CIS.



**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

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

(a) Collective investment schemes - local

(i) Collective investment schemes - local as at 31 July 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
AHAM Aiiman Money Market Fund (formerly known as Affin Hwang Aiiman Money Market Fund)*	211,137	116,026	118,174	2.69
AHAM Bond Fund (formerly known as Affin Hwang Bond Fund)*	1,955,373	1,158,010	1,158,363	26.36
AHAM Income Extra Fund (formerly known as Affin Hwang Income Extra Fund)*	413,777	428,017	429,459	9.77
AHAM Select Bond Fund (formerly known as Affin Hwang Select Bond Fund)*	609,901	372,769	359,231	8.18
AHAM Select Income Fund (formerly known as Affin Hwang Select Income Fund)*	666,054	435,000	438,530	9.98
AHAM Tactical Fund (formerly known as Affin Hwang Tactical Fund)*	1,425,321	391,042	405,504	9.23
Affin Hwang SGD Bond Fund*	267,468	418,147	444,443	10.11
Total collective investment schemes – local	<u>5,549,031</u>	<u>3,319,011</u>	<u>3,353,704</u>	<u>76.32</u>
Accumulated unrealised gain on collective investment schemes - local		<u>34,693</u>		
Total collective investment schemes – local		<u>3,353,704</u>		

\* Managed by the Manager

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

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

(b) Exchange-traded funds - foreign

(i) Exchange-traded funds - foreign as at 31 July 2023 are as follows:

	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Hong Kong</u>				
iShares J.P. Morgan EM Local Govt Bond UCITS ETF	4,575	99,915	99,342	2.26
iShares \$ Treasury Bond 20+yr UCITS ETF	11,590	252,150	247,072	5.62
iShares Core S&P 500 UCITS ETF	242	437,521	520,880	11.86
	<hr/>	<hr/>	<hr/>	<hr/>
Total exchange-traded funds - foreign	16,407	789,586	867,294	19.74
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Accumulated unrealised gain on exchange-traded funds - foreign		77,708		
		<hr/>		
Total exchange-traded funds - foreign		867,294		
		<hr/> <hr/>		

**9 FORWARD FOREIGN CURRENCY CONTRACTS**

As at 31 July 2023, there are no forward foreign currency contracts outstanding. The forward foreign currency contracts entered into during the financial period were for hedging against the currency exposure arising from the Fund's investment in the collective investment schemes, and exchange traded fund denominated in Singapore Dollar, United States Dollar and British Pound Sterling. As the fund has not adopted hedge accounting during the financial period, the change in the fair value of the forward foreign currency contracts is recognised immediately in the statement of comprehensive income.

	Financial period from 11.3.2022 (date of launch) to <u>31.7.2023</u> RM
Net loss on forward foreign currency contracts at fair value through profit or loss:	
- realised loss on forward foreign currency contracts	(185,220)
	<hr/> <hr/>

**AHAM VERSA PORTFOLIO – MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO – MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

**10 NUMBER OF UNITS IN CIRCULATION**

	<u>As at 31.07.2023</u> No. of units
At the date of launch	-
Creation of units arising from applications	14,092,000
Cancellation of units	<u>(5,198,000)</u>
At the end of the financial period	<u><u>8,894,000</u></u>

**11 TRANSACTIONS WITH BROKERS**

- (i) Details of transactions with the top 10 brokers for the financial period from 11 March 2022 (date of launch) to 31 July 2023 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage fees</u> %
AHAM Asset Management Bhd (formerly known as Affin Hwang Asset Management Bhd)#	16,173,744	70.52	-	-
MFEX Mutual Funds Exchange Exchange AB	3,753,474	16.37	-	-
Macquarie Capital Securities (M) Sdn Bhd	752,249	3.28	270	15.64
Cantor Fitzgerald (Hong Kong) Capital Markets Limited	663,893	2.89	1,032	59.79
Alliance Bernstein L.P.	430,660	1.88	120	6.95
CLSA Singapore Pte Ltd	398,349	1.74	205	11.88
CLSA Ltd	352,065	1.54	-	-
PT Macquarie Sekuritas Indonesia	307,066	1.34	83	4.81
Bank of America and BofA Securities, Inc	53,675	0.23	-	-
CICC Hong Kong Securities Ltd	48,714	0.21	16	0.93
	<u><u>22,933,889</u></u>	<u><u>100.00</u></u>	<u><u>1,726</u></u>	<u><u>100.00</u></u>

**AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)  
TO 31 JULY 2023 (CONTINUED)**

**11 TRANSACTIONS WITH BROKERS (CONTINUED)**

# Included in transactions with brokers are trades in the stockbroking industry with AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Bhd), the Manager amounting to RM16,173,744. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

**12 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER**

The related parties of and their relationships 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")	Substantial shareholder of the Manager and former ultimate holding corporate body of the Manager
Affin Bank Berhad ("ABB")	Former penultimate holding company of the Manager
Affin Hwang Investment Bank Berhad	Former immediate holding company of the Manager
Starlight TopCo Limited	Penultimate holding company of the Manager
Starlight Universe Limited	Intermediate holding company of the Manager
Starlight Asset Sdn Bhd	Immediate holding company of the Manager
Nikko Asset Management International Limited ("NAMI")	Former substantial shareholder of the Manager
Nikko Asset Management Co., Ltd ("NAM")	Substantial shareholder of the Manager
AHAM Asset Management Berhad (formerly known as Affin Hwang 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

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

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

The related parties of and their relationships with the Fund are as follows: (continued)

<u>Related parties</u>	<u>Relationships</u>
Subsidiaries and associated companies of ABB as disclosed in its financial statements	Subsidiaries and associated companies of the former penultimate holding company of the Manager
Directors of AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)	Directors of the Manager

The number of units held by the Manager as at the end of the financial period as follows:

	<u>As at 31.7.2023</u>	
	No. of units	RM
<u>The Manager:</u>		
AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) (The units are held legally for booking purposes)	2,917	1,441

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

**13 TOTAL EXPENSE RATIO (“TER”)**

	Financial period from 11.3.2022 (date of launch) to <u>31.7.2023</u> %
TER	1.94

**AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)  
TO 31 JULY 2023 (CONTINUED)**

**13 TOTAL EXPENSE RATIO (“TER”) (CONTINUED)**

TER is derived from the following calculation:

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

- A = Management fee, excluding management fee rebates  
B = Trustee fee  
C = Other expenses, excluding withholding tax and sales and service tax (“SST”) on transaction costs  
D = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is RM4,187,395.

**14 PORTFOLIO TURNOVER RATIO (“PTR”)**

	Financial period from 11.3.2022 (date of launch) to <u>31.7.2023</u>
PTR (times)	<u>2.73</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial period = RM13,469,609  
total disposal for the financial period = RM9,361,012

**AHAM VERSA PORTFOLIO - MODERATE**  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL PERIOD FROM 11 MARCH 2022 (DATE OF LAUNCH)**  
**TO 31 JULY 2023 (CONTINUED)**

**15 SIGNIFICANT EVENTS DURING THE FINANCIAL PERIOD**

Change in corporate shareholding of AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)

On 28 January 2022, Affin Bank Berhad announced that funds advised by CVC Capital Partners, a leading global private equity and investment advisory firm with approximately US\$125 billion of assets under management, has agreed to acquire approximately 68% of the equity interest in AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad).

The Acquisition has been approved by Securities Commissions Malaysia on 1 July 2022, and upon completion of the Acquisition on 29 July 2022, AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) has ceased to be a subsidiary of Affin Hwang Investment Bank Berhad.

Change in substantial shareholders of AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)

On 19 April 2023, Nikko Asset Management International Limited ("NAMI") has divested all its equity interest of 27% in AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) to Nikko Asset Management Co., Ltd ("NAM") for 20% and remaining 7% of the equity interest to Lembaga Tabung Angkatan Tentera ("LTAT"), resulting in both NAM and LTAT becoming substantial shareholders of the Manager.

**16 COMPARATIVES**

There are no comparatives as this is the first set of financial statements prepared since the launch of the Fund.

**AHAM VERSA PORTFOLIO - MODERATE**  
**(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)**

**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 (formerly known as Affin Hwang Asset Management Berhad)**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 30 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 2023 and of its financial performance, changes in equity and cash flows for the financial period from 11 March 2022 (date of launch) to 31 July 2023 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,  
**AHAM ASSET MANAGEMENT BERHAD**  
**(FORMERLY KNOWN AS AFFIN HWANG ASSET MANAGEMENT BERHAD)**

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

Kuala Lumpur  
28 September 2023



INDEPENDENT AUDITORS' REPORT  
TO THE UNITHOLDERS OF AHAM VERSA PORTFOLIO - MODERATE  
(Formerly known as Affin Hwang Versa Portfolio - Moderate)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of AHAM Versa Portfolio – Moderate (formerly known as Affin Hwang Versa Portfolio – Moderate) give a true and fair view of the financial position of the Fund as at 31 July 2023, and of its financial performance and its cash flows for the financial period from 11 March 2022 (date of launch) to 31 July 2023 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 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial period then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 1 to 30.

Basis for opinion

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

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

*Independence and other ethical responsibilities*

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

Information other than the financial statements and auditors’ report thereon

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

INDEPENDENT AUDITORS' REPORT  
TO THE UNITHOLDERS OF AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)  
(CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

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

Responsibilities of the Manager for the financial statements

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

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

Auditors' responsibilities for the audit of the financial statements

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

INDEPENDENT AUDITORS' REPORT  
TO THE UNITHOLDERS OF AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)  
(CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

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

INDEPENDENT AUDITORS' REPORT  
TO THE UNITHOLDERS OF AHAM VERSA PORTFOLIO - MODERATE  
(FORMERLY KNOWN AS AFFIN HWANG VERSA PORTFOLIO - MODERATE)  
(CONTINUED)

OTHER MATTERS

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

PRICEWATERHOUSECOOPERS PLT  
LLP0014401-LCA & AF 1146  
Chartered Accountants

Kuala Lumpur  
28 September 2023

## **DIRECTORY OF SALES OFFICE**

### **HEAD OFFICE**

AHAM Asset Management Berhad  
(FKA Affin Hwang Asset Management Berhad)  
Ground Floor  
Menara Boustead  
69, Jalan Raja Chulan  
50200 Kuala Lumpur

Tel : 03 – 2116 6000  
Fax : 03 – 2116 6100  
Toll free no : 1-800-88-7080  
Email: [customercare@aham.com.my](mailto:customercare@aham.com.my)

### **PERAK**

AHAM Asset Management Berhad  
(FKA Affin Hwang Asset Management Berhad)  
1, Persiaran Greentown 6  
Greentown Business Centre  
30450 Ipoh Perak

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

### **PETALING JAYA**

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

Tel : 03 – 7760 3062

### **MELAKA**

AHAM Asset Management Berhad  
(FKA Affin Hwang Asset Management Berhad)  
Ground Floor, No. 584, Jalan Merdeka  
Taman Melaka Raya  
75000 Melaka

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

### **JOHOR**

AHAM Asset Management Berhad  
(FKA Affin Hwang Asset Management Berhad)  
Unit 22-05, Level 22  
Menara Landmark  
No. 12, Jalan Ngee Heng  
80000 Johor Bahru  
Johor Darul Takzim

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

### **SABAH**

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

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

### **SARAWAK**

AHAM Asset Management Berhad  
(FKA Affin Hwang Asset Management Berhad)  
Ground Floor, No. 69  
Block 10, Jalan Laksamana Cheng Ho  
93200 Kuching  
Sarawak

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

AHAM Asset Management Berhad  
(FKA Affin Hwang Asset Management Berhad)  
1st Floor, Lot 1291  
Jalan Melayu, MCLD  
98000 Miri  
Sarawak

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

**AHAM Asset Management Berhad**

(Formerly known as Affin Hwang Asset Management Berhad)  
Registration No: 199701014290 (429786-T)

Ground Floor, Menara Boustead, 69 Jalan Raja Chulan, 50200 Kuala Lumpur, Malaysia.  
Toll Free Number: 1800 88 7080 T: +603 2116 6000 F: +603 2116 6100  
[www.aham.com.my](http://www.aham.com.my)