



**ANNUAL REPORT**  
31 July 2024

# **AHAM Versa Portfolio - Moderate**

MANAGER  
AHAM Asset Management Berhad  
199701014290 (429786-T)

TRUSTEE  
CIMB Commerce Trustee Berhad  
(313031-A)

**Built On Trust**

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

# AHAM VERSA PORTFOLIO - MODERATE

## Annual Report and Audited Financial Statements For the Financial Year Ended 31 July 2024

---

| Contents                    | Page |
|-----------------------------|------|
| FUND INFORMATION .....      | III  |
| FUND PERFORMANCE DATA ..... | IV   |
| MANAGER'S REPORT .....      | VI   |
| TRUSTEE'S REPORT .....      | iX   |
| FINANCIAL STATEMENT         |      |
| DIRECTORY OF SALES OFFICE   |      |

## FUND INFORMATION

|                      |  |
|----------------------|--|
| Fund Name            | AHAM 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<br>31 Jul 2024<br>(%) | As at<br>31 Jul 2023<br>(%) |
|---|-----------------------------|-----------------------------|
| Portfolio composition                         |                             |                             |
| Collective investment schemes - local         | 44.67                       | 76.32                       |
| Collective investment schemes - foreign       | 28.65                       | -                           |
| Exchange-traded fund - foreign                | 19.99                       | 19.74                       |
| Cash & cash equivalent                        | 6.69                        | 3.94                        |
| <b>Total</b>                                  | <b>100.00</b>               | <b>100.00</b>               |
| Total NAV (RM'million)                        | 5.996                       | 4.394                       |
| NAV per Unit (RM)                             | 0.5171                      | 0.4940                      |
| Unit in Circulation (million)                 | 11.596                      | 8.894                       |
| Highest NAV                                   | 0.5291                      | 0.5054                      |
| Lowest NAV                                    | 0.4872                      | 0.4658                      |
| Return of the Fund (%)                        | 6.78                        | -1.20                       |
| - Capital Growth (%)                          | 4.68                        | -1.20                       |
| - Income Distribution (%)                     | 2.01                        | Nil                         |
| Gross Distribution per Unit (sen)             | 1.05                        | Nil                         |
| Net Distribution per Unit (sen)               | 1.05                        | Nil                         |
| Total Expense Ratio (%) <sup>1</sup>          | 1.19                        | 1.94                        |
| Portfolio Turnover Ratio (times) <sup>2</sup> | 1.77                        | 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> The TER was lower than previous year due to higher average daily NAV of the Fund for the financial year.

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

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

The NAV per unit prior and subsequent to the distribution was as follows:-

| Cum Date  | Ex-Date   | Cum-distribution (RM) | Distribution per Unit (RM) | Ex-distribution (RM) |
|-----------|-----------|-----------------------|----------------------------|----------------------|
| 18-Jun-24 | 19-Jun-24 | 0.5291                | 0.011                      | 0.5213               |

No unit split were declared for the financial year ended 31 July 2024.

### **Income Distribution Breakdown**

| Class | Ex-Date   | Income (per unit) (sens / cents) | Income (%) | Capital (per unit) (sens / cents) | Capital (%) |
|-------|-----------|----------------------------------|------------|-----------------------------------|-------------|
| MYR   | 19-Jun-24 | 1.0500                           | 100.00     | 0.0000                            | 0.00        |

### **Fund Performance**

Table 1: Performance of the Fund

|                | 1 Year<br>(1/8/23 - 31/7/24) | Since Commencement<br>(16/3/22 - 31/7/24) |
|----------------|------------------------------|---|
| Fund           | 6.78%                        | 5.50%                                     |
| Benchmark      | 5.74%                        | 13.95%                                    |
| Outperformance | 1.04%                        | (8.45%)                                   |

Source of Benchmark: Bloomberg

Table 2: Average Total Return

|                | 1 Year<br>(1/8/23 - 31/7/24) | Since Commencement<br>(16/3/22 - 31/7/24) |
|----------------|------------------------------|---|
| Fund           | 6.78%                        | 2.28%                                     |
| Benchmark      | 5.74%                        | 5.65%                                     |
| Outperformance | 1.04%                        | (3.37%)                                   |

Source of Benchmark: Bloomberg

Table 3: Annual Total Return

|                | FYE 2024<br>(1/8/23 - 31/7/24) | FYE 2023<br>(16/3/22 - 31/7/23) |
|----------------|--------------------------------|---------------------------------|
| Fund           | 6.78%                          | (1.20%)                         |
| Benchmark      | 5.74%                          | 7.77%                           |
| Outperformance | 1.04%                          | (8.97%)                         |

Source of Benchmark: Bloomberg

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

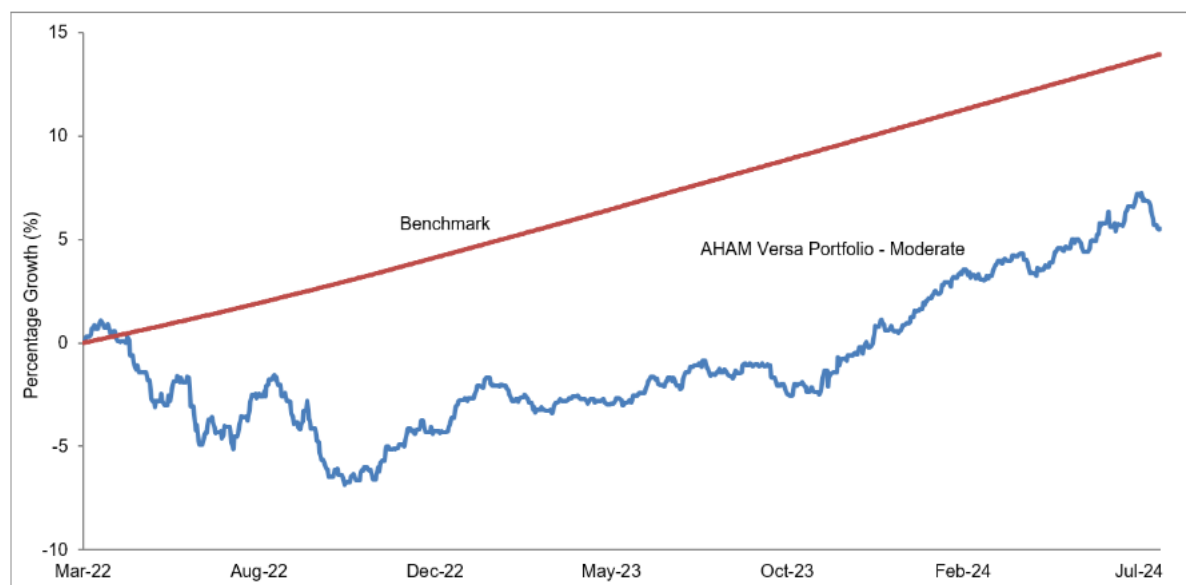
## MANAGER'S REPORT

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

For the financial year ended 31 July 2024 (1 August 2023 to 31 July 2024), the Fund has registered a return of 6.78% as compared to the benchmark return of 5.74%. The Fund thus outperformed the benchmark by 1.04%. The Net Asset Value (NAV) per unit of the Fund as at 31 July 2024 was RM0.5171 while the NAV as at 31 July 2023 was RM0.4940. During the same period under review, the Fund has declared an income distribution of RM0.0105 per unit.

Since commencement, the Fund has registered a return of 5.50% compared to the benchmark return of 13.95%, underperforming by 8.45%.

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



*"This information is prepared by AHAM Asset Management Berhad for information purposes only. Past earnings or the fund's distribution record is not a guarantee or reflection of the fund's future earnings/future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down as well as up. Source of Benchmark is from Bloomberg."*  
Benchmark: Maybank 12-month fixed deposit rate + 3% per annum

### 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 2024, the Fund's invested level in local collective investment schemes is 44.67%, 28.65% in foreign collective investment schemes, and 19.99% in foreign exchange-traded funds. The remaining balance was held in cash and cash equivalent.

### Strategy Employed

The Manager continue to maintain an appropriate balance comprising mainly of equities and fixed income exposure. At the early period of the financial year ending 31 July 2024, the fund has allocated more weightage towards the domestic fixed income and equities. However, as market were recovering in the 4th quarter 2023 and 1st quarter 2024, the Manager has reallocated the Fund equities and fixed income closer to 50-50, with the idea to capture broader market beta in equities.

For the equities portion, the Fund has reduced some domestic fixed income and deploy into European equities on the backdrop of manufacturing recovery. The Fund has also tactically deployed into Japan equities with Japan's transition from deflationary environment and into inflationary environment, and in combination of a stronger corporate governance pushed by Japan regulators. Back home in Malaysia, the

Fund increased its exposure from Malaysia Real Estate Investment Trusts (“REITs”) to Malaysia growth stocks, which has done well over the financial period.

As for fixed income, the fund reduced some of its domestic fixed income exposure and deployed to global multi-sector fixed income fund, as well as allocating some portion into Asia fixed income and high yield funds to clip the higher yielding coupons.

## **Market Review**

The past year has been marked by significant developments across various markets, influenced by geopolitical events, monetary policy changes, and economic recovery trends. In the United States (“U.S.”), the market has shown resilience, with the Standard and Poor’s (“S&P”) 500 index increasing by approximately 17.7% year-to-date and the Nasdaq rising by 20.9%, despite a slight dip of 0.3% in July. The Federal Reserve signaled a shift towards easing monetary policy, with expectations for 2-3 rate cuts by the end of 2024, driven by an unemployment rate of 4.1%, the highest since late 2021. In the fixed income sector, the yield on the 10-year Treasury note fell to around 4.1%, reflecting investor expectations of rate cuts and a flight to safety amid economic uncertainties.

Globally, markets have been influenced by geopolitical tensions as seen by Hamas surprised attack on Israel as well as prolonged Ukraine-Russia war. Commodity prices saw stabilization in oil, while gold fluctuated around \$2,450 per troy ounce amid speculation about Fed rate cuts. Central banks worldwide are navigating a complex landscape of inflation and growth, with many indicating potential rate cuts in response to slowing economic indicators.

In Asia, market performance has varied, with the Morgan Stanley Capital International (“MSCI”) Asia Pacific ex-Japan index increasing by 11.4% year-to-date. Notable gains were seen in Taiwan and Hong Kong, despite challenges in China, where Q2 2024 Gross Domestic Product (“GDP”) growth was reported at 6.5%. However, concerns over domestic consumption persist and lack of government support and stimulus has investor concern about the world second largest economy.

Back home in Malaysia, the economy has demonstrated robust growth, supported by strong trade performance, with July 2024 trade growing by 18.3% year-on-year and total trade value reaching RM255.88 billion. The Malaysian GDP forecast for 2024 was revised upward to 4.8%, driven by strong private consumption and recovery in previously lagging sectors such as agriculture.

The fixed income market overall has been characterized by declining yields and shifting expectations regarding monetary policy. In the U.S., Treasury market activity increased, with 2-year notes trading significantly above typical levels as investors anticipated rate cuts, leading to a steepening yield curve. Similar trends were observed in Europe and Asia, where bond yields fell in response to economic slowdowns and central bank signals of potential rate cuts. The Bloomberg Barclays Global Aggregate Bond Index reported a year-to-date decline of 1.5%.

For the Malaysian fixed income market, Malaysian Government Securities (“MGS”) yields declined, reflecting broader trends in the global fixed income market, although credit spreads remained tight.

## **Investment Outlook**

The current global economic landscape present both challenges and opportunities. The cooling inflation data as well as tight labour market provided some assurance that the interest rates have likely peaked and expect Fed to begin the interest rate cuts as early as second half of 2024. We are also seeing other developed countries such as the European Central Bank and Bank of England that has started their interest rate cuts.

Back home in Malaysia, we expect Malaysia is on track for a 4% to 5% GDP growth in 2024, as Malaysia 2Q GDP figures were higher than expected at 5.9%, supported by sectors such as construction, agriculture, manufacturing, services and improving trades. At the same time, the inflation remains stable at around 2%, although there is potential upside risk related to subsidy rationalization. Overall, we expect policy rates to be relatively stable for the remainder of the year. We expect Malaysia equities to be relatively resilient due to the strong economy as well strong foreign direct investment in data centers and trade divergence are expected to support long-term economic growth.

As for U.S. equities market, our view is that we expect a soft-landing scenario where there will be some periods of slowdown but U.S. recession could be relatively avoided. Potential interest rate cuts will also provide a backdrop for equities if macroeconomic data does not deteriorate significantly.

As for global fixed income, after the sharp rise of interest rates in the last 2-3 years, bonds are currently offering an attractive yield. However, given the mixed labour market data and upcoming U.S. presidential elections, there are some doubts if the Fed can cut rates as aggressively if inflationary pressures stemming from changes in economic policies were to materialise. If the Fed were to cut rate prematurely in an effort to stimulate the economy, it could lead to policy missteps that destabilize the financial markets and complicate the economic recovery.

### **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 year 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 year under review.

### **Securities Financing Transactions**

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

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

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



**TRUSTEE'S REPORT  
TO THE UNIT HOLDERS OF AHAM VERSA PORTFOLIO - MODERATE ("Fund")**

We have acted as Trustee of the Fund for the financial year ended 31 July 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AHAM Asset Management Berhad has operated and managed the Fund during the 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  
Date: 27 September 2024

**AHAM VERSA PORTFOLIO – MODERATE**

**FINANCIAL STATEMENTS**

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

# **AHAM VERSA PORTFOLIO – MODERATE**

## **FINANCIAL STATEMENTS**

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

| <b>CONTENTS</b>                        | <b>PAGE(S)</b> |
|--|----------------|
| STATEMENT OF COMPREHENSIVE INCOME      | 1              |
| STATEMENT OF FINANCIAL POSITION        | 2              |
| STATEMENT OF CHANGES IN EQUITY         | 3              |
| STATEMENT OF CASH FLOWS                | 4              |
| MATERIAL ACCOUNTING POLICY INFORMATION | 5 – 12         |
| NOTES TO THE FINANCIAL STATEMENTS      | 13 – 36        |
| STATEMENT BY THE MANAGER               | 37             |
| INDEPENDENT AUDITORS' REPORT           | 38 – 41        |

## AHAM VERSA PORTFOLIO – MODERATE

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

|   | <u>Note</u> | Financial<br>year ended<br>31.7.2024<br>RM | Financial<br>period from<br>11.3.2022<br>(date of<br>launch) to<br>31.7.2023<br>RM |
|---|-------------|--|--|
| <b>INVESTMENT INCOME</b>  |             |  |  |
| Dividend income   |             | 123,716                                    | 77,998   |
| Interest income from financial assets<br>at amortised cost  |             | 3  | 183  |
| Net loss on foreign currency exchange   |             | (8,284)                                    | (26,675)   |
| Net gain on financial assets at fair value<br>through profit or loss                                  | 9           | 277,814                                    | 237,425  |
| Net loss on forward foreign currency contracts<br>at fair value through profit or loss                | 10          | -  | (185,220)  |
|   |             | <u>393,249</u>                             | <u>103,711</u>   |
| <b>EXPENSES</b>   |             |  |  |
| Management fee  | 4           | (49,055)                                   | (58,354)   |
| Trustee fee   | 5           | (2,028)                                    | (2,339)  |
| Transaction costs   |             | (4,275)                                    | (1,726)  |
| Other expenses  |             | (10,598)                                   | (25,914)   |
|   |             | <u>(65,956)</u>                            | <u>(88,333)</u>  |
| <b>NET PROFIT BEFORE TAXATION</b>   |             | 327,293                                    | 15,378   |
| Taxation  | 7           | (445)                                      | (1,731)  |
| <b>NET PROFIT AFTER TAXATION AND<br/>TOTAL COMPREHENSIVE INCOME<br/>FOR THE FINANCIAL YEAR/PERIOD</b> |             | <u><u>326,848</u></u>                      | <u><u>13,647</u></u>   |
| Net profit after taxation is made up of the following:  |             |  |  |
| Realised amount   |             | 249,409                                    | (91,065)   |
| Unrealised amount   |             | 77,439                                     | 104,712  |
|   |             | <u><u>326,848</u></u>                      | <u><u>13,647</u></u>   |

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

## AHAM VERSA PORTFOLIO – MODERATE

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

|  | <u>Note</u> | <u>2024</u><br>RM | <u>2023</u><br>RM |
|--|-------------|-------------------|-------------------|
| <b>ASSETS</b>  |             |                   |                   |
| Cash and cash equivalents                                |             | 402,885           | 609,015           |
| Amount due from Manager                                  |             |                   |                   |
| - creation of units                                      |             | 3,619             | 13,877            |
| - management fee rebate receivable                       |             | 8,376             | 1,193             |
| Dividends receivable                                     |             | -                 | 55                |
| Financial assets at fair value through<br>profit or loss | 9           | 5,595,476         | 4,220,998         |
| Tax recoverable  |             | 6,149             | 2,769             |
| <b>TOTAL ASSETS</b>                                      |             | <u>6,016,505</u>  | <u>4,847,907</u>  |
| <b>LIABILITIES</b>                                       |             |                   |                   |
| Amount due to broker                                     |             | -                 | 450,000           |
| Amount due to Manager                                    |             |                   |                   |
| - management fee   |             | 4,843             | 3,692             |
| - cancellation of units                                  |             | 15,015            | -                 |
| Amount due to Trustee                                    |             | 204               | 148               |
| <b>TOTAL LIABILITIES</b>                                 |             | <u>20,062</u>     | <u>453,840</u>    |
| <b>NET ASSET VALUE OF THE FUND</b>                       |             | <u>5,996,443</u>  | <u>4,394,067</u>  |
| <b>EQUITY</b>  |             |                   |                   |
| Unit holders' capital                                    |             | 5,773,202         | 4,380,420         |
| Retained earnings  |             | 223,241           | 13,647            |
| <b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>           |             | <u>5,996,443</u>  | <u>4,394,067</u>  |
| <b>NUMBER OF UNITS IN CIRCULATION</b>                    | 11          | <u>11,596,000</u> | <u>8,894,000</u>  |
| <b>NET ASSET VALUE PER UNIT (RM)</b>                     |             | <u>0.5171</u>     | <u>0.4940</u>     |

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

## AHAM VERSA PORTFOLIO – MODERATE

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

|   | Unit holders'<br><u>capital</u><br>RM | Retained<br><u>earnings</u><br>RM | <u>Total</u><br>RM |
|---|---------------------------------------|-----------------------------------|--------------------|
| Balance as at 1 August 2023                         | 4,380,420                             | 13,647                            | 4,394,067          |
| Total comprehensive income for the financial year   | -                                     | 326,848                           | 326,848            |
| Distribution (Note 8)                               | -                                     | (117,254)                         | (117,254)          |
| Movement in unit holders' capital:                  |                                       |                                   |                    |
| Creation of units arising from applications         | 2,426,175                             | -                                 | 2,426,175          |
| Creation of units arising from distribution         | 117,254                               | -                                 | 117,254            |
| Cancellation of units                               | (1,150,647)                           | -                                 | (1,150,647)        |
| Balance as at 31 July 2024                          | <u>5,773,202</u>                      | <u>223,241</u>                    | <u>5,996,443</u>   |
| Balance as at 11 March 2022 (date of launch)        | -                                     | -                                 | -                  |
| Total comprehensive income for the financial period | -                                     | 13,647                            | 13,647             |
| Movement in unit holders' 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 material accounting policy information and notes to the financial statements form an integral part of these financial statements.

## AHAM VERSA PORTFOLIO – MODERATE

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

|   | Financial<br>year ended<br>31.7.2024<br>RM | Financial<br>period from<br>11.3.2022<br>(date of<br>launch) to<br>31.7.2023<br>RM |
|---|--|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |  |  |
| Proceeds from sale of investments   | 8,500,977                                  | 9,463,901  |
| Purchase of investments   | (10,009,817)                               | (13,020,956)   |
| Dividends received  | 58,493                                     | 72,745   |
| Interest income received  | 3  | 183  |
| Management fee rebate received  | 14,239                                     | 20,562   |
| Management fee paid   | (47,904)                                   | (54,662)   |
| Trustee fee paid  | (1,972)                                    | (2,191)  |
| Payment for other fees and expenses   | (8,842)                                    | (20,716)   |
| Realised loss on forward foreign currency contract  | -  | (185,220)  |
| Net gain/(loss) on foreign currency exchange  | 5,117                                      | (18,985)   |
| Tax paid  | (3,825)                                    | (4,500)  |
| Net cash flows used in operating activities   | <u>(1,503,765)</u>                         | <u>(3,749,839)</u>   |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |  |  |
| Proceeds from creation of units   | 2,436,433                                  | 6,884,128  |
| Payments for cancellation of units  | (1,135,632)                                | (2,517,585)  |
| Net cash flows generated from financing activities  | <u>1,300,801</u>                           | <u>4,366,543</u>   |
| <b>NET (DECREASE)/INCREASE IN CASH AND<br/>CASH EQUIVALENTS</b>                                 | (202,964)                                  | 616,704  |
| <b>EFFECTS OF FOREIGN CURRENCY EXCHANGE</b>   | (3,166)                                    | (7,689)  |
| <b>CASH AND CASH EQUIVALENTS AT THE<br/>BEGINNING OF THE FINANCIAL YEAR/<br/>DATE OF LAUNCH</b> | <u>609,015</u>                             | <u>-</u>   |
| <b>CASH AND CASH EQUIVALENTS AT THE END<br/>OF THE FINANCIAL YEAR/PERIOD</b>                    | <u><u>402,885</u></u>                      | <u><u>609,015</u></u>  |

Cash and cash equivalent as at 31 July 2024 and 31 July 2023 comprises of bank balances.

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

## AHAM VERSA PORTFOLIO – MODERATE

### MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 31 JULY 2024

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

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

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

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

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

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

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

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

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



## AHAM VERSA PORTFOLIO – MODERATE

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

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

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

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

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

#### B INCOME RECOGNITION

##### Dividend income

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

##### Interest income

Interest income from short-term 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 ("ETF"), realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of 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**

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

#### **D DISTRIBUTION**

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

#### **E TAXATION**

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

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

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

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

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

## AHAM VERSA PORTFOLIO – MODERATE

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

#### H FINANCIAL ASSETS AND FINANCIAL LIABILITIES

##### (i) Classification

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

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

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

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

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

The Fund classifies cash and cash equivalents, amount due from Manager 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.

## AHAM VERSA PORTFOLIO – MODERATE

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

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

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

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 year which they arise.

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

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

Financial assets at amortised cost and other 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.

## **AHAM VERSA PORTFOLIO – MODERATE**

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

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

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

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

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

###### Quantitative criteria:

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

###### Qualitative criteria:

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

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

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

###### Write-off

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

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

#### **I 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.

## **AHAM VERSA PORTFOLIO – MODERATE**

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

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

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

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

#### **K DERIVATIVE FINANCIAL INSTRUMENTS**

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

The Fund's derivative financial instruments comprise forward foreign currency contracts. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Financial derivative positions will be "marked to market" at the close of each valuation day. Foreign exchange gains and losses on the derivative financial instrument are recognised in 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 measured at fair value through profit or loss and financial liabilities measured at fair value through profit or loss, respectively.

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.

## **AHAM VERSA PORTFOLIO – MODERATE**

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

#### **L UNIT HOLDERS' CAPITAL**

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

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

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

Units are created and cancelled at the unit holders' option at prices based on the Fund's 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 unit holders with the total number of outstanding units.

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

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

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

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

#### **N 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.

## **AHAM VERSA PORTFOLIO – MODERATE**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2024**

#### **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 First Supplemental Deed dated 8 August 2022 ("the Deeds") entered into between AHAM 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 First 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.

The financial statements were authorised for issue by the Manager on 27 September 2024.



## AHAM VERSA PORTFOLIO – MODERATE

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

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

Financial instruments are as follows:

|                                    | <u>Note</u> | At<br>amortised<br><u>cost</u><br>RM | At fair value<br>through<br><u>profit or loss</u><br>RM | <u>Total</u><br>RM |
|------------------------------------|-------------|--------------------------------------|---|--------------------|
| <u>2024</u>                        |             |                                      |   |                    |
| <u>Financial assets</u>            |             |                                      |   |                    |
| Cash and cash equivalents          |             | 402,885                              | -   | 402,885            |
| Amount due from Manager            |             |                                      |   |                    |
| - creation of units                |             | 3,619                                | -   | 3,619              |
| - management fee rebate receivable |             | 8,376                                | -   | 8,376              |
| Collective investment schemes      | 9           | -                                    | 4,396,658   | 4,396,658          |
| Exchange-traded funds              | 9           | -                                    | 1,198,818   | 1,198,818          |
| Total                              |             | <u>414,880</u>                       | <u>5,595,476</u>  | <u>6,010,356</u>   |
| <u>Financial liabilities</u>       |             |                                      |   |                    |
| Amount due to Manager              |             |                                      |   |                    |
| - management fee                   |             | 4,843                                | -   | 4,843              |
| - cancellation of units            |             | 15,015                               | -   | 15,015             |
| Amount due to Trustee              |             | 204                                  | -   | 204                |
| Total                              |             | <u>20,062</u>                        | <u>-</u>  | <u>20,062</u>      |
| <u>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      | 9           | -                                    | 3,353,704   | 3,353,704          |
| Exchange-traded funds              | 9           | -                                    | 867,294   | 867,294            |
| Total                              |             | <u>624,140</u>                       | <u>4,220,998</u>  | <u>4,845,138</u>   |

## AHAM VERSA PORTFOLIO – MODERATE

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

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

Financial instruments are as follows: (continued)

|   | At<br>amortised<br><u>cost</u><br>RM | At fair value<br>through<br><u>profit or loss</u><br>RM | <u>Total</u><br>RM |
|---|--------------------------------------|---|--------------------|
| <u>2023 (continued)</u>                   |                                      |   |                    |
| <u>Financial liabilities</u>              |                                      |   |                    |
| Amount due to broker                      | 450,000                              | -   | 450,000            |
| Amount due to Manager<br>- management fee | 3,692                                | -   | 3,692              |
| Amount due to Trustee                     | 148                                  | -   | 148                |
| Total                                     | <u>453,840</u>                       | <u>-</u>  | <u>453,840</u>     |

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.

#### 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>2024</u><br>RM | <u>2023</u><br>RM |
|-------------------------------|-------------------|-------------------|
| <b>Quoted investments</b>     |                   |                   |
| Collective investment schemes | 4,396,658         | 3,353,704         |
| Exchange-traded funds         | 1,198,818         | 867,294           |
|                               | <u>5,595,476</u>  | <u>4,220,998</u>  |

## AHAM VERSA PORTFOLIO – MODERATE

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

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

##### Market risk (continued)

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

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

| <u>% Change in price</u> | <u>Market value</u><br>RM   | <u>Impact on<br/>profit after<br/>tax/NAV</u><br>RM |
|--------------------------|-----------------------------|---|
| <u>2024</u>              |                             |   |
| -5%                      | 5,315,702                   | (279,774)   |
| 0%                       | 5,595,476                   | -   |
| +5%                      | 5,875,250                   | 279,774   |
|                          | <u>                    </u> | <u>                    </u>                         |
| <u>2023</u>              |                             |   |
| -10%                     | 3,798,898                   | (422,100)   |
| 0%                       | 4,220,998                   | -   |
| +10%                     | 4,643,098                   | 422,100   |
|                          | <u>                    </u> | <u>                    </u>                         |

##### (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 2024 and 31 July 2023, the Fund is not exposed to any interest rate risk.

## AHAM VERSA PORTFOLIO – MODERATE

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

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

##### Market risk (continued)

##### (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<br/>and cash<br/>equivalents</u><br>RM | <u>Collective<br/>investment<br/>schemes</u><br>RM | <u>Exchange-<br/>traded<br/>funds</u><br>RM | <u>Total</u><br>RM |
|----------------------|--|--|---|--------------------|
| <u>2024</u>          |  |  |   |                    |
| Euro                 | 84   | -  | -   | 84                 |
| Singapore Dollar     | 10   | -  | -   | 10                 |
| United States Dollar | 148,097  | 1,717,765  | 1,198,818                                   | 3,064,680          |
|                      | <u>148,191</u>                                 | <u>1,717,765</u>                                   | <u>1,198,818</u>                            | <u>3,064,774</u>   |
| <u>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

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

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

##### Market risk (continued)

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

The table below summarises the sensitivity of the Fund's profit 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 unit holders by each currency's respective historical volatility. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

|                      | Change<br>in rate<br>% | Impact on<br>profit after<br>tax/ NAV<br>RM |
|----------------------|------------------------|---|
| <u>2024</u>          |                        |   |
| Euro                 | +/- 4.86               | +/-4  |
| Singapore Dollar     | +/- 3.02               | -   |
| United States Dollar | +/- 4.79               | +/-146,798                                  |
| <u>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.

## AHAM VERSA PORTFOLIO – MODERATE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JULY 2024 (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<br/>and cash<br/>equivalents</u><br>RM | <u>Amount<br/>due from<br/>Manager</u><br>RM | <u>Total</u><br>RM                    |
|--------------------|--|--|---------------------------------------|
| <u>2024</u>        |  |  |                                       |
| Financial Services |  |  |                                       |
| - AAA              | 402,885  | -  | 402,885                               |
| Others             |  |  |                                       |
| - NR               | -  | 11,995                                       | 11,995                                |
|                    | <u>402,885</u>                                 | <u>11,995</u>                                | <u>414,880</u>                        |
|                    | <u><u>402,885</u></u>                          | <u><u>11,995</u></u>                         | <u><u>414,880</u></u>                 |
|                    | <u>Cash<br/>and cash<br/>equivalents</u><br>RM | <u>Amount<br/>due from<br/>Manager</u><br>RM | <u>Dividends<br/>receivable</u><br>RM |
|                    | <u>Total</u><br>RM                             |  |                                       |
| <u>2023</u>        |  |  |                                       |
| Financial Services |  |  |                                       |
| - AAA              | 609,015  | -  | 609,015                               |
| Others             |  |  |                                       |
| - NR               | -  | 15,070                                       | 15,125                                |
|                    | <u>609,015</u>                                 | <u>15,070</u>                                | <u>624,140</u>                        |
|                    | <u><u>609,015</u></u>                          | <u><u>15,070</u></u>                         | <u><u>624,140</u></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 unit holders. 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

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

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

##### Liquidity risk (continued)

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

|                         | <u>Within<br/>one month</u><br>RM | <u>Between<br/>one month<br/>to one year</u><br>RM | <u>Total</u><br>RM |
|-------------------------|-----------------------------------|--|--------------------|
| <u>2024</u>             |                                   |  |                    |
| Amount due to Manager   |                                   |  |                    |
| - management fee        | 4,843                             | -  | 4,843              |
| - cancellation of units | 15,015                            | -  | 15,015             |
| Amount due to Trustee   | 204                               | -  | 204                |
|                         | <u>20,062</u>                     | <u>-</u>   | <u>20,062</u>      |
| <u>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 unit holders' 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 unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

## AHAM VERSA PORTFOLIO – MODERATE

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

#### 3 FAIR VALUE ESTIMATION

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

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

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

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

##### (i) Fair value hierarchy

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

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

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

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



## AHAM VERSA PORTFOLIO – MODERATE

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

#### 3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

|  | <u>Level 1</u><br>RM | <u>Level 2</u><br>RM | <u>Level 3</u><br>RM | <u>Total</u><br>RM |
|--|----------------------|----------------------|----------------------|--------------------|
| <u>2024</u>  |                      |                      |                      |                    |
| Financial assets at fair value through profit or loss: |                      |                      |                      |                    |
| - collective investment schemes                        | 4,396,658            | -                    | -                    | 4,396,658          |
| - exchange-traded funds                                | 1,198,818            | -                    | -                    | 1,198,818          |
|  | <u>5,595,476</u>     | <u>-</u>             | <u>-</u>             | <u>5,595,476</u>   |
| <u>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 published and 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 published and quoted prices for these instruments.

- (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.

## AHAM VERSA PORTFOLIO – MODERATE

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

#### 4 MANAGEMENT FEE

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

For the financial year ended 31 July 2024, the management fee is recognised at the following stated rate:

|  |                   |
|--|-------------------|
| Financial period from 1 August 2023 to 31 March 2024 | = 1.00% per annum |
| Financial period from 1 April 2024 to 30 June 2024   | = 0.92% per annum |
| Financial period from 1 July 2024 to 31 July 2024    | = 0.95% per annum |

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.

#### 5 TRUSTEE FEE

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

For the financial year ended 31 July 2024 and 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 AUDITORS’ REMUNERATION AND TAX AGENT’S FEE

For the financial year ended 31 July 2024 and 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.

## AHAM VERSA PORTFOLIO – MODERATE

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

#### 7 TAXATION

|  | Financial<br>year ended<br><u>31.7.2024</u><br>RM | Financial<br>period from<br>11.3.2022<br>(date of<br>launch) to<br><u>31.7.2023</u><br>RM |
|--|---|---|
| Current taxation - local                     | -   | 1,731   |
| Under provision in previous financial period | 445   | -   |
|  | <u>445</u>  | <u>1,731</u>  |

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<br>year ended<br><u>31.7.2024</u><br>RM | Financial<br>period from<br>11.3.2022<br>(date of<br>launch) to<br><u>31.7.2023</u><br>RM |
|---|---|---|
| Net profit before taxation                                | 327,293   | 15,378  |
| Tax at Malaysian statutory rate of 24% (2023: 24%)        | 78,550  | 3,691   |
| Tax effects of:   |   |   |
| Investment income not subject to tax                      | (89,238)  | (17,189)  |
| Expenses not deductible for tax purposes                  | 4,056   | 7,071   |
| Restriction on tax deduction expenses for Unit Trust Fund | 6,632   | 8,025   |
| Foreign income subject to difference tax rate             | -   | 133   |
| Under provision in previous financial period              | 445   | -   |
| Tax expense   | <u>445</u>  | <u>1,731</u>  |

## AHAM VERSA PORTFOLIO – MODERATE

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

#### 8 DISTRIBUTION

|  | <u>2024</u><br>RM | <u>2023</u><br>RM |
|--|-------------------|-------------------|
| Distribution to unit holders are from the following sources: |                   |                   |
| Dividend income  | 87,706            | -                 |
| Net realised gain on sale of investment                      | 30,551            | -                 |
| Previous period's realised income                            | 9,773             | -                 |
|  | <hr/>             | <hr/>             |
| Gross realised income  | 128,030           | -                 |
| Less: Expenses   | (10,776)          | -                 |
|  | <hr/>             | <hr/>             |
| Net distribution amount                                      | 117,254           | -                 |
|  | <hr/> <hr/>       | <hr/> <hr/>       |
| Gross/Net distribution per unit (sen)                        | 1.05              | -                 |
|  | <hr/> <hr/>       | <hr/> <hr/>       |
| Ex date  | 19.06.2024        | -                 |
|  | <hr/> <hr/>       | <hr/> <hr/>       |

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

Distribution for the financial year is an amount of RM9,773 (2023: RM Nil) made from previous period's realised income.

## AHAM VERSA PORTFOLIO – MODERATE

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

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

|  | <u>2024</u><br>RM                                 | <u>2023</u><br>RM   |
|--|---|---|
| Financial assets at fair value through profit or loss:             |   |   |
| - collective investment schemes - local                            | 2,678,893   | 3,353,704   |
| - collective investment schemes – foreign                          | 1,717,765   | -   |
| - exchange-traded funds - foreign                                  | 1,198,818   | 867,294   |
|  | <u>5,595,476</u>                                  | <u>4,220,998</u>  |
|  | Financial<br>year ended<br><u>31.7.2024</u><br>RM | Financial<br>period from<br>11.3.2022<br>(date of<br>launch) to<br><u>31.7.2023</u><br>RM |
| Net gain on financial assets at fair value through profit or loss: |   |   |
| - realised gain on sale of investments                             | 175,786   | 103,269   |
| - unrealised gain on changes in fair value                         | 80,605  | 112,401   |
| - management fee rebate on collective investment schemes #         | 21,423  | 21,755  |
|  | <u>277,814</u>                                    | <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

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

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

(a) Collective investment schemes - local

(i) Collective investment schemes - local as at 31 July 2024 are as follows:

|   | <u>Quantity</u>  | Aggregate<br><u>cost</u><br>RM | Fair<br><u>value</u><br>RM | Percentage<br><u>of NAV</u><br>% |
|---|------------------|--------------------------------|----------------------------|----------------------------------|
| AHAM Bond Fund *  | 691,074          | 409,616                        | 411,604                    | 6.86                             |
| AHAM Aiiman Global Multi Thematic<br>Fund - MYR-Hedged Class *                            | 773,111          | 443,692                        | 444,152                    | 7.41                             |
| AHAM ESG SGD Bond Fund (formerly<br>known as Affin Hwang SGD Bond<br>Fund) - MYR Class *  | 519,931          | 300,000                        | 296,880                    | 4.95                             |
| AHAM Aiiman ESG Income Plus Fund<br>(formerly known as AHAM Aiiman<br>Income Plus Fund) * | 792,662          | 462,538                        | 464,024                    | 7.74                             |
| AHAM Select Opportunity Fund *  | 828,898          | 965,307                        | 1,062,233                  | 17.71                            |
| Total collective investment<br>schemes – local  | <u>3,605,676</u> | <u>2,581,153</u>               | <u>2,678,893</u>           | <u>44.67</u>                     |
| Accumulated unrealised gain on<br>collective investment schemes<br>- local                |                  | <u>97,740</u>                  |                            |                                  |
| Total collective investment<br>schemes – local  |                  | <u>2,678,893</u>               |                            |                                  |

\* Managed by the Manager

## AHAM VERSA PORTFOLIO – MODERATE

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

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

(a) Collective investment schemes – local (continued)

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

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

\* Managed by the Manager

## AHAM VERSA PORTFOLIO – MODERATE

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

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

(b) Collective investment schemes - foreign

(i) Collective investment schemes - foreign as at 31 July 2024 are as follows:

|   | <u>Quantity</u> | <u>Aggregate<br/>cost<br/>RM</u> | <u>Fair<br/>value<br/>RM</u> | <u>Percentage<br/>of NAV<br/>%</u> |
|---|-----------------|----------------------------------|------------------------------|------------------------------------|
| BlackRock Global Funds<br>- Asian Tiger Bond Fund<br>(Class A2 USD)                                 | 1,884           | 352,762                          | 348,285                      | 5.81                               |
| PIMCO Funds: Global Investors Series<br>PLC - Income Fund<br>(Class Institutional USD Accumulation) | 6,638           | 526,055                          | 544,258                      | 9.08                               |
| Lazard Global Active Funds PLC<br>-Japanese Strategic Equity Fund<br>(Class A Accumulation USD)     | 381             | 260,673                          | 262,674                      | 4.38                               |
| HSBC Global Liquidity Funds PLC<br>- HSBC US Dollar Liquidity Fund<br>(Class J USD)                 | 54,843          | 297,234                          | 290,302                      | 4.84                               |
| Capital Group Funds - Multi-Sector<br>Income Fund Lux (Class Z USD)                                 | 5,124           | 271,498                          | 272,246                      | 4.54                               |
| Total collective investment<br>schemes – foreign  | <u>68,870</u>   | <u>1,708,222</u>                 | <u>1,717,765</u>             | <u>28.65</u>                       |
| Accumulated unrealised gain on<br>collective investment schemes<br>- foreign                        |                 | <u>9,543</u>                     |                              |                                    |
| Total collective investment<br>schemes – foreign  |                 | <u>1,717,765</u>                 |                              |                                    |

(ii) There was no collective investment schemes - foreign as at 31 July 2023.



## AHAM VERSA PORTFOLIO – MODERATE

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

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

(c) Exchange-traded funds - foreign

(i) Exchange-traded funds - foreign as at 31 July 2024 are as follows:

|  | <u>Quantity</u> | <u>Aggregate<br/>cost<br/>RM</u> | <u>Fair<br/>value<br/>RM</u> | <u>Percentage<br/>of NAV<br/>%</u> |
|--|-----------------|----------------------------------|------------------------------|------------------------------------|
| Vanguard FTSE Developed Europe UCITS ETF                       | 720             | 168,444                          | 162,510                      | 2.71                               |
| JPMorgan US Research Enhanced Index Equity (ESG) UCITS ETF     | 1,130           | 280,931                          | 286,420                      | 4.78                               |
| Ishares Core S&P 500 UCITS ETF                                 | 280             | 663,720                          | 749,888                      | 12.50                              |
|  | <hr/>           | <hr/>                            | <hr/>                        | <hr/>                              |
| Total exchange-traded funds - foreign                          | 2,130           | 1,113,095                        | 1,198,818                    | 19.99                              |
|  | <hr/>           | <hr/>                            | <hr/>                        | <hr/>                              |
| Accumulated unrealised gain on exchange-traded funds - foreign |                 | 85,723                           |                              |                                    |
|  |                 | <hr/>                            |                              |                                    |
| Total exchange-traded funds - foreign                          |                 | 1,198,818                        |                              |                                    |
|  |                 | <hr/>                            |                              |                                    |

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

|  | <u>Quantity</u> | <u>Aggregate<br/>cost<br/>RM</u> | <u>Fair<br/>value<br/>RM</u> | <u>Percentage<br/>of NAV<br/>%</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/>                              |
| Accumulated unrealised gain on exchange-traded funds - foreign |                 | 77,708                           |                              |                                    |
|  |                 | <hr/>                            |                              |                                    |
| Total exchange-traded funds - foreign                          |                 | 867,294                          |                              |                                    |
|  |                 | <hr/>                            |                              |                                    |

## AHAM VERSA PORTFOLIO – MODERATE

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

#### 10 FORWARD FOREIGN CURRENCY CONTRACTS

As at 31 July 2024 and 31 July 2023, there are no forward foreign currency contracts outstanding. The forward foreign currency contracts entered into during the financial year/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<br>year ended<br><u>31.7.2024</u><br>RM | Financial<br>period from<br>11.3.2022<br>(date of<br>launch) to<br><u>31.7.2023</u><br>RM |
|---|---|---|
| Net loss on forward foreign currency contracts<br>at fair value through profit or loss: |   |   |
| - realised loss on forward foreign currency contracts                                   | -   | (185,220)   |
|   | <u>                    </u>                       | <u>                    </u>   |

#### 11 NUMBER OF UNITS IN CIRCULATION

|   | <u>2024</u><br>No. of units | <u>2023</u><br>No. of units |
|---|-----------------------------|-----------------------------|
| At the beginning of the financial year/date of launch | 8,894,000                   | -                           |
| Creation of units arising from applications           | 4,745,511                   | 14,092,000                  |
| Creation of units arising from distribution           | 226,489                     | -                           |
| Cancellation of units                                 | (2,270,000)                 | (5,198,000)                 |
| At the end of the financial year/period               | <u>11,596,000</u>           | <u>8,894,000</u>            |

## AHAM VERSA PORTFOLIO – MODERATE

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

#### 12 TRANSACTIONS WITH BROKERS

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

| <u>Name of brokers</u>                           | <u>Value of trade</u><br>RM | <u>Percentage of total trade</u><br>% | <u>Brokerage fees</u><br>RM | <u>Percentage of total brokerage fees</u><br>% |
|--|-----------------------------|---------------------------------------|-----------------------------|--|
| AHAM Asset Management Bhd #                      | 8,345,361                   | 46.21                                 | -                           | -  |
| MFEX Mutual Funds Exchange AB                    | 5,204,773                   | 28.82                                 | -                           | -  |
| CLSA Singapore Pte Ltd                           | 2,635,702                   | 14.59                                 | 227                         | 7.84   |
| Flow Traders B.V.                                | 821,934                     | 4.55                                  | -                           | -  |
| CGS International Securities<br>Malaysia Sdn Bhd | 499,340                     | 2.76                                  | 1,283                       | 44.33  |
| CLSA Securities Malaysia Sdn Bhd                 | 216,303                     | 1.20                                  | 541                         | 18.68  |
| Maybank Investment Bank Bhd                      | 98,338                      | 0.54                                  | 246                         | 8.50   |
| Hong Leong Investment Bank Bhd                   | 67,329                      | 0.37                                  | 168                         | 5.82   |
| Kenanga Investment Bank Bhd                      | 60,603                      | 0.34                                  | 152                         | 5.24   |
| RHB Investment Bank Bhd                          | 59,214                      | 0.33                                  | 148                         | 5.12   |
| Others   | 51,697                      | 0.29                                  | 129                         | 4.47   |
|  | <u>18,060,594</u>           | <u>100.00</u>                         | <u>2,894</u>                | <u>100.00</u>                                  |

## AHAM VERSA PORTFOLIO – MODERATE

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

#### 12 TRANSACTIONS WITH BROKERS (CONTINUED)

(ii) Details of transactions with the 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><br>RM | <u>Percentage of total trade</u><br>% | <u>Brokerage fees</u><br>RM | <u>Percentage of total brokerage fees</u><br>% |
|---|-----------------------------|---------------------------------------|-----------------------------|--|
| AHAM Asset Management Bhd #                     | 16,173,744                  | 70.52                                 | -                           | -  |
| MFEX Mutual Funds Exchange AB                   | 3,753,474                   | 16.37                                 | -                           | -  |
| Macquarie Asia Securities Limited               | 1,059,315                   | 4.62                                  | 342                         | 20.00  |
| CLSA Singapore Pte Ltd                          | 668,387                     | 3.01                                  | 168                         | 9.85   |
| Cantor Fitzgerald Europe                        | 663,893                     | 2.89                                  | 1,032                       | 60.39  |
| Sanford C. Bernstein and Co., LLC               | 430,660                     | 1.88                                  | 119                         | 6.95   |
| CLSA Limited (Hong Kong)                        | 62,027                      | 0.27                                  | 31                          | 1.81   |
| Bank of America Securities, Inc                 | 53,675                      | 0.23                                  | -                           | -  |
| China International Capital Corporation Limited | 48,714                      | 0.21                                  | 17                          | 1.00   |
|   | <u>22,933,889</u>           | <u>100.00</u>                         | <u>1,709</u>                | <u>100.00</u>                                  |

# Included in transactions with brokers are trades with AHAM Asset Management Berhad, the Manager amounting to RM8,345,361 (2023: RM16,173,744). The Manager is of the opinion that all transactions have been entered into in the normal course of business at agreed terms between the related parties.

## AHAM VERSA PORTFOLIO – MODERATE

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

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

## AHAM VERSA PORTFOLIO – MODERATE

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

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

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

|  | 2024         |           | 2023         |       |
|--|--------------|-----------|--------------|-------|
|  | No. of units | RM        | No. of units | RM    |
| <u>The Manager:</u>  |              |           |              |       |
| AHAM Asset Management Berhad<br>(The units are held legally for<br>booking purposes) | 3,242        | 1,676     | 2,917        | 1,441 |
| AHAM Asset Management Berhad<br>(The units are held beneficially)                    | 1,982,214    | 1,025,003 | -            | -     |

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

#### 14 TOTAL EXPENSE RATIO (“TER”)

|     | Financial<br>year ended<br>31.7.2024<br>% | Financial<br>period from<br>11.3.2022<br>(date of<br>launch) to<br>31.7.2023<br>% |
|-----|---|---|
| TER | 1.19                                      | 1.94  |

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 year/period calculated on a daily basis is RM5,060,438 (2023: RM4,187,395).

## AHAM VERSA PORTFOLIO – MODERATE

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

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

|             | Financial<br>year ended<br><u>31.7.2024</u> | Financial<br>period from<br>11.3.2022<br>(date of<br>launch) to<br><u>31.7.2023</u> |
|-------------|---|---|
| PTR (times) | <u>1.77</u>                                 | <u>2.73</u>   |

PTR is derived from the following calculation:

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

where: total acquisition for the financial year/period = RM9,621,101 (2023: RM13,469,609)  
total disposal for the financial year/period = RM8,327,228 (2023: RM9,361,012)

## **AHAM 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**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 36 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 July 2024 and of its financial performance, changes in equity and cash flows for the financial year ended 31 July 2024 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

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

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

Kuala Lumpur  
27 September 2024



# INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF AHAM VERSA PORTFOLIO – MODERATE

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

### Our opinion

In our opinion, the financial statements of AHAM Versa Portfolio - Moderate (“the Fund”) give a true and fair view of the financial position of the Fund as at 31 July 2024, and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

### What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 31 July 2024, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 1 to 36.

### 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 UNIT HOLDERS OF AHAM 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 UNIT HOLDERS OF AHAM 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 judgement and maintain professional scepticism throughout the audit. We also:

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

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

INDEPENDENT AUDITORS' REPORT  
TO THE UNIT HOLDERS OF AHAM VERSA PORTFOLIO – MODERATE  
(CONTINUED)

OTHER MATTERS

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

PRICEWATERHOUSECOOPERS PLT  
LLP0014401-LCA & AF 1146  
Chartered Accountants

Kuala Lumpur  
27 September 2024

## **DIRECTORY OF SALES OFFICE**

### **HEAD OFFICE**

AHAM Asset Management Berhad  
Ground Floor,  
Menara Boustead,  
69, Jalan Raja Chulan,  
50200 Kuala Lumpur

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

### **PENANG**

AHAM Asset Management Berhad  
No. 123, Jalan Macalister,  
10450 Georgetown,  
Penang

Toll free no : 1-800-88-8377

### **PERAK**

AHAM 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  
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  
Ground Floor, No. 584, Jalan Merdeka Taman  
Melaka Raya,  
75000 Melaka

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

### **JOHOR**

AHAM Asset Management Berhad  
Unit 22-05, Level 22 Menara Landmark  
No. 12, Jalan Ngee Heng  
80000 Johor Bahru, Johor

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

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

### **SABAH**

AHAM 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 - KUCHING**

AHAM Asset Management Berhad  
Ground Floor, No. 69  
Block 10, Jalan Laksamana Cheng Ho  
93200 Kuching,  
Sarawak

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

### **SARAWAK - MIRI**

AHAM 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**

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

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