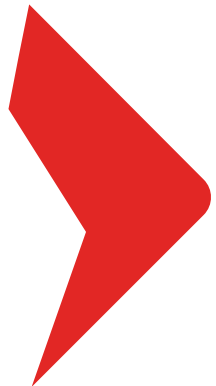


# EASTSPRING INVESTMENTS GROWTH FUND

## SEMI-ANNUAL REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD  
ENDED 30 JUNE 2024



**Dear Valued Investor,**

Greetings from Eastspring Investments Berhad!

First and foremost, we would like to take this opportunity to thank you for choosing to invest with Eastspring Investments Berhad.

**We are pleased to enclose a copy of the Annual/Semi-annual/Quarterly Fund Reports of Eastspring Investments Berhad's fund(s) for the reporting period ended 30 June 2024.**

You may also download these reports from our website at [www.eastspring.com/my](http://www.eastspring.com/my)

Should you require any assistance, please do not hesitate to contact our Client Services at 03-2778 1000.

Yours sincerely,

A handwritten signature in black ink, appearing to be 'YAP SIOK HOON', written in a cursive style.

**YAP SIOK HOON**

Executive Director/Chief Executive Officer

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## FUND INFORMATION

<b>Name of Fund</b>	Eastspring Investments Growth Fund (the "Fund")
<b>Fund Category/ Type</b>	Equity/growth
<b>Fund Objective</b>	<p>The Fund seeks to provide investors with long-term capital appreciation by investing principally* in larger companies**which will appreciate in value.</p> <p>* principally refers to minimum 50% of the Fund's NAV.  ** larger companies generally refers to companies with market capitalisation of RM2 billion or above at the point of acquisition.</p> <p><b>ANY MATERIAL CHANGES TO THE FUND'S OBJECTIVE WOULD REQUIRE UNIT HOLDERS' APPROVAL.</b></p>
<b>Performance Benchmark</b>	<p>The performance benchmark of the Fund is FTSE Bursa Malaysia 100 Index ("FBM100").</p> <p><b>Source:</b> <a href="http://www.bursamalaysia.com">www.bursamalaysia.com</a></p> <p><b>Note:</b> The risk profile of the Fund is different from the risk profile of the performance benchmark.</p>
<b>Fund Income Distribution Policy</b>	Incidental

## KEY PERFORMANCE DATA FOR THE FINANCIAL PERIOD ENDED

Category	2024	2023	2022
	(%)	(%)	(%)
<b>Quoted securities</b>			
Construction	1.06	0.94	0.42
Consumer Products & Services	5.92	11.62	16.70
Energy	4.58	2.99	3.47
Financial Services	22.49	18.97	26.48
Health Care	2.32	1.24	4.71
Industrial Products & Services	11.82	8.51	8.61
Plantation	9.05	13.97	13.57
Property	3.64	1.54	2.17
Technology	2.60	1.82	4.51
Telecommunications & Media	9.74	11.51	8.39
Transportation & Logistics	3.46	2.54	1.85
Utilities	11.54	5.69	2.34
	88.22	81.34	93.22
Cash and other assets	11.78	18.66	6.78
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

## KEY PERFORMANCE DATA (CONTINUED)

Category	2024	2023	2022
Net Asset Value (NAV) (RM'000)	304,247	192,702	186,081
Units In Circulation (Units '000)	407,096	299,400	274,612
Net Asset Value Per Unit (RM)	0.7474	0.6436	0.6776
Highest Net Asset Value Per Unit (RM)	0.7625	0.6865	0.7545
Lowest Net Asset Value Per Unit (RM)	0.6643	0.6436	0.6722
Total Return (%)			
- Capital Growth	12.51	(4.48)	(7.47)
- Income Distribution	-	-	-
Total Return (%)	12.51	(4.48)	(7.47)
Gross Distribution Per Unit (RM)	-	-	-
Net Distribution Per Unit (RM)	-	-	-
Total Expense Ratio (TER) (%)*	0.79	0.79	0.79
Portfolio Turnover Ratio (PTR) (times)^	0.63	0.29	0.49

\* There were no significant changes to the TER during the period under review.

^ There were no significant changes to the PTR during the period under review.

## KEY PERFORMANCE DATA (CONTINUED)

	1 year 1.7.2023 to 30.6.2024	3 years 1.7.2021 to 30.6.2024	5 years 1.7.2019 to 30.6.2024
	(%)	(%)	(%)

Average total return	21.99	4.66	6.94
----------------------	-------	------	------

Year ended	1.1.2023 to 31.12.2023	1.1.2022 to 31.12.2022	1.1.2021 to 31.12.2021	1.1.2020 to 31.12.2020	1.1.2019 to 31.12.2019
	(%)	(%)	(%)	(%)	(%)

Annual total return	3.57	(3.73)	(2.32)	31.74	(1.71)
---------------------	------	--------	--------	-------	--------

**Source:** The above total return of the Fund was sourced from Lipper for Investment Management.

### Bases of calculation and assumptions made in calculating returns:

$$\text{Percentage growth} = \frac{\text{NAV}_t - \text{NAV}_0}{\text{NAV}_0}$$

$\text{NAV}_t$  = NAV at the end of the period

$\text{NAV}_0$  = NAV at the beginning of the period

$$\text{Performance annualised} = (1 + \text{Percentage Growth})^{1/n} - 1$$

Adjusted for unit split and distribution paid out for the period

n = Number of years

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

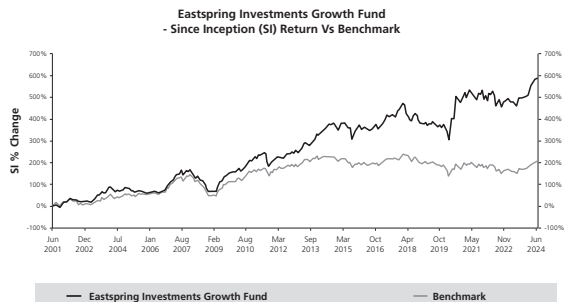
# MANAGER'S REPORT

## Fund Performance

Over the 5-year period, the Fund recorded a return of 39.89%, outperforming the benchmark return of 1.43% by 38.46%.

During the period under review, the Fund registered a return of 12.51%, underperforming the benchmark return of 12.52% by 0.01%.

The Fund outperformance was attributed to sector exposure and stock selection. Holdings in material, consumer staples, and UW in industrial sector were detractors to the Fund while property, telecommunication, and technology were contributors to the Fund performance.



**The performance is calculated on NAV-to-NAV basis with gross income or dividend reinvested.**

**Benchmark:** FTSE Bursa Malaysia 100 Index ("FBM100").

**Source:** Lipper for Investment Management and [www.bursamalaysia.com](http://www.bursamalaysia.com), as at 30 June 2024.

**Past performance of the Fund is not necessarily indicative of its future performance.**



## MANAGER'S REPORT (CONTINUED)

### Analysis of Fund Performance

For the financial period ended 30 June 2024:

Income Return	Capital Return*	Total Return	Total Return of Benchmark
(%)	(%)	(%)	(%)
0.00	12.51	12.51	12.52

\* Capital return components (NAV per unit to NAV per unit).

### Distribution/ Unit Split

No distribution or unit split were declared for the financial period ended 30 June 2024.

### Investment Strategy During the Period Under Review

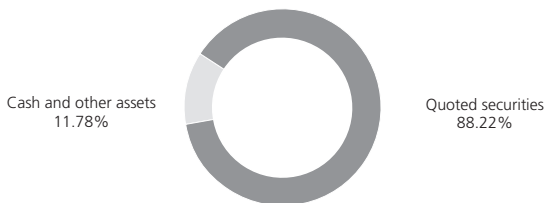
The Fund remained invested in stocks that possess long term growth prospect, attractive valuation and strong in fundamental. We were positive and invested in selective export-related stocks that stand to benefit from Malaysia cost-competitive and global supply chain re-alignment i.e., manufacturing, commodities, industrial and technology. The Fund also invested in thematic names that stand to benefit from Johor-Singapore SEZ, data centre proliferation in Johor and Klang Valley, as well as government reform policy rollout. In the meantime, attractive price dividend stocks (REITs and banks) with sustainable business models and positive industry outlook continue to provide stability and defensiveness for the Fund.

## MANAGER'S REPORT (CONTINUED)

## Asset Allocation

Asset Allocation	30-Jun 2024 (%)	31-Dec 2023 (%)	Changes (%)
Quoted securities	88.22	94.58	(6.36)
Cash and other assets	11.78	5.42	6.36

## Asset Allocation as at 30 June 2024



There were no significant changes in asset allocation of the Fund for the period under review.

## State of Affairs of the Fund

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

## MARKET REVIEW

Malaysian equities started 2024 well, outperforming regional markets as one of the best performing markets. During January, the Johor-Singapore Special Economic Zone (“JS-SEZ”) MoU was signed between Malaysia and Singapore. The agreement with details to develop the economic zone will be signed at the Malaysia-Singapore Leader’s Retreat taking place end of 2024. The key initiatives mentioned as part of this SEZ include the formation of a one-stop business/investment services centre in Johor to facilitate the application process of various approvals and licenses necessary for Singapore businesses to set up in Johor; an adoption/ implementation of a passport-free QR code clearance system on both sides; adoption of digitized processed for cargo clearance at land checkpoints; and facilitate the cooperation for renewable energy. On the 31 January 2024, Malaysia saw the installation of a new King, the Sultan of Johor, Sultan Ibrahim, with Sultan Nazrin (the ruler of the state of Perak) was re-elected as deputy King.

The Malaysian equity markets continued its uptrend, reporting a gain for the second month in 2024, and has been reporting monthly gains for the last 5 consecutive months. The Lunar New Year holidays were in February, making a short month even shorter. February also saw corporate earnings reported which were a bit mixed, with weak earnings from plantations and petrochemicals companies. The changes to the MSCI indices as a result of their quarterly index rebalance saw YTL Corp and YTL Power added to the MSCI Asia Pacific Index, whilst Dialog was deleted. The Malaysian Ringgit hit a 26-year low versus the US dollar during the month, at levels last seen during the Asian Financial Crisis.

Taking a breather in March, the Malaysian equity markets, saw foreign investors become net sellers in March of RM2.8b, reversing 4 consecutive months net equity inflows. News flow in March was focused on infrastructure. The Cabinet approved the Penang LRT, and there was news that there were three concept proposals for the high-speed rail (“HSR”). The government finally inked a new operating agreement (“OA”) with Malaysia Airports Holdings Berhad, which also saw the additional transit passenger charge approved, and changes to the passenger service charges for KLIA terminal 1, 2 and other airports across Malaysia.

The Malaysian equity markets continued its positive performance in the beginning of 2Q24, outperforming Emerging Markets and Asia Ex-Japan, amidst the turbulence in the Middle East, recently exacerbated by the Iran-Israel conflict, and the US Fed renewed rhetoric of “higher for longer”. On the 13 April 2024, Iran launched dozens of drones towards Israel, escalating tensions and setting the state for a direct military confrontation between the two nations. Thankfully, on the intervention of their allies, this de-escalated quickly post the incident. Domestically, the news for the month was the launch of the Energy Exchange (“ENEGEM”) by the Ministry of Energy Transition and

Water Transformation, inviting interested parties to participate in the inaugural auction for purchasing green electricity from Malaysia's supply system to be supplied to Singapore. The auction will begin with a 100MW pilot run, utilizing the existing interconnection between Singapore and Peninsular Malaysia. On 25 April, EPF announced the restructuring of contributors' accounts, to introduce a new Account 3, which will allow for the flexibility of withdrawals for those members below age 55 years old starting 11 May.

By the middle of the 2Q2024, Malaysian equities continued to register positive performance. The continued uptrend could be due to decent 1Q2024 earnings season, and M&A activities proposed which provided some excitement to the market. May also saw an influx of data centre announcements from tech giants, as Microsoft CEO committed to USD2b in investments, and this was followed by Google's USD2bn investments for data centres and cloud services. The technology sector saw significant gains in May, fuelled by net purchases from foreign investors, responding positively to the launch of Malaysia's National Semiconductor Strategy on 28 May. EPF restructured their members contribution accounts to include an Account 3 (Flexible), for members to contribute 10% of their EPF savings (if they opt in) to Account 3, and future EPF contributions will automatically allocate 10% to Account 3. This together with the PM's announcement of a revised salary scheme for civil servants which will see a hike of up to 13% may help consumer spending to remain resilient.

By the end of 2Q24, the Malaysian equity markets saw some consolidation which could be related to profit taking activities, following the strong 1H24 performance thus far, where the KLCI outperformed most markets. In the month of June diesel retail price at the pump was raised to RM3.35/litre from RM2.15/litre effective 10 June 2024 across Peninsular Malaysia. June also saw a flurry of news regarding Data Centres with the sale of land by Eco World and UEM Sunrise, and Telekom announced their partnership Singtel's Data Centre unit Nxera to develop data centres. China's Premier Li Qiang was in Malaysia for a three-day maiden visit mid-June, and witnessed the signing of 14 memoranda of understanding and agreements involving nine Malaysian ministries.

The FBM KLCI closed the period under review at 1,590.09 points, up 9.3%. The broader FBM Emas ("FBMEmas") Index closed the period under review higher by 12.9%. The MSCI Asia Pacific ex-Japan Index rose by 7.2% in USD terms.<sup>1</sup>

<sup>1</sup> Source: Bloomberg: World indices

## REBATES AND SOFT COMMISSIONS

During the period under review, the Manager, and its delegates (if any) received soft commissions from brokers/dealers in the form of goods and services which directly assist the investment management of the Fund, including research and advisory services, market analyses, data and quotation services, and computer hardware and software used for and/or in support of the investment process of fund managers. Such soft commissions received are utilised in the investment management of the Fund and are of demonstratable benefit to the Fund and Unitholders. There were no churning of trades.

The Manager and its delegates (if any) have not received any rebates or shared any commissions from any brokers during the same period under review.

## SECURITIES LENDING OR REPURCHASE TRANSACTIONS

No securities lending or repurchase transaction have been carried out during the financial period under review.

# EASTSPRING INVESTMENTS GROWTH FUND

## UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2024

## STATEMENT BY THE MANAGER

We, Yap Siok Hoon and John Campbell Tupling, being two of the Directors of Eastspring Investments Berhad, do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements set out on pages 14 to 56 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 June 2024 and of its financial performance, changes in equity and cash flows for the six months financial period ended on that date in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,

**EASTSPRING INVESTMENTS BERHAD**

**YAP SIOK HOON**

Executive Director/Chief Executive Officer

**JOHN CAMPBELL TUPLING**

Independent, Non-Executive Director

Kuala Lumpur

Date: 23 August 2024

# TRUSTEE'S REPORT TO THE UNIT HOLDERS OF EASTSPRING INVESTMENTS GROWTH FUND ("Fund")

We have acted as Trustee of the Fund for the financial period ended 30 June 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Eastspring Investments 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 Deutsche Trustees Malaysia Berhad

**Ng Hon Leong**  
Head, Fund Operations

**Sylvia Beh**  
Chief Executive Officer

Kuala Lumpur  
Date: 23 August 2024



## UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2024

	Note	6-months financial period ended 30.6.2024	6-months financial period ended 30.6.2023
		RM	RM
<b>INVESTMENT INCOME/(LOSS)</b>			
Gross dividend income		5,238,974	3,836,212
Interest income from deposits with licensed financial institutions		473,661	452,523
Net gain/(loss) on financial assets at fair value through profit or loss	6	29,368,207	(11,396,198)
		<u>35,080,842</u>	<u>(7,107,463)</u>
<b>EXPENSES</b>			
Management fee	3	(2,152,856)	(1,484,090)
Trustee fee	4	(114,819)	(79,152)
Audit fee		(3,680)	(3,668)
Tax agent fee		(1,840)	(1,687)
Other expenses		(14,290)	(14,265)
Transaction cost		(1,026,330)	(346,464)
		<u>(3,313,815)</u>	<u>(1,929,326)</u>
<b>PROFIT/(LOSS) BEFORE TAXATION</b>		31,767,027	(9,036,789)
<b>TAXATION</b>	5	-	-
<b>PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME/(LOSS)</b>		<u>31,767,027</u>	<u>(9,036,789)</u>
Profit/(loss) after taxation is made up of the following:			
Realised amount		20,105,564	2,910,043
Unrealised amount		11,661,463	(11,946,832)
		<u>31,767,027</u>	<u>(9,036,789)</u>

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

# UNAUDITED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

	Note	2024	2023
		RM	RM
<b>ASSETS</b>			
Cash and cash equivalents	7	30,957,861	35,712,981
Financial assets at fair value through profit or loss	6	268,445,481	156,746,280
Amount due from Manager		1,385,783	62,075
Amount due from brokers		5,344,160	327,527
Dividends receivable		275,400	238,285
<b>TOTAL ASSETS</b>		<b>306,408,685</b>	<b>193,087,148</b>
<b>LIABILITIES</b>			
Accrued management fee		375,705	239,355
Amount due to Manager		176,777	116,720
Amount due to Trustee		20,038	12,766
Amount due to brokers		1,574,328	-
Other payables and accruals		15,147	16,053
<b>TOTAL LIABILITIES</b>		<b>2,161,995</b>	<b>384,894</b>
<b>NET ASSET VALUE OF THE FUND</b>		<b>304,246,690</b>	<b>192,702,254</b>
<b>EQUITY</b>			
Unit holders' capital		169,236,579	99,835,048
Retained earnings		135,010,111	92,867,206
<b>NET ASSET ATTRIBUTABLE TO UNIT HOLDERS</b>		<b>304,246,690</b>	<b>192,702,254</b>
<b>NUMBER OF UNITS IN CIRCULATION</b>	8	<b>407,096,207</b>	<b>299,400,124</b>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<b>0.7474</b>	<b>0.6436</b>

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

## UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2024

	Unit holders' capital	Retained earnings	Total
	RM	RM	RM
Balance as at 1 January 2024	101,605,382	103,243,084	204,848,466
Movement in unit holders' contribution:			
Creation of units from applications	84,723,241	-	84,723,241
Cancellation of units	(17,092,044)	-	(17,092,044)
Total comprehensive income for the financial period	-	31,767,027	31,767,027
Balance as at 30 June 2024	<u>169,236,579</u>	<u>135,010,111</u>	<u>304,246,690</u>
Balance as at 1 January 2023	101,545,900	101,903,995	203,449,895
Movement in unit holders' contribution:			
Creation of units from applications	3,937,046	-	3,937,046
Cancellation of units	(5,647,898)	-	(5,647,898)
Total comprehensive loss for the financial period	-	(9,036,789)	(9,036,789)
Balance as at 30 June 2023	<u>99,835,048</u>	<u>92,867,206</u>	<u>192,702,254</u>

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

# UNAUDITED STATEMENT OF CASH FLOWS

## FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2024

	6-months financial period ended 30.6.2024	6-months financial period ended 30.6.2023
Note	RM	RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from sale of investments	153,695,886	67,168,229
Purchase of investments	(203,761,287)	(52,892,881)
Dividends received	5,203,412	3,723,165
Interest received from deposits with licensed financial institutions	473,661	452,523
Management fee paid	(2,036,216)	(1,500,928)
Trustee fee paid	(108,598)	(80,050)
Payment for other fees and expenses	(22,471)	(23,058)
Net cash (used in)/generated from operating activities	<u>(46,555,613)</u>	<u>16,847,000</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash proceeds from units created	83,580,934	4,056,080
Payments for cancellation of units	(16,976,740)	(5,582,139)
Net cash generated from/(used in) financing activities	<u>66,604,194</u>	<u>(1,526,059)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	20,048,581	15,320,941
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<u>10,909,280</u>	<u>20,392,040</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	7 <u>30,957,861</u>	<u>35,712,981</u>

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

## MATERIAL ACCOUNTING POLICY INFORMATION FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 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 the 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 revenues and expenses during the reported financial period. 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 J.

a. Standards and amendments to existing standards effective 1 January 2024:

There are no other standards, amendments to standards or interpretations that are effective for financial period beginning on 1 January 2024 that have a material effect on the financial statements of the Fund.

b. New standards, amendments and interpretations effective after 1 January 2024 and have not been early adopted:

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2024 and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

**B. INCOME RECOGNITION**

Interest income from short-term deposits placed with licensed financial institutions is recognised on an accrual basis using the effective interest rate method.

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).

Dividend income is recognised on the ex-dividend date, when the right to receive the dividend has been established.

Realised gain or loss on disposal of quoted securities are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

**C. TAXATION**

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

**D. 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.

## **E. FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

### **i. Classification**

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

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

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

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

The Fund classifies accrued management fee, amount due to Manager, amount due to Trustee, amount due to brokers and other payables and accruals as financial liabilities measured at amortised cost.

### **ii. Recognition and measurement**

Regular purchases and sales of financial assets are recognised on the trade date, the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value and transaction costs are expensed in the statement of comprehensive income.

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 recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the quoted financial instrument.

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 are presented in the statement of comprehensive income within “net gain/(loss) on financial assets at fair value through profit or loss” in the financial period in which they arise.

Quoted securities in Malaysia are valued at the last done market price quoted on the Bursa Malaysia Securities Berhad (“Bursa Securities”) at the date of the statement of financial position.

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

Financial assets and other financial liabilities are subsequently carried at amortised cost using the effective interest rate method.

iii. Impairment for assets carried at amortised costs

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 months expected credit losses as any such impairment would be wholly immaterial to the Fund.



iv. 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.

v. Definition of default and credit-impaired financial assets

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

vi. Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded that 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 impairment gains. There are no write-offs/recoveries during the financial period.

## **F. CASH AND CASH EQUIVALENTS**

For the purpose of the statement of cash flows, cash and cash equivalents comprise bank balances and deposits with licensed financial institutions with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

## G. UNIT HOLDERS' CAPITAL

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

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

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

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

## **H. AMOUNT DUE FROM/(TO) BROKERS**

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

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amount due from brokers at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12 months expected credit losses. Significant financial difficulties of the brokers, probability that the brokers will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

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

## **I. TRANSACTION COSTS**

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

## **J. 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.

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.

# NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2024

## 1. INFORMATION ON THE FUND

Eastspring Investments Growth Fund (the “Fund”) was constituted pursuant to the execution of a Deed dated 4 May 2001, Supplemental Master Deed dated 26 May 2003, Supplemental Master Deed dated 15 February 2006, Master Supplemental Deed dated 25 July 2007 and Second Supplemental Master Deed dated 30 November 2009 between BHLB Trustee Berhad (“BHLB Trustee”) and Eastspring Investments Berhad (the “Manager”). The Fund replaced BHLB Trustee with Deutsche Trustees Malaysia Berhad (the “Trustee”) effective 1 October 2010. A Supplemental Master Deed was entered into between Eastspring Investments Berhad (the “Manager”) and Deutsche Trustees Malaysia Berhad (the “Trustee”) on 30 July 2010 to effect the change of trustee from BHLB Trustee to the Trustee, followed by Second Supplemental Master Deed dated 28 January 2011, Third Supplemental Master Deed dated 9 March 2011, Fourth Supplemental Master Deed dated 20 January 2012, Fifth Supplemental Master Deed dated 26 March 2014, Sixth Supplemental Master Deed dated 2 January 2015, Seventh Supplemental Master Deed dated 11 July 2016, Eighth Supplemental Master Deed dated 25 January 2017, Ninth Supplemental Master Deed dated 11 December 2017, Tenth Supplemental Master Deed dated 4 June 2018, Eleventh Supplemental Master Deed dated 30 September 2021, Twelfth Supplemental Master Deed dated 29 June 2022 and Thirteenth Supplemental Master Deed dated 29 November 2022 (collectively referred to as the “Deeds”).

The Fund was launched on 29 May 2001 and will continue its operations until terminated as provided under Part 12 of the Deed.

The Fund invests principally in diversified portfolio of equity and equity-related securities.

All investments will be subjected to the Securities Commission’s (“SC”) Guidelines on Unit Trust Funds, the Deeds and Fund’s objective.

The main objective of the Fund seeks to provide investors with long-term capital appreciation by investing principally in larger companies which will appreciate in value.

The Manager is a company incorporated in Malaysia and is related to Prudential Plc., a public listed company in the United Kingdom. The principal activity of the Manager is the establishment and management of unit trust funds and asset management.

## 2. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk and interest rate risk), stock/issuer risk, fund management risk, liquidity risk, non-compliance risk, credit/default 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 in the Deeds.

Financial instruments of the Fund are as follows:

	Note	Financial assets at amortised cost RM	Financial assets at fair value through profit or loss RM	Total RM
<u>2024</u>				
Cash and cash equivalents	7	30,957,861	-	30,957,861
Quoted securities	6	-	268,445,481	268,445,481
Amount due from Manager		1,385,783	-	1,385,783
Amount due from brokers		5,344,160	-	5,344,160
Dividends receivable		275,400	-	275,400
		<u>37,963,204</u>	<u>268,445,481</u>	<u>306,408,685</u>
<u>2023</u>				
Cash and cash equivalents	7	35,712,981	-	35,712,981
Quoted securities	6	-	156,746,280	156,746,280
Amount due from Manager		62,075	-	62,075
Amount due from brokers		327,527	-	327,527
Dividends receivable		238,285	-	238,285
		<u>36,340,868</u>	<u>156,746,280</u>	<u>193,087,148</u>

All liabilities are financial liabilities which are carried at amortised cost.

## Market risk

### i. Price risk

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

The table below shows assets of the Fund as at 30 June which are exposed to price risk:

	<b>2024</b>	<b>2023</b>
	<b>RM</b>	<b>RM</b>
Financial assets at fair value through profit or loss:		
Quoted securities	268,445,481	156,746,280

The following table summarises the sensitivity of the Fund's profit/(loss) after tax and net asset value to movements in prices of quoted securities at the end of each reporting financial period. The analysis is based on the assumptions that the market price of the quoted securities increased by 5% and decreased by 5% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted securities, having regard to the historical volatility of the prices.

% Change in price	Market value	Impact on profit/(loss) after tax and net asset value
	RM	RM
<u>2024</u>		
+5%	281,867,755	13,422,274
-5%	255,023,207	(13,422,274)
	<hr/>	<hr/>
<u>2023</u>		
+5%	164,583,594	7,837,314
-5%	148,908,966	(7,837,314)
	<hr/>	<hr/>

ii. Interest rate risk

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

The Fund's investments in deposits with licensed financial institutions are short-term in nature. Therefore, exposure to interest rate fluctuations is minimal.

As at the end of the financial period, the Fund does not hold any other financial instruments that expose it to interest rate risk.



### **Stock/Issuer risk**

The Fund is restricted to investment in securities issued by and securities relating to any issuer of not more than ten percent (10%) of its net asset value. Furthermore, the Fund is restricted to invest in securities issued by and securities relating to any group of companies of not more than twenty percent (20%) of its net asset value. Under such restrictions, the exposure risk to the securities of any single issuer or any one group of companies is minimised.

### **Fund management risk**

There is the risk that the management company may not adhere to the investment mandate of the respective Funds. With close monitoring by the investment committee, back office system being incorporated with limits and controls, and regular reporting to the senior management team, the management company is able to manage such risk. The Trustee has an oversight function over management of the Fund by the management company to safeguard the interest of unit holders.

### **Liquidity risk**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations. Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by unit holders. Liquid assets comprise bank balances and deposits with licensed financial institutions and other instruments which are capable of being converted into cash within 7 days.

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining period as at the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	<b>Less than 1 month</b>	<b>Between 1 month to 1 year</b>	<b>Total</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<u>2024</u>			
Accrued management fee	375,705	-	375,705
Amount due to Manager	176,777	-	176,777
Amount due to Trustee	20,038	-	20,038
Amount due to brokers	1,574,328	-	1,574,328
Other payables and accruals	-	15,147	15,147
Contractual undiscounted cash outflows	<u>2,146,848</u>	<u>15,147</u>	<u>2,161,995</u>
<u>2023</u>			
Accrued management fee	239,355	-	239,355
Amount due to Manager	116,720	-	116,720
Amount due to Trustee	12,766	-	12,766
Other payables and accruals	-	16,053	16,053
Contractual undiscounted cash outflows	<u>368,841</u>	<u>16,053</u>	<u>384,894</u>

### **Non-compliance risk**

Non-compliance risk arises when the Manager and others associated with the Fund are not compliant to the rules set out in the Fund's constitution or the laws that govern the Fund or applicable internal control procedures, or acts of fraudulence or dishonesty.

Non-compliance may expose the Fund to higher risks which may result in a fall in the value of the Fund which in turn may affect its investment goals. However, the risk can be mitigated by the internal controls and compliance monitoring undertaken by the Manager.

### **Credit/Default risk**

Credit risk refers to the ability of an issuer or a counter party to make timely payments of interest income, principals and proceeds from realisation of investments.

Credit risk arising from cash and bank balances is managed by ensuring that they are held by parties with credit rating of AA1 or higher.

The credit risk arising from placements of deposits with licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions. For amount due from brokers, the settlement terms are governed by the relevant rules and regulations as prescribed by Bursa Malaysia Securities Berhad ("Bursa Malaysia"). The settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC's Guidelines on Unit Trust Funds.

The credit/default risk is minimal as all transactions in quoted securities are settled/paid upon delivery using approved brokers.

The following table sets out the credit risk concentrations and counterparties of the Fund.

	Cash and cash equivalents	Dividends receivable	Amount due from Manager	Amount due from brokers	Total
	RM	RM	RM	RM	RM
<u>2024</u>					
Construction					
- NR	-	63,360	-	-	63,360
Energy					
- NR	-	46,320	-	-	46,320
Financial Services					
- AAA	30,708,453	-	-	-	30,708,453
- AA1	249,408	-	-	-	249,408
- AA2	-	76,509	-	-	76,509
Industrial Products & Services					
- NR	-	11,370	-	-	11,370
Plantation					
- NR	-	60,000	-	-	60,000
Technology					
- NR	-	17,841	-	-	17,841
Other					
- NR	-	-	1,385,783	5,344,160	6,729,943
	<u>30,957,861</u>	<u>275,400</u>	<u>1,385,783</u>	<u>5,344,160</u>	<u>37,963,204</u>

	Cash and cash equivalents	Dividends receivable	Amount due from Manager	Amount due from brokers	Total
	RM	RM	RM	RM	RM
<u>2023</u>					
Construction					
- NR	-	72,540	-	-	72,540
Energy					
- NR	-	28,943	-	-	28,943
Financial Services					
- AAA	35,637,221	-	-	-	35,637,221
- AA1	75,760	-	-	-	75,760
Health Care					
- NR	-	11,570	-	-	11,570
Plantation					
- NR	-	114,060	-	-	114,060
Technology					
- NR	-	11,172	-	-	11,172
Other					
- NR	-	-	62,075	327,527	389,602
	<u>35,712,981</u>	<u>238,285</u>	<u>62,075</u>	<u>327,527</u>	<u>36,340,868</u>

None of these financial assets are past due or impaired.

## Capital risk

The capital of the Fund is represented by equity consisting of unit holders' capital of RM169,236,579 (2023: RM99,835,048) and retained earnings of RM135,010,111 (2023: RM92,867,206). 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.

## Fair value estimation

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 (i.e. an exit price).

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

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 following table analyses financial instruments carried at fair value by valuation method.

The different levels have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.
- Level 2 : 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 3 : Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs).

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 market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

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

	Level 1	Level 2	Level 3	Total
	RM	RM	RM	RM
<u>2024</u>				
Financial assets at fair value through profit or loss:				
Quoted securities	268,445,481	-	-	268,445,481
<u>2023</u>				
Financial assets at fair value through profit or loss:				
Quoted securities	156,746,280	-	-	156,746,280

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active quoted securities. The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note E to the financial statements.

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



### **3. MANAGEMENT FEE**

In accordance with the Deed, the Manager is entitled to a management fee at a rate not exceeding 3.00% per annum of the net asset value of the Fund accrued and calculated on daily basis.

For the financial period ended 30 June 2024, the management fee is recognised at a rate of 1.50% (2023: 1.50%) per annum on the net asset value of the Fund, calculated on daily basis.

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

### **4. TRUSTEE FEE**

In accordance with the Deed, the Trustee is entitled to an annual fee at a rate not exceeding 0.20% per annum of the net asset value of the Fund, subject to a minimum fee of RM35,000 per annum.

For the financial period ended 30 June 2024, the Trustee fee is recognised at a rate of 0.08% (2023: 0.08%) subject to a minimum fee of RM35,000 per annum on the net asset value of the Fund, calculated on daily basis.

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

## 5. TAXATION

	6-months financial period ended 30.6.2024	6-months financial period ended 30.6.2023
	RM	RM

Tax charged for the financial period:

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

	6-months financial period ended 30.6.2024	6-months financial period ended 30.6.2023
	RM	RM
Profit/(loss) before taxation	31,767,027	(9,036,789)
Tax at Malaysian statutory rate of 24% (2023: 24%)	7,624,086	(2,168,829)
Tax effects of:		
(Investment income not subject to tax)/ investment loss not deductible for tax purposes	(8,419,402)	1,705,791
Expenses not deductible for tax purposes	277,747	105,976
Restriction on the tax deductible expenses for Unit Trust Funds	517,569	357,062
Taxation	-	-

**6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>2024</b>	<b>2023</b>
	<b>RM</b>	<b>RM</b>
Financial assets at fair value through profit or loss:		
Quoted securities	<u>268,445,481</u>	<u>156,746,280</u>
Net gain/(loss) on financial assets at fair value through profit or loss:		
Realised gain on disposals	17,706,744	550,634
Change in unrealised fair value gain/(loss)	<u>11,661,463</u>	<u>(11,946,832)</u>
	<u>29,368,207</u>	<u>(11,396,198)</u>

Quoted securities

Name of counter	Quantity	Aggregate cost	Fair value as at	Percentage of net asset value of the Fund
	Units	RM	30.6.2024 RM	%
<u>Construction</u>				
IJM Corporation Berhad	1,056,000	3,122,983	3,220,800	1.06
<u>Consumer Products &amp; Services</u>				
Genting Berhad	1,343,000	6,513,876	6,325,530	2.08
Genting Malaysia Berhad	1,730,000	4,806,816	4,411,500	1.45
Guan Chong Berhad	291,000	1,147,848	1,070,880	0.35
Mr D.I.Y. Group (M) Berhad	3,193,000	5,311,232	6,194,420	2.04
	<u>6,557,000</u>	<u>17,779,772</u>	<u>18,002,330</u>	<u>5.92</u>
<u>Energy</u>				
Dayang Enterprise Holdings Berhad	350,000	1,008,945	920,500	0.30
Dialog Group Berhad	2,616,000	6,529,023	6,252,240	2.05
Hibiscus Petroleum Berhad	2,316,000	6,262,521	5,396,280	1.77
Velesto Energy Berhad	5,276,000	1,574,358	1,398,140	0.46
	<u>10,558,000</u>	<u>15,374,847</u>	<u>13,967,160</u>	<u>4.58</u>

Quoted securities (continued)

<b>Name of counter</b>	<b>Quantity</b>	<b>Aggregate cost</b>	<b>Fair value as at 30.6.2024</b>	<b>Percentage of net asset value of the Fund</b>
	<b>Units</b>	<b>RM</b>	<b>RM</b>	<b>%</b>
<u>Financial Services</u>				
AMMB Holdings Berhad	460,900	1,889,690	1,977,261	0.65
CIMB Group Holdings Berhad	2,240,000	12,845,869	15,232,000	5.01
Hong Leong Bank Berhad	236,000	4,511,014	4,531,200	1.49
Malayan Banking Berhad	1,990,000	17,808,532	19,820,400	6.51
Public Bank Berhad	6,683,000	29,005,889	26,865,660	8.83
	<u>11,609,900</u>	<u>66,060,994</u>	<u>68,426,521</u>	<u>22.49</u>
<u>Health Care</u>				
Hartalega Holdings Berhad	721,000	2,450,102	2,364,880	0.78
IHH Healthcare Berhad	744,000	4,493,852	4,687,200	1.54
	<u>1,465,000</u>	<u>6,943,954</u>	<u>7,052,080</u>	<u>2.32</u>

## Quoted securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.6.2024	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Industrial Products &amp; Services</u>				
Cahaya Mata Sarawak Berhad	1,264,000	1,766,061	1,756,960	0.58
Engtex Group Berhad	1,516,000	1,561,239	1,606,960	0.53
Malayan Cement Berhad	765,000	3,877,275	3,809,700	1.25
Malaysia Smelting Corporation Berhad	928,000	3,108,949	2,375,680	0.78
PETRONAS Chemicals Group Berhad	1,515,000	11,962,664	9,559,650	3.14
Press Metal Aluminium Holdings Berhad	1,938,000	10,506,045	11,162,880	3.67
QES Group Berhad	4,153,000	2,492,258	2,886,335	0.95
Sunway Berhad	779,000	2,774,421	2,812,190	0.92
	<u>12,858,000</u>	<u>38,048,912</u>	<u>35,970,355</u>	<u>11.82</u>
<u>Plantation</u>				
Hap Seng Plantations Holdings Berhad	1,527,000	3,513,716	2,687,520	0.88
IOI Corporation Berhad	1,086,000	5,014,175	4,018,200	1.32
Kuala Lumpur Kepong Berhad	451,000	10,735,654	9,308,640	3.06
Sarawak Oil Palms Berhad	1,000,000	3,256,375	2,820,000	0.93
SD Guthrie Berhad	1,701,000	8,170,856	7,178,220	2.36
TSH Resources Berhad	1,322,000	1,750,908	1,520,300	0.50
	<u>7,087,000</u>	<u>32,441,684</u>	<u>27,532,880</u>	<u>9.05</u>

## Quoted securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.6.2024	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Property</u>				
Eastern & Oriental Berhad	2,925,000	3,088,925	2,881,125	0.95
Mah Sing Group Berhad	1,415,000	2,034,768	2,447,950	0.80
S P Setia Berhad	2,082,000	3,155,372	2,873,160	0.94
UEM Sunrise Berhad	2,671,000	3,039,194	2,884,680	0.95
	<u>9,093,000</u>	<u>11,318,259</u>	<u>11,086,915</u>	<u>3.64</u>
<u>Technology</u>				
Inari Amertron Berhad	1,328,000	4,411,830	4,913,600	1.62
Pentamaster Corporation Berhad	309,000	1,569,875	1,551,180	0.51
SNS Network Technology Berhad	1,906,000	987,979	1,439,030	0.47
	<u>3,543,000</u>	<u>6,969,684</u>	<u>7,903,810</u>	<u>2.60</u>
<u>Telecommunications &amp; Media</u>				
Axiata Group Berhad	1,050,000	4,241,302	2,740,500	0.90
CelcomDigi Berhad	2,158,000	8,988,276	7,941,440	2.61
REDtone Digital Berhad	1,511,000	1,177,505	1,556,330	0.51
Telekom Malaysia Berhad	2,237,000	12,650,109	15,122,120	4.97
TIME dotCom Berhad	452,000	2,371,225	2,273,560	0.75
	<u>7,408,000</u>	<u>29,428,417</u>	<u>29,633,950</u>	<u>9.74</u>
<u>Transportation &amp; Logistics</u>				
MISC Berhad	1,064,000	7,938,783	9,065,280	2.98
Tasco Berhad	1,581,000	1,502,582	1,462,425	0.48
	<u>2,645,000</u>	<u>9,441,365</u>	<u>10,527,705</u>	<u>3.46</u>

## Quoted securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.6.2024	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Utilities</u>				
Ranhill Utilities Berhad	2,032,110	2,432,265	2,865,275	0.94
Tenaga Nasional Berhad	1,563,000	16,976,037	21,538,140	7.08
YTL Corporation Berhad	1,824,000	5,030,227	6,292,800	2.07
YTL Power International Berhad	918,000	3,572,213	4,424,760	1.45
	<u>6,337,110</u>	<u>28,010,742</u>	<u>35,120,975</u>	<u>11.54</u>
<b>TOTAL QUOTED SECURITIES</b>	<u>80,217,010</u>	264,941,613	<u>268,445,481</u>	88.22
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>3,503,868</u>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			<u>268,445,481</u>	



Quoted securities

Name of counter	Quantity	Aggregate cost	Fair value as at 30.6.2023	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Construction</u>				
IJM Corporation Berhad	1,209,000	2,135,992	1,801,410	0.94
<u>Consumer Products &amp; Services</u>				
Genting Berhad	1,085,000	5,436,227	4,405,100	2.29
Genting Malaysia Berhad	1,460,000	4,351,883	3,591,600	1.86
Mr D.I.Y. Group (M) Berhad	1,188,000	2,460,123	1,888,920	0.98
PETRONAS Dagangan Berhad	82,000	1,916,891	1,820,400	0.95
PPB Group Berhad	240,000	4,035,118	3,777,600	1.96
QL Resources Berhad	457,000	2,669,710	2,449,520	1.27
Sime Darby Berhad	2,173,000	5,180,795	4,454,650	2.31
	6,685,000	26,050,747	22,387,790	11.62
<u>Energy</u>				
Dialog Group Berhad	1,180,000	4,064,900	2,430,800	1.26
Hibiscus Petroleum Berhad	3,859,000	4,279,847	3,338,035	1.73
	5,039,000	8,344,747	5,768,835	2.99

## Quoted securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value	Percentage
			as at	of net asset
	Units	RM	30.6.2023	value of the
			RM	Fund
				%
<u>Financial Services</u>				
AMMB Holdings Berhad	542,000	1,979,492	1,962,040	1.02
Bursa Malaysia Berhad	167,000	1,382,292	1,075,480	0.56
CIMB Group Holdings Berhad	2,146,000	11,667,143	10,858,760	5.64
Malayan Banking Berhad	907,000	7,947,734	7,827,410	4.06
Public Bank Berhad	3,592,000	15,742,827	13,829,200	7.18
RHB Bank Berhad	181,000	1,030,943	982,830	0.51
	7,535,000	39,750,431	36,535,720	18.97
<u>Health Care</u>				
Duopharma Biotech Berhad	298,000	748,437	387,400	0.20
KPJ Healthcare Berhad	1,780,000	1,916,015	1,993,600	1.04
	2,078,000	2,664,452	2,381,000	1.24
<u>Industrial Products &amp; Services</u>				
Malaysia Smelting Corporation Berhad	1,029,000	2,124,486	2,016,840	1.05
PETRONAS Chemicals Group Berhad	1,173,000	9,587,448	7,038,000	3.65
Press Metal Aluminium Holdings Berhad	1,563,000	8,491,970	7,346,100	3.81
	3,765,000	20,203,904	16,400,940	8.51

Quoted securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.6.2023	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Plantation</u>				
Genting Plantations Berhad	203,100	1,943,645	1,198,290	0.62
Hap Seng Plantations Holdings Berhad	1,015,000	2,521,636	1,887,900	0.98
IOI Corporation Berhad	1,086,000	5,014,175	4,050,780	2.10
Kuala Lumpur Kepong Berhad	376,000	9,045,287	8,256,960	4.29
Sarawak Oil Palms Berhad	1,126,000	3,666,678	2,758,700	1.43
Sime Darby Plantation Berhad	1,701,000	8,170,856	7,059,150	3.66
TSH Resources Berhad	1,860,000	2,573,094	1,711,200	0.89
	<u>7,367,100</u>	<u>32,935,371</u>	<u>26,922,980</u>	<u>13.97</u>
<u>Property</u>				
S P Setia Berhad	1,325,000	1,797,760	722,125	0.38
Sime Darby Property Berhad	2,252,000	1,657,448	1,047,180	0.54
UEM Sunrise Berhad	4,442,000	2,151,516	1,199,340	0.62
	<u>8,019,000</u>	<u>5,606,724</u>	<u>2,968,645</u>	<u>1.54</u>
<u>Technology</u>				
CTOS Digital Berhad	688,000	1,337,095	956,320	0.50
Genetec Technology Berhad	158,000	393,025	366,560	0.19
Inari Amertron Berhad	798,000	2,768,622	2,186,520	1.13
	<u>1,644,000</u>	<u>4,498,742</u>	<u>3,509,400</u>	<u>1.82</u>

## Quoted securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.6.2023	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Telecommunications &amp; Media</u>				
Axiata Group Berhad	1,050,000	4,241,302	2,782,500	1.44
CelcomDigi Berhad	1,385,000	5,754,193	5,692,350	2.95
Maxis Berhad	490,000	2,269,560	2,009,000	1.04
REDtone Digital Berhad	2,536,000	1,401,605	1,800,560	0.93
Telekom Malaysia Berhad	1,211,000	6,020,480	5,946,010	3.09
TIME dotCom Berhad	765,000	3,383,958	3,978,000	2.06
	<u>7,437,000</u>	<u>23,071,098</u>	<u>22,208,420</u>	<u>11.51</u>
<u>Transportation &amp; Logistics</u>				
MISC Berhad	684,000	4,961,199	4,897,440	2.54

Quoted securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.6.2023	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Utilities</u>				
PETRONAS Gas Berhad	94,000	1,672,373	1,569,800	0.82
Tenaga Nasional Berhad	1,038,000	11,277,748	9,393,900	4.87
	<u>1,132,000</u>	<u>12,950,121</u>	<u>10,963,700</u>	<u>5.69</u>
<b>TOTAL QUOTED SECURITIES</b>	<u>52,594,100</u>	183,173,528	<u>156,746,280</u>	81.34
<b>ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			<u>(26,427,248)</u>	
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			<u>156,746,280</u>	

## 7. CASH AND CASH EQUIVALENTS

	2024	2023
	RM	RM
Bank balance with a licensed bank	249,408	75,760
Deposits with licensed financial institution	30,708,453	35,637,221
	<u>30,957,861</u>	<u>35,712,981</u>

The effective weighted average interest rate of short-term deposits with licensed financial institution per annum as at the date of the financial position are as follow:

	2024	2023
	%	%
Deposits with licensed financial institution	<u>3.35</u>	<u>3.08</u>

The deposits have an average maturity of 1 day (2023: 4 days).

## 8. UNITS IN CIRCULATION

	2024	2023
	No. of units	No. of units
At the beginning of the financial period	308,394,564	301,945,477
Creation of units arising from applications during the financial period	122,409,831	5,940,400
Cancellation of units during the financial period	<u>(23,708,188)</u>	<u>(8,485,753)</u>
At the end of the financial period	<u>407,096,207</u>	<u>299,400,124</u>

## 9. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers are as follows:

Name of brokers	Value of trades	Percentage of total trades	Brokerage fees	Percentage of total brokerage fees
	RM	%	RM	%
<u>2024</u>				
CGS International Securities Malaysia Sdn Bhd	65,254,140	17.93	125,238	17.70
Maybank Investment Bank Berhad	54,258,122	14.91	105,380	14.90
RHB Investment Bank Berhad	50,663,765	13.92	96,261	13.61
CLSA Securities Malaysia Sdn Bhd	39,396,438	10.82	74,853	10.58
Kenanga Investment Bank Berhad	33,727,638	9.27	64,083	9.06
UBS Securities Malaysia Sdn Bhd	31,935,929	8.77	60,678	8.58
J.P. Morgan Securities (Malaysia) Sdn Bhd	26,795,628	7.36	50,912	7.19
UOB Kay Hian Securities (M) Sdn Bhd	24,426,222	6.71	46,410	6.56
Affin Hwang Investment Bank Berhad	12,902,358	3.54	24,515	3.46
CIMB Securities Sdn Bhd	7,633,420	2.10	15,637	2.21
Others	17,000,967	4.67	43,494	6.15
	<b>363,994,627</b>	<b>100.00</b>	<b>707,461</b>	<b>100.00</b>

Name of brokers	Value of trades	Percentage of total trades	Brokerage fees	Percentage of total brokerage fees
	RM	%	RM	%
<u>2023</u>				
Maybank Investment Bank Berhad	16,926,093	14.41	32,160	14.15
RHB Investment Bank Berhad	13,704,915	11.67	26,039	11.46
CGS – CIMB Securities Sdn Bhd	12,620,699	10.75	23,979	10.55
KAF Equities Sdn Bhd	11,769,518	10.02	22,362	9.84
J.P. Morgan Securities (Malaysia) Sdn Bhd	10,792,619	9.19	20,506	9.02
Kenanga Investment Bank Berhad	10,368,871	8.83	18,933	8.33
Macquarie Capital Securities (Malaysia) Sdn Bhd	9,863,083	8.40	18,740	8.24
UOB Kay Hian Securities (Malaysia) Sdn Bhd	9,185,840	7.82	17,453	7.68
CLSA Securities Malaysia Sdn Bhd	8,542,636	7.27	19,151	8.43
Credit Suisse Securities (Malaysia) Sdn Bhd	7,017,879	5.98	13,334	5.87
Others	6,642,762	5.66	14,602	6.43
	<b>117,434,915</b>	<b>100.00</b>	<b>227,259</b>	<b>100.00</b>

All brokers highlighted above are not related to the Manager.



## 10. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

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

Related parties	Relationship
Director of Eastspring Investments Berhad	Director of the Manager
Eastspring Investments Berhad	The Manager
Eastspring Investments Group Private Limited	Immediate holding company of the Manager
Prudential Plc	Ultimate holding company of the Manager

### Units held by Manager:

	2024		2023	
	No. of units	RM	No. of units	RM
Eastspring Investments Berhad	3,094	2,313	2,946	1,896

The above units were transacted at the prevailing market price.

The units are held legally and beneficially by the Manager and are within the prescribed limit allowed by the SC's Guidelines on Unit Trust Funds. Other than the above, there were no units held by the Directors or parties related to the Manager.

In addition to the related parties disclosure mentioned in the financial statements, there were no other significant related parties transactions and balances.

**11. TOTAL EXPENSE RATIO (“TER”)**

	<b>2024</b>	<b>2023</b>
	%	%
TER	0.79	0.79

TER is derived from the following calculation:

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

A = Management fee

B = Trustee fee

C = Audit fee

D = Tax agent fee

E = Other expenses (excluding sales and service tax on transaction cost and withholding tax)

F = Average net asset value of the Fund calculated on a daily basis

The average net asset value of the Fund for the financial period calculated on a daily basis is RM287,757,803 (2023: RM199,420,677).

## 12. PORTFOLIO TURNOVER RATIO (“PTR”)

	2024	2023
PTR (times)	0.63	0.29

PTR is derived from the following calculation:

$$\frac{\text{(Total acquisitions for the financial period + total disposals for the financial period)} \div 2}{\text{Average net asset value of the Fund for the financial period calculated on a daily basis}}$$

where:

total acquisitions for the financial period = RM204,751,035 (2023: RM52,735,338)

total disposals for the financial period = RM159,481,796 (2023: RM64,727,111)

## 13. APPROVAL OF FINANCIAL STATEMENTS

The unaudited financial statements have been approved for issue by the Manager on 23 August 2024.

# CORPORATE DIRECTORY

## **THE MANAGER**

NAME

EASTSPRING INVESTMENTS BERHAD

COMPANY NO.

200001028634 (531241-U)

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## **TRUSTEE**

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## **SALE & PURCHASE OF UNITS**

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**ENQUIRIES**

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