

# EASTSPRING INVESTMENTS DANA AL-ISLAH

## SEMI-ANNUAL REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD  
ENDED 30 SEPTEMBER 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/Interim/Quarterly Fund Reports of Eastspring Investments Berhad's fund(s) for the reporting period ended 30 September 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 'Siook 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 Dana al-Islah (the “Fund”)
<b>Fund Category/ Type</b>	Sukuk/income
<b>Fund Objective</b>	<p>The Fund seeks to provide investors with a stable income* stream and an opportunity for capital appreciation from Shariah-compliant fixed income and equity securities.</p> <p><b>ANY MATERIAL CHANGES TO THE FUND’S OBJECTIVE WOULD REQUIRE UNIT HOLDERS’ APPROVAL.</b></p> <p>* Income distributed to a Unit Holder will be reinvested into additional Units unless Unit Holder opts for the distribution to be paid out.</p>
<b>Performance Benchmark</b>	<p>The performance benchmark of the Fund is 78% Quant Shop MGS Short Index + 22% FTSE Bursa Malaysia EMAS Shariah Index (“FBMS”).</p> <p>The composite benchmark index is a reflection of the Fund’s average asset allocation over the long-term of 78% of the Fund’s NAV in sukuk and Islamic liquid assets, and 22% of the Fund’s NAV in Shariah-compliant equities and Shariah-compliant equity-related securities.</p> <p><b>Source:</b> Quant Shop MGS Short Index (<a href="http://www.quantshop.com">www.quantshop.com</a>) FTSE Bursa Malaysia EMAS Shariah Index (<a href="http://www.bursamalaysia.com">www.bursamalaysia.com</a>)</p> <p>The performance of the Fund against the benchmark is published in the Manager’s monthly factsheet and is available from the Manager’s website at <a href="http://www.eastspring.com/my">www.eastspring.com/my</a></p> <p><b>Note:</b> The risk profile of the Fund is different from the risk profile of the performance benchmark.</p>

## FUND INFORMATION (CONTINUED)

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**Fund Income  
Distribution Policy**

At least once a year, subject to the availability of income.

## KEY PERFORMANCE DATA

FOR THE FINANCIAL PERIOD ENDED

Category	2024	2023	2022
	(%)	(%)	(%)
<b>Quoted Shariah-compliant securities</b>			
Consumer Products & Services	2.97	1.96	3.98
Energy	0.86	0.52	1.24
Financial Services	2.49	0.36	0.90
Health Care	2.11	1.41	0.91
Industrial Products & Services	3.12	2.22	2.84
Plantation	-	1.84	1.36
Property	0.71	0.90	0.42
Technology	1.76	2.45	2.62
Telecommunications & Media	1.58	2.03	1.52
Utilities	2.31	2.04	0.49
	17.91	15.73	16.28
Unquoted sukuk	57.80	78.51	83.47
Cash and other assets	24.29	5.76	0.25
<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)	64,518	43,139	44,212
Units In Circulation (Units '000)	86,603	59,184	60,422
Net Asset Value Per Unit (RM)	0.7450	0.7289	0.7317
Highest Net Asset Value Per Unit (RM)	0.7517	0.7303	0.7513
Lowest Net Asset Value Per Unit (RM)	0.7248	0.7220	0.7226
Total Return (%)			
- Capital Growth	2.74	0.68	(2.28)
- Income Distribution	-	-	-
Total Return (%)	2.74	0.68	(2.28)
Gross Distribution Per Unit (RM)	-	-	-
Net Distribution Per Unit (RM)	-	-	-
Total Expense Ratio (TER) (%)*	0.70	0.69	0.69
Portfolio Turnover Ratio (PTR) (times)^	0.39	0.05	0.14

\* 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 1.10.2023 to 30.9.2024	3 years 1.10.2021 to 30.9.2024	5 years 1.10.2019 to 30.9.2024
	(%)	(%)	(%)
Average total return	6.11	1.25	3.72

Year ended	1.4.2023 to 31.3.2024	1.4.2022 to 31.3.2023	1.4.2021 to 31.3.2022	1.4.2020 to 31.3.2021	1.4.2019 to 31.3.2020
	(%)	(%)	(%)	(%)	(%)
Annual total return	3.98	0.23	(1.06)	16.29	(0.04)

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

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

$$\text{Percentage growth} = \frac{\text{NAV}_t}{\text{NAV}_0} - 1$$

NAV<sub>t</sub> = NAV at the end of the period  
NAV<sub>0</sub> = 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.**



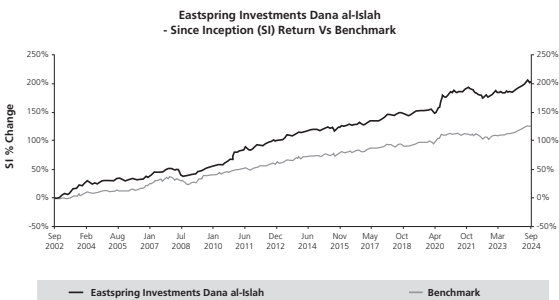
# MANAGER'S REPORT

## Fund Performance

Over the 5-year period, the Fund recorded a return of 20.05%, outperforming the benchmark return of 14.48% per annum by 5.57%.

For the period under review, the Fund registered a return of 2.74%, underperforming the benchmark return of 2.85% by 0.11%.

The underperformance of the Fund was mainly attributed to underweight allocation in both sukuk and Shariah-compliant equities, despite the positive securities selection from both sleeves. The Fund saw higher cash allocation due to positive flows in the period.



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

**Benchmark:** 78% Quant Shop MGS Short Index + 22% FBMS

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

Income Return	Capital Return*	Total Return	Total Return of Benchmark
(%)	(%)	(%)	(%)
0.00	2.74	2.74	2.85

\* 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 September 2024.

### Investment Strategy During the Period Under Review

For sukuk, the Fund intended to remain neutral to the benchmark in terms of allocation while remaining positive on duration on the back of misalignment between market pricing and our expectation for future Overnight Policy Rate ("OPR"). However, strong flows seen during the period has resulted in a higher cash allocation.

For Shariah-compliant equities, the Fund underweighted Shariah-compliant equities over the period under review as we turned defensive after strong equity market performance.

## MANAGER'S REPORT (CONTINUED)

### Asset Allocation

Asset Allocation	30-Sep 2024 (%)	31-Mar 2024 (%)	Changes (%)
Quoted Shariah-compliant securities	17.91	18.30	(0.39)
Unquoted sukuk	57.80	75.99	(18.19)
Cash and other assets	24.29	5.71	18.58

### Asset Allocation as at 30 September 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

## Bond

The interim period saw bouts of market volatilities as investors continued to aggressively put on and off expectation of central bank rate cuts as global macroeconomic data sent mixed signals on the trajectory of growth. Despite lingering fear of recession, particularly in the United States, data continued to point towards a soft-landing scenario as hoped by its central bank. The period was also marked by heightening geopolitical tension, with the Israel-Hamas war that began in October 2023 now at risk of engulfing the bigger Middle-East region. While market occasionally reacted on this tension-related news headlines, no long-lasting impact was observed across asset classes as investors' attention was aimed at the slowing global growth and easing inflation, raising prospects for rate cuts by major central banks. As anticipated by the market, during the review period the Federal Reserve ("Fed") and European Central Bank have lowered their policy rates by 50bps, Bank of England by 25bps and Bank of Canada by 75bps in the effort to put a floor to the loosening labor market alongside confidence in the inflation downward trajectory. Consistent with the slower growth and inflation observed during the period, global bond market continued to deliver healthy returns on the back of lower yields – with 10-Year US Treasury bond's yield almost 40bps lower.

In Malaysia, Bank Negara Malaysia ("BNM") continued to maintain its OPR at 3.00%, noting that the decision remains supportive of the economy and is consistent with the current assessment of the inflation and growth prospects. 2Q2024 Malaysia Gross Domestic Product ("GDP") release of 5.9%, driven by strong domestic consumption and investment growth, had allayed concerns over weaker external demands. While the diesel subsidy rationalisation programme had materialised during the period, the expected roll out of targeted subsidy for RON95 petrol that was anticipated to take place in the second half of 2024 seemingly had been pushed back, easing fears over potential upward pressure to inflation. Against this backdrop, BNM has been able to take a more patient approach to its monetary policy. Malaysia's growth momentum in the next few years will depend on the execution of the policy blueprints such as MADANI Economy, National Energy Transition Roadmap ("NETR") and New Industrial Master Plan ("NIMP"). BNM in its Economic and Monetary Review 2023, projected the Malaysian economy to expand by between 4% to 5% in 2024, driven by resilient domestic demand and an improvement in external demand fuelled by the rebound in global trade and the tech upcycle, among others.

Industrial production continued to post healthy expansion in July 2024 at 5.3% year-on-year ("y-o-y") (July 2023: 0.7% y-o-y) continuing the recovery in economic activity since the start of the year. Manufacturing remains the main driver of the recovery posting 7.7% y-o-y growth led by food, beverages, and tobacco segment at 10.7% while electricity also

showed signs of improvement at 7.0% y-o-y (July 2023: 1.7% y-o-y). Wholesale & retail trade was resilient, with growth recorded at 5.5% in July 2024 (1Q2024: 2.3%) amidst 10.8% growth in motor vehicle trade segment. On the external sector, trade recovery continued in August 2024 with export growth at 12.1% y-o-y (August 2023: -18.6% y-o-y revised) indicating improving external demand. Meanwhile, imports also expanded strongly at 26.2% y-o-y (August 2023: -21.2% y-o-y) pointing towards likely robust exports for the next few months.

The month of June 2024 saw the announcement of diesel fuel subsidy rationalisation with an increase in diesel retail price from RM2.15/litre to RM3.35/litre on 10 Jun which ticks another box in Budget 2024 strategies. The blanket removal of diesel subsidy is expected to produce a savings of RM4bn. Noting the potential impact on certain part of the economy and household, the Government has concurrently announced targeted assistance via fleet card application under the Subsidised Diesel Control System ("SKDS") alongside monthly Budi MADANI cash aid of RM200 to eligible recipients.

Despite the adjustments in diesel subsidy, the impact to domestic inflation has been muted. The headline Consumer Price Index ("CPI") eased to 1.9% y-o-y in August 2024 (July: 2.0%), while core inflation held steady at 1.9% y-o-y. Unemployment rate remained stable at 3.3% in June 2024. BNM international reserves increased to US\$119.7bn as of end-September 2024 (end-August: US\$116.8bn). The reserves position is sufficient to finance 4.8 months of imports and is 0.9x of the total short-term external debt.

## Equity

The Malaysian equity markets continued its positive performance in the beginning of 2Q2024, 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 Malaysia ("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, Employee Provident Fund ("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 2Q2024, 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.

For most of 3Q2024, Malaysian equity markets performed positively driven partly by a much stronger Malaysian Ringgit, on the expectations of the US Federal Open Market Committee ("FOMC") will cut rates starting September, and better than expected macro data reported for Malaysia. In August, global markets corrected sharply in the beginning of the month, post the surprise BoJ rate hike on the 31 July, and the unwinding of the Yen carry trades. Economic indicators in the US were also of concern, as jobs data was spurring fears of a recession, prompting significant market volatility globally. The confluence of factors led to widespread declines across major stock indices. Thankfully, global markets rebounded soon after. Corporate earnings reported for the 2Q2024 were mostly in line, but the global concerns early in the month spurred many investors to take profits on the mid to smaller cap names, but Financials saw a rally. The tech sector was hit hard from weak corporate earnings reported for the 2Q2024, and the expectation that stronger MYR would be negative for exporters including tech companies. Investors also took profits on property names during the August market sell down as they rotated out to other themes. The oil and gas sector was also affected by weaker crude oil prices as Brent prices trended down from above USD85/bbl to about USD70/bbl on concerns over global growth

and demand going forward. By the end of 3Q2024, Malaysian equity markets saw a correction, underperforming regional markets in September. Chinese stocks rallied hard in the last week of September, on the back of China's government stimulus announcement to provide a supportive stance towards the stock market and economy, and focus on stabilizing the property market. Many investors were underweight on China, and forced to jump back into the market, which may have seen foreign flows diverting out of Malaysia and other markets back to China. Despite that, the Malaysian Ringgit posted its best ever performance after the US Fed rate cuts and news of the Chinese stimulus measures boosted Malaysia's trade outlook. The MYR rallied nearly 13% QTD, hitting a low of RM4.1235 as at 30 September 2024, levels last seen in June 2021.

The FBM KLCI closed the period under review at 1,648.91 points, higher by 7.3%. The FTSE Bursa Malaysia EMAS Shariah Index ("FBMS") Index closed the period under review higher by 6.5% while the MSCI Asia Pacific ex-Japan Index gained by 15.6% in USD terms.<sup>1</sup>

## 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.

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

# EASTSPRING INVESTMENTS DANA AL-ISLAH

## UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 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 17 to 66 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 September 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: 25 November 2024

## TRUSTEE'S REPORT TO THE UNIT HOLDERS OF EASTSPRING INVESTMENTS DANA AL-ISLAH ("Fund")

We have acted as Trustee of the Fund for the financial period ended 30 September 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: 25 November 2024

# SHARIAH ADVISER'S REPORT TO THE UNIT HOLDERS OF EASTSPRING INVESTMENTS DANA AL-ISLAH ("FUND")

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, Eastspring Investments Berhad has operated and managed the Fund for the period covered by these financial statements namely, the semi-annual period ended 30 September 2024, in accordance with Shariah principles and requirements, and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah-compliant.

For and on behalf of the Shariah Adviser,

**BIMB SECURITIES SDN BHD**

**NURUL AQILA SUFIYAH LOKMAN**

Designated Shariah Officer

Kuala Lumpur

Date: 25 November 2024

# UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

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

	Note	6-months financial period ended 30.9.2024	6-months financial period ended 30.9.2023
		RM	RM
<b>INVESTMENT INCOME</b>			
Gross dividend income		100,714	119,126
Profit income from Islamic deposits with licensed financial institutions		39,214	30,028
Profit income from unquoted sukuk		544,101	590,796
Net gain/(loss) on financial assets at fair value through profit or loss	6	811,333	(141,536)
		1,495,362	598,414
<b>EXPENSES</b>			
Management fee	3	(253,790)	(268,681)
Trustee fee	4	(14,212)	(15,046)
Audit fee		(3,510)	(3,500)
Tax agent fee		(1,855)	(1,850)
Other expenses		(9,617)	(6,844)
Transaction costs		(36,358)	(16,582)
		(319,342)	(312,503)
<b>PROFIT BEFORE TAXATION</b>		1,176,020	285,911
<b>TAXATION</b>	5	-	-
<b>PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME</b>		1,176,020	285,911
Profit after taxation is made up of the following:			
Realised amount		249,872	(228,201)
Unrealised amount		926,148	514,112
		1,176,020	285,911

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 SEPTEMBER 2024

	Note	2024	2023
		RM	RM
<b>ASSETS</b>			
Cash and cash equivalents	7	2,065,077	2,591,313
Financial assets at fair value through profit or loss	6	48,846,911	40,655,418
Amount due from Manager		14,690,850	160,773
Dividends receivable		36,183	27,289
<b>TOTAL ASSETS</b>		<b>65,639,021</b>	<b>43,434,793</b>
<b>LIABILITIES</b>			
Accrued management fee		54,117	44,067
Amount due to Manager		70,176	232,577
Amount due to Trustee		3,030	2,468
Amount due to brokers		980,894	-
Other payables and accruals		12,714	16,245
<b>TOTAL LIABILITIES</b>		<b>1,120,931</b>	<b>295,357</b>
<b>NET ASSET VALUE OF THE FUND</b>		<b>64,518,090</b>	<b>43,139,436</b>
<b>EQUITY</b>			
Unit holders' capital		58,785,491	38,559,928
Retained earnings		5,732,599	4,579,508
<b>NET ASSET ATTRIBUTABLE TO UNIT HOLDERS</b>		<b>64,518,090</b>	<b>43,139,436</b>
<b>NUMBER OF UNITS IN CIRCULATION</b>	9	<b>86,602,792</b>	<b>59,183,569</b>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<b>0.7450</b>	<b>0.7289</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 SEPTEMBER 2024

	Unit holders' capital	Retained earnings	Total
	RM	RM	RM
Balance as at 1 April 2024	32,225,735	4,556,579	36,782,314
Movement in unit holders' contribution:			
Creation of units from applications	39,800,594	-	39,800,594
Cancellation of units	(13,240,838)	-	(13,240,838)
Total comprehensive income for the financial period	-	1,176,020	1,176,020
Balance as at 30 September 2024	<u>58,785,491</u>	<u>5,732,599</u>	<u>64,518,090</u>
Balance as at 1 April 2023	39,351,724	4,293,597	43,645,321
Movement in unit holders' contribution:			
Creation of units from applications	4,641,914	-	4,641,914
Cancellation of units	(5,433,710)	-	(5,433,710)
Total comprehensive income for the financial period	-	285,911	285,911
Balance as at 30 September 2023	<u>38,559,928</u>	<u>4,579,508</u>	<u>43,139,436</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 SEPTEMBER 2024

	6-months financial period ended 30.9.2024	6-months financial period ended 30.9.2023
Note	RM	RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from sale of Shariah-compliant investments	9,145,402	2,603,639
Purchase of Shariah-compliant investments	(21,555,639)	(2,286,019)
Dividends received	135,714	105,352
Profit income received from Islamic deposits with licensed financial institutions	39,214	30,028
Profit income received from unquoted sukuk	543,821	656,910
Management fee paid	(238,691)	(272,329)
Trustee fee paid	(13,367)	(15,249)
Payment for other fees and expenses	(18,666)	(16,439)
Net cash (used in)/generated from operating activities	<u>(11,962,212)</u>	<u>805,893</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash proceeds from units created	25,239,676	4,624,052
Payments for cancellation of units	(13,325,428)	(5,830,811)
Net cash generated from/(used in) financing activities	<u>11,914,248</u>	<u>(1,206,759)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(47,964)	(400,866)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<u>2,113,041</u>	<u>2,992,179</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	7 <u>2,065,077</u>	<u>2,591,313</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 SEPTEMBER 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 Islamic 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 year beginning on 1 April 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 April 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**

Profit income earned from short-term Islamic deposits with licensed financial institutions and unquoted sukuk are recognised on an accrual basis using the effective profit rate method.

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

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 Shariah-compliant investments are accounted for as the difference between the net disposal proceeds and the carrying amount of Shariah-compliant securities, which is determined on a weighted average cost basis and on cost adjusted for accretion of discount and amortisation of premium on investments for unquoted sukuk.

## **C. TAXATION**

Current tax expense is determined according to the Malaysian tax laws at the current rate based upon the taxable profit earned 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 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<sup>1</sup> securities as fair value through other comprehensive income. The contractual cash flows of the Fund's debt instruments<sup>2</sup> are solely principal and interest<sup>3</sup>, however, these instruments are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

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

<sup>1</sup> For the purposes of the investments made by the Fund, equity refers to Shariah-compliant equity instruments.

<sup>2</sup> For the purposes of the investments made by the Fund, debt instruments refer to unquoted sukuk.

<sup>3</sup> For the purposes of this Fund, interest refers to profits earned from Shariah-compliant investments.

ii. Recognition and measurement

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

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

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 financial instrument.

Financial liabilities are derecognised when the obligation under the liabilities 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 Shariah-compliant 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 Shariah-compliant 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 quoted Shariah-compliant securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the quoted Shariah-compliant 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.

Unquoted sukuk are carried at cost and adjusted for any amortisation of premium or accretion of discount from acquisition date to maturity date. The carrying cost is revalued to reflect its fair value on a daily basis using the net present value method based on fair value prices quoted by a bond pricing agency (“BPA”) registered with the Securities Commission (“SC”) as per the SC Guidelines on Unit Trust Funds.

Where such quotations are not available or where the Manager is of the view that the price quoted by the BPA for a specific unquoted sukuk differs from the market price by more than 20 basis points, the Manager may use the market price, provided that the Manager:

- i. records its basis for using non-BPA price;
- ii. obtains necessary internal approvals to use the non-BPA price; and
- iii. keeps an audit trail of all decisions and basis for adopting the market yield.

Financial assets and other financial liabilities are subsequently carried at amortised cost using the effective profit 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 insignificant 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 obligor's sources of income or assets to generate sufficient future cash flows to pay 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 Islamic 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. 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.

## I. AMOUNT DUE FROM/(TO) BROKERS

Amount due from and to brokers represent receivables for Shariah-compliant securities sold and payables for Shariah-compliant 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, profit 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.

## **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 Shariah-compliant 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 SC's Guidelines on Unit Trust Funds.

# NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

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

### 1. INFORMATION ON THE FUND

Eastspring Investments Dana al-Islah (the “Fund”) was constituted pursuant to the execution of a Master Deed dated 25 July 2002 as amended by a Supplemental Master Deed dated 22 June 2004 and a Second Supplemental Master Deed dated 25 January 2005, followed by Master Supplemental Deed dated 12 July 2007 and a Second Supplemental Master Deed dated 30 November 2009 between HSBC (Malaysia) Trustee Berhad (“HSBC Trustee”) and Eastspring Investments Berhad (the “Manager”). The Fund replaced HSBC Trustee with Deutsche Trustees Malaysia Berhad (the “Trustee”) effective 1 October 2010. A Supplemental Master Deed was entered into between the Manager and the Trustee on 30 July 2010 to effect the change of trustee from HSBC 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 14 August 2002 and will continue its operations until terminated by the Trustee or the Manager as provided under Part 12 of the Deed.

The Fund seeks to provide investors with a stable income stream, and an opportunity for capital appreciation from Shariah-compliant fixed income and equity securities.

The Fund invests in a portfolio of sukuk and Shariah-compliant equities and Shariah-compliant equity-related securities, with more sukuk than Shariah-compliant equities, at all time.

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

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 price risk and exposure to interest rate risk), stock/issuer risk, liquidity risk, credit/default risk, fund management risk, non-compliance risk, capital risk and Shariah status reclassification 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
<b>2024</b>				
Cash and cash equivalents	7	2,065,077	-	2,065,077
Quoted Shariah-compliant securities	6	-	11,561,563	11,561,563
Unquoted sukuk	6	-	37,285,348	37,285,348
Amount due from Manager		14,690,850	-	14,690,850
Dividends receivable		36,183	-	36,183
		<u>16,792,110</u>	<u>48,846,911</u>	<u>65,639,021</u>
<b>2023</b>				
Cash and cash equivalents	7	2,591,313	-	2,591,313
Quoted Shariah-compliant securities	6	-	6,787,138	6,787,138
Unquoted sukuk	6	-	33,868,280	33,868,280
Amount due from Manager		160,773	-	160,773
Dividends receivable		27,289	-	27,289
		<u>2,779,375</u>	<u>40,655,418</u>	<u>43,434,793</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 September 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 Shariah-compliant securities	11,561,563	6,787,138
Unquoted sukuk*	37,285,348	33,868,280

\* Includes profit receivables of RM370,512 (2023: RM444,707).

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

% Change in price	Market value	Impact on profit after tax and net asset value
	RM	RM
<u>2024</u>		
+5%	50,900,219	2,423,820
-5%	46,052,579	(2,423,820)
<u>2023</u>		
+5%	42,221,247	2,010,536
-5%	38,200,175	(2,010,536)

ii. Exposure to 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.

In general, when interest rates rise, unquoted sukuk will tend to fall and vice versa. Therefore, the net asset value of the Fund may also tend to fall when interest rates rise or are expected to rise. However, investors should be aware that should the Fund holds unquoted sukuk till maturity, such valuation fluctuations would dissipate as it approaches maturity, and thus the growth of the net asset value shall not be affected at maturity. In order to mitigate interest rates exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future interest rate trend of the Manager, which is based on its continuous fundamental research and analysis.

Investors should note that movement in prices of unquoted sukuk and Islamic money market instruments are benchmarked against interest rates. As such, the investments are exposed to the movement of the interest rates.

This risk is crucial in an unquoted sukuk fund as unquoted sukuk portfolio management depends on forecasting interest rate movements. Prices of unquoted sukuk move inversely to interest rate movements, therefore as interest rate rise, the prices of unquoted sukuk decrease and vice versa. Furthermore, unquoted sukuk with longer maturity and lower profit rates are more susceptible to interest rate movements.

Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to meet obligation under the instrument, especially if the issuers are highly leveraged. An increase in interest rates may therefore increase the potential default by an issuer.

The table below summarises the sensitivity of the Fund's profit after tax and net asset value to movements in pricing of unquoted sukuk at the end of each financial reporting period as a result of movement in interest rate. The analysis is based on the assumptions that the interest rate changed by 1% (2023: 1%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the interest rate, having regard to the historical volatility of the interest rate.

	<b>2024</b>	<b>2023</b>
<b>% Movement in interest rate</b>	<b>Impact on profit after tax and net asset value</b>	<b>Impact on profit after tax and net asset value</b>
	<b>RM</b>	<b>RM</b>
<u>Unquoted sukuk</u>		
+1% (2023: +1%)	(58,579)	(48,930)
-1% (2023: -1%)	58,710	49,062

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

The above interest rate is a general economic indicator that will have an impact on the management of the Fund regardless whether it is an Islamic unit trust fund or otherwise. It does not in any way suggest that the Fund will invest in conventional financial instruments. All investments carried out for the Fund including placements and deposits are in accordance with Shariah.

**Stock/Issuer risk**

The Fund is restricted to investment in Shariah-compliant investments issued by and Shariah-compliant investments relating to any issuer of not more than ten percent (10%) of its net asset value. Furthermore, the Fund is restricted to invest in Shariah-compliant investments issued by and Shariah-compliant investments 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 Shariah-compliant investments of any single issuer or any one group of companies is minimised.

**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 Islamic liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by unit holders. Islamic liquid assets comprise bank balances, Islamic deposits with licensed financial institutions and other Shariah-compliant 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>
<b><u>2024</u></b>			
Accrued management fee	54,117	-	54,117
Amount due to Manager	70,176	-	70,176
Amount due to Trustee	3,030	-	3,030
Amount due to brokers	980,894	-	980,894
Other payables and accruals	-	12,714	12,714
Contractual undiscounted cash outflows	<u>1,108,217</u>	<u>12,714</u>	<u>1,120,931</u>
<b><u>2023</u></b>			
Accrued management fee	44,067	-	44,067
Amount due to Manager	232,577	-	232,577
Amount due to Trustee	2,468	-	2,468
Other payables and accruals	-	16,245	16,245
Contractual undiscounted cash outflows	<u>279,112</u>	<u>16,245</u>	<u>295,357</u>

**Credit/Default risk**

Credit risk refers to the ability of an issuer or a counter party to make timely payments of profit income, principals and proceeds from realisation of Shariah-compliant 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 Islamic deposits with licensed financial institutions is managed by ensuring that the Fund will only place Islamic deposits in reputable licensed financial institutions. For amount due from broker, the settlement terms are governed by the relevant rules and regulations as prescribed by Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

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

For unquoted sukuk, the Manager regularly reviews the rating assigned to the issuer so that necessary steps can be taken if the rating falls below those described by the Deeds and the SC’s Guidelines on Unit Trust Funds.



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

	Unquoted	Cash	Dividends	Amount	Total
	sukuk	and cash	receivable	due from	
	RM	equivalents	RM	Manager	RM
2024					
Consumer Discretionary					
- AA2 (S)	522,469	-	-	-	522,469
Energy & Utilities					
- AAA	327,293	-	-	-	327,293
Financial Services					
- AAA	-	2,065,077	-	-	2,065,077
- AA2	3,562,482	-	-	-	3,562,482
- AA3	5,197,588	-	-	-	5,197,588
Health Care					
- NR	-	-	6,390	-	6,390
Industrial Products & Services					
- NR	-	-	2,164	-	2,164
Information Technology					
- AA IS	1,535,653	-	-	-	1,535,653
Public Administration					
- NR	21,596,756	-	-	-	21,596,756
Technology					
- NR	-	-	1,779	-	1,779

	Unquoted sukuk	Cash and cash equivalents	Dividends receivable	Amount due from Manager	Total
	RM	RM	RM	RM	RM
2024 (continued)					
Transportation & Storage					
- AA IS	2,496,336	-	-	-	2,496,336
- AAA	2,046,771	-	-	-	2,046,771
Utilities					
- NR	-	-	25,850	-	25,850
Other					
- NR	-	-	-	14,690,850	14,690,850
	<b>37,285,348</b>	<b>2,065,077</b>	<b>36,183</b>	<b>14,690,850</b>	<b>54,077,458</b>

	Unquoted sukuk		Cash and cash equivalents		Dividends receivable		Amount due from Manager		Total	
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
<u>2023</u>										
Consumer										
Discretionary										
- AA3 (S)	520,817	-	-	-	-	-	-	-	-	520,817
Energy & Utilities										
- AAA	323,915	-	-	-	-	-	-	-	-	323,915
Financial Services										
- AAA	-	2,520,407	-	-	-	-	-	-	-	2,520,407
- AA1	-	70,906	-	-	-	-	-	-	-	70,906
- AA2	3,531,229	-	-	-	-	-	-	-	-	3,531,229
- AA3	5,187,732	-	-	-	-	-	-	-	-	5,187,732
Health Care										
- NR	-	-	1,820	-	-	-	-	-	-	1,820
Industrial Products & Services										
- AAA IS	1,541,805	-	-	-	-	-	-	-	-	1,541,805
- NR	-	-	2,331	-	-	-	-	-	-	2,331
Property										
- NR	-	-	5,602	-	-	-	-	-	-	5,602
Public										
Administration										
- NR	18,266,474	-	-	-	-	-	-	-	-	18,266,474
Technology										
- NR	-	-	1,642	-	-	-	-	-	-	1,642

	Unquoted sukuk	Cash and cash equivalents	Dividends receivable	Amount due from Manager	Total
	RM	RM	RM	RM	RM
<u>2023 (continued)</u>					
Transportation & Storage					
- AAA	2,028,197	-	-	-	2,028,197
- AA IS	2,468,111	-	-	-	2,468,111
Utilities					
- NR	-	-	15,894	-	15,894
Other					
- NR	-	-	-	160,773	160,773
	<u>33,868,280</u>	<u>2,591,313</u>	<u>27,289</u>	<u>160,773</u>	<u>36,647,655</u>

None of these financial assets are past due or impaired.

### **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 interests of unit holders.

### **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.

### **Capital risk**

The capital of the Fund is represented by equity consisting of unit holders' capital of RM58,785,491 (2023: RM38,559,928) and retained earnings of RM5,732,599 (2023: RM4,579,508). 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 Shariah-compliant investment activities of the Fund.

## Shariah status reclassification risk

### a. Shariah-compliant equity securities

The risk refers to the risk that the currently held Shariah-compliant equity securities in the Fund may be reclassified as Shariah non-compliant in the periodic review of the securities by the Shariah Advisory Council ("SAC") of the Securities Commission ("SC"). If this occurs, the Manager will take the necessary steps to dispose of such securities.

Opportunity loss could occur due to the restriction on the Fund to retain the excess capital gains derived from the disposal of the reclassified Shariah non-compliant securities. In such an event, the Fund is required:

- i. to dispose of such securities with immediate effect or within one (1) calendar month if the value of the securities exceeds or is equal to the investment cost on the effective date of reclassification of the list of Shariah-compliant securities ("Reclassification") by the SAC of the SC. The Fund is allowed to keep dividends received and capital gains from the disposal of the securities up to the effective date of Reclassification. However, any dividends received and excess capital gains from the disposal of the Shariah non-compliant securities after the effective date of Reclassification should be channelled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser;
- ii. to hold such securities if the value of the said securities is below the investment cost on the effective date of Reclassification until the total subsequent dividends received (if any) and the market price of the securities is equal to the cost of investment at which time disposal has to take place within one (1) calendar month, excess capital gains (if any) from the disposal of the securities should be channelled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser; or
- iii. to dispose of such securities at a price lower than the investment cost which will result in a decrease in the Fund's value.

b. Sukuk or Islamic money market instruments or Islamic deposits

This risk refers to the risk of a possibility that the currently held sukuk or Islamic money market instruments or Islamic deposits invested by the Fund may be declared as Shariah non-compliant by the relevant authority or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of or withdraw such bond or money market instruments or deposits.

### **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 Shariah-compliant securities and unquoted sukuk) 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 Shariah-compliant securities	11,561,563	-	-	11,561,563
Unquoted sukuk	-	37,285,348	-	37,285,348
<u>2023</u>				
Financial assets at fair value through profit or loss:				
Quoted Shariah-compliant securities	6,787,138	-	-	6,787,138
Unquoted sukuk	-	33,868,280	-	33,868,280

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed Shariah-compliant 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.

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

For the financial period ended 30 September 2024, the management fee is recognised at a rate of 1.25% (2023: 1.25%) 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 trustee fee at a rate not exceeding 0.20% per annum of the net asset value of the Fund, calculated on daily basis subject to a minimum fee of RM18,000 per annum.

For the financial period ended 30 September 2024, the Trustee fee is recognised at a rate of 0.07% (2023: 0.07%) on the net asset value of the Fund subject to a minimum fee of RM18,000 per annum 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 30.9.2024	6-months financial period ended 30.9.2023
	RM	RM

Tax charged for the financial period:

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

	6-months financial period ended 30.9.2024	6-months financial period ended 30.9.2023
	RM	RM
Profit before taxation	1,176,020	285,911
Tax at Malaysian statutory rate of 24% (2023: 24%)	282,245	68,619
Tax effect of:		
Shariah-compliant investment income not subject to tax	(358,886)	(143,619)
Expenses not deductible for tax purposes	14,890	9,677
Restriction on tax deductible expenses for Unit Trust Funds	61,751	65,323
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 Shariah-compliant securities (Note 6 (i))	11,561,563	6,787,138
Unquoted sukuk (Note 6 (ii))	37,285,348	33,868,280
	<u>48,846,911</u>	<u>40,655,418</u>
Net gain/(loss) on financial assets at fair value through profit or loss:		
Realised loss on disposals	(114,815)	(655,648)
Change in unrealised fair value gain	926,148	514,112
	<u>811,333</u>	<u>(141,536)</u>

i. Quoted Shariah-compliant securities

Name of counter	Quantity	Aggregate cost	Fair value as at	Percentage of net asset value of the Fund
			30.9.2024	Fund
	Units	RM	RM	%
<u>Consumer Products &amp; Services</u>				
Fraser & Neave Holdings Berhad	38,400	1,200,301	1,198,848	1.86
Hong Leong Industries Berhad	52,100	519,314	715,854	1.11
	90,500	1,719,615	1,914,702	2.97
<u>Energy</u>				
Dialog Group Berhad	258,000	619,830	554,700	0.86
<u>Financial Services</u>				
Bank Islam Malaysia Berhad	238,600	646,590	644,220	1.00
Bursa Malaysia Berhad	101,000	983,165	961,520	1.49
	339,600	1,629,755	1,605,740	2.49
<u>Health Care</u>				
Duopharma Biotech Berhad	252,522	406,825	343,430	0.53
IHH Healthcare Berhad	142,000	867,461	1,016,720	1.58
	394,522	1,274,286	1,360,150	2.11
<u>Industrial Products &amp; Services</u>				
P.I.E. Industrial Berhad	67,000	394,945	355,770	0.55
Powerwell Holdings Berhad	975,000	547,965	390,000	0.60
QES Group Berhad	625,000	378,283	337,500	0.52
Solarvest Holdings Berhad	238,000	354,170	373,660	0.58
Sunway Berhad	133,200	401,085	559,440	0.87
	2,038,200	2,076,448	2,016,370	3.12

i. Quoted Shariah-compliant securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2024	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Property</u>				
Sime Darby Property Berhad	313,200	255,128	460,404	0.71
<u>Technology</u>				
Inari Amertron Berhad	127,100	387,489	368,590	0.57
ITMAX System Berhad	212,200	501,054	766,042	1.19
	339,300	888,543	1,134,632	1.76
<u>Telecommunications &amp; Media</u>				
Telekom Malaysia Berhad	152,049	962,436	1,021,769	1.58

i. Quoted Shariah-compliant securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2024	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Utilities</u>				
Tenaga Nasional Berhad	103,400	1,173,622	1,493,096	2.31
<b>TOTAL QUOTED SHARIAH-COMPLIANT SECURITIES</b>	<u>4,028,771</u>	10,599,663	<u>11,561,563</u>	17.91
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>961,900</u>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>11,561,563</u>		

i. Quoted Shariah-compliant securities

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2023	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Consumer Products &amp; Services</u>				
AEON Co. (M) Berhad	237,500	221,058	261,250	0.61
Hong Leong Industries Berhad	45,500	417,434	404,495	0.94
Sime Darby Berhad	80,000	166,384	176,800	0.41
	<u>363,000</u>	<u>804,876</u>	<u>842,545</u>	<u>1.96</u>
<u>Energy</u>				
Hibiscus Petroleum Berhad	<u>200,000</u>	<u>220,000</u>	<u>226,000</u>	<u>0.52</u>
<u>Financial Services</u>				
Bank Islam Malaysia Berhad	<u>72,600</u>	<u>201,238</u>	<u>155,364</u>	<u>0.36</u>
<u>Health Care</u>				
Duopharma Biotech Berhad	252,522	406,825	303,026	0.70
IHH Healthcare Berhad	52,000	275,725	304,200	0.71
	<u>304,522</u>	<u>682,550</u>	<u>607,226</u>	<u>1.41</u>
<u>Industrial Products &amp; Services</u>				
BP Plastics Holding Berhad	155,400	236,084	191,142	0.44
Press Metal Aluminium Holdings Berhad	96,900	575,586	456,399	1.06
Solarvest Holdings Berhad	150,000	210,000	198,000	0.46
V.S. Industry Berhad	110,900	150,166	113,118	0.26
	<u>513,200</u>	<u>1,171,836</u>	<u>958,659</u>	<u>2.22</u>



## i. Quoted Shariah-compliant securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2023	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Plantation</u>				
Hap Seng Plantations Holdings Berhad				
	210,600	568,866	395,928	0.92
Kuala Lumpur Kepong Berhad	18,500	415,162	395,900	0.92
	<u>229,100</u>	<u>984,028</u>	<u>791,828</u>	<u>1.84</u>
<u>Property</u>				
Sime Darby Property Berhad	560,200	362,685	389,339	0.90
<u>Technology</u>				
CTOS Digital Berhad	220,900	372,192	309,260	0.72
Genetec Technology Berhad	120,100	316,563	287,039	0.67
Inari Amertron Berhad	82,100	233,940	238,090	0.55
ITMAX System Berhad	122,600	131,182	221,906	0.51
	<u>545,700</u>	<u>1,053,877</u>	<u>1,056,295</u>	<u>2.45</u>
<u>Telecommunications &amp; Media</u>				
CelcomDigi Berhad	93,500	360,856	408,595	0.95
Telekom Malaysia Berhad	95,749	522,938	469,170	1.08
	<u>189,249</u>	<u>883,794</u>	<u>877,765</u>	<u>2.03</u>

i. Quoted Shariah-compliant securities (continued)

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2023	Percentage of net asset value of the Fund
	Units	RM	RM	%
<u>Utilities</u>				
Tenaga Nasional Berhad	88,300	882,370	882,117	2.04
<b>TOTAL QUOTED SHARIAH-COMPLIANT SECURITIES</b>	<u>3,065,871</u>	7,247,254	<u>6,787,138</u>	15.73
<b>ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>(460,116)</u>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>6,787,138</u>		

ii. Unquoted sukuk

Name of counter	Nominal value	Aggregate cost	Fair value as at 30.9.2024	Percentage of net asset value of the Fund
	RM	RM	RM	%
4.75% Affin Islamic Bank Berhad 16.12.2027 (AA3)	5,000,000	5,068,888	5,197,588	8.06
4.40% CIMB Group Holdings Berhad 8.9.2032 (AA2)	3,500,000	3,509,282	3,562,482	5.52
3.25% DanaInfra Nasional Berhad 5.5.2028 (NR)	5,000,000	5,065,890	5,030,090	7.80
4.53% DanaInfra Nasional Berhad 1.4.2037 (NR)	1,000,000	1,022,712	1,086,202	1.68
4.14% Malaysia Airports Holdings Berhad 29.12.2028 (AAA)	2,000,000	2,021,551	2,046,771	3.17
4.245% Malaysia Government 30.9.2030 (NR)	6,500,000	6,710,104	6,715,258	10.41
3.804% Malaysia Government 8.10.2031 (NR)	6,500,000	6,667,370	6,665,051	10.33
4.193% Malaysia Government 7.10.2032 (NR)	2,000,000	2,048,283	2,100,155	3.26
3.15% Pelabuhan Tanjung Pelepas Sdn Bhd 28.8.2025 (AA IS)	2,500,000	2,507,336	2,496,336	3.87

ii. Unquoted sukuk (continued)

Name of counter	Nominal value	Aggregate cost	Fair value as at 30.9.2024	Percentage of net asset value of the Fund
	RM	RM	RM	%
4.99% PONSB Capital Berhad 30.6.2027 (AA2 (S))	500,000	506,494	522,469	0.81
5.04% Sarawak Energy Berhad 25.4.2031 (AAA)	300,000	322,689	327,293	0.51
4.74% VS Capital Management Sdn Bhd 21.9.2027 (AA IS)	1,500,000	1,529,459	1,535,653	2.38
<b>TOTAL UNQUOTED SUKUK</b>	<u>36,300,000</u>	<u>36,980,058</u>	<u>37,285,348</u>	<u>57.80</u>
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>305,290</u>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			<u>37,285,348</u>	

ii. Unquoted sukuk

Name of counter	Nominal value	Aggregate cost	Fair value as at 30.9.2023	Percentage of net asset value of the Fund
	RM	RM	RM	%
4.75% Affin Islamic Bank Berhad 16.12.2027 (AA3)	5,000,000	5,000,000	5,187,732	12.03
4.47% Aman Sukuk Berhad 8.5.2025 (AAA IS)	1,500,000	1,514,091	1,541,805	3.57
4.40% CIMB Group Holdings Berhad 8.9.2032 (AA2)	3,500,000	3,500,000	3,531,229	8.19
3.25% Danalnfra Nasional Berhad 5.5.2028 (NR)	5,000,000	5,000,000	4,945,836	11.46
4.53% Danalnfra Nasional Berhad 1.4.2037 (NR)	1,000,000	1,000,000	1,056,614	2.45
4.14% Malaysia Airports Holdings Berhad 29.12.2028 (AAA)	2,000,000	2,000,000	2,028,197	4.70
3.655% Malaysia Government 15.10.2024 (NR)	10,000,000	10,132,753	10,193,869	23.63
4.193% Malaysia Government 7.10.2032 (NR)	2,000,000	2,008,527	2,070,155	4.80
3.15% Pelabuhan Tanjung Pelepas Sdn Bhd 28.8.2025 (AA IS)	2,500,000	2,500,000	2,468,111	5.72

## ii. Unquoted sukuk (continued)

Name of counter	Nominal value	Aggregate cost	Fair value as at 30.9.2023	Percentage of net asset value of the Fund
	RM	RM	RM	%
4.99% PONSB Capital Berhad 30.6.2027 (AA3 (S))	500,000	500,000	520,817	1.21
5.04% Sarawak Energy Berhad 25.4.2031 (AAA)	300,000	318,205	323,915	0.75
<b>TOTAL UNQUOTED SUKUK</b>	<u>33,300,000</u>	<u>33,473,576</u>	<u>33,868,280</u>	<u>78.51</u>
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>394,704</u>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>33,868,280</u>		

The effective weighted average rate of return of unquoted sukuk per annum as at the date of the statement of financial position are as follows:

	2024	2023
	%	%
Unquoted sukuk	<u>3.71</u>	<u>4.04</u>

**7. CASH AND CASH EQUIVALENTS**

	<b>2024</b>	<b>2023</b>
	<b>RM</b>	<b>RM</b>
Bank balance with a licensed bank	194,926	70,906
Islamic deposits with licensed financial institution	1,870,151	2,520,407
	<u>2,065,077</u>	<u>2,591,313</u>

The effective weighted average rate of return of short-term Islamic deposits with licensed financial institution per annum as at the date of the statement of financial position are as follows:

	<b>2024</b>	<b>2023</b>
	<b>%</b>	<b>%</b>
Islamic deposits with licensed financial institution	<u>2.95</u>	<u>2.95</u>

The Islamic deposits have an average maturity of 1 day (2023: 2 days).

## 8. SHARIAH INFORMATION OF THE FUND

### 2024 and 2023

The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises:

- a. Equity securities listed on Bursa Malaysia Securities Berhad which have been classified as Shariah-compliant by the Shariah Advisory Council of the Securities Commission Malaysia;
- b. Unquoted sukuk as per the list of unquoted sukuk available at Bond Info Hub, Fully Automated System for Issuing/Tendering of Bank Negara Malaysia, and The Bond and Sukuk Information Exchange; and
- c. Cash placements and liquid assets in local market which are placed in Shariah-compliant instruments.

## 9. UNITS IN CIRCULATION

	2024	2023
	No. of units	No. of units
At the beginning of the financial period	50,721,361	60,282,497
Creation of units arising from applications during the financial period	53,724,849	6,381,586
Cancellation of units during the financial period	(17,843,418)	(7,480,514)
At the end of the financial period	86,602,792	59,183,569



## 10. TRANSACTIONS WITH BROKERS/DEALERS

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

Name of brokers/dealers	Value of trades	Percentage of total trades	Brokerage fees	Percentage of total brokerage fees
	RM	%	RM	%
<u>2024</u>				
Citibank (M) Berhad	9,051,200	30.02	-	-
CIMB Bank Berhad	6,711,250	22.26	-	-
UOB Kay Hian Securities (M) Sdn Bhd	2,213,594	7.34	4,206	19.50
Kenanga Investment Bank Berhad	2,071,279	6.87	3,935	18.24
CGS International Securities Malaysia Sdn Bhd	2,001,023	6.64	3,802	17.62
Hong Leong Investment Bank Berhad	1,853,800	6.15	612	2.84
CIMB Islamic Bank Berhad	1,501,455	4.98	-	-
CIMB Securities Sdn Bhd	897,877	2.98	1,706	7.91
Affin Hwang Investment Berhad	729,489	2.42	1,386	6.42
RHB Investment Bank Berhad	673,212	2.23	1,279	5.93
Others	2,445,526	8.11	4,646	21.54
	<u>30,149,705</u>	<u>100.00</u>	<u>21,572</u>	<u>100.00</u>

Name of brokers/dealers	Value of trades	Percentage of total trades	Brokerage fees	Percentage of total brokerage fees
	RM	%	RM	%
<u>2023</u>				
CLSA Securities Malaysia Sdn Bhd	1,095,865	23.31	2,082	23.17
RHB Investment Bank Berhad	891,502	18.96	1,694	18.85
Kenanga Investment Bank Berhad	520,951	11.07	990	11.02
KAF Equities Sdn Bhd	514,033	10.93	1,016	11.31
J.P. Morgan Securities (Malaysia) Sdn Bhd	362,921	7.72	695	7.73
Maybank Investment Bank Berhad	278,687	5.93	535	5.95
Macquarie Capital Securities (M) Sdn Bhd	246,147	5.23	468	5.21
Hong Leong Investment Bank Berhad	189,365	4.03	360	4.01
AmlInvestment Bank Berhad	189,132	4.02	359	4.00
UBS Securities Malaysia Sdn Bhd	166,384	3.54	316	3.52
Others	247,235	5.26	470	5.23
	<u>4,702,222</u>	<u>100.00</u>	<u>8,985</u>	<u>100.00</u>

All brokers and dealers highlighted above are not related to the Manager.

**11. TOTAL EXPENSE RATIO ("TER")**

	<b>2024</b>	<b>2023</b>
	%	%
TER	0.70	0.69

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 expense (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 RM40,484,219 (2023: RM42,980,935).

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

	<b>2024</b>	<b>2023</b>
PTR (times)	0.39	0.05

PTR is derived from the following calculation:

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

where:

total acquisitions for the financial period = RM22,511,820 (2023: RM2,094,776)

total disposals for the financial period = RM9,157,046 (2023: RM2,612,986)

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

The related parties and their 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	1,578	1,175	1,519	1,108

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.

### 14. APPROVAL OF FINANCIAL STATEMENTS

The unaudited financial statements have been approved for issue by the Manager on 25 November 2024.

# CORPORATE DIRECTORY

## **THE MANAGER**

NAME

EASTSPRING INVESTMENTS BERHAD

COMPANY NO.

200001028634 (531241-U)

REGISTERED OFFICE

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## **TRUSTEE**

NAME

DEUTSCHE TRUSTEES MALAYSIA BERHAD

COMPANY NO.

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REGISTERED OFFICE & BUSINESS OFFICE

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603-2053 7526

## **SHARIAH ADVISER**

NAME

BIMB SECURITIES SDN BHD

COMPANY NO.

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