



SEMI-ANNUAL REPORT
31 October 2022

AHAM Bond Fund
(Formerly known as Affin
Hwang Bond Fund)

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

TRUSTEE
AmanahRaya Trustees Berhad
(766894-T)

Built On Trust

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AHAM BOND FUND (FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

Semi-Annual Report and Unaudited Financial Statements For the 6 Months Financial Period Ended 31 October 2022

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FUND INFORMATION

Fund Name	AHAM Bond Fund (Formerly known as Affin Hwang Bond Fund)
Fund Type	Income & Growth
Fund Category	Bond
Investment Objective	To achieve steady capital growth at a rate better than the average deposit rates over a long-term period by investing in a wide portfolio of authorized securities and other investments
Benchmark	12-month fixed deposit rate quoted by Maybank
Distribution Policy	Distribution (if any) is on annual basis and will be subject to the availability of income

FUND PERFORMANCE DATA

Category	As at 31 Oct 2022 (%)	As at 31 Oct 2021 (%)	As at 31 Oct 2020 (%)
Portfolio composition			
Unquoted fixed income securities – local			
- Bonds	97.53	94.67	88.54
Cash & cash equivalent	2.47	5.33	11.46
Total	100.00	100.00	100.00
Total NAV (RM'million)	694.377	947.861	1,186.280
NAV per Unit (RM)	0.5767	0.5915	0.6196
Unit in Circulation (million)	1,204.063	1,602.416	1,914.562
Highest NAV	0.5879	0.6044	0.6258
Lowest NAV	0.5718	0.5894	0.6100
Return of the Fund (%)	1.15	0.51	2.53
- Capital Growth (%)	0.35	-0.89	1.13
- Income Distribution (%)	0.80	1.41	1.39
Gross Distribution per Unit (sen)	0.46	0.84	0.85
Net Distribution per Unit (sen)	0.46	0.84	0.85
Total Expense Ratio (%) ¹	0.55	0.55	0.55
Portfolio Turnover Ratio (times) ²	0.15	0.09	0.48

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

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

An illustration of the above would be as follow:-

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

¹The Fund's TER was unchanged for the financial period.

² The Fund's PTR increased over the period under review due to higher trading activities for the financial period.

MANAGER'S REPORT

Income Distribution / Unit Split

The Net Asset Value per unit prior and subsequent to the distribution was as follows:-

Cum Date	Ex-Date	Cum-distribution (RM)	Distribution per Unit (RM)	Ex-distribution (RM)
14-Jun-22	15-Jun-22	0.5752	0.00160	0.5737
20-Sep-22	21-Sep-22	0.5865	0.00300	0.5828

No unit splits were declared for the financial period ended 31 October 2022.

Performance Review (1 May 2022 to 31 October 2022)

For the period 1 May 2022 to 31 October 2022, the Fund has registered a return of 1.15% as compared to the benchmark return of 1.16%. The Fund thus underperformed the benchmark by 0.01%. The Net Asset Value (NAV) per unit of the Fund as at 31 October 2022 was RM 0.5767 while the NAV per unit on 30 April 2022 was RM 0.5747. During the same period under review, the Fund has declared a total gross income distribution of RM0.0046 per unit.

Since commencement, the Fund has outperformed the benchmark by 21.82% with returns of 114.28% compared to the benchmark return of 92.46%.

Table 1: Performance of the Fund

	6 Months (1/5/22 - 31/10/22)	1 Year (1/11/21 - 31/10/22)	3 Years (1/11/19 - 31/10/22)	5 Years (1/11/17 - 31/10/22)	Since Commencement (14/12/01 - 31/10/22)
Fund	1.15%	(0.34%)	3.64%	17.35%	114.28%
Benchmark	1.16%	2.08%	6.50%	13.56%	92.46%
Outperformance	(0.01%)	(2.42%)	(2.86%)	3.79%	21.82%

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	1 Year (1/11/21 - 31/10/22)	3 Years (1/11/19 - 31/10/22)	5 Years (1/11/17 - 31/10/22)	Since Commencement (14/12/01 - 31/10/22)
Fund	(0.34%)	1.20%	3.25%	3.71%
Benchmark	2.08%	2.12%	2.57%	3.18%
Outperformance	(2.42%)	(0.92%)	0.68%	0.53%

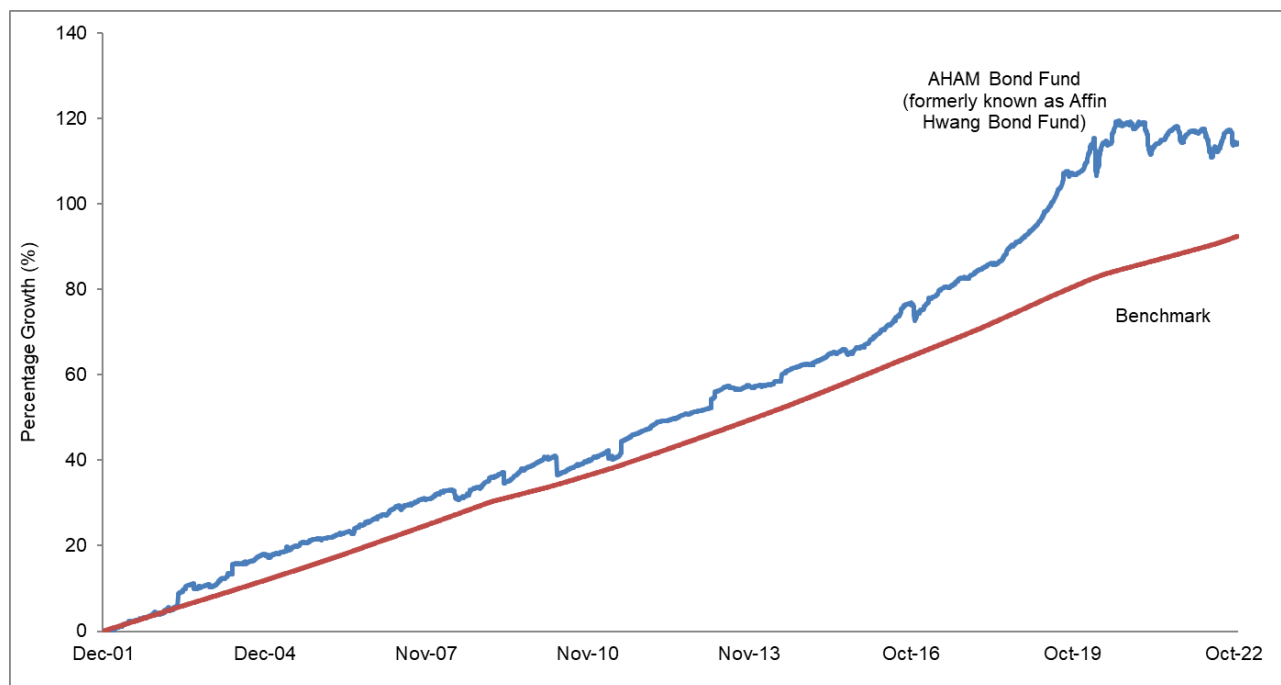
Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2022 (1/5/21 - 30/4/22)	FYE 2021 (1/5/20 - 30/4/21)	FYE 2020 (1/5/19 - 30/4/20)	FYE 2019 (1/5/18 - 30/4/19)	FYE 2018 (1/5/17 - 30/4/18)
Fund	(0.97%)	0.16%	7.51%	6.80%	3.69%
Benchmark	1.85%	1.91%	3.02%	3.35%	3.16%
Outperformance	(2.82%)	(1.75%)	4.49%	3.45%	0.53%

Source of Benchmark: Bloomberg

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



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

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

Asset Allocation

For a snapshot of the Fund's asset mix during the period under review, please refer to Fund Performance Data.

As at 31 October 2022, the Fund's exposure into the fixed income securities stood at 97.53% (2021:97.67%) of the Fund's NAV, while the balance was held in cash and cash equivalent. During the period under review, the manager had decreased cash slightly while deploying into the local bonds.

Strategies Employed

Over the period under review, the Manager maintained a focus on high conviction credit names across domestic space. Emphasis was placed on Investment Grade names, while cash level of the Fund was decreased to capture market opportunities. However, in a late cycle environment, default rates tend to rise as growth slows, thus it is important to stick to quality credits.

Market Review

Sustained inflationary pressures as well as central bank tightening continues to present a headwind to financial markets. Geopolitical instability also contributes to market concerns as friction between Russia and Ukraine persists, causing supply chain disruptions among investor concerns. At the start of the year, investment markets started to take seriously the potential implications of a change in monetary policy direction as inflationary pressures showed little signs of abating. As we enter the last quarter of the year, numerous interest rates hikes have taken place over the year. The US Federal Reserve (Fed) has raised the fed funds rate by three percentage points by October 2022 to address inflationary pressures. All eyes will be

on the upcoming Fed's policy meeting on the 1-2 November where a 75 basis points (bps) rate hike is widely baked into market expectations. Investors will be keeping a lookout on the Fed' forward commentary to see if there are any signs of a pivot.

Following a slump in the previous month, US equities recovered some ground in October on optimism that the Fed is considering easing monetary policy. The Standard & Poor (S&P) 500 index climbed 8.0% higher as souring consumer confidence and falling home prices raised expectations that the Fed could start to hit the brakes on tightening. However, despite the recent gain, a comparison of the index with a year ago shows a decline of 15.92%. The Nasdaq index similarly closed 3.9% higher than last month as earnings season kicked into high gear. As of October 2022, 226 companies within the S&P 500 have reported results. Out of this figure, 60% of companies delivered an earnings beat. However, the surprise magnitude was only 0.9% which is well below average levels.

The euro area annual inflation rate was 10.7% year-on-year in October, the energy sector being the largest contributor to the increase. The month also saw the European Commission propose new regulation to cap energy prices and introduce measures such as joint gas purchasing. All sectors in the Eurozone gained in the month, with energy and industrials the largest contributor and the weaker sectors being consumer and consumer staples. The European Central Bank (ECB) raised interest rates by 75 bps and acknowledge that the eurozone may face recession, signalling a sign that the pace of rates rises could soon ease. This increased the appetite for shares.

In Asia the broader MSCI (Morgan Stanley Composite Index) Asia ex-Japan index fell 6.1% in October, dragged by losses in China. The MSCI China index plunged by over 16.8% as COVID-19 flare-ups and policy uncertainty post-Congress weigh on risk sentiment. There were few surprises in China's 20th Party Congress which is held once every 5 years. As expected, the Chinese Communist Party elected Xi Jinping as its general secretary (the highest position in the party) for an unprecedented third term, further cementing his leadership. Markets are jittery as President Xi Jinping's further consolidation of power together with his close allies fuelled risk that disruptive past policies like Beijing's tech regulatory crackdown and its strict zero COVID strategy would continue. Share prices in Taiwan were also lower in October due to ongoing geopolitical tensions with China.

Back on the home front, the local market edged 4.7% higher as election fever heats up. After much speculation, the dissolution of Parliament was announced by Prime Minister Datuk Seri Ismail to pave the way for the 15th general election("GE15"). The nomination of candidates is set to be announced on the 5 November and voting taking place on the 19 November.

The current market base-case is that Barisan Nasional could muster a sufficient majority to form a new government. This outcome may be viewed positively as markets believe that it signifies policy continuity, where any new fiscal budget would also be similar to the one tabled before.

As of October 2022, US Treasury (UST) yield curve continue to rise and remain inverted on the back of US Fed aggressive rate hike policy to reduce the high level of inflation. UST yields moved higher on a month-on-month basis across the curve. The long end shifted the less, reflecting expectations on slower growth in the future. UST10Y ended higher at 4.05%, an increase of 22bps from the previous month, amidst elevated level of inflation and tight job market. The UST 2Y/10Y inversion was flat at 44bps (Sep: 45bps), reflecting a higher possibility of a recession.

On the domestic front, after the sell-off in the previous month, Malaysian government securities (MGS) yields saw a bit of relief in October as yields ended and the longer-tenured yields, 10, 15, 20 and 30 years, fell by around 3 to 10 bps amidst possibility of central banks slowed down their pace of rates hiking.

Headline inflation tapered off to +4.5% in September (August: +4.7%), suggesting the headline inflation has likely peaked. However, the core Consumer Price Index (CPI) figures continued to tick higher at +4.0% in September (August: +3.8%) amidst elevated commodity prices, strong demand and tight labor markets. Expect headline consumer price index (CPI) to hover at current level before moderating in the fourth quarter of the year (assuming subsidies remain unchanged). Due to the elevated inflation level and strong economic growth, Bank Negara Malaysia (BNM) raised rates by 25 bps in the overnight policy rate (OPR) rate to bring it to 2.75% by year end.

The S&P Goldman Sachs Commodities Index (GSCI) recorded a positive performance in October as higher energy prices offsetting weaker prices for agriculture and precious metals. Energy once again, was the best-performing component of the index with higher prices for oil and unleaded gasoline offsetting a fall in natural gas prices. Gold, however, fell 2% in October from rising bond yields and dollar strength. The commodity fell for the seventh consecutive month in October despite a strong start in the month. The slump was mainly attributed to strong monthly gains in equities and flat bond prices.

Investment Outlook

Markets are set to remain challenging as the global economy waddles through several turbulent changes. The effects of Russia's invasion of Ukraine, the highest level of inflation seen in several decades and lingering COVID-19 pandemic effects all contribute heavily to the outlook. As policymakers aim to lower inflation back to a sustainable range, monetary and fiscal policy that provided support during the pandemic has started to normalise. However, without careful calibration of policies, more economies could potentially see a larger degree of slowing growth or outright contraction. The possibility of another pandemic induced supply chain reduction on top of the continuing Russia-Ukraine conflict could affect the global economy's health.

Economists are expecting a weaker growth in 2023 compared to 2022 with the proliferation of slow global growth induced by the effects of rapid rate hikes and inflation to name a few. A slowdown in the Asia Pacific region is mostly anticipated from sluggish global trade next year as the outlook for exports over the first half of the year is projected to be weak.

In the broader Asian market, bilateral relationships between US and China may continue to deteriorate following an order by the US government in early September 2022 preventing chipmakers including Nvidia and Advanced Micro Devices (AMD) from exporting specific advanced chips to China. On a positive note, delisting fears for US listed Chinese stocks have alleviated to some extent on the news of an agreement between both governments over the auditing dispute being reached.

US economic data that was released in the month posted its first positive growth for 2022. The nation's gross domestic product (GDP) increased at a 2.6% annualized pace in the third quarter of 2022, above the Dow Jones forecast of 2.3%. The growth can be mostly attributed to a narrowing trade deficit, which economists consider to be a one-off occurrence.

We expect markets to remain volatile as markets continue to shift between competing narratives of elevated inflation and rising risk of a recession, which will take time to play out. In addition to global rate hikes, sudden fiscal policy intervention as seen in the UK could further increase volatility. Risks to the outlook continue to remain large and for the most part, to the downside. Central banks and policymakers could misjudge the right stance to contain inflation and reign it in for a soft landing. If policy paths in the largest economies continue to diverge, further US dollar appreciation and cross-border tension could be observed.

State of Affairs of the Fund

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

Soft Commissions received from Brokers

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

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

During the financial period under review, no soft commission was received by the Manager on behalf of the Fund.

Cross Trade

Cross trade transactions have been carried out during the reported period and that the Investment Committee of the fund has reviewed that such transactions are in the best interest of the fund and transacted on an arm's length and fair value basis.

Securities Financing Transactions

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

Changes Made To the Fund's Prospectus

There were no changes made to the Fund's prospectus during the financial period under review.

**TRUSTEE’S REPORT TO THE UNIT HOLDERS OF
AHAM BOND FUND (FORMERLY KNOWN AS AFFIN HWANG BOND FUND) (“FUND”)**

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

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

We are of the opinion that the distribution of income by the Fund is appropriate and reflects the investment objective of the Fund.

Yours faithfully

AMANAHRAYA TRUSTEES BERHAD

ZAINUDIN BIN SUHAIMI

Chief Executive Officer

Kuala Lumpur, Malaysia

15 December 2022

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022

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AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

UNAUDITED SEMI-ANNUAL STATEMENT OF COMPREHENSIVE INCOME
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022

	<u>Note</u>	6 months financial period ended <u>31.10.2022</u> RM	6 months financial period ended <u>31.10.2021</u> RM
INVESTMENT INCOME			
Interest income for financial assets at amortised cost		454,226	481,540
Interest income for financial assets at fair value through profit or loss		14,783,995	19,132,406
Net loss on financial assets at fair value through profit or loss	8	(2,665,105)	(7,885,713)
		<u>12,573,116</u>	<u>11,728,233</u>
EXPENSES			
Management fee	4	(3,665,139)	(4,942,236)
Trustee fee	5	(293,623)	(395,607)
Auditors' remuneration		(4,789)	(4,033)
Tax agent's fee		(322)	-
Other expenses		(12,718)	(20,153)
		<u>(3,976,591)</u>	<u>(5,362,029)</u>
NET PROFIT BEFORE TAXATION		8,596,525	6,366,204
Taxation	6	-	-
NET PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		<u><u>8,596,525</u></u>	<u><u>6,366,204</u></u>
Net profit after taxation is made up of the following:			
Realised amount		20,759,983	16,195,506
Unrealised amount		(12,163,458)	(9,829,302)
		<u><u>8,596,525</u></u>	<u><u>6,366,204</u></u>

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

UNAUDITED SEMI-ANNUAL STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2022

	<u>Note</u>	<u>2022</u> RM	<u>2021</u> RM
ASSETS			
Cash and cash equivalents	9	17,797,378	51,236,829
Amount due from Manager - creation of units		30,549	164,973
Financial assets at fair value through profit or loss	8	677,225,465	897,350,542
TOTAL ASSETS		<u>695,053,392</u>	<u>948,752,344</u>
LIABILITIES			
Amount due to Manager - management fee		607,359	803,834
Amount due to Trustee		48,589	64,306
Auditors' remuneration		4,879	5,623
Tax agent's fee		8,442	12,500
Other payable and accruals		7,485	5,261
TOTAL LIABILITIES		<u>676,754</u>	<u>891,524</u>
NET ASSET VALUE OF THE FUND		<u>694,376,638</u>	<u>947,860,820</u>
EQUITY			
Unitholders' capital		724,309,486	957,820,998
Accumulated losses		(29,932,848)	(9,960,178)
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>694,376,638</u>	<u>947,860,820</u>
NUMBER OF UNITS IN CIRCULATION	10	<u>1,204,063,000</u>	<u>1,602,416,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.5767</u>	<u>0.5915</u>

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

UNAUDITED SEMI-ANNUAL STATEMENT OF CHANGES IN EQUITY
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022

	Unitholders' <u>capital</u> RM	Accumulated <u>losses</u> RM	<u>Total</u> RM
Balance as at 1 May 2022	805,200,440	(32,849,140)	772,351,300
Total comprehensive income for the financial period	-	8,596,525	8,596,525
Distributions (Note 7)	-	(5,680,233)	(5,680,233)
Movement in unitholders' capital:			
Creation of units arising from applications	94,602,127	-	94,602,127
Creation of units arising from distributions	4,994,541	-	4,994,541
Cancellation of units	(180,487,622)	-	(180,487,622)
Balance as at 31 October 2022	<u>724,309,486</u>	<u>(29,932,848)</u>	<u>694,376,638</u>
Balance as at 1 May 2021	1,009,578,049	(2,540,844)	1,007,037,205
Total comprehensive income for the financial period	-	6,366,204	6,366,204
Distributions (Note 7)	-	(13,785,538)	(13,785,538)
Movement in unitholders' capital:			
Creation of units arising from applications	70,155,853	-	70,155,853
Creation of units arising from distributions	11,825,415	-	11,825,415
Cancellation of units	(133,738,319)	-	(133,738,319)
Balance as at 31 October 2021	<u>957,820,998</u>	<u>(9,960,178)</u>	<u>947,860,820</u>

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

UNAUDITED SEMI-ANNUAL STATEMENT OF CASH FLOWS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022

	<u>Note</u>	6 months financial period ended <u>31.10.2022</u> RM	6 months financial period ended <u>31.10.2021</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of investments		117,417,195	113,353,927
Purchase of investments		(105,885,650)	(76,374,400)
Interest received		17,603,657	22,178,339
Management fee paid		(3,711,460)	(4,960,648)
Trustee's fee paid		(297,329)	(397,081)
Payment for other fees and expenses		(16,935)	(27,591)
		<hr/>	<hr/>
Net cash flows generated from operating activities		25,109,478	53,772,546
		<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		94,571,578	69,990,880
Payments for cancellation of units		(182,736,998)	(133,828,987)
Payment for distributions		(685,692)	(1,960,123)
		<hr/>	<hr/>
Net cash flows used in financing activities		(88,851,112)	(65,798,230)
		<hr/>	<hr/>
NET DECREASE IN CASH AND CASH EQUIVALENTS		(63,741,634)	(12,025,684)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD		81,539,012	63,262,513
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	9	<u>17,797,378</u>	<u>51,236,829</u>

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022

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

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention except as disclosed in summary of significant accounting policies and comply with Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

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

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

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

- Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16 ‘Interest Rate Benchmark (IBOR) Reform – Phase 2’ (effective 1 January 2021) provide practical expedient allowing Fund to update the effective interest rate to account for any required changes in contractual cash flows that is a direct consequence of IBOR reform. This results in no immediate gain or loss recognised in profit or loss.

The amendments require entities to update the hedge documentation to reflect the changes required by the IBOR replacement. The amendments also provide reliefs that enable and require entities to continue hedge accounting in circumstances when changes in hedged items and hedging instruments are solely due to IBOR reform.

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

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

- Amendments to MFRS 3 ‘Reference to Conceptual Framework’ (effective 1 January 2022) replace the reference to Framework for Preparation and Presentation of Financial Statements with 2018 Conceptual Framework.
- Annual Improvements to MFRSs 2018 – 2020 Cycle (effective for annual periods beginning on or after 1 January 2022).
- Amendments to MFRS 137 ‘onerous contracts—cost of fulfilling a contract’ (effective 1 January 2022) clarify that direct costs of fulfilling a contract include both the incremental cost of fulfilling the contract as well as an allocation of other costs directly related to fulfilling contracts.

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONTINUED)

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

- Amendments to MFRS 101 'Classification of liabilities as current or non-current (effective 1 January 2023) clarify that a liability is classified as non-current if an entity has a substantive right at the end of the reporting period to defer settlement for at least 12 months after the reporting period. A liability is classified as current if a condition is breached at or before the reporting date and a waiver is obtained after the reporting date.

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

B INCOME RECOGNITION

Interest income

Interest income from short-term deposits with licensed financial institutions and unquoted fixed income securities are recognised on an effective interest method on an accrual basis.

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

Realised gains and losses on sale of investments

For unquoted fixed income securities, realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on cost adjusted for accretion of discount or amortisation of premium on investments.

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 DISTRIBUTIONS

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

E 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.

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

F 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 securities as fair value through other comprehensive income.

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

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

The Fund classifies amount due to Manager, amount due to Trustee, auditors' remuneration, tax agent's fee 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.

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

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

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

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement (continued)

Unquoted fixed income securities (including money market securities) denominated in Ringgit Malaysia are revalued on a daily basis based on fair value prices quoted by a Bond Pricing Agency (“BPA”) registered with the Securities Commission’s (“SC”) as per the SC’s Guidelines on Unit Trust Funds. Where such quotation is not available or where the Manager is of the view that the price quoted by the BPA for a specific unquoted fixed income securities 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 at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest method.

(iii) Impairment

The Fund’s financial assets measured at amortised cost are subject to expected credit losses. The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward-looking information in determining any expected credit loss. Management considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month and lifetime expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

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

Definition of default and credit-impaired financial assets

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

Quantitative criteria:

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

Qualitative criteria:

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

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

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(iii) Impairment (continued)

Write-off

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

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

G CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash and bank balances and deposits held in highly liquid investments 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.

H UNITHOLDERS' CAPITAL

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

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

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

Units are created and cancelled at the unitholders' option at prices based on the Fund's 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.

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

I CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES

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

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

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

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

J REALISED AND UNREALISED PORTIONS OF PROFIT OR LOSS AFTER TAX

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022

1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name Affin Capital Fund (the “Fund”) pursuant to the execution of a Master Deed dated 3 December 2001, First Supplemental Deed dated 29 August 2002, Second Supplemental Deed dated 23 August 2007, Third Supplemental Deed dated 8 September 2008, Fourth Supplemental Deed dated 13 October 2008, Fifth Supplemental Deed dated 22 July 2014, Sixth Supplemental Deed dated 6 August 2015, Seventh Supplemental Deed dated 10 April 2019 and Eighth Supplemental Deed dated 24 August 2022 (the “Deeds”) entered into between AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) (the “Manager”) and AmanahRaya Trustees Berhad (the “Trustee”). The Fund changed its name from Affin Capital Fund to Affin Hwang Bond Fund as amended by the Fifth Supplemental Deed dated 22 July 2014 and from Affin Hwang Bond Fund to AHAM Bond Fund as amended by the Eighth Supplemental Deed dated 24 August 2022.

The objective of the Fund is to provide investors with a steady income stream over the medium to long-term period through investments primarily in bonds and other fixed income securities as defined under Clause 3(1) of the Deed. The principal activity of the Fund is to invest in “Authorised Investments” as defined under Clause 1 of the Deed, which includes unlisted corporate bonds and money market instruments.

The Fund commenced operations on 12 December 2002 and will continue its operations until terminated by the Trustee as provided under Clause 23 of the Deed.

The Fund may invest in the following permitted investments subject to the following restrictions imposed or as may be amended from time to time by the SC and/or the relevant authorities and/or the Deeds:

- (i) Listed securities;
- (ii) Unlisted securities including, without limitation, securities that have been approved by relevant authorities for the listing of and quotation for such securities;
- (iii) Fixed deposits with financial institutions;
- (iv) Money market instruments;
- (v) Government bonds, treasury bills and other Government approved or guaranteed bonds;
- (vi) Debentures including private debt securities and bonds;
- (vii) Units/shares in collective investment schemes, both local and foreign which are in line with the objective of the Trust; and
- (viii) Any other form of investments as may be permitted by the Securities Commissions from time to time that is in line with the Trust’s objectives.

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

The financial statements were authorised for issue by the Manager on 15 December 2022.

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund are as follows:

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2022</u>				
<u>Financial assets</u>				
Cash and cash equivalents	9	17,797,378	-	17,797,378
Amount due from Manager				
- creation of units		30,549	-	30,549
Unquoted fixed income securities	8	-	677,225,465	677,225,465
Total		<u>17,827,927</u>	<u>677,225,465</u>	<u>695,053,392</u>
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		607,359	-	607,359
Amount due to Trustee		48,589	-	48,589
Auditor's remuneration		4,879	-	4,879
Tax agent's fee		8,442	-	8,442
Other payables and accruals		7,485	-	7,485
Total		<u>676,754</u>	<u>-</u>	<u>676,754</u>
<u>2021</u>				
<u>Financial assets</u>				
Cash and cash equivalents	9	51,236,829	-	51,236,829
Amount due from Manager				
- creation of units		164,973	-	164,973
Unquoted fixed income securities	8	-	897,350,542	897,350,542
Total		<u>51,401,802</u>	<u>897,350,542</u>	<u>948,752,344</u>

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVE AND POLICIES (CONTINUED)

Financial instruments of the Fund are as follows: (continued)

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2021</u> (continued)				
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		803,834	-	803,834
Amount due to Trustee		64,306	-	64,306
Auditor's remuneration		5,623	-	5,623
Tax agent's fee		12,500	-	12,500
Other payables and accruals		5,261	-	5,261
		<u>891,524</u>	<u>-</u>	<u>891,524</u>

The Fund is exposed to a variety of risks which include market risk (including interest rate risk and price risk), credit risk, liquidity risk and capital risk.

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated by the SC's Guidelines on Unit Trust Funds.

Market risk

(a) Price risk

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVE AND POLICIES (CONTINUED)

Market risk (continued)

(a) Price risk (continued)

The Fund's overall exposure to price risk was as follows:

	<u>2022</u> RM	<u>2021</u> RM
Unquoted investment		
Unquoted fixed income securities	677,225,465	897,350,542

* Include interest receivable of RM7,191,243 (2021: RM10,007,985).

The following table summaries the sensitivity of the Fund's profit after taxation and NAV to price risk movements. The analysis is based on the assumptions that the market price increased by 1% (2021: 5%) and decreased by 1% (2021: 5%) with all other variables held constant. This represents management's best estimate of a reasonable shift in unquoted investments, having regard to the historical volatility of the prices.

<u>% change in price</u>	<u>Market value</u> RM	Impact on profit after <u>tax/NAV</u> RM
<u>2022</u>		
-1%	663,333,880	(6,700,342)
0%	670,034,222	-
+1%	676,734,564	6,700,342
<u>2021</u>		
-5%	931,709,685	44,367,128
0%	887,342,557	-
+5%	842,975,429	(44,367,128)

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVE AND POLICIES (CONTINUED)

Market risk (continued)

(b) Interest rate risk

In general, when interest rates rise, unquoted fixed income securities prices will tend to fall and vice versa. Therefore, the NAV 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 hold an unquoted fixed income security till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the NAV 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.

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

Investors should note that unquoted fixed income securities and money market instruments are subject to interest rate fluctuations. Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to make payments of interest income and principal, especially if the issuers are highly leveraged. An increase in interest rates may therefore increase the potential for default by an issuer.

The table below summaries the sensitivity of the Fund's profit after taxation net asset value to movements in prices of unquoted fixed income securities held by the Fund as a result of movement in interest rate. The analysis is based on the assumptions that the interest rate increased and decreased by 2% with all other variables held constant.

<u>% change in interest rate</u>	<u>Impact on profit after tax/NAV</u>	
	<u>2022</u>	<u>2021</u>
	RM	RM
+ 2%	(3,852,264)	(4,553,971)
- 2%	3,892,749	4,599,054

The Fund's exposure to interest rate risk associated with deposit with a licensed financial institution is not material as the deposit are held on a short-term basis.

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVE AND POLICIES (CONTINUED)

Credit risk

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

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

Credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

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

For unquoted fixed income securities, 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 SC's Guidelines on Unit Trust Funds.

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

	Unquoted fixed income <u>securities</u> RM	Cash and cash <u>equivalents</u> RM	Amount due from <u>Manager</u> RM	<u>Total</u> RM
<u>2022</u>				
Consumer Discretionary				
-A+	5,078,884	-	-	5,078,884
-AA-	20,562,510	-	-	20,562,510
-AA+	4,883,462	-	-	4,883,462
Consumer Staples				
-AA	5,167,663	-	-	5,167,663
-AA2	9,921,870	-	-	9,921,870
Energy				
-AA-	32,406,591	-	-	32,406,591
Financial				
-A1	7,551,411	-	-	7,551,411
-A3	37,451,024	-	-	37,451,024
-AA	2,043,796	-	-	2,043,796
-AA-	3,933,885	-	-	3,933,885
-AA1	14,729,274	-	-	14,729,274
-AA2	14,290,357	-	-	14,290,357
-AA3	11,161,455	1,014,462	-	12,175,917
-AAA	52,582,276	16,782,916	-	69,365,192
-NR	33,154,473	-	-	33,154,473

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVE AND POLICIES (CONTINUED)

Credit risk (continued)

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

	Unquoted fixed income <u>securities</u> RM	Cash and cash <u>equivalents</u> RM	Amount due from <u>Manager</u> RM	<u>Total</u> RM
<u>2022</u> (continued)				
Government				
-SOV	42,204,155	-	-	42,204,155
Healthcare				
-AA-	16,565,516	-	-	16,565,516
Industrial				
-A	24,979,267	-	-	24,979,267
-AA	5,371,897	-	-	5,371,897
-AA-	32,704,681	-	-	32,704,681
-AA+	10,099,250	-	-	10,099,250
-AA1	15,417,455	-	-	15,417,455
-AA2	5,167,436	-	-	5,167,436
-AA3	8,527,637	-	-	8,527,637
-AAA	15,041,424	-	-	15,041,424
-NR	14,032,735	-	-	14,032,735
Quasi-Gov				
-AAA	42,831,066	-	-	42,831,066
Real Estate				
-A2	10,140,983	-	-	10,140,983
-AA	5,052,277	-	-	5,052,277
-AA-	5,000,729	-	-	5,000,729
-AA1	10,713,093	-	-	10,713,093
Telecommunication				
-AA+	13,305,012	-	-	13,305,012
Utilities				
-AA	4,114,393	-	-	4,114,393
-AA-	61,515,729	-	-	61,515,729
-AA1	14,169,160	-	-	14,169,160
-AA3	34,197,550	-	-	34,197,550
-AAA	31,155,089	-	-	31,155,089
Others				
-NR	-	-	30,549	30,549
	<u>677,225,465</u>	<u>17,797,378</u>	<u>30,549</u>	<u>695,053,392</u>

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVE AND POLICIES (CONTINUED)

Credit risk (continued)

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

	Unquoted fixed income <u>securities</u> RM	Cash and cash <u>equivalents</u> RM	Amount due from <u>Manager</u> RM	<u>Total</u> RM
<u>2021</u>				
Consumer Discretionary				
-A+	5,141,510	-	-	5,141,510
-A1	26,540,319	-	-	26,540,319
-AA-	21,666,210	-	-	21,666,210
-AA+	4,976,012	-	-	4,976,012
Consumer Staples				
-AA	5,400,561	-	-	5,400,561
-AA3	15,437,458	-	-	15,437,458
Energy				
-AA	23,686,264	-	-	23,686,264
Financial				
-A1	4,624,896	-	-	4,624,896
-A3	35,801,359	-	-	35,801,359
-AA	2,086,288	-	-	2,086,288
-AA-	20,130,905	-	-	20,130,905
-AA1	16,434,771	-	-	16,434,771
-AA2	17,473,393	-	-	17,473,393
-AA3	12,050,936	1,150,522	-	13,201,458
-AAA	91,128,005	41,362,372	-	132,490,377
-NR	22,129,333	8,723,935	-	30,853,268
Government				
-SOV	76,200,275	-	-	76,200,275
Healthcare				
-AA-	4,283,969	-	-	4,283,969
Industrial				
-A	25,354,217	-	-	25,354,217
-AA	5,649,025	-	-	5,649,025
-AA-	35,367,643	-	-	35,367,643
-AA+	10,472,000	-	-	10,472,000
-AA1	10,952,486	-	-	10,952,486
-AA3	24,962,856	-	-	24,962,856
-C	996,995	-	-	996,995
-GG	5,296,114	-	-	5,296,114
-NR	29,078,810	-	-	29,078,810
Quasi-Gov				
-AAA	68,356,614	-	-	68,356,614

AHAM BOND FUND
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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVE AND POLICIES (CONTINUED)

Credit risk (continued)

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

	Unquoted fixed income <u>securities</u> RM	Cash and cash <u>equivalents</u> RM	Amount due from <u>Manager</u> RM	<u>Total</u> RM
<u>2021</u> (continued)				
Real Estate				
-A+	15,273,723	-	-	15,273,723
-A2	10,373,124	-	-	10,373,124
-AA	15,192,766	-	-	15,192,766
-AA-	15,345,441	-	-	15,345,441
-AA1	12,855,793	-	-	12,855,793
-AA3	3,070,690	-	-	3,070,690
-NR	22,950,598	-	-	22,950,598
Telecommunication				
-AA+	16,631,073	-	-	16,631,073
Utilities				
-AA	4,241,313	-	-	4,241,313
-AA-	52,461,180	-	-	52,461,180
-AA1	35,385,803	-	-	35,385,803
-AA3	34,620,140	-	-	34,620,140
-AAA	37,269,674	-	-	37,269,674
Others				
-NR	-	-	164,973	164,973
	<u>897,350,542</u>	<u>51,236,829</u>	<u>164,973</u>	<u>948,752,344</u>

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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVE AND POLICIES (CONTINUED)

Liquidity risk

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

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

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

	<u>Within one month</u> RM	<u>Between one month to one-year</u> RM	<u>Total</u> RM
<u>2022</u>			
Amount due to Manager			
- management fee	607,359	-	607,359
Amount due to Trustee	48,589	-	48,589
Auditors' remuneration	-	4,879	4,879
Tax agent's fee	-	8,442	8,442
Other payables and accruals	-	7,485	7,485
Total	<u>655,948</u>	<u>20,806</u>	<u>676,754</u>
<u>2021</u>			
Amount due to Manager			
- management fee	803,834	-	803,834
Amount due to Trustee	64,306	-	64,306
Auditors' remuneration	-	5,623	5,623
Tax agent's fee	-	12,500	12,500
Other payables and accruals	-	5,261	5,261
Total	<u>868,140</u>	<u>23,384</u>	<u>891,524</u>

Capital risk

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

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
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3 FAIR VALUE ESTIMATION

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

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

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

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

(i) Fair value hierarchy

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

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

The level in the fair value hierarchy within which the fair value measurement is categorized in its entirety is determined based on 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 an input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

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

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2022</u>				
Financial assets at fair value through profit or loss				
- unquoted fixed income securities	-	677,225,465	-	677,225,465
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

AHAM BOND FUND
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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

The following table analyses within the fair value hierarchy the Funds financial assets (by class) measured at fair value: (continued)

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2021</u>				
Financial assets at fair value through profit or loss - unquoted fixed income securities	-	897,350,542	-	897,350,542
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

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

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

4 MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a management at a rate not exceeding 1.50% per annum of the NAV of the Fund, calculated on a daily basis.

For the 6 months financial period ended 31 October 2022, the management fee is recognised at a rate of 1.00% (2021: 1.00%) per annum on the NAV of the Fund, calculated on a daily basis as stated in the Prospectus.

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

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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
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5 TRUSTEE FEE

In accordance with the Deeds, the Trustee is entitled to an annual fee at a rate not exceeding 0.08% per annum, calculated daily based on the NAV of the Fund.

For the 6 months financial period ended 31 October 2022, the Trustee fee is recognised at a rate of 0.08% (2021: 0.08%) per annum on the NAV of the Fund, calculated on a daily basis as stated in the Prospectus.

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

6 TAXATION

	6 months financial period ended <u>31.10.2022</u> RM	6 months financial period ended <u>31.10.2021</u> RM
Current taxation	-	-

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

	6 months financial period ended <u>31.10.2022</u> RM	6 months financial period ended <u>31.10.2021</u> RM
Net profit before taxation	8,596,525	6,366,204
Tax at Malaysian statutory tax rate of 24% (2021: 24%)	2,063,166	1,527,889
Tax effect of:		
Investment income not subject to tax	(3,017,548)	(2,814,776)
Expenses not deductible for tax purposes	64,298	95,486
Restriction on tax deductible expenses for Unit Trust Funds	890,084	1,191,401
Tax expense	-	-

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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
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7 DISTRIBUTIONS

Distributions to unitholders are from the following sources:

	6 months financial period ended <u>31.10.2022</u> RM	6 months financial period ended <u>31.10.2021</u> RM
Current year's realised income	-	-
Previous years' realised income	5,680,233	13,785,538
	<hr/>	<hr/>
Gross realised income	5,680,233	13,785,538
Less: Expenses	-	-
	<hr/>	<hr/>
Net distribution amount	<u>5,680,233</u>	<u>13,785,538</u>

During the 6 months financial period ended 31 October 2022, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit</u> (sen)
15.06.2022	0.16
21.09.2022	0.30
	<hr/>
	0.46
	<hr/> <hr/>

During the 6 months financial period ended 31 October 2021, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit</u> (sen)
16.06.2021	0.42
20.09.2021	0.42
	<hr/>
	0.84
	<hr/> <hr/>

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

Included in distribution for the financial period is an amount of RM5,680,233 (2021: RM13,785,538) made from previous years' realised income.

The Fund has incurred an unrealised loss of RM12,163,458 (2021: RM9,829,302) for the 6 months financial period ended 31 October 2022.

AHAM BOND FUND
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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

8 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2022</u> RM	<u>2021</u> RM
Financial assets at fair value through profit or loss:		
- unquoted fixed income securities - local	677,225,465	897,350,542
Net loss on financial assets at fair value through profit or loss		
- realised gain/(loss) on sale of investments	91,717	(463,342)
- unrealised loss on changes in fair value	(2,756,822)	(7,422,371)
	<u>(2,665,105)</u>	<u>(7,885,713)</u>

(a) Unquoted fixed income securities - local

(i) Unquoted fixed income securities - local as at 31 October 2022 are as follows:

<u>Name of issuer</u>	<u>Nominal</u> <u>value</u> RM	<u>Adjusted</u> <u>cost</u> RM	<u>Fair</u> <u>value</u> RM	<u>Percentage</u> <u>of NAV</u> %
<u>Bonds</u>				
6.65% Aeon Credit Service M Bhd Call: 08.12.2023 (NR)	6,500,000	6,735,246	6,729,552	0.97
5.09% Amanat Lebuhraya Rakyat Bhd Bhd 11.10.2022 (AAA)	14,000,000	14,037,094	14,033,034	2.02
5.20% Amlslamic Bank Bhd Call: 15.03.2022 (A1)	5,000,000	5,014,247	5,014,747	0.72
6.00% Anih Bhd 29.11.2028 (AA)	5,000,000	5,874,748	5,371,897	0.77
5.50% Ara Bintang Bhd 17.03.2026 (NR)	15,000,000	15,097,192	14,996,692	2.16
4.70% AZRB Capital Sdn Bhd 23.12.2022 (AA-)	15,000,000	15,251,340	15,257,001	2.20
4.85% AZRB Capital Sdn Bhd 26.12.2024 (AA-)	3,000,000	3,111,476	3,026,506	0.44
5.10% AZRB Capital Sdn Bhd 26.12.2028 (AA-)	5,000,000	5,088,726	4,868,626	0.70
5.16% Bank Islam Malaysia Bhd Call: 24.08.2027 (A3)	2,500,000	2,524,386	2,540,786	0.37
4.50% Bank Muamalat Malaysia Bhd Call: 15.06.2026 (A3)	7,000,000	7,119,631	6,999,441	1.01
3.00% Bank Pembangunan Malaysia Bhd 12.10.2027 (AAA)	5,000,000	5,008,219	4,649,469	0.67
4.95% Bank Pembangunan Malaysia Bhd 02.11.2035 (AAA)	5,000,000	5,821,088	5,059,921	0.73
4.98% Bank Pembangunan Malaysia Bhd 02.03.2032 (AAA)	5,000,000	5,526,307	5,055,771	0.73

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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(i) Unquoted fixed income securities - local as at 31 October 2022 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
5.40% BEWG M Sdn Bhd 19.07.2023 (AA)	2,000,000	2,038,313	2,049,589	0.30
5.50% BEWG M Sdn Bhd 19.07.2024 (AA)	2,000,000	2,049,319	2,064,804	0.30
5.45% BGSM Management Sdn Bhd 28.06.2024 (AA3)	5,000,000	5,304,790	5,205,768	0.75
7.10% BGSM Management Sdn Bhd 28.12.2022 (AA3)	1,000,000	1,027,742	1,030,420	0.15
4.20% Bumitama Agri Ltd 22.07.2026 (AA2)	10,000,000	10,295,655	9,921,870	1.43
2.78% Cagamas Berhad 30.09.2024 (AAA)	5,000,000	5,012,948	4,891,198	0.71
5.05% Celcom Networks Sdn Bhd 29.08.2024 (AA+)	500,000	504,900	512,767	0.07
5.20% Celcom Networks Sdn Bhd 27.08.2027 (AA+)	10,000,000	10,797,687	10,340,678	1.49
4.70% CIMB Bank Bhd 18.05.2027 (AAA)	5,000,000	5,282,343	5,096,521	0.73
4.90% CIMB Group Holdings Bhd Call: 30.11.2022 (AA)	2,000,000	2,043,229	2,043,796	0.29
5.40% CIMB Group Holdings Bhd Call: 23.10.2023 (A1)	2,500,000	2,502,589	2,536,664	0.37
3.57% Danalnfra Nasional Bhd 18.05.2040 (NR)	5,000,000	5,080,692	4,257,592	0.61
4.85% Danalnfra Nasional Bhd 03.05.2041 (NR)	5,000,000	5,049,829	4,749,129	0.68
5.02% Danga Capital Bhd 21.09.2033 (AAA)	5,000,000	5,884,443	5,078,945	0.73
3.42% Danum Capital Bhd 21.02.2035 (AAA)	30,000,000	30,149,742	25,816,878	3.72
4.30% Danum Capital Bhd 13.02.2026 (AAA)	2,000,000	2,053,260	2,012,518	0.29
4.55% DRB-Hicom Bhd 12.12.2024 (A+)	5,000,000	5,145,275	5,078,884	0.73
5.69% Eco World Capital Services Bhd 29.10.2027 (AA-)	5,000,000	5,000,779	5,000,729	0.72
4.54% Edotco Malaysia Sdn Bhd 09.09.2032 (AA+)	2,500,000	2,516,617	2,451,567	0.35

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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(i) Unquoted fixed income securities - local as at 31 October 2022 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
5.88% Edra Energy Sdn Bhd 03.07.2026 (AA3)	5,000,000	5,520,853	5,301,552	0.76
5.97% Edra Energy Sdn Bhd 05.01.2028 (AA3)	20,000,000	22,771,837	21,478,477	3.09
6.12% Edra Energy Sdn Bhd 05.07.2030 (AA3)	5,000,000	5,887,336	5,402,914	0.78
4.80% Fortune Premiere Sdn Bhd 13.03.2023 (AA)	5,000,000	5,052,039	5,052,277	0.73
4.117% Gamuda Bhd 18.11.2026 (AA3)	5,000,000	5,098,175	4,973,333	0.72
4.13% GII 09.07.2029 (SOV)	1,000,000	1,094,628	1,001,906	0.14
4.467% GII 15.09.2039 (SOV)	10,000,000	11,537,359	9,605,397	1.38
4.64% IJM Corporation Bhd 02.06.2023 (AA3)	1,000,000	1,028,654	1,024,487	0.15
5.65% IJM Land Bhd Call: 19.03.2026 (A2)	5,000,000	5,033,281	5,066,831	0.73
5.73% IJM Land Bhd Call: 19.03.2027 (A2)	5,000,000	5,033,752	5,074,152	0.73
3.20% Imtiaz Sukuk II Bhd 07.10.2027 (AA2)	5,000,000	5,010,959	4,663,459	0.67
4.38% Imtiaz Sukuk II Bhd 12.05.2027 (AA2)	3,000,000	3,062,280	3,017,160	0.43
5.52% Jimah Power East Sdn Bhd 04.06.2026 (AA-)	5,000,000	5,355,849	5,209,006	0.75
5.77% Jimah Power East Sdn Bhd 04.12.2029 (AA-)	5,000,000	5,504,246	5,230,190	0.75
5.85% Jimah Power East Sdn Bhd 04.06.2031 (AA-)	10,000,000	11,081,743	10,445,303	1.50
4.55% Kedah Cement Sdn Bhd 07.07.2023 (AA3)	1,000,000	1,022,618	1,014,392	0.15
5.06% Lafarge Cement Sdn Bhd 10.07.2023 (AA3)	2,500,000	2,534,154	2,529,817	0.36
3.95% Leader Energy Sdn Bhd 16.07.2025 (AA-)	3,000,000	3,052,301	2,943,784	0.42
5.95% Lebuhraya DUKE Fasa 3 Sdn Bhd 23.08.2034 (AA-)	1,000,000	1,028,452	990,101	0.14
5.75% Malaysia Airports Holdings Bhd Call: 13.12.2024 (AA2)	5,000,000	5,170,138	5,167,436	0.74

AHAM BOND FUND
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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(i) Unquoted fixed income securities - local as at 31 October 2022 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds</u> (continued)				
4.13% Malayan Banking Bhd Call: 25.09.2026 (AA3)	5,000,000	5,020,367	4,925,267	0.71
4.63% Malayan Banking Bhd Call: 31.01.2024 (AA1)	5,000,000	5,060,253	5,104,903	0.74
5.05% MBSB Bank Bhd Call: 20.12.2024 (A3)	12,000,000	12,308,790	12,422,037	1.79
5.25% MBSB Bank Bhd Call: 21.12.2026 (A3)	15,000,000	15,289,110	15,488,760	2.23
6.30% MEX II Sdn Bhd 29.04.2033 (D)	2,500,000	1,334,135	-	-
3.757% MGS 22.05.2040 (SOV)	20,000,000	21,314,768	17,711,621	2.55
3.885% MGS 15.08.2029 (SOV)	4,000,000	4,367,475	3,908,538	0.56
4.921% MGS 06.07.2048 (SOV)	10,000,000	12,393,398	9,976,693	1.44
5.70% MMC Corp Berhad 24.03.2028 (AA-)	10,000,000	10,550,919	10,406,019	1.50
5.95% MMC Corp Berhad 12.11.2027 (AA-)	3,000,000	3,313,505	3,225,004	0.47
5.3% Northern Gateway Infra Sdn Bhd 29.08.2031 (AA1)	5,000,000	5,418,065	5,112,916	0.74
5.5% Northern Gateway Infra Sdn Bhd 29.08.2033 (AA1)	5,000,000	5,846,459	5,177,369	0.75
3.15% Pelabuhan Tanjung Pelepas SB 28.08.2025 (AA-)	5,000,000	5,027,616	4,842,316	0.70
3.30% Pelabuhan Tanjung Pelepas SB 27.08.2027 (AA-)	5,000,000	5,028,932	4,710,232	0.68
4.68% Penang Port Sdn Bhd 26.12.2031 (AA-)	1,500,000	1,524,426	1,462,311	0.21
2.91% Pengurusan Air SPV Bhd 28.09.2027 (AAA)	10,000,000	10,052,306	9,313,707	1.34
3.32% Pengurusan Air SPV Bhd 04.06.2027 (AAA)	10,000,000	9,770,360	9,635,110	1.39
3.90% Pengurusan Air SPV Bhd 30.10.2029 (AAA)	2,500,000	2,500,267	2,371,042	0.34
4.86% Plus Bhd 12.01.2038 (GG)	5,000,000	5,851,905	5,026,014	0.72
4.849% PTPTN 26.07.2041 (NR)	11,500,000	12,922,622	11,428,229	1.65
4.35% Putrajaya Holdings Sdn Bhd 11.04.2024 (AAA)	1,000,000	1,012,601	1,008,390	0.15
4.06% RHB Islamic Bank Bhd Call: 21.04.2027 (AA2)	2,000,000	2,002,447	1,953,407	0.28

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NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(i) Unquoted fixed income securities - local as at 31 October 2022 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds</u> (continued)				
2.85% RHB Bank Bhd 20.10.2025 (AA2)	5,000,000	5,004,685	4,798,485	0.69
4.82% RHB Bank Bhd Call: 27.09.2022 (AA3)	4,700,000	4,719,264	4,656,331	0.67
5.65% Sime Darby Plantation Bhd Call: 24.03.2026 (AA)	5,000,000	5,072,400	5,167,663	0.74
3.30% Sarawak Energy Bhd 14.06.2030 (AAA)	5,000,000	5,062,836	4,585,036	0.66
4.70% Sarawak Energy Bhd 24.11.2028 (AAA)	7,500,000	8,359,800	7,678,080	1.11
4.85% Sarawak Energy Bhd 19.01.2027 (AAA)	7,500,000	8,148,822	7,703,565	1.11
5.18% Sarawak Energy Bhd 25.04.2036 (AAA)	15,000,000	17,653,512	15,158,451	2.18
5.32% Sarawak Energy Bhd 03.12.2032 (AAA)	2,500,000	2,912,347	2,626,989	0.38
5.04% Southern Power Generation SB 28.04.2028 (AA-)	500,000	500,069	502,204	0.07
5.06% Southern Power Generation SB 31.10.2028 (AA-)	20,000,000	21,927,137	20,051,573	2.89
5.25% Southern Power Generation SB 30.04.2031 (AA-)	5,000,000	5,299,708	4,984,119	0.72
5.70% Tanjung Bin Energy Sdn Bhd 16.03.2027 (AA3)	1,000,000	1,039,221	1,000,215	0.14
2.90% Tenaga Nasional Bhd 12.08.2030 (AAA)	10,000,000	10,030,465	8,805,756	1.27
3.95% TG Excellence Bhd Call: 27.02.2025 (AA-)	16,750,000	16,822,301	16,565,516	2.39
5.10% TNB Western Energy Bhd 30.01.2025 (AAA)	1,000,000	1,021,696	1,029,474	0.15
5.60% TRlplc Medical Sdn Bhd 21.10.2033 (AA1)	5,000,000	5,855,873	5,127,170	0.74
5.60% UiTM Solar Power Sdn Bhd 27.04.2026 (AA-)	5,000,000	5,068,001	5,043,086	0.73
5.90% UiTM Solar Power Sdn Bhd 27.04.2029 (AA-)	5,000,000	5,226,697	5,026,941	0.72
6.20% UiTM Solar Power Sdn Bhd 27.04.2032 (AA-)	2,000,000	2,016,145	2,009,479	0.29

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(i) Unquoted fixed income securities - local as at 31 October 2022 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
6.30% UiTM Solar Power Sdn Bhd 27.04.2033 (AA-)	10,000,000	10,333,508	10,107,830	1.46
6.40% UiTM Solar Power Sdn Bhd 27.04.2034 (AA-)	5,000,000	5,695,468	5,083,984	0.73
6.60% UiTM Solar Power Sdn Bhd 25.04.2036 (AA-)	5,000,000	5,758,399	5,135,271	0.74
3.03% UMW Holdings Bhd 05.11.2025 (AA+)	5,000,000	5,074,712	4,883,462	0.70
6.35% UMW Holdings Bhd Call: 20.04.2028 (AA-)	19,500,000	20,718,096	20,562,510	2.96
5.82% UniTapah Sdn Bhd 11.06.2027 (AA1)	5,000,000	5,662,643	5,343,414	0.77
5.87% UniTapah Sdn Bhd 10.12.2027 (AA1)	5,000,000	5,719,726	5,369,679	0.77
3.00% United Overseas Bank Malaysia Call: 01.08.2025 (AA1)	5,000,000	5,036,986	4,825,886	0.69
5.80% WCT Holdings Bhd Call: 27.09.2024 (A)	10,000,000	10,055,616	10,085,416	1.45
6.00% WCT Holdings Bhd Call: 28.09.2026 (A)	15,000,000	15,086,301	14,893,851	2.15
4.68% Westports Malaysia Sdn Bhd 23.10.2025 (AA+)	10,000,000	10,529,018	10,099,250	1.45
5.15% YTL Corporation Bhd 11.11.2036 (AA1)	15,000,000	16,671,161	14,169,160	2.04
Total unquoted fixed income securities – local	<u>682,950,000</u>	<u>720,823,845</u>	<u>677,225,465</u>	<u>97.53</u>
Accumulated unrealised loss on unquoted fixed income securities – local		<u>(43,598,380)</u>		
Total unquoted fixed income securities – local		<u>677,225,465</u>		

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2021 are as follows:

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds</u>				
6.65% Aeon Credit Service M Bhd Call: 08.12.2023 (NR)	6,500,000	6,790,911	6,878,597	0.73
5.20% Amlslamic Bank Bhd Call: 15.03.2022 (A1)	2,000,000	2,027,675	2,029,032	0.21
6.00% Anih Bhd 29.11.2028 (AA)	5,000,000	5,983,268	5,649,025	0.60
5.50% Ara Bintang Bhd 17.03.2026 (AAA)	15,000,000	15,101,712	15,305,862	1.61
4.70% AZRB Capital Sdn Bhd 23.12.2022 (AA-)	15,000,000	15,300,605	15,433,720	1.63
4.85% AZRB Capital Sdn Bhd 26.12.2024 (AA-)	3,000,000	3,137,708	3,095,707	0.33
5.10% AZRB Capital Sdn Bhd 26.12.2028 (AA-)	5,000,000	5,088,027	5,063,177	0.53
4.50% Bank Muamalat Malaysia Bhd Call: 15.06.2026 (A3)	7,000,000	7,118,981	7,106,521	0.75
3.00% Bank Pembangunan Malaysia Bhd 12.10.2027 (AAA)	5,000,000	5,008,219	4,798,119	0.51
3.18% Bank Pembangunan Malaysia Bhd 11.10.2030 (AAA)	5,000,000	5,008,712	4,660,712	0.49
4.50% Bank Pembangunan Malaysia Bhd 04.11.2026 (AAA)	5,500,000	5,679,381	5,839,424	0.62
4.95% Bank Pembangunan Malaysia Bhd 02.11.2035 (AAA)	5,000,000	5,862,630	5,344,082	0.56
4.98% Bank Pembangunan Malaysia Bhd 02.03.2032 (AAA)	5,000,000	5,569,014	5,362,671	0.57
5.40% BEWG M Sdn Bhd 19.07.2023 (AA)	2,000,000	2,048,248	2,107,349	0.22
5.50% BEWG M Sdn Bhd 19.07.2024 (AA)	2,000,000	2,059,036	2,133,964	0.23
5.45% BGSM Management Sdn Bhd 28.06.2024 (AA3)	5,000,000	5,427,169	5,389,669	0.57
7.10% BGSM Management Sdn Bhd 28.12.2022 (AA3)	1,000,000	1,048,571	1,075,240	0.11
4.10% Bumitama Agri Ltd 22.07.2024 (AA3)	5,000,000	5,057,288	5,163,488	0.55
4.20% Bumitama Agri Ltd 22.07.2026 (AA3)	10,000,000	10,339,637	10,273,970	1.08
2.78% Cagamas Berhad 30.09.2024 (AAA)	5,000,000	5,012,948	4,984,498	0.53

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2021 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds</u> (continued)				
5.05% Celcom Networks Sdn Bhd 29.08.2024 (AA+)	500,000	505,091	529,393	0.06
5.20% Celcom Networks Sdn Bhd 27.08.2027 (AA+)	15,000,000	16,392,357	16,101,680	1.70
4.70% CIMB Bank Bhd 18.05.2027 (AAA)	5,000,000	5,316,898	5,345,471	0.56
4.90% CIMB Group Holdings Bhd Call: 30.11.2022 (AA)	2,000,000	2,063,621	2,086,288	0.22
5.40% CIMB Group Holdings Bhd Call: 23.10.2023 (A1)	2,500,000	2,502,589	2,595,864	0.27
3.27% DanaInfra Nasional Bhd 18.05.2035 (NR)	5,000,000	5,073,911	4,580,411	0.48
3.57% DanaInfra Nasional Bhd 18.05.2040 (NR)	5,000,000	5,080,692	4,517,992	0.48
4.85% DanaInfra Nasional Bhd 03.05.2041 (NR)	5,000,000	5,407,179	5,350,518	0.57
5.06% DanaInfra Nasional Bhd 12.02.2049 (NR)	5,000,000	5,959,349	5,362,795	0.57
5.02% Danga Capital Bhd 21.09.2033 (AAA)	5,000,000	5,949,376	5,384,345	0.57
3.42% Danum Capital Bhd 21.02.2035 (AAA)	30,000,000	30,143,833	27,332,067	2.88
4.30% Danum Capital Bhd 13.02.2026 (AAA)	2,000,000	2,062,843	2,082,683	0.22
4.55% DRB-Hicom Bhd 12.12.2024 (A+)	5,000,000	5,170,223	5,141,510	0.54
6.50% Eco World Capital Services Bhd 12.08.2022 (NR)	15,000,000	15,345,971	15,436,985	1.63
5.88% Edra Energy Sdn Bhd 03.07.2026 (AA3)	5,000,000	5,627,779	5,518,152	0.58
5.97% Edra Energy Sdn Bhd 05.01.2028 (AA3)	20,000,000	23,185,171	22,337,677	2.36
6.12% Edra Energy Sdn Bhd 05.07.2030 (AA3)	5,000,000	5,974,368	5,690,664	0.60
3.985% Fortune Premiere Sdn Bhd 11.09.2026 (AA)	10,000,000	10,072,423	10,039,497	1.06
4.80% Fortune Premiere Sdn Bhd 13.03.2023 (AA)	5,000,000	5,103,865	5,153,269	0.54
4.117% Gamuda Bhd 18.11.2026 (AA3)	10,000,000	10,198,172	10,263,467	1.08

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2021 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds (continued)</u>				
4.119% GII 30.11.2034 (SOV)	10,000,000	11,088,576	10,103,913	1.07
4.13% GII 09.07.2029 (SOV)	1,000,000	1,105,601	1,038,906	0.11
4.467% GII 15.09.2039 (SOV)	10,000,000	11,601,902	10,129,997	1.07
4.638% GII 15.11.2049 (SOV)	10,000,000	11,009,586	10,410,655	1.10
4.30% Hong Leong Financial Group Bhd Call: 14.06.2024 (AA2)	7,500,000	7,623,699	7,804,149	0.82
4.64% IJM Corporation Bhd 02.06.2023 (AA3)	1,000,000	1,045,688	1,047,589	0.11
5.05% IJM Corporation Bhd 18.08.2028 (AA3)	10,000,000	10,676,487	10,563,400	1.11
5.65% IJM Land Bhd Call: 19.03.2026 (A2)	5,000,000	5,032,507	5,177,707	0.55
5.73% IJM Land Bhd Call: 19.03.2027 (A2)	5,000,000	5,032,967	5,195,417	0.55
3.20% Imtiaz Sukuk II Bhd 07.10.2027 (AA2)	5,000,000	5,010,959	4,805,309	0.51
5.06% Lafarge Cement Sdn Bhd 08.07.2022 (AA3)	3,000,000	3,047,634	3,088,400	0.33
3.95% Leader Energy Sdn Bhd 16.07.2025 (AA-)	3,000,000	3,059,153	3,001,013	0.32
5.95% Lebuhraya DUKE Fasa 3 Sdn Bhd 23.08.2034 (AA-)	1,000,000	1,029,442	1,061,131	0.11
6.13% Lebuhraya DUKE Fasa 3 Sdn Bhd 22.08.2036 (AA-)	5,000,000	5,481,036	5,339,681	0.56
6.23% Lebuhraya DUKE Fasa 3 Sdn Bhd 21.08.2037 (AA-)	10,000,000	11,475,119	10,729,080	1.13
4.90% Lembaga Pembiayaan Perumah SA 21.09.2046 (NR)	3,000,000	3,146,618	3,120,432	0.33
6.90% Mah Sing Group Bhd Call: 04.04.2022 (NR)	7,400,000	7,510,532	7,513,613	0.79
4.13% Malayan Banking Bhd Call: 25.09.2026 (AA3)	5,000,000	5,019,801	5,074,501	0.54
4.63% Malayan Banking Bhd Call: 31.01.2024 (AA1)	5,000,000	5,059,619	5,236,419	0.55
2.88% Malaysia Rail Link Sdn Bhd 23.07.2026 (NR)	5,000,000	5,039,847	4,932,447	0.52
5.05% MBSB Bank Bhd Call: 20.12.2024 (A3)	12,000,000	12,317,094	12,703,336	1.34
5.25% MBSB Bank Bhd Call: 21.12.2026 (A3)	15,000,000	15,286,952	15,991,502	1.69

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2021 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
6.30% MEX II Sdn Bhd 29.04.2033 (C)	2,500,000	2,548,264	996,995	0.11
3.733% MGS 15.06.2028 (SOV)	10,000,000	10,340,422	10,321,772	1.09
3.757% MGS 22.05.2040 (SOV)	20,000,000	21,355,155	19,232,821	2.03
3.885% MGS 15.08.2029 (SOV)	4,000,000	4,412,095	4,113,618	0.43
4.921% MGS 06.07.2048 (SOV)	10,000,000	12,445,788	10,848,593	1.15
5.70% MMC Corp Berhad 24.03.2028 (AA-)	16,000,000	17,005,346	17,247,292	1.82
5.80% MMC Corp Berhad 12.11.2025 (AA-)	5,000,000	5,209,247	5,508,252	0.58
5.95% MMC Corp Berhad 12.11.2027 (AA-)	5,000,000	5,589,138	5,586,457	0.59
2.88% MUFG Bank Malaysia 24.03.2023 (AAA)	10,000,000	10,027,616	10,072,416	1.06
5.5% Northern Gateway Infra Sdn Bhd 29.08.2033 (AA1)	5,000,000	5,904,661	5,487,066	0.58
3.15% Pelabuhan Tanjung Pelepas SB 28.08.2025 (AA-)	5,000,000	5,027,185	4,933,885	0.52
3.30% Pelabuhan Tanjung Pelepas SB 27.08.2027 (AA-)	5,000,000	5,028,479	4,819,079	0.51
4.68% Penang Port Sdn Bhd 26.12.2031 (AA-)	2,500,000	2,540,389	2,593,764	0.27
2.91% Pengurusan Air SPV Bhd 28.09.2027 (AAA)	10,000,000	10,057,049	9,555,407	1.01
3.90% Pengurusan Air SPV Bhd 30.10.2029 (AAA)	2,500,000	2,500,801	2,468,351	0.26
4.30% Perbadanan Kemajuan N Selangor 28.06.2022 (AA3)	3,000,000	3,048,537	3,070,690	0.32
4.86% Plus Bhd 12.01.2038 (GG)	5,000,000	5,889,783	5,296,114	0.56
3.80% Prasarana Malaysia Bhd 25.02.2050 (NR)	5,000,000	5,035,397	4,334,647	0.46
4.849% PTPTN 26.07.2041 (NR)	11,500,000	12,967,571	12,130,304	1.28
2.85% RHB Bank Bhd 20.10.2025 (AA2)	5,000,000	5,004,685	4,863,935	0.51
4.82% RHB Bank Bhd Call: 27.09.2022 (AA3)	500,000	502,311	511,526	0.05
4.45% Sabah Credit Corp 19.06.2026 (AA1)	5,000,000	5,108,761	5,238,675	0.55
4.55% Sabah Development Bank Bhd 08.08.2022 (AA1)	1,000,000	1,007,207	1,019,791	0.11

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2021 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
3.30% Sarawak Energy Bhd 14.06.2030 (AAA)	10,000,000	10,125,671	9,569,771	1.01
3.65% Sarawak Energy Bhd 15.06.2035 (AAA)	5,000,000	5,069,500	4,683,850	0.49
4.70% Sarawak Energy Bhd 24.11.2028 (AAA)	7,500,000	8,463,455	7,997,889	0.84
4.85% Sarawak Energy Bhd 19.01.2027 (AAA)	10,000,000	11,024,080	10,734,621	1.13
5.18% Sarawak Energy Bhd 25.04.2036 (AAA)	15,000,000	17,803,883	16,109,751	1.70
5.28% Sarawak Energy Bhd 17.08.2035 (AAA)	5,000,000	6,052,674	5,491,697	0.58
5.32% Sarawak Energy Bhd 03.12.2032 (AAA)	2,500,000	2,940,965	2,813,500	0.30
5.65% Sarawak Energy Bhd 23.06.2026 (AAA)	5,000,000	5,716,013	5,571,190	0.59
4.43% Sarawak Hidro Sdn Bhd 11.08.2026 (AAA)	5,000,000	5,412,365	5,256,162	0.55
4.56% Sarawak Hidro Sdn Bhd 10.08.2029 (AAA)	5,000,000	5,364,137	5,235,722	0.55
5.10% Segi Astana Sdn Bhd 07.01.2022 (A+)	15,000,000	15,256,944	15,273,723	1.61
5.65% Sime Darby Plantation Bhd Call: 24.03.2026 (AA)	5,000,000	5,085,641	5,400,561	0.57
5.04% Southern Power Generation SB 28.04.2028 (AA-)	500,000	500,207	525,697	0.06
5.06% Southern Power Generation SB 31.10.2028 (AA-)	20,000,000	22,218,065	20,999,718	2.22
4.70% Tan Chong Motor Holdings Bhd 24.11.2021 (A1)	26,000,000	26,534,019	26,540,319	2.80
5.70% Tanjung Bin Energy Sdn Bhd 16.03.2027 (AA3)	1,000,000	1,046,056	1,073,647	0.11
2.90% Tenaga Nasional Bhd 12.08.2030 (AAA)	10,000,000	10,026,676	9,232,656	0.97
3.25% Tenaga Nasional Bhd 10.08.2035 (AAA)	5,000,000	5,036,062	4,450,462	0.47
3.95% TG Excellence Bhd Call: 27.02.2025 (AA-)	4,250,000	4,280,356	4,283,969	0.45
5.10% TNB Western Energy Bhd 30.01.2025 (AAA)	1,000,000	1,025,056	1,070,914	0.11

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2021 are as follows: (continued)

<u>Name of issuer</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Bonds (continued)</u>				
5.60% TRIpIc Medical Sdn Bhd 21.10.2033 (AA1)	5,000,000	5,917,640	5,465,420	0.58
4.85% UEM Edgenta Bhd 26.04.2022 (AA-)	2,000,000	2,001,595	2,022,075	0.21
3.90% UEM Sunrise Bhd 21.09.2023 (AA-)	5,000,000	5,062,966	5,036,904	0.53
5.05% UEM Sunrise Bhd 09.12.2022 (AA-)	5,000,000	5,113,392	5,187,921	0.55
5.15% UEM Sunrise Bhd 31.10.2025 (AA-)	5,000,000	5,048,035	5,120,616	0.54
6.20% UiTM Solar Power Sdn Bhd 27.04.2032 (AA-)	2,000,000	2,017,243	2,134,179	0.23
6.30% UiTM Solar Power Sdn Bhd 27.04.2033 (AA-)	10,000,000	10,355,369	10,734,530	1.13
6.40% UiTM Solar Power Sdn Bhd 27.04.2034 (AA-)	5,000,000	5,739,568	5,393,934	0.57
6.60% UiTM Solar Power Sdn Bhd 25.04.2036 (AA-)	5,000,000	5,796,621	5,423,621	0.57
3.03% UMW Holdings Bhd 05.11.2025 (AA+)	5,000,000	5,074,712	4,976,012	0.52
6.35% UMW Holdings Bhd Call: 20.04.2028 (AA-)	19,500,000	20,900,516	21,666,210	2.29
5.69% UniTapah Sdn Bhd 12.12.2025 (AA1)	1,500,000	1,582,269	1,649,452	0.17
5.82% UniTapah Sdn Bhd 11.06.2027 (AA1)	5,000,000	5,770,789	5,590,766	0.59
5.87% UniTapah Sdn Bhd 10.12.2027 (AA1)	5,000,000	5,826,243	5,615,575	0.59
3.00% United Overseas Bank Malaysia Call: 01.08.2025 (AA1)	5,000,000	5,036,986	4,939,886	0.52
5.80% WCT Holdings Bhd Call: 27.09.2024 (A)	10,000,000	10,055,616	10,177,316	1.07
6.00% WCT Holdings Bhd Call: 28.09.2026 (A)	15,000,000	15,086,301	15,176,901	1.60
4.68% Westports Malaysia Sdn Bhd 23.10.2025 (AA+)	10,000,000	10,693,693	10,472,000	1.11
5.15% YTL Corporation Bhd 11.11.2036 (AA1)	15,000,000	16,737,479	14,889,610	1.57
4.49% YTL Power International Bhd 24.03.2023 (AA1)	10,000,000	10,161,329	10,172,055	1.07

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

(a) Unquoted fixed income securities - local (continued)

(ii) Unquoted fixed income securities - local as at 31 October 2021 are as follows: (continued)

<u>Name of issuer</u>	Nominal <u>value</u> RM	Adjusted <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Bonds</u> (continued)				
4.95% YTL Power International Bhd 11.10.2024 (AA1)	5,000,000	5,097,885	5,126,384	0.54
5.05% YTL Power International Bhd 03.05.2027 (AA1)	5,000,000	5,145,421	5,197,754	0.55
Total unquoted fixed income securities – local	<u>871,150,000</u>	<u>924,265,650</u>	<u>897,350,542</u>	<u>94.67</u>
Accumulated unrealised loss on unquoted fixed income securities – local		<u>(26,915,108)</u>		
Total unquoted fixed income securities – local		<u>897,350,542</u>		

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

9 CASH AND CASH EQUIVALENTS

	<u>2022</u> RM	<u>2021</u> RM
Cash and bank balances	1,014,462	1,150,522
Deposits with licensed financial institutions	16,782,916	50,086,307
	<u>17,797,378</u>	<u>51,236,829</u>

Weighted average interest rates per annum and weighted average maturity of deposits with licensed financial institutions are as follows:

	<u>2022</u> %	<u>2021</u> %
Deposits with licensed financial institutions	<u>2.50</u>	<u>1.75</u>

Deposits with licensed financial institutions have an average maturity period of 1 day (2021: 1 days).

10 NUMBER OF UNITS IN CIRCULATION

	<u>2022</u> No. of units	<u>2021</u> No. of units
At the beginning of the financial period	1,343,862,000	1,688,731,000
Creation of units arising from application	163,714,000	117,385,000
Creation of units arising from distributions	8,646,915	19,796,107
Cancellation of units	<u>(312,159,915)</u>	<u>(223,496,107)</u>
As at the end of the financial period	<u>1,204,063,000</u>	<u>1,602,416,000</u>

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

11 TRANSACTIONS WITH DEALERS

- (i) Details of transactions with the top 10 dealers for the 6 months financial period ended 31 October 2022 are as follows:

<u>Name of dealers</u>	<u>Value of trade</u> RM	<u>Percentage</u> <u>of total</u> <u>trade</u> %
Affin Hwang Investment Bank Bhd#*	44,336,300	22.08
RHB Investment Bank Bhd*	35,643,695	17.75
United Overseas Bank Malaysia Bhd	29,204,100	14.54
Hong Leong Bank Bhd	20,098,500	10.01
CIMB Bank Bhd	12,820,750	6.39
Standard Chartered Bank Malaysia Bhd	10,201,000	5.08
Bank of America Merrill Lynch	10,177,500	5.07
Citibank N.A	10,160,000	5.06
Citibank (M) Bhd	7,534,500	3.75
Ambank (M) Bhd	5,065,500	2.52
Others	15,561,000	7.75
	<u>200,802,845</u>	<u>100.00</u>

- (ii) Details of transactions with the top 10 dealers for the 6 months financial period ended 31 October 2021 are as follows:

<u>Name of dealers</u>	<u>Value of trade</u> RM	<u>Percentage</u> <u>of total</u> <u>trade</u> %
Affin Hwang Investment Bank Bhd#*	35,572,800	20.97
RHB Investment Bank Bhd*	29,847,800	17.60
Hong Leong Bank Bhd	16,182,900	9.54
CIMB Bank Bhd	14,956,500	8.82
Standard Chartered Bank Malaysia Bhd	11,912,550	7.02
Bank of America Merrill Lynch	10,632,800	6.27
JP Morgan Chase Bank Bhd	10,615,000	6.26
Citibank (M) Bhd	10,200,400	6.01
CIMB Islamic Bank Bhd	10,200,000	6.01
Ambank (M) Bhd	10,000,000	5.90
Others	9,500,000	5.60
	<u>169,620,750</u>	<u>100.00</u>

There is no brokerage fee paid to the dealers.

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

11 TRANSACTIONS WITH DEALERS (CONTINUED)

Included in transactions with dealers are trades with Affin Hwang Investment Bank Bhd, the former holding company of the Manager amounting to RM44,336,300 (2021:RM35,572,800). The Manager is of the opinion that all transactions with the related company have been entered into in the normal course of business at agreed terms between the related parties.

* Included in the transactions with dealers are cross trades conducted between the Fund and other Funds managed by the Manager amounting to:

<u>Name of dealers</u>	6 months financial period ended <u>31.10.2022</u> RM	6 months financial period ended <u>31.10.2021</u> RM
Affin Hwang Investment Bank Bhd	46,536,300	15,381,800
RHB Investment Bank Bhd	5,022,800	2,028,800
	<u>51,559,100</u>	<u>17,410,600</u>

The cross trades are conducted between the Funds and other funds managed by the Manager as follows:

	6 months financial period ended <u>31.10.2022</u> RM	6 months financial period ended <u>31.10.2022</u> RM
AHAM Aiiman Income Plus Fund (formerly known as Affin Hwang Aiiman Income Plus Fund)	4,985,500	-
Affin Hwang Aiiman Global Sukuk Fund	-	2,028,800
Affin Hwang Income Fund I	5,069,500	-
Affin Hwang Income Fund 6	25,416,000	-
AHAM Income Fund 7 (formerly known as Affin Hwang Income Fund 7)	10,054,000	-
Affin Hwang Institutional Bond Fund	1,011,300	-
Affin Hwang Select Cash Fund	5,022,800	10,219,300
Affin Hwang Wholesale Corporate Bond Fund	-	5,162,500
	<u>51,559,100</u>	<u>17,410,600</u>

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

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

<u>Related parties</u>	<u>Relationships</u>
CVC Capital Partners Asia V L.P., CVC Capital Partners Investment Asia L.P. and CVC Capital Partners Asia V Associates L.P. (collectively known as "CVC Asia V")	Ultimate holding companies of the Manager
CVC Capital Partners Asia V Limited	General Partner of the ultimate holding companies
Lembaga Tabung Angkatan Tentera ("LTAT")	Former ultimate holding corporate body of the Manager
Affin Bank Berhad ("ABB")	Former penultimate holding company of the Manager
Affin Hwang Investment Bank Berhad	Former holding company of the Manager
Starlight TopCo Limited	Penultimate holding company of the Manager
Starlight Universe Limited	Intermediate holding company of the Manager
Starlight Asset Sdn Bhd	Immediate holding company of the Manager
Nikko Asset Management International Limited ("NAM")	Substantial shareholder of the Manager
AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) ("AHAM")	The Manager
Subsidiaries and associated companies of CVC Asia V as disclosed in their financial statements	Subsidiaries and associated companies of the ultimate holding companies of the Manager
Subsidiaries and associated companies of ABB as disclosed in its financial statements	Subsidiaries and associated companies of the former penultimate holding company of the Manager
Directors of AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)	Directors of the Manager

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

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

The units held by Manager and its related parties at the end of the financial period is as follows:

	<u>2022</u>		<u>2021</u>	
	No. of units	RM	No. of units	RM
<u>The Manager:</u>				
AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) (The units are held legally for booking purposes)	2,665	1,537	454,481	268,825
<u>Former holding company of the Manager:</u>				
Affin Hwang Investment Bank Berhad (The units are held beneficially)	-	-	160,989,556	95,225,322
<u>Subsidiary of the former penultimate holding company of the Manager:</u>				
ABB Nominee (Tempatan) Sdn Bhd (The units are held beneficially)	-	-	121,251	71,720

13 TOTAL EXPENSE RATIO (“TER”)

	6 months financial period ended <u>31.10.2022</u> %	6 months financial period ended <u>31.10.2021</u> %
TER	0.55	0.55

TER is derived from the following calculation:

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

A = Management fee, excluding management fee rebate
 B = Trustee fee
 C = Auditors' remuneration
 D = Tax agent's fee
 E = Other expenses
 F = Average NAV of Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is RM728,027,585 (2021: RM980,897,125).

AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS
FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2022 (CONTINUED)

14 PORTFOLIO TURNOVER RATIO (“PTR”)

	6 months financial period ended <u>31.10.2022</u>	6 months financial period ended <u>31.10.2021</u>
PTR (times)	<u>0.15</u>	<u>0.09</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial period = RM105,885,650 (2021: RM76,374,400)
total disposal for the financial period = RM117,325,478 (2021: RM103,209,692)

15 SIGNIFICANT EVENT DURING THE FINANCIAL PERIOD

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

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

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

**AHAM BOND FUND
(FORMERLY KNOWN AS AFFIN HWANG BOND FUND)**

STATEMENT BY THE MANAGER

I, Dato' Teng Chee Wai, for and on behalf of the board of directors of the Manager, **AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 43 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 October 2022 and of its financial performance, changes in equity and cash flows for the financial period ended 31 October 2022 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

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

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

Kuala Lumpur
15 December 2022

DIRECTORY OF SALES OFFICE

HEAD OFFICE

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