

ANNUAL REPORT
30 April 2023

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 Trustee Berhad
(766894-T)

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

Annual Report and Audited Financial Statements For the Financial Year Ended 30 April 2023

Contents	Page
FUND INFORMATION	III
FUND PERFORMANCE DATA.....	IV
MANAGER'S REPORT	V
TRUSTEE'S REPORT	XXXIV
FINANCIAL STATEMENT	
DIRECTORY OF SALES OFFICE	

FUND INFORMATION

Fund Name	AHAM Bond Fund (formerly known as Affin Hwang Bond Fund)
Fund Type	Income
Fund Category	Bond
Investment Objective	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.
Benchmark	12-month fixed deposit rate quoted by Maybank
Distribution Policy	Distribution (if any) is on quarterly basis and will be subject to the availability of income

FUND PERFORMANCE DATA

Category	As at 30 Apr 2023 (%)	As at 30 Apr 2022 (%)	As at 30 Apr 2021 (%)
Portfolio Composition			
Unquoted fixed income securities – local	87.59	89.83	92.76
Cash	12.41	10.17	7.24
Total	100.00	100.00	100.00
Total NAV (RM'million)	837.150	772.351	1,007.037
NAV per Unit (RM)	0.5906	0.5747	0.5963
Unit in Circulation (million)	1,417.430	1,343.862	1,688.731
Highest NAV	0.5910	0.6044	0.6258
Lowest NAV	0.5718	0.5747	0.5900
Return of the Fund (%)	5.82	-0.97	0.07
- Capital Growth (%)	2.77	-3.62	-2.68
- Income Return (%)	2.97	2.84	2.82
Gross Distribution per Unit (sen)	1.71	1.67	1.70
Net Distribution per Unit (sen)	1.71	1.67	1.70
Total Expense Ratio (%) ¹	1.09	1.09	1.09
Portfolio Turnover Ratio (times) ²	0.49	0.26	0.67

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 TER of the Fund was unchanged for the financial year.

²The Fund's PTR was higher than previous year due to increased trading activities over the financial year.

MANAGER'S REPORT

Income Distribution / Unit Split

The NAV per Unit prior and subsequent to the distributions are as follow:

Cum Date	Ex-Date	Cum-distribution (RM)	Distribution per Unit (RM)	Ex-distribution (RM)
14-Jun-22	15-Jun-22	0.5752	0.0016	0.5737
20-Sep-22	21-Sep-22	0.5865	0.0030	0.5828
20-Dec-22	21-Dec-22	0.5860	0.0065	0.5795
14-Mar-23	15-Mar-23	0.5910	0.0060	0.5850

No unit splits were declared for the financial year ended 30 April 2023.

Performance Review

For the period 1 May 2022 to 30 April 2023, the Fund has registered a return of 5.82% as compared to the benchmark return of 2.57%. The Fund thus outperformed the benchmark by 3.25%. The Net Asset Value ("NAV") per unit of the Fund as at 30 April 2023 was RM 0.5906 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 RM0.0171 per unit.

Since commencement, the Fund has outperformed the benchmark by 29.03% with returns of 124.18% compared to the benchmark return of 95.15%.

Table 1: Performance of the Fund

	1 Year (1/5/22 - 30/4/23)	3 Years (1/5/20 - 30/4/23)	5 Years (1/5/18 - 30/4/23)	Since Commencement (14/12/01 - 30/4/23)
Fund	5.82%	4.96%	20.51%	124.18%
Benchmark	2.57%	6.47%	13.35%	95.15%
Outperformance	3.25%	(1.51%)	7.16%	29.03%

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	1 Year (1/5/22 - 30/4/23)	3 Years (1/5/20 - 30/4/23)	5 Years (1/5/18 - 30/4/23)	Since Commencement (14/12/01 - 30/4/23)
Fund	5.82%	1.63%	3.80%	3.85%
Benchmark	2.57%	2.11%	2.54%	3.17%
Outperformance	3.25%	(0.48%)	1.26%	0.68%

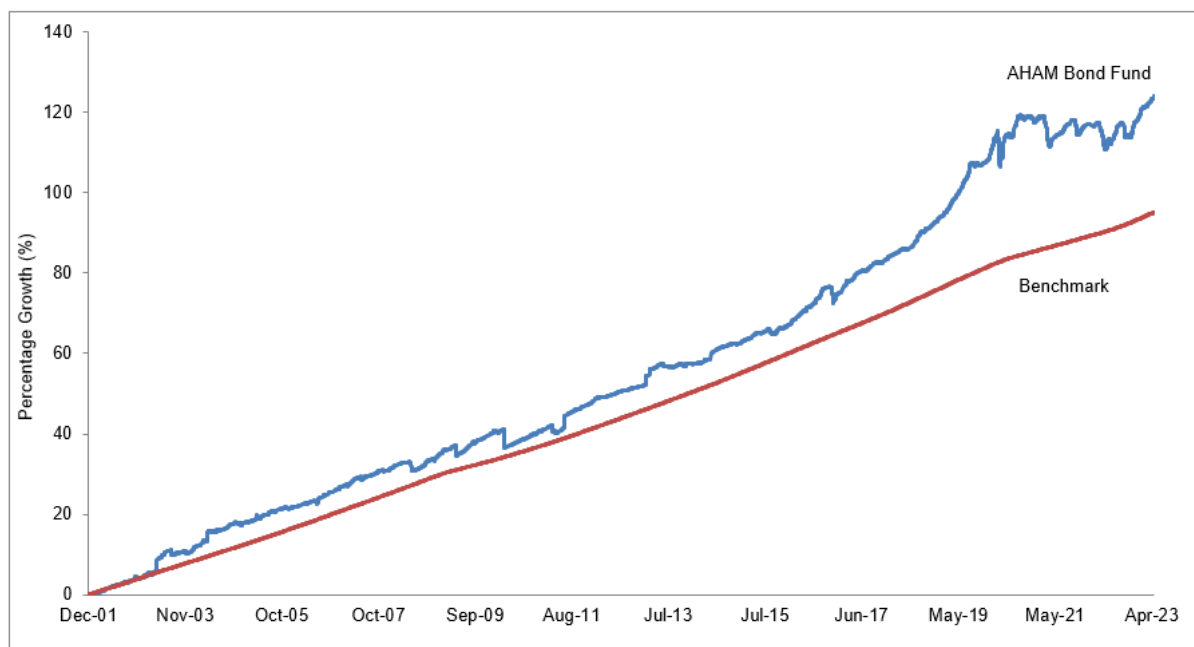
Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2023 (1/5/22 - 30/4/23)	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)
Fund	5.82%	(0.97%)	0.16%	7.51%	6.80%
Benchmark	2.57%	1.85%	1.91%	3.02%	3.35%
Outperformance	3.25%	(2.82%)	(1.75%)	4.49%	3.45%

Source of Benchmark: Bloomberg

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



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

Benchmark: Maybank 12-month fixed deposit rate

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.

During the period under review, the Fund’s exposure in fixed income instruments had decreased to 87.59%. Correspondingly, the cash level of the Fund was increased to 12.41%.

Strategies Employed

With the return of volatility in markets, we decided to take a more defensive stance. Cash level was maintained at a moderate level to better navigate through heightened volatility environment.

Market Review

The period under review witnessed market fluctuations and economic developments driven by various global and domestic factors. The performance of global markets during the reviewed period exhibited mixed results. The S&P 500 returned 2.64%, while the MSCI AC World Index registered a slightly higher return of 3.77%. However, the MSCI AC Asia ex Japan Index experienced a decline of -5.63%, indicating regional challenges. The FTSE Bursa Malaysia also faced a decline of -7.71%. In the bond markets, the Bloomberg Barclays Global Aggregate Index declined by -2.31%, while local bond markets experienced slight gains, with the benchmark 10-year MGS yield closing at 3.84%.

The financial year began with Federal Reserve Chair Jerome Powell affirming the central bank’s hawkish pivot towards taming inflation. The May 2022 Federal Open Market Committee (“FOMC”) meeting resulted in a 50 basis points rate hike, and subsequently throughout the next 12 months, the US Federal Reserve

("Fed") raised policy rates to the current level of 5%. The sharp pace of tightening raised concerns in financial markets, as over-tightening could potentially lead to a growth slowdown. The People's Bank of China ("PBoC") however, implemented a sharper-than-expected 15 basis points reduction in its prime rate for 5-year loans. This move is aimed to cushion the impact of a slowdown and stimulate growth in China's property sector, which plays a significant role in its economy.

Global equities were volatile in the first quarter of 2023 as turmoil in the banking sector jolted markets. The fallout of Silicon Valley Bank had an impact on US equities as concerns about contagion spread throughout Wall Street. The commercial bank, known for providing loans primarily to start-up and technology companies, faced a severe cash shortage as it was forced to realize losses in its bond securities. Similarly, San Francisco-based First Republic, like many other regional lenders, found itself in a tight spot due to the Fed's decision to raise interest rates in its fight against inflation. Consequently, the value of the bonds held by the bank, purchased at lower interest rates, suffered. As fears about the well-being of First Republic grew, depositors began seeking alternative options as fears spread about First Republic's health. Concerns about the U.S debt ceiling also weighed on sentiments as failing to reach an agreement on raising or suspending the ceiling would result in severe spending cuts by the government.

The MSCI AC World Index over the 12 months period, financials were weak amid turmoil in the banking sector mentioned earlier. While energy was the largest contributor to the index over the reviewed period, declining oil prices over the past 3 months affected negatively on the returns of the index.

Throughout the year, the MSCI Asia ex Japan Index experienced weakness primarily due to volatility in China. A growing wave of mortgage boycotts by homebuyers and concerns related to COVID-19 flare-ups spooked investors. Investors became cautious about the potential impact of the increase in COVID-19 infections on economic growth and corporate earnings. Lockdowns, travel restrictions, and supply chain disruptions weighed on business activities, affecting market performance across multiple sectors. Tensions between the United States and China also played a significant role in shaping the market dynamics. Throughout the year, diplomatic and trade tensions between the two countries were rekindled, leading to uncertainties and market jitters. Escalating disputes and the possibility of further restrictions or tariffs on trade created a challenging environment for businesses operating in the region and the resulting uncertainty impacted investor confidence and contributed to the weakness observed in index.

Taiwan and Korea, two export-driven economies heavily reliant on technology sectors, faced specific challenges during the review period. With the global economy slowdown, demand for technological components and devices waned, affecting the performance of these countries' export-oriented industries. Reduced demand, coupled with supply chain disruptions and uncertainties in the global market, led to a decline in economic activities and negatively impacted the performance of the regional index.

The bond market over the period was influenced by a combination of factors including central bank actions, inflation concerns and currency movements. Bond yields showed mixed movements during this period. Towards the end of 2022, government bond yields edged up due to market disappointment at the hawkish tone from central banks, despite evidence of slowing economic growth. However, in 2023, yields fluctuated initially pricing in rate hikes and later discounting rate cuts due to concerns over the banking crisis.

On the domestic front, Bank Negara Malaysia ("BNM") raised the Overnight Policy Rate ("OPR") by 25 basis points to 2.00% during its Monetary Policy Committee meeting in May 2022. By the end of the financial period under review, the OPR reached 2.75%. The central bank cited that the global economy persists to be weighed down by elevated cost pressures and higher interest rates. While headline inflation moderated slightly, core inflation remained elevated. BNM emphasized the nature of rate adjustments remains accommodative and supportive of economic growth.

The year under review also witnessed the appointment of Datuk Seri Anwar Ibrahim as Malaysia's 10th Prime Minister. In his budget speech in February 2023, Prime Minister cum Finance Minister Datuk Seri Anwar Ibrahim emphasized fiscal discipline and outlined measures to reduce the country's fiscal deficit to 5.00% of GDP. These measures included to achieve this goal includes the introduction of new tax measures, such as a luxury goods tax, excise duties on nicotine-containing products, and higher dividends from national major Petronas, amounting to RM 40 billion.

Investment Outlook

Global equity markets remain susceptible to shifting sentiment towards geopolitical tensions, inflation, economic growth and ultimately corporate earnings. Valuations have already significantly adjusted to reflect a change in the market environment, and we believe reflect realistic expectations for inflation, rates and risk premia. Consequently, the source of risk has now shifted from valuation to earnings in light of the softer growth and prospects for a recession, which appears increasingly likely.

The Chinese equities as well as credit market took a breather in February after strong rally in the past months. Market sentiment was dampened by the re-intensifying geopolitical tensions between US-China which arose from the balloon controversies and the plan to expand US troops in Taiwan for military training. On the other hand, macro and economic front continued to deliver encouraging data. Consumption continued to recover as at the end of the reviewed period. Signs of the rebound were evident over the Chinese New Year holiday, and domestic tourism recorded the strongest visitor and revenue levels since the pandemic. Manufacturing activity also picked up. China's official manufacturing PMI rose to 49.2 in April 2023 from a year ago. The general positive tone on economic recovery and consumption stimulus remains, alongside with the announcement of the new cabinet and securing of President Xi's third term.

In contrast to the expected slowdown in the developed market economy, Malaysia's economic fundamentals continues to remain strong. The government unveiled its revised budget, focusing on sustainable economic growth, institutional reforms and reducing social inequality. The benchmark KLCI edged 2.11% lower as market reaction to Budget 2023 was neutral. Our view is that newly tabled budget is a pragmatic one that should restore confidence and shore up support in the long run. The absence of any prosperity tax is a huge relief to the market that should augur well for corporate earnings.

Bond investors may see some relief this year after enduring a painful 2022 which saw rates volatility reaching unprecedented highs. Volatility in rates is expected to temper down as we see a slower pace of adjustment in rates. In addition, a slower growth outlook is beneficial for rates. On local fixed income, credit rating agencies are likely to maintain the sovereign ratings of Malaysia bonds. Local demand for bonds is still healthy and is expected to be anchored by real money investors. Rates volatility will be driven by external development.

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 management company on behalf of the Fund.

Cross Trade

Cross trade transactions have been carried out during the reported year and the Investment Committee of the Fund has reviewed that such transaction are in the best interest of the Fund, transacted in the normal course of business at agreed terms and on a fair value basis.

Securities Financing Transactions

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

Changes Made To the Fund's Prospectus

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

1. a change in the name of the Fund;
2. updates to the investment restrictions and limits to be in line with the Securities Commission Malaysia's ("SC") Guidelines on Unit Trust Funds; and
3. disclosures added to allow the Fund to pay income distribution out of capital.

Kindly refer next page for the full list of changes made to the Fund.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
<p>Introduction:</p> <p>In general, the amendments made to the Prospectus are to reflect the following:</p> <ol style="list-style-type: none"> 1. Requirements of Guidelines on Unit Trust Funds (Revised: 21 December 2021) (“Revised GUTF”) and Prospectus Guidelines For Collective Investment Schemes (Revised; 1 September 2022) (“Revised PCIS”); 2. Change in the shareholding of AHAM which took effect on 29 July 2022 whereby AHAM ceased to be a subsidiary of Affin Hwang Investment Bank and the Affin Banking Group. AHAM’s ultimate major shareholders now, is CVC Capital Partners Asia V, a private equity fund managed by CVC Capital Partners (“Change in Shareholding”); and 3. Amendments made to the Eighth Supplemental Deed which was registered and lodged with the SC on 17 October 2022 (“Supplemental Deed”). <p>Except for the amendments pertaining to capital distribution, we are of the view that other amendments reflected in the Replacement Prospectus do not materially prejudice the unit holders’ interests as they do not result in (1) change to the nature/objective of the Fund; (2) change to the risk profile of the Fund; (3) change in the distribution policy; (4) introduction of a new category of fees/charges; or (5) increase in fees/charges of the Fund (collectively known as “Material Prejudice Circumstances”). Hence a unit holders’ approval is not required under paragraph 9.70 of the Revised GUTF and section 295(4)(a) of the Capital Markets and Services Act 2007.</p> <p>Additionally, except for the amendments pertaining to (1) capital distribution of the Fund; and (2) transaction value/units; (3) repurchase proceed payout period; and (4) risk associated with suspension of repurchase request, we are of the view that other amendments are not significant changes that will affect unit holders’ decision to stay invested in the Fund as they do not result in change to (1) investment strategy; (2) distribution policy; or (3) minimum balance of the Fund (“Significant Change Circumstances”).</p>		
1.	GENERAL AMENDMENTS	
1.1	<ol style="list-style-type: none"> 1. References to “Affin Hwang Asset Management Berhad” and “Affin Hwang Bond Fund” are now amended to “<u>AHAM Asset Management Berhad</u>” and “<u>AHAM Bond Fund</u>”. 2. References to Manager’s and Trustee’s company registration number “(199701014290)” and “(766894-T)” have already been amended to “<u>199701014290 (429786-T)</u>” and “<u>200701008892 (766894-T)</u>” via First Supplement Prospectus dated 17 September 2021. 3. References to Affin Hwang Asset Management Berhad’s email address and website namely “<u>customercare@affinhwangam.com</u>” and “<u>www.affinhwangam.com</u>” are now amended to “<u>customercare@aham.com</u>” and “<u>www.aham.com</u>”. 4. Reference to the “investment committee” is now amended to <u>person(s) or member(s) of a committee undertaking the oversight function’s</u> 5. Reference to “interim report” are now amended to <u>semi-annual report</u>. 6. The tax adviser report of the Fund is updated with the latest version of such report. <p>The above amendments (1) to (5) are made throughout the Replacement Prospectus. Additionally, there are also housekeeping amendments including editorial change,</p>	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	stylistic or formatting changes and grammar.	
2.	COVER PAGE	
2.1	THIS IS A REPLACEMENT PROSPECTUS THAT REPLACES AND SUPERCEDES THE PROSPECTUS DATED 22 SEPTEMBER 2017.	<p>THIS IS A REPLACEMENT PROSPECTUS THAT REPLACES AND SUPERCEDES THE PROSPECTUS DATED 20 DECEMBER 2019 AND THE FIRST SUPPLEMENTAL PROSPECTUS DATED 17 SEPTEMBER 2021.</p> <div style="border: 2px solid black; padding: 5px; text-align: center;"> <p>! YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.</p> </div>
3.	INSIDE COVER/ FIRST PAGE	
3.1		<p>Inserted the following disclaimer:</p> <div style="border: 1px solid black; border-radius: 15px; padding: 10px; text-align: center;"> <p>INVESTORS SHOULD BE AWARE THAT THE CAPITAL OF THE FUND WILL BE ERODED WHEN THE FUND DECLARES DISTRIBUTION OUT OF CAPITAL AS THE DISTRIBUTION IS ACHIEVED BY FORGOING THE POTENTIAL FOR FUTURE CAPITAL GROWTH AND THIS CYCLE MAY CONTINUE UNTIL ALL CAPITAL IS DEPLETED.</p> </div>
4.	CORPORATE DIRECTORY	
4.1	<p>The Manager/AHAM Affin Hwang Asset Management Berhad (199701014290) Registered Office 27th Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel No. : (603) 2142 3700 Fax No. : (603) 2140 3799</p>	<p>The Manager/AHAM AHAM Asset Management Berhad <i>(formerly known as Affin Hwang Asset Management Berhad)</i> Registered Office 3rd Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel No. : (603) 2142 3700</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>Business Address Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel No. : (603) 2116 6000 Fax No. : (603) 2116 6100 Toll free line : 1-800-88-7080 E-mail : customercare@affinhwangam.com Website : www.affinhwangam.com</p>	<p>Fax No. : (603) 2140 3799 Business Address Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel No. : (603) 2116 6000 Fax No. : (603) 2116 6100 Toll free line : 1-800-88-7080 E-mail : customercare@aham.com.my Website : www.aham.com.my</p>
4.2	<p>Board of Directors of the Manager /AHAM</p> <ul style="list-style-type: none"> • Raja Tan Sri Dato' Seri Aman bin Raja Haji Ahmad (Non-independent Director) • Mr Yip Kit Weng (Non-independent Director) • Mr Teng Chee Wai (Non-independent Director) • Ms Eleanor Seet Oon Hui (Non-independent Director) • Maj. Gen. Dato' Zulkiflee bin Mazlan (R) (Independent Director) • Encik Faizal Sham bin Abu Mansor (Independent Director) 	Deleted.
4.3	<p>The Trustee AmanahRaya Trustees Berhad (766894-T) Registered Address Tingkat 11, Wisma AmanahRaya No. 2, Jalan Ampang 50508 Kuala Lumpur Business address Tingkat 2, Wisma AmanahRaya II No. 21, Jalan Melaka 50100 Kuala Lumpur Tel No. : (603)-2036 5000 Fax No. : (603)-2072 0322 Website: www.artrustees.com.my</p>	<p><u>AmanahRaya Trustees Berhad</u> <u>Registered Office</u> Tingkat 11, Wisma AmanahRaya No. 2, Jalan Ampang 50508 Kuala Lumpur <u>Business Address</u> Tingkat 14, Wisma AmanahRaya No. 2, Jalan Ampang 50508 Kuala Lumpur Tel No. : (603) 2036 5129 Fax No. : (603) 2072 0320/322 Email : art@arb.com.my Website: www.artrustees.com.my</p>
5.	ABBREVIATION	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
5.1	IUTA Institutional Unit Trust Advisers.	Institutional Unit Trust <u>Scheme</u> Advisers.
6.	GLOSSARY	
6.1	the Board Means the board of directors of Affin Hwang Asset Management Berhad	Means the board of directors of <u>the Manager</u> .
6.2	Nil.	Inserted the following after " Business Day ": CVC Capital Partners Asia Fund V Means collectively (1) CVC Capital Partners Asia V L.P.; (2) CVC Capital Partners Investment Asia V L.P.; and (3) CVC Capital Partners Asia V Associates L.P.
6.3	Deed Refers to 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 and seventh supplemental deed dated 10 April 2019 entered into between the Manager and the Trustee.	Refers to 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 <u>and eighth supplemental deed dated 24 August 2022</u> entered into between the Manager and the Trustee.
6.4	Nil.	Inserted the following after " Deed ": eligible markets Means an exchange, government securities market or an over-the-counter market– (a) that is regulated by a regulatory authority of that jurisdiction; (b) that is open to the public or to a substantial number of market participants; and (c) on which financial

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		instruments are regularly traded
6.5	<p>Latest Practicable Date or LPD</p> <p>Means 2 September 2019 and is the latest practicable date for the purposes of ascertaining certain information deemed relevant in this Prospectus.</p>	<p>LPD</p> <p>Means <u>30 August 2022</u> and is the latest practicable date for the purposes of ascertaining certain information deemed relevant in this Prospectus.</p>
6.6	<p>Nil.</p>	<p>Inserted the following after “LPD”:</p> <p>licensed bank Means a bank licensed under the Financial Services Act 2013.</p> <p>licensed investment bank Means an investment bank licensed under the Financial Services Act 2013.</p> <p>licensed Islamic bank Means an Islamic bank licensed under the Financial Services Act 2013.</p>
6.7	<p>Net Asset Value or NAV</p> <p>Means the value of the Fund which is determined by deducting the value of all the Fund’s liabilities from the value of all the Fund’s assets, at the valuation point. <i>For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund should be inclusive of the management fee and trustee fee for the relevant day.</i></p>	<p>Means the value of the Fund which is determined by deducting the value of all the Fund’s liabilities from the value of all the Fund’s assets, at the valuation point.</p>
6.8	<p>Prospectus</p> <p>Means this prospectus including any supplementary thereof, as the case may be.</p>	<p>Means this prospectus including any <u>supplemental or replacement prospectus</u>, as the case may be.</p>
6.9	<p>Selling Price</p> <p>Means the price payable by the Unit Holder for the Manager to create a Unit in the Fund and it shall be exclusive of any Sales Charge.</p>	<p>Means the price payable by the Unit Holder for the Manager to create a Unit in the Fund and it shall be exclusive of any Sales Charge.</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<i>The Selling Price is equivalent to the NAV per Unit as at the next valuation point.</i>	
6.10	Unit or Units Means a measurement of the right or interest of a Unit Holder in the Fund.	Means <u>an undivided share in the beneficial right and/or interest in the Fund and a measurement of the right and/or interest of a Unit Holder in the Fund and means a unit of the Fund.</u>
6.11	Unit Holder or you Means the person for the time being who, in full compliance to the relevant laws and under the Deed, is registered pursuant to the Deed as a holder of Units of the Fund, including jointholder.	Unit Holder(s), investor(s) or you Means the person/ <u>corporation</u> for the time being who, in full compliance to the relevant laws and under the Deed, is registered pursuant to the Deed as a holder of Units of the Fund, including jointholder.
6.12	Note: Reference to “day(s)” in this Prospectus will be taken to mean calendar day(s) unless otherwise stated.	Deleted.
7.	RISK FACTORS	
7.1	Nil.	Inserted the following after “ Financing risk ”: Suspension of Repurchase Request Risk Having considered the best interests of Unit Holders, the repurchase requests by the Unit Holders may be subject to suspension due to exceptional circumstances, where the market value or fair value of a material portion of the Fund’s assets cannot be determined. In such case, Unit Holders will not be able to redeem their Units and will be compelled to remain invested in the Fund for a longer period of time. Hence, their investments will continue to be subject to the risks inherent to the Fund.
7.2	SPECIFIC RISKS Interest rate risk This risk refers to the impact of interest rate changes on the valuation of bonds or money market instruments (hereinafter referred as “investment”). When interest rates rise, the investment prices generally decline and this may lower the market value of the investment. The reverse may apply when interest rates fall. For investments into fixed deposits, the fluctuations in the interest rates will not affect	This risk refers to the impact of interest rate changes on the valuation of bonds or money market instruments (hereinafter referred as “investment”). <u>Generally, movement in interest rates affects the prices of investment inversely. For example, when interest rates rise, prices of investment will fall. The fluctuations of the prices of investment will also have an impact on the NAV of the Fund. This risk can largely be</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	the placement of fixed deposits but will result in the opportunity loss by the Fund if the placement of fixed deposits is made at lower interest rate.	<u>eliminated by holding investment until their maturity. We also manage interest rate risk by considering each investment’s sensitivity to interest rate changes. When interest rates are expected to increase, the Fund would then likely seek to switch to investment that are less sensitive to interest rate changes. For investments in deposits, the fluctuations in the interest rates will not affect the placement of deposits but will result in the opportunity loss by the Fund if the placement of deposits is made at lower interest rate.</u>
7.3	Nil.	<p>Inserted the following:</p> <p>Liquidity risk</p> <p>Liquidity risk refers to two scenarios. The first is where an investment cannot be sold due to unavailability of a buyer for that investment. The second scenario exists where the investment, by its nature, is thinly traded. This will have the effect of causing the investment to be sold below its fair value which would adversely affect the NAV of the Fund and subsequently the value of Unit Holders’ investments in the Fund.</p>
	Nil.	<p>Inserted the following:</p> <p>Distribution Out of Capital Risk</p> <p>The Fund may distribute income out of capital. Such capital distributions represent a return or withdrawal of part of the amount of your original investment and/or capital gains attributable to the original investment and will result in a reduction in the NAV per Unit of the Fund and reduce the capital available for future investment and capital growth. Future capital growth may therefore be constrained.</p>
7.4	<p>RISK MANAGEMENT</p> <p>In our day-to-day running of the business, we employ a proactive risk management approach to manage portfolio risks and operational risks. The Board of Directors of AHAM (“the Board”) has established a board compliance & risk management committee to oversee AHAM’s risk management activities both at operational level and at portfolio management level to ensure that the risk management process is in place and functioning. The board compliance & risk management committee comprises of at least three Board members and is chaired by an independent director. At the operational level, we have established a compliance & risk oversight</p>	<p>In our day-to-day running of the business, we employ a proactive risk management approach to manage portfolio risks, <u>operational risks and liquidity risks</u>. The Board has established a board compliance & risk management committee to oversee AHAM’s risk management activities both at operational level and at portfolio management level to ensure that the risk management process is in place and functioning. The board compliance & risk management committee comprises of at least three Board members and is chaired by an independent director. At the operational level, we have established a compliance & risk oversight committee with the primary function of</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>committee with the primary function of identifying, evaluating and monitoring risks as well as to formulate internal control measures to manage and mitigate the exposure to risks that may affect the performance of the Fund, returns to the investors or Unit Holders' interest within a clearly defined framework and is primarily responsible for ensuring that the policies and procedures that have been implemented are reviewed on an on-going basis with periodic assessments. The compliance & risk oversight committee reports to the board compliance & risk management committee on a quarterly basis.</p> <p>In managing portfolio risks, we engage a stringent screening process by conducting fundamental analysis of economic, political and social factors to evaluate their likely effects on the performance of the markets and sectors. Regular meetings are held to discuss investment themes and portfolio decisions taken at the meetings are then implemented according to the investment guidelines which also take into account requirements for minimum portfolio diversification across individual investment holdings, sectors, geographies and asset classes (based on the respective portfolio's objective and strategy). We also practise prudent liquidity management with the objective to ensure that the Fund is able to meet its short-term expenses including repurchase requests by the Unit Holders.</p> <p>We have in place a system that is able to monitor the transactions to ensure compliance with the Fund's investment limits and restrictions. These limits are system-controlled and not manually tracked, thus reducing the probability of human error occurring in ensuring the Fund's limits and restrictions are adhered to. We also undertake stringent evaluation of movements in market prices and regularly monitor, review and report to the investment committee to ensure that the Fund's investment objective is met. Regular portfolio reviews by senior members of the investment team further reduce the risk of implementation inconsistencies and violations of the Guidelines.</p> <p>We also employ a performance attribution system that enables us to review the performance of the Fund to determine the key factors that have contributed and detracted from the Fund's performance. This system complements our overall risk management process as the system also provides standard risk analytics on the portfolio such as the Fund's standard deviation, tracking error and measures of excess return. The data produced by the performance attribution system is reviewed regularly and at least on a monthly basis in meetings chaired by the</p>	<p>identifying, evaluating and monitoring risks as well as to formulate internal control measures to manage and mitigate the exposure to risks that may affect the performance of the Fund, returns to the investors or Unit Holders' interest within a clearly defined framework and is primarily responsible for ensuring that the policies and procedures that have been implemented are reviewed on an on-going basis with periodic assessments. The compliance & risk oversight committee reports to the board compliance & risk management committee on a quarterly basis.</p> <p>In managing portfolio risks, we engage a stringent screening process by conducting fundamental analysis of economic, political and social factors to evaluate their likely effects on the performance of the markets and sectors. Regular meetings are held to discuss investment themes and portfolio decisions taken at the meetings are then implemented according to the investment guidelines which also take into account requirements for minimum portfolio diversification across individual investment holdings, sectors, geographies and asset classes (based on the respective portfolio's objective and strategy). We also practise prudent liquidity management with the objective to ensure that the Fund is able to meet its short-term expenses including repurchase requests by the Unit Holders.</p> <p>We have in place a system that is able to monitor the transactions to ensure compliance with the Fund's investment limits and restrictions. These limits are system-controlled and not manually tracked, thus reducing the probability of human error occurring in ensuring the Fund's limits and restrictions are adhered to. We also undertake stringent evaluation of movements in market prices and regularly monitor, review and report to the <u>person(s) or members of a committee undertaking the oversight function of the Fund</u> to ensure that the Fund's investment objective is met. Regular portfolio reviews by senior members of the investment team further reduce the risk of implementation inconsistencies and violations of the Guidelines.</p> <p>We also employ a performance attribution system that enables us to review the performance of the Fund to determine the key factors that have contributed and detracted from the Fund's performance. This system complements our overall risk management process as the system also provides standard risk analytics on the portfolio such as the Fund's standard deviation, tracking error and measures of excess return. The data produced by the performance attribution system is reviewed regularly and at least on a monthly basis in meetings chaired by the managing director and participated by the portfolio managers and the performance evaluation team.</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	managing director and participated by the portfolio managers and the performance evaluation team.	<p>Liquidity Risk Management</p> <p>We have established liquidity risk management policies to enable us to identify, monitor and manage the liquidity risk of the Fund in order to meet the repurchase requests from the Unit Holders with minimal impact to the Fund as well as safeguarding the interests of the remaining Unit Holders. Such policies take into account, amongst others, the asset class of the Fund and the redemption policy of the Fund. To manage the liquidity risk, we have put in place the following procedures:</p> <ul style="list-style-type: none"> a) The Fund may hold a maximum of 30% of its NAV in money market instruments and/or deposits. This will allow the Fund to have sufficient buffer to meet the Unit Holders' repurchase request; b) Regular review by the designated fund manager on the Fund's investment portfolio including its liquidity profile; c) Daily monitoring of the Fund's net flows and periodic liquidity stress testing of the Fund's assets against repurchase requests during normal and adverse market conditions are performed as pre-emptive measures in tracking the Fund's liquidity status. This will ensure that we are prepared and able to take the necessary action proactively to address any liquidity concerns, which would mitigate the potential risks in meeting Unit Holders' repurchase requests; and d) Suspension of repurchase requests from the Unit Holders under exceptional circumstances where the market value or fair value of a material portion of the Fund's assets cannot be determined. During the suspension period, the repurchase requests from the Unit Holders will be accepted but will not be processed. Such repurchase requests will only be processed on the next Business Day once the suspension is lifted. That said, the action to suspend repurchase requests from the Unit Holders shall be exercised only as a last resort by the Manager having considered the best interests of Unit Holders.
8.	ABOUT AHAM BOND FUND	
8.1	<p>Distribution Policy</p> <p>Subject to the availability of income, the Fund will distribute income on a quarterly basis. However, the amount of income available for distribution may fluctuate from year to year.</p>	<p>Subject to the availability of income, the Fund will distribute income on a quarterly basis. However, the amount of income available for distribution may fluctuate from year to year.</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<u>At our discretion and in consultation with the Trustee, the Fund may distribute (1) realised income, (2) realised capital gains, (3) unrealised income, (4) unrealised capital gains, (5) capital, or (6) a combination of any of the above.</u>
8.2	Deed 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 and seventh supplemental deed dated 10 April 2019.	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 <u>and eighth supplemental deed dated 24 August 2022.</u>
8.3	INVESTORS' PROFILE The Fund is suitable for you if you:- ➤ have a medium to long-term investment horizon; ➤ are a conservative investor; and ➤ are risk averse.	Deleted.
8.4	INVESTMENT STRATEGY 4 th paragraph: - While we typically take an active trading policy, we look to maintain some core holdings that are held over the medium to long term which is similar to a buy and hold strategy. We will also maintain a trading portion for the portfolio, which we use to take advantage by participating in investment opportunities that are set to benefit from prevailing market conditions, with the aim of boosting the Fund's performance.	Deleted.
8.5	Nil.	Inserted the following: Cross Trades Policy AHAM may conduct cross trades between funds which it is currently managing provided that all criteria imposed by the regulators are met. Notwithstanding the above, cross trades between the personal account of an employee of AHAM and the Fund's account(s) and between AHAM's proprietary trading accounts and the Fund's account(s) are strictly prohibited. Compliance with the criteria would be monitored by AHAM's compliance unit, and reported to AHAM's compliance and risk management committee, to avoid conflicts of interests and manipulation that could have a negative impact on investors.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
8.6	<p>INVESTMENT RESTRICTIONS AND LIMITS</p> <p>(a) The value of the Fund’s investments in unlisted securities must not exceed 10% of the Fund’s NAV; however the said limit does not apply to unlisted securities that are traded on an organised over-the-counter (OTC) market;</p> <p>(b) The value of the Fund’s placement in deposits with any single institution must not exceed 20% of the Fund’s NAV;</p> <p>(c) The value of the Fund’s investments in bonds issued by any single issuer must not exceed 20% of the Fund’s NAV. This single issuer limit may be increased to 30% if the bonds are rated by any domestic or global rating agency to be of the best quality and offer highest safety for timely payment of interest and principal;</p> <p>(d) The aggregate value of the Fund’s investments in transferable securities, money market instruments and deposits issued by or placed with (as the case may be) any single issuer or institution must not exceed 25% of the Fund’s NAV; where the single issuer limit is increased to 30% pursuant (c), the aggregate value of the Fund’s investment must not exceed 30%;</p> <p>(e) The value of the Fund’s investments in units or shares of any collective investment scheme must not exceed 20% of the Fund’s NAV;</p> <p>(f) The collective investment scheme has to be regulated and registered or authorised or approved by the relevant regulatory authority in its home jurisdiction;</p> <p>(g) The investments in collective investment schemes must operate on the principle of prudent spread of risk and comply with the general investment principles and/or requirements of the Guidelines;</p> <p>(h) There must not be any cross-holding between the Fund and the collective investment schemes if they are managed by the Manager or its related corporation;</p> <p>(i) The value of the Fund’s investments in bonds issued by any one group of companies must not exceed 30% of the Fund’s NAV;</p> <p>(j) The Fund’s investments in bonds must not exceed 20% of the bonds issued by any single issuer;</p> <p>(k) The Fund’s investments in money market instruments must not exceed 10% of the instruments issued by any single issuer. This limit does not apply to money market instruments that do not have a predetermined issue size;</p> <p>(l) The Fund’s investments in collective investment schemes must not exceed</p>	<p>(a) <u>The fund’s assets must be relevant and consistent with the investment objective of the fund.</u></p> <p>(b) <u>The aggregate value of the Fund’s investments in bonds that are not traded or dealt in or under the rules of an eligible market must not exceed 15% of the Fund’s NAV, subject to a maximum limit of 10% of the Fund’s NAV in a single issuer (“Exposure Limit”).</u></p> <p>(c) <u>The value of the Fund’s investments in bonds and money market instruments issued by any single issuer must not exceed 20% of the Fund’s NAV (“Single Issuer Limit”). This Single Issuer Limit may be increased to 30% if the bonds are rated by any Malaysian or global rating agency to have the highest long-term credit rating. In determining the Single Issuer Limit, the value of the Fund’s investments in instruments in Exposure Limit above issued by the same issuer must be included in the calculation;</u></p> <p>(d) <u>The aggregate value of the Fund’s investments in, or exposure to, a single issuer through bonds, money market instruments and deposits must not exceed 25% of the Fund’s NAV (“Single Issuer Aggregate Limit”); where the Single Issuer Limit is increased to 30% pursuant to (c), the Single Issuer Aggregate Limit may be raised to 30% of the Fund’s NAV; In determining the Single Issuer Aggregate Limit, the value of the Fund’s investments in instruments in Exposure Limit above issued by the same issuer must be included in the calculation;</u></p> <p>(e) <u>The value of the Fund’s investments in bonds and money market instruments issued by any one group of companies must not exceed 30% of the Fund’s NAV (“Group Limit’). In determining the Group Limit, the value of the Fund’s investments in instruments in Exposure Limit above issued by the issuers within the same group of companies must be included in the calculation;</u></p> <p>(f) <u>The value of the Fund’s placement in deposits with any single Financial Institution must not exceed 20% of the Fund’s NAV (“Single Financial Institution Limit”). The Single Financial Institution Limit does not apply to placements of deposits arising from:</u></p> <p>(i) <u>Subscription monies received prior to the commencement of investment by the Fund;</u></p> <p>(ii) <u>Liquidation of investments prior to the termination of the Fund,</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>25% of the units/shares in any one collective investment scheme; and</p> <p>(m) The Fund may invest in foreign securities subject to the limits imposed by Bank Negara Malaysia and/or the SC.</p> <p>The aforesaid investment restrictions and limits will be complied with at all times based on the most up-to-date valuation of the investments and instruments of the Fund. However, a 5% allowance in excess of any limit or restriction under the Guidelines is permitted where the limit or restriction is breached through the appreciation or depreciation of the NAV of the Fund (whether as a result of an appreciation or depreciation in value of the investments of the Fund, or as a result of repurchase of Units or payments made from the Fund).</p> <p>We will not make any further acquisitions to which the relevant limit is breached and we shall within a reasonable period of not more than three (3) months from the date of the breach, take all necessary steps and actions to rectify the breach.</p>	<p><u>where the placement of deposits with various Financial Institutions would not be in the best interests of Unit Holders; or</u></p> <p>(iii) <u>Monies held for the settlement of redemption or other payment obligations, where the placement of deposits with various Financial Institutions would not be in the best interests of Unit Holders.</u></p> <p>(g) <u>The value of the Fund’s investments in units or shares of a collective investment scheme must not exceed 20% of the Fund’s NAV, provided that the collective investment scheme complies with the requirements of the Guidelines;</u></p> <p>(h) <u>The value of the Fund’s investment in units or shares of a CIS that invests in real estate pursuant to the requirement of the Guidelines must not exceed 15% of the Fund’s NAV;</u></p> <p>(i) <u>The Fund’s investments in bonds must not exceed 20% of the bonds issued by a single issuer. This limit may be disregarded at the time of acquisition if at that time of acquisition the gross amount of bonds in issue cannot be determined;</u></p> <p>(j) <u>The Fund’s investments in money market instruments must not exceed 10% of the instruments issued by any single issuer. This limit does not apply to money market instruments that do not have a predetermined issue size;</u></p> <p>(k) <u>The Fund’s investments in collective investment schemes must not exceed 25% of the units/shares in the collective investment scheme;</u></p> <p>(l) <u>Any other investment limits or restrictions imposed by the relevant regulatory authorities or pursuant to any laws and regulations applicable to the Fund.</u></p> <p><u>Please note that the above restrictions and limits do not apply to securities or instruments issued or guaranteed by the Malaysian government or Bank Negara Malaysia.</u></p> <p><u>In respect of the above investment restrictions and limits, any breach as a result of any (a) appreciation or depreciation in value of the Fund’s investments; (b) repurchase of Units or payment made out of the Fund; or (c) downgrade in or cessation of a credit rating, must be rectified as soon as practicable within three months from the date of the breach unless otherwise specified in the Guidelines. Nevertheless, the three-month period may be extended if it is in the best interests of</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<u>Unit Holders and the Trustee’s consent has been obtained. Such extension must be subject to at least a monthly review by the Trustee.</u>
8.7	<p>VALUATION OF THE FUND</p> <p>Listed securities</p> <p>Valuation of listed securities such as listed collective investment schemes shall be based on closing market price. Where no market value is publicly available or where the use of the quoted market value is inappropriate, or where no market price is available, including in the event of suspension in the quotation of the securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, such listed securities will be valued at fair value determined in good faith by us, based on the methods or bases approved by the Trustee after appropriate technical consultation.</p>	<p>Valuation of <u>investments in listed securities will be based on the closing price or last known transacted price on the eligible market on which the investment is quoted. If the price is not representative of its fair value or is not available to the market,</u> including in the event of suspension in the quotation of the securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, such <u>investments will be valued at fair value as determined in good faith by the Manager or its delegate, based on the methods or bases verified by the auditor of the Fund and approved by the Trustee.</u></p>
8.8	<p>VALUATION OF THE FUND</p> <p>Unlisted securities</p> <p>For unlisted securities, valuations will be based on fair value as determined in good faith by us using methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</p>	<p><u>For unlisted MYR denominated debt securities, valuation will be done using the price quoted by a bond pricing agency (“BPA”) registered with the SC. Where the Manager is of the view that the price quoted by BPA differs from the fair value or where no market price is available, the fair value will be determined in good faith by the Manager using method or bases which have verified by the auditor of the Fund and approved by the Trustee.</u></p> <p>For <u>other</u> unlisted securities, valuation will be based on fair value as determined in good faith by <u>the Manager</u> using methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.</p>
8.9	<p>VALUATION OF THE FUND</p> <p>Bonds</p> <p>Valuation of unlisted bonds denominated in MYR will be done using the fair value price quoted by a bond pricing agency (“BPA”) registered with the SC. If we are of the view that the price quoted by the BPA differs from the “market price” by more than twenty (20) basis points, we and our delegate may use the “market price”, provided that we or our delegate records our basis for using a non-BPA price, obtains the necessary internal approvals to use the non-BPA price and keeps an audit trail of all decisions and basis for adopting the “market yields”.</p>	Deleted.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>Investments in other unlisted bonds will be valued using the fair value by reference to the average indicative price quoted by at least three (3) independent and reputable institutions.</p> <p>In the case of listed bonds the last traded prices quoted on a recognised exchange will be used. However, where (a) valuation based on the market price does not represent the fair value of the securities, for example during abnormal market conditions and (b) no market price is available, including in the event of a suspension in the quotation of the securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, then the securities should be valued at fair value, as determined in good faith by us or our delegate, based on the methods or bases approved by the Trustee after appropriate technical consultation.</p>	
8.10	<p>VALUATION OF THE FUND</p> <p>Money market instruments</p> <p>The valuation of MYR denominated commercial paper will be done using the price quoted by the BPA registered with the SC. The valuation of other money market instruments such as treasury bills, repurchase agreements or negotiable instruments of deposit shall be valued each day by reference to the value of the investments and the accrued interest or profits for the relevant period, if any.</p>	<p>Valuation of MYR denominated <u>money market instruments</u> will be done using the price quoted by <u>a BPA registered with the SC. Where the Manager is of the view that that the price quoted by BPA differs from fair value or where reliable market quotations are not available, the fair value will be determined in good faith by the Manager. This may be determined by reference to the valuation of other money market instruments which are comparable in rating, yield, expected maturity date and/or other characteristics.</u></p>
8.11	<p>VALUATION OF THE FUND</p> <p>Unlisted collective investment scheme</p> <p>Unlisted collective investment schemes will be valued based on the last published repurchase price.</p>	<p><u>Collective investment schemes</u></p> <p>Unlisted collective investment schemes will be valued based on the last published repurchase price.</p> <p><u>For listed collective investment schemes, the valuation will be done in a similar manner used in the valuation of listed securities as described above.</u></p>
8.12	<p>POLICY ON GEARING AND MINIMUM LIQUID ASSETS REQUIREMENTS</p> <p>The Fund is not permitted to borrow cash or other assets (including the borrowing of securities within the meaning of the Securities Borrowing and Lending Guidelines [SBL Guidelines]) in connection with its activities. However, the Fund may borrow</p>	<p><u>FINANCING AND SECURITIES LENDING</u></p> <p>The Fund is not permitted to borrow <u>or lend</u> cash or other assets <u>in connection with its activities</u>. However, the Fund may borrow cash for the purpose of meeting repurchase requests for Units and such borrowings are subjected to the following:-</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>cash for the purpose of meeting repurchase requests for Units and such borrowings are subjected to the following:-</p> <ul style="list-style-type: none"> • the Fund borrowing is only on a temporary basis and that borrowings are not persistent; • the borrowing period should not exceed one (1) month; • the aggregate borrowings of the Fund should not exceed 10% of the Fund's NAV at the time the borrowing is incurred; and • the Fund may only borrow from financial institutions. <p>Except for securities lending as provided under the SBL Guidelines, none of the cash or investments of the Fund may be lent. Further, the Fund may not assume, guarantee, endorse or otherwise become directly or contingently liable for or in connection with any obligation or indebtedness of any person.</p> <p>In structuring the portfolio of the Fund, we will maintain sufficient liquid assets to ensure short-term liquidity in the Fund to meet operating expenses and possible repurchase of Units.</p>	<ul style="list-style-type: none"> • the Fund's borrowing is only on a temporary basis and that borrowings are not persistent; • the borrowing period should not exceed one (1) month; • the aggregate borrowings of the Fund should not exceed 10% of the Fund's NAV at the time the borrowing is incurred; and • the Fund may only borrow from Financial Institutions. <p>The Fund may not assume, guarantee, endorse or otherwise become directly or contingently liable for or in connection with any obligation or indebtedness of any person.</p>
9.	DEALING INFORMATION	
9.1	HOW TO PURCHASE UNITS? 3 rd bullet: - ➤ For subsequent transaction, you simply need to complete a transaction form to request for an additional investment.	Deleted.
9.2	HOW TO MAKE PAYMENT FOR PURCHASE APPLICATION? 2 nd bullet: - ➤ Cheque, Bank Draft or Money Order Issuance of cheque, bank draft or money order should be made payable to "Affin Hwang Asset Management Berhad-CTA", crossed and drawn on a local bank. You are required to write your name, identity card number or business registration number at the back of the cheque, bank draft or money order.	Deleted.
9.3	WHAT ARE THE MINIMUM INITIAL INVESTMENT, MINIMUM ADDITIONAL INVESTMENT AND MINIMUM HOLDING OF UNITS?	WHAT ARE THE MINIMUM INITIAL INVESTMENT, MINIMUM ADDITIONAL INVESTMENT, <u>MINIMUM REPURCHASE AMOUNT</u>, MINIMUM HOLDING OF UNITS, AND <u>MINIMUM SWITCHING OF UNITS?</u>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS																
	<table border="1" data-bbox="349 244 954 373"> <tr> <td>Minimum Initial Investment</td> <td>MYR 1,000</td> </tr> <tr> <td>Minimum Additional Investment</td> <td>MYR 100</td> </tr> <tr> <td>Minimum Holding of Units</td> <td>500 Units</td> </tr> </table> <p data-bbox="197 411 1111 469">➤ At our discretion, we may reduce the minimum initial investment amount, minimum additional investment amount and minimum holding of Units.</p>	Minimum Initial Investment	MYR 1,000	Minimum Additional Investment	MYR 100	Minimum Holding of Units	500 Units	<table border="1" data-bbox="1305 272 1910 493"> <tr> <td>Minimum Initial Investment*</td> <td>MYR 1,000</td> </tr> <tr> <td>Minimum Additional Investment*</td> <td>MYR 100</td> </tr> <tr> <td><u>Minimum Repurchase Amount *</u></td> <td><u>200 Units</u></td> </tr> <tr> <td>Minimum Holding of Units*</td> <td><u>2,000 Units</u></td> </tr> <tr> <td><u>Minimum Switching of Units *</u></td> <td><u>200 Units</u></td> </tr> </table> <p data-bbox="1137 528 2078 619">* <u>At our discretion, we may reduce the transaction value and Units, including for transactions made via digital channels, subject to the terms and conditions disclosed in the respective channels.</u></p>	Minimum Initial Investment*	MYR 1,000	Minimum Additional Investment*	MYR 100	<u>Minimum Repurchase Amount *</u>	<u>200 Units</u>	Minimum Holding of Units*	<u>2,000 Units</u>	<u>Minimum Switching of Units *</u>	<u>200 Units</u>
Minimum Initial Investment	MYR 1,000																	
Minimum Additional Investment	MYR 100																	
Minimum Holding of Units	500 Units																	
Minimum Initial Investment*	MYR 1,000																	
Minimum Additional Investment*	MYR 100																	
<u>Minimum Repurchase Amount *</u>	<u>200 Units</u>																	
Minimum Holding of Units*	<u>2,000 Units</u>																	
<u>Minimum Switching of Units *</u>	<u>200 Units</u>																	
9.4	<p data-bbox="197 655 528 683">HOW TO REPURCHASE UNITS?</p> <p data-bbox="197 719 434 746">1st, 3rd and 4th bullet: -</p> <p data-bbox="197 751 1111 809">➤ It is important to note that, you must meet the above minimum holding of Units after a repurchase transaction.</p> <p data-bbox="232 847 1111 938">If you insist on making a repurchase request knowing that after the transaction you will hold less than the minimum holdings of Units, you may be required to make an application to repurchase all your Units.</p> <p data-bbox="232 976 1111 1067">We may, with the consent of the Trustee, reserve the right to defer your repurchase request if such transaction would adversely affect the Fund or the interest of the Unit Holders.</p> <p data-bbox="197 1106 1111 1257">➤ In the transaction form, you may choose to receive the repurchase proceeds in the manner of a cheque or bank transfer. If cheque is your option, we will issue the cheque in your name. If bank transfer is your option, proceeds will be transferred to your bank account. Where Units are held jointly, payment will be made to the person whose name appears first in the register of Unit Holders.</p> <p data-bbox="197 1295 1111 1385">➤ Any incurred bank charges and other bank fees due to a withdrawal by cheque, bank transfer or other special arrangement method will be borne by you.</p>	<p data-bbox="1144 751 2078 809">➤ It is important to note that, you must meet the above minimum holding of Units after a repurchase transaction.</p> <p data-bbox="1180 847 2078 938">If you insist on making a repurchase request knowing that after the transaction you will hold less than the minimum holdings of Units, <u>we may withdraw all your holding of Units and pay the proceeds to you.</u></p> <p data-bbox="1180 976 2078 1067">We may, with the consent of the Trustee, reserve the right to defer your repurchase request if such transaction would adversely affect the Fund or the interest of the Unit Holders.</p> <p data-bbox="1144 1106 2078 1225">➤ <u>Payment of the repurchase proceeds will be made via bank transfer where proceeds will be transferred to your bank account.</u> Where Units are held jointly, payment will be made to the person whose name appears first in the register of Unit Holders.</p> <p data-bbox="1144 1264 1883 1291">➤ <u>Bank charges or other bank fees, if any,</u> will be borne by you.</p>																

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
9.5	<p>WHAT IS THE PROCESS OF REPURCHASE APPLICATION?</p> <p>2nd bullet: -</p> <ul style="list-style-type: none"> ➤ Repurchase of Units must be made in terms of Units and not in terms of MYR value. 	<ul style="list-style-type: none"> ➤ Repurchase of Units must be made in terms of Units or value, provided it meets the minimum repurchase amount.
9.6	<p>WHAT IS THE REPURCHASE PROCEEDS PAYOUT PERIOD?</p> <ul style="list-style-type: none"> ➤ You will be paid within ten (10) days from the day the repurchase request is received by us, provided that all documentations are completed and verifiable. 	<ul style="list-style-type: none"> ➤ You will be paid within <u>seven (7) Business Days</u> from the day the repurchase request is received by us, provided that all documentations are completed and verifiable.
9.7	<p>COOLING-OFF PERIOD</p> <p>You have the right to apply for and receive a refund for every Unit that you have paid for within six (6) Business Days from the date we received your purchase application. You will be refunded for every Unit held based on the NAV per Unit and the Sales Charge, on the day those Units were first purchased and you will be refunded within ten (10) days from the receipt of the cooling-off application.</p> <p>Please note that the cooling-off right is applicable to you if you are an individual investor and investing in any of our funds for the first time. However, if you are a staff of AHAM or a person registered with a body approved by the SC to deal in unit trusts, you are not entitled to this right.</p> <p>We will process your cooling-off request if your request is received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”). Any cooling-off request received after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”).</p> <p>Processing is subject to receipt of a complete transaction form and such other documents as may be required by us.</p> <p>The cooling-off right is not applicable for EPF investors.</p>	<p>You have the right to apply for and receive a refund for every Unit that you have paid for within six (6) Business Days from the date we received your purchase application.</p> <p><u>You will be refunded for every Unit held based on the prices mentioned below and the Sales Charge imposed on the day those Units were purchased.</u></p> <ul style="list-style-type: none"> ➤ <u>If the price of a Unit on the day the Units were first purchased (“original price”) is higher than the price of a Unit at the point of exercise of the cooling-off right (“market price”), you will be refunded based on the market price at the point of cooling-off; or</u> ➤ <u>If the market price is higher than the original price, you will be refunded based on the original price at the point of cooling-off.</u> <p><u>You will be refunded within seven (7) Business Days from our receipt of the cooling-off application.</u></p> <p>Please note that the cooling-off right is applicable to you if you are an individual investor and investing in any of our funds for the first time. However, if you are a staff of AHAM or a person registered with a body approved by the SC to deal in unit trust <u>funds</u>, you are not entitled to this right.</p> <p>We will process your cooling-off request if your request is received or deemed to have been received by us at or before 3.30 p.m. on a Business Day (or “T day”). Any cooling-off request received after 3.30 p.m. will be transacted on the next Business Day (or “T + 1 day”).</p> <p>Processing is subject to receipt of a complete transaction form and such other</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		documents as may be required by us.
9.8	<p>SWITCHING FACILITY</p> <p>1st and 3rd paragraphs: - Switching facility enables you to switch into any of our funds (or its classes), provided that the fund (or its class) is denominated in MYR, and it is subject to the terms and conditions applicable for the respective funds. However, you must meet the minimum holding of 500 Units of the Fund and the minimum investment amount of the fund (or its class) that you intend to switch into.</p> <p><i>Switching from this Fund into other funds (or its classes) managed by us</i> You must complete a switching transaction form and submit it to us at or before the cut-off time of 3.30 p.m. on a Business Day (or “T day”) together with relevant supporting documents, if any. If we receive your switching request after 3.30p.m., we will process your request on the next Business Day.</p>	<p>Switching facility enables you to switch into any of our funds (or its classes), provided that the fund (or its class) is denominated in MYR, and it is subject to the terms and conditions applicable for the respective funds. However, you must meet the minimum holding of <u>2,000</u> Units of the Fund and the minimum investment amount of the fund (or its class) that you intend to switch into.</p> <p><i>Switching from this Fund into other funds (or its classes) managed by us</i> You must complete a switching transaction form and submit it to us at or before the cut-off time of 3.30 p.m. on a Business Day (or “T day”) together with relevant supporting documents, if any. If we receive your switching request after 3.30 p.m., we will process your request on the next Business Day (<u>or “T + 1 day”</u>).</p>
9.9	<p>SUSPENSION OF DEALING IN UNITS</p> <p>The Trustee may suspend the dealing in Units:</p> <ul style="list-style-type: none"> ➤ where the Trustee considers that it is not in the interests of the existing Unit Holders to permit the assets of the Fund to be sold or that the assets cannot be liquidated at an appropriate price or on adequate terms and immediately call a Unit Holders’ meeting to decide on the next course of action; or ➤ without the consent of the Unit Holders, due to exceptional circumstances when there is a good and sufficient reason to do so having regard to the interests of the Unit Holders. In such case, the period of the suspension shall not exceed twenty one (21) days of the commencement of the suspension. 	<p><u>The Manager may, in consultation with the Trustee and having considered the interests of the Unit Holders, suspend the dealing in Units* due to exceptional circumstances, where there is good and sufficient reason to do so. The Manager will cease the suspension as soon as practicable after the exceptional circumstances have ceased, and in any event, within twenty-one (21) days from the commencement of suspension.</u></p> <p><u>The period of suspension may be extended if the Manager satisfies the Trustee that it is in the best interest of the Unit Holders for the dealing in Units to remain suspended, subject to a weekly review by the Trustee.</u></p> <p><u>The Trustee may suspend the dealings in Units, if the Trustee, on its own accord, considers that exceptional circumstances have been triggered. In such a case, the Trustee shall immediately call for a Unit Holders’ meeting to decide on the next course of action.</u></p> <p><u>*The action to impose suspension shall only be exercised as a last resort by the Manager, as disclosed in “Liquidity Risk Management” section on page 6.</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
9.10	<p>DISTRIBUTION POLICY</p> <p>Subject to the availability of income, the Fund will distribute income on a quarterly basis. However, the amount of income available for distribution may fluctuate from year to year.</p> <p>You have the option to receive the income distribution in cash payment or additional Units (by way of reinvestment) by ticking the appropriate column in the application form. All distribution will be automatically reinvested into additional Units in the Fund if you do not select the mode of distribution in the application form.</p> <p>Any distribution payable which is less than or equal to the amount of MYR 300.00 would be automatically reinvested.</p> <p><u>Cash Payment Process</u> Income distribution by way of cash payment will be paid via telegraphic transfer. Income will be transferred to your bank account within seven (7) Business Days after the distribution date.</p> <p><u>Reinvestment Process</u> We will create the Units based on the NAV per Unit at the income payment date which is two (2) Business Days after the distribution date. There will not be any additional cost for reinvestments of those additional Units, i.e., no Sales Charge will be imposed on such transaction.</p> <p>EPF Investment: For Unit Holders who invest through the EMIS, any income distributions paid will be considered as EPF savings and automatically reinvested in the form of additional Units for the Unit Holders.</p> <p>Unit prices and distributions payable, if any, may go down as well as up.</p>	<p>Subject to the availability of income, the Fund will distribute income on a quarterly basis.</p> <p><u>At our discretion, and in consultation with the Trustee, the Fund may distribute (1) realised income, (2) realised capital gains (3) unrealised income, (4) unrealised capital gains, (5) capital, or (6) a combination of any of the above. The rationale for distribution out of capital is to allow the Fund the ability to distribute income on a regular basis in accordance with the income distribution policy of the Fund.</u></p> <p><u>Having the option to tap into the additional sources of income from (3) unrealised income, (4) unrealised capital gains and/or (5) capital (i.e. collectively known as “distribution out of capital”) would give the Manager the flexibility to increase the amount of income distributable to Unit Holders after taking the distribution out of capital risk into consideration.</u></p> <p><u>Distribution out of capital has a risk of eroding the capital of the Fund. Payment of distribution out of capital amounts to a return or withdrawal of part of an investor’s original investment or from any capital gains attributable to that original investment. Any distribution involving any payment out of capital of the Fund will result in an immediate reduction of the NAV per Unit. As a result, the value of future returns would be diminished.</u></p> <p><u>Income distribution, if any, will be paid out in the currencies in which the Fund is denominated. You may elect the mode of distribution in cash payment or additional Units by way of reinvestment by ticking the appropriate column in the application form. You may also inform us at any time before the income distribution date of your wish of receiving cash payment or additional Units via reinvestment. All distribution will be automatically reinvested into additional Units in the Fund if you do not elect the mode of distribution in the application form.</u></p> <p>Any distribution payable which is less than MYR 300.00 would be automatically reinvested.</p> <p><u>Notwithstanding the above, we may also reinvest the distribution proceed which remain unclaimed after twelve (12) months from the date of payment provided that</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
		<p><u>you still have an account with us.</u></p> <p><u>Cash Payment Process</u> Income distribution by way of cash payment will be paid via telegraphic transfer. Income will be transferred to your bank account within seven (7) Business Days after the distribution date.</p> <p><u>Reinvestment Process</u> We will create the Units based on the NAV per Unit at the income payment date which is <u>within</u> two (2) Business Days after the distribution date.</p> <p>There will not be any cost for reinvestments of those additional Units, i.e., no Sales Charge will be imposed on such <u>reinvestment</u>.</p> <p>EPF Investment: For Unit Holders who invest through the EMIS, any income distributions paid will be considered as EPF savings and automatically reinvested in the form of additional Units for the Unit Holders.</p> <p>Unit prices and distributions payable, if any, may go down as well as up.</p>
9.11	<p>UNCLAIMED MONEYS</p> <p>Any monies payable to you which remain unclaimed after twelve (12) months from the date of payment will be paid to the Registrar of Unclaimed Monies by the Manager in accordance with the requirements of the Unclaimed Monies Act, 1965.</p>	<p>Any monies payable to you which remain unclaimed after twelve (12) months from the date of payment will <u>be dealt as follows:</u></p> <p>a) <u>we may reinvest unclaimed distribution proceed provided that you still have an account with us; or</u></p> <p>b) <u>we will pay</u> to the Registrar of Unclaimed Monies in accordance with the requirements of the Unclaimed Monies Act, 1965.</p>
10.	FEES, CHARGES AND EXPENSES	
10.1	<p>CHARGES</p> <p>SALES CHARGE</p> <p>The Sales Charge will be imposed on you for your purchase of Units of the Fund. The</p>	<p><u>Up to 1.00%* of the NAV per Unit.</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS						
	<p>Sales Charge is a percentage of the NAV per Unit of the Fund. The maximum Sales Charge that the distribution channels may impose is as stated below:</p> <table border="1" data-bbox="197 328 864 619"> <thead> <tr> <th data-bbox="197 328 499 443">Distributors</th> <th data-bbox="499 328 864 443">Maximum Sales Charge as a percentage of the NAV per Unit of the Fund*</th> </tr> </thead> <tbody> <tr> <td data-bbox="197 443 499 491">IUTA</td> <td data-bbox="499 443 864 491" rowspan="3" style="text-align: center; vertical-align: middle;">1.00%</td> </tr> <tr> <td data-bbox="197 491 499 571">Internal distribution channel of AHAM</td> </tr> <tr> <td data-bbox="197 571 499 619">Unit trust consultants</td> </tr> </tbody> </table> <p>* Investors may negotiate for a lower charge.</p> <p>The Sales Charge for investors purchasing Units through the EMIS shall be limited to a maximum charge of 3% of the NAV per Unit or as determined by EPF.</p> <p>Note: All Sales Charges will be rounded up to two (2) decimal places.</p>	Distributors	Maximum Sales Charge as a percentage of the NAV per Unit of the Fund*	IUTA	1.00%	Internal distribution channel of AHAM	Unit trust consultants	<p>* Investors may negotiate for a lower <u>Sales Charge</u>.</p> <p>The Sales Charge for investors purchasing Units through the EMIS shall be limited to a maximum charge of 3% of the NAV per Unit or as determined by EPF.</p> <p>Note: All Sales Charges will be rounded up to two (2) decimal places.</p>
Distributors	Maximum Sales Charge as a percentage of the NAV per Unit of the Fund*							
IUTA	1.00%							
Internal distribution channel of AHAM								
Unit trust consultants								
10.2	<p>CHARGES</p> <p>SWITCHING FEE</p> <p>There will be no switching fee levied on any switching transactions.</p>	<p><u>The Manager does not impose any switching fee. However, if the amount of sales charge of the fund (or class) that the Unit Holder intends to switch into is higher than the sales charge imposed by the fund (or class) being switched from, then the difference in the sales charge between the two (2) funds (or classes) shall be borne by the Unit Holder.</u></p>						
10.3	<p>ANNUAL MANAGEMENT FEE</p> <p>1st paragraph: - The annual management fee is up to 1.00% per annum of the NAV of the Fund. This fee is calculated and accrued daily and payable monthly to the Manager.</p>	<p>The annual management fee is up to 1.00% per annum of the NAV of the Fund (<u>before deducting the management fee and trustee fee</u>). This management fee is calculated and accrued daily and payable monthly to the Manager.</p>						
10.4	<p>ANNUAL TRUSTEE FEE</p> <p>1st paragraph: - The annual trustee fee is up to 0.08% per annum of the NAV of the Fund (excluding foreign custodian fees and charges). In addition to the trustee fee which includes the transaction fee i.e. the fee incurred for handling purchase/sale of local investments, the Trustee may be reimbursed by the Fund for any expenses properly</p>	<p>The annual trustee fee is up to 0.08% per annum of the NAV of the Fund (excluding foreign custodian fees and charges) <u>before deducting the management fee and trustee fee</u>. In addition to the trustee fee, the Trustee may be reimbursed by the Fund for any expenses properly incurred by it in the performance of its duties and</p>						

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	incurred by it in the performance of its duties and responsibilities.	responsibilities.
10.5	<p>ADMINISTRATIVE FEES</p> <p>Only fees and expenses that are directly related to or necessary for the operation and administration of the Fund may be charged to the Fund. These include the following:</p> <ul style="list-style-type: none"> • Commissions or fees paid to dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes; • (where the custodial function is delegated by the Trustee) charges and fees paid to custodians taking into custody any foreign investments of the Fund; • Taxes and other duties charged on the Fund by the government and/or other authorities; • Costs, fees and expenses properly incurred by the auditor appointed for the Fund; • Costs, fees and expenses incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund; • Costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee; • Costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee; • Costs and/or expenses associated with the distributions declared pursuant to the Deed and the payment of such distribution including without limitation fees, costs and/or expenses for the revalidation or reissuance of any distribution cheque or telegraphic transfer; and • Other fees or expenses related to the Fund allowed under the Deed. <p><i>Expenses related to the issuance of this Prospectus will be borne by the Manager.</i></p>	<p>Only fees and expenses (<u>or part thereof</u>) that are directly related to or necessary for the operation and administration of the Fund may be charged to the Fund. These <u>would</u> include the following:</p> <ul style="list-style-type: none"> • Commissions or fees paid to <u>brokers</u> in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes <u>or difference accounts</u>; • (where the custodial function is delegated by the Trustee) charges <u>or</u> fees paid to <u>the</u> custodians taking into custody any foreign investments of the Fund; • Taxes and other duties charged on the Fund by the government and/or other authorities; • Costs, fees and expenses properly incurred by the auditor appointed for the Fund; • <u>Fees for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund</u>; • <u>Costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent</u>; • Costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee; • Costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee; • Costs and/or expenses associated with the distributions declared pursuant to the Deed and the payment of such distribution including without limitation fees, costs and/or expenses for the revalidation or reissuance of any distribution cheque or telegraphic transfer; and • Other fees or expenses related to the Fund allowed under the Deed. <p><i>Expenses related to the issuance of this Prospectus will be borne by the Manager.</i></p>
10.6	<p>REBATES AND SOFT COMMISSIONS</p> <p>2nd paragraph: - The soft commission can be retained by us or our delegates provided that:-</p> <ul style="list-style-type: none"> ➤ the goods and services are of demonstrable benefit to the Unit Holder in the form of research and advisory services that assist in the decision-making process 	<p>The soft commissions can be retained by us or our delegates provided that:-</p> <ul style="list-style-type: none"> ➤ the <u>soft commissions bring direct benefit or advantage to the management of the fund and may include research and advisory related services</u>; ➤ any dealing with the broker or dealer is executed on terms which are the most

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS																						
	<p>relating to the Fund's investments; and</p> <p>➤ any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund.</p>	<p>favourable for the Fund; and</p> <p>➤ <u>the availability of soft commissions is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and we or our delegates will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commissions.</u></p>																						
11.	PRICING																							
11.1	<p>COMPUTATION OF NAV AND NAV PER UNIT</p> <p>4th paragraph: -</p> <p>* NAV per Unit is derived from the following formula:-</p> $\frac{\text{NAV}}{\text{Units in Circulation}}$	<p>NAV per Unit is derived from <u>the division of NAV by the Units in Circulation.</u></p>																						
11.2	<p>COMPUTATION OF SELLING PRICE AND REPURCHASE PRICE</p> <p>1st paragraph: -</p> <p>The Selling Price and the Repurchase Price are equivalent to the NAV per Unit. Any applicable Sales Charge and Repurchase Charge are payable separately from the Selling Price and the Repurchase Price.</p> <p>4th paragraph onwards: -</p> <p>Calculation of Selling Price</p> <p>Units will be sold at the NAV per Unit of the Fund. Any Sales Charge payable by the Unit Holder would be calculated as a percentage of the NAV per Unit of the Fund.</p> <p>For illustration purposes, let's assume the following:-</p> <table border="1" data-bbox="197 1193 860 1433"> <tbody> <tr> <td>Investment Amount</td> <td>MYR 10,000.00</td> </tr> <tr> <td>Selling Price per Unit</td> <td>MYR 0.50</td> </tr> <tr> <td>Number Of Units Received*</td> <td>MYR 10,000 ÷ MYR 0.50 = 20,000 Units</td> </tr> <tr> <td>Sales Charge</td> <td>1.00%</td> </tr> <tr> <td>Sales Charge Paid By Investor**</td> <td>1.00% x MYR 0.50 x 20,000 Units = MYR 100</td> </tr> </tbody> </table>	Investment Amount	MYR 10,000.00	Selling Price per Unit	MYR 0.50	Number Of Units Received*	MYR 10,000 ÷ MYR 0.50 = 20,000 Units	Sales Charge	1.00%	Sales Charge Paid By Investor**	1.00% x MYR 0.50 x 20,000 Units = MYR 100	<p><u>Under a single pricing regime, the Selling Price and the Repurchase Price are equivalent to the NAV per Unit. Any applicable Sales Charge and Repurchase Charge are payable separately from the Selling Price and the Repurchase Price.</u></p> <p>Calculation of Selling Price</p> <p>For illustration purposes, let's assume the following:-</p> <table border="1" data-bbox="1137 1094 1823 1401"> <tbody> <tr> <td>Investment Amount</td> <td>MYR 10,000.00</td> </tr> <tr> <td>Selling Price per Unit</td> <td>MYR 0.50</td> </tr> <tr> <td>Number Of Units Received*</td> <td>MYR 10,000.00 ÷ MYR 0.50 = 20,000 Units</td> </tr> <tr> <td>Sales Charge</td> <td>1.00%</td> </tr> <tr> <td>Sales Charge Paid By Investor**</td> <td>1.00% x MYR 0.50 x 20,000 Units = MYR 100.00</td> </tr> <tr> <td>Total Amount Paid By Investor***</td> <td>MYR 10,000.00 + MYR 100.00 = MYR 10,100.00</td> </tr> </tbody> </table>	Investment Amount	MYR 10,000.00	Selling Price per Unit	MYR 0.50	Number Of Units Received*	MYR 10,000.00 ÷ MYR 0.50 = 20,000 Units	Sales Charge	1.00%	Sales Charge Paid By Investor**	1.00% x MYR 0.50 x 20,000 Units = MYR 100.00	Total Amount Paid By Investor***	MYR 10,000.00 + MYR 100.00 = MYR 10,100.00
Investment Amount	MYR 10,000.00																							
Selling Price per Unit	MYR 0.50																							
Number Of Units Received*	MYR 10,000 ÷ MYR 0.50 = 20,000 Units																							
Sales Charge	1.00%																							
Sales Charge Paid By Investor**	1.00% x MYR 0.50 x 20,000 Units = MYR 100																							
Investment Amount	MYR 10,000.00																							
Selling Price per Unit	MYR 0.50																							
Number Of Units Received*	MYR 10,000.00 ÷ MYR 0.50 = 20,000 Units																							
Sales Charge	1.00%																							
Sales Charge Paid By Investor**	1.00% x MYR 0.50 x 20,000 Units = MYR 100.00																							
Total Amount Paid By Investor***	MYR 10,000.00 + MYR 100.00 = MYR 10,100.00																							

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
------------	---------------------------	---------------------------------------

Total Amount Paid By Investor***	MYR 10,000 + MYR 100 = MYR 10,100
---	-----------------------------------

Formula for calculating:-

* Number of Units received = $\frac{\text{Investment amount}}{\text{Selling Price per Unit}}$

** Sales Charge paid by Investor = Sales Charge x Selling Price per Unit x Number of Units received

*** Total amount paid by Investor = Investment Amount + Sales Charge paid by investor

The Repurchase Price is the NAV per Unit of the Fund. Any Repurchase Charge payable by the Unit Holder would be calculated as a percentage of the Repurchase Price of the Fund.

For illustration purposes, let's assume the following:-

Units Repurchased	20,000 Units
Repurchase Price	MYR 0.50
Repurchased Amount^	20,000 Units x MYR 0.50 = MYR 10,000
Repurchase Charge	0.00%
Repurchase Charge Paid By Investor^^	0.00% x MYR 10,000 = MYR 0.00
Total Amount Received By investor^^^^	MYR 10,000 - MYR 0.00 = MYR 10,000

Formula for calculating:-

^ Repurchase amount = Unit repurchased x Repurchase Price

^^ Repurchase Charge paid by Investor = Repurchase Charge x Repurchase amount

^^^ Total amount received by Investor = Repurchased amount - Repurchase Charge paid by investor

Formula for calculating:-

* Number of Units received = $\frac{\text{Investment Amount}}{\text{Selling Price per Unit}}$

** Sales Charge paid by Investor = Sales Charge x Selling Price per Unit x Number of Units received

*** Total amount paid by Investor = Investment Amount + Sales Charge paid by investor

Calculation of Repurchase Price

For illustration purposes, let's assume the following:-

Units Repurchased	20,000 Units
Repurchase Price per Unit	MYR 0.50
Repurchased Amount^	20,000 Units x MYR 0.50 = MYR 10,000.00
Repurchase Charge	0.00%
Repurchase Charge Paid By Investor^^	0.00% x MYR 10,000.00 = MYR 0.00
Total Amount Received By investor^^^	MYR 10,000.00 - MYR 0.00 = MYR 10,000.00

Formula for calculating:-

^ Repurchase amount = Unit repurchased x Repurchase Price per Unit

^^ Repurchase Charge paid by Investor = Repurchase Charge x Repurchase amount

^^^ Total amount received by Investor = Repurchased amount - Repurchase Charge paid by investor

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
12.	SALIENT TERMS OF <u>THE</u> DEED	
12.1	Nil.	<p>Inserted the following disclaimer:</p> <p>Generally an investor would also be a registered Unit Holder unless the Units are purchased through an IUTA or using a nominee. In such an instance, the Units may not be registered in the name of the investor and thus not a registered Unit Holder. Please be advised that the Manager only recognises the rights attached to a registered Unit Holder.</p>
12.2	<p>Rights and Liabilities of Unit Holders</p> <p>Unit Holders' Rights</p> <p>3rd and 4th paragraphs: - Unit Holders shall be entitled to receive the distributions of the Fund, participate in any increase in the capital value of the Units, and to other rights and privileges as are provided for in the Deed.</p> <p>Unit Holders are vested with the powers to call for a Unit Holders' meeting, and to vote for the removal of the Trustee or the Manager through an extraordinary resolution.</p>	<p>Unit Holders shall <u>have the rights</u> to receive distributions of <u>income</u>, participate in any increase in the value of the Units, and <u>such</u> other rights and privileges as are provided for in the Deed.</p> <p>Unit Holders are vested with the powers to call for a Unit Holders' meeting, and to vote for the removal of the Trustee or the Manager through an extraordinary resolution.</p> <p>A Unit Holder shall be entitled to take all necessary action, <u>proceedings and/or steps against:</u></p> <p>(a) <u>the Manager for any breach of its duties as set out in the Act and the Guidelines; and</u></p> <p>(b) <u>the Trustee for any breach of its duties as set out in the Act, the Guidelines and the Guidelines on the Registration and Conduct of Capital Market Services Providers.</u></p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
12.3	<p>Rights and Liabilities of Unit Holders</p> <p>Unit Holders' Liabilities</p> <p>(b) No Unit Holder shall by reason of any provision of the Deed and the relationship created hereby between the Manager, the Trustee and the Unit Holders, or in any event whatsoever, be liable for any amount in excess of the purchase price paid for the Units as determined in accordance with the Deed at the time the Units were purchased and any charges payable in relation thereto.</p>	<p>(b) No Unit Holder shall by reason of <u>the</u> provisions of the Deed and the relationship created hereby between the Manager, the Trustee and the Unit Holders, be liable for any amount in excess of the <u>sum total of the Selling Price and sales charge</u> paid for the Units as determined in accordance with the Deed at the time the Units were purchased and any charges payable in relation thereto.</p>
12.4	<p>Fees And Charges</p> <p>Increase In Fees And Charges</p> <p>2nd paragraph: - Any increase of the fees and/or charges above that stated in the current Prospectus may be made provided that a supplemental prospectus is issued and the Manager has to notify the Unit Holders of the higher rate and the effective date (where necessary or required to do so by the Deed) provided always that the maximum stated in the Deed shall not be breached.</p>	<p>Any increase of the fees and/or charges above that stated in the current Prospectus may be made provided that a supplemental prospectus is <u>registered, lodged and</u> issued and the Manager has to notify the Unit Holders of the higher rate and the effective date (where necessary or required to do so by the Deed) provided always that the maximum stated in the Deed shall not be breached.</p>
12.5	<p>Other Expenses Permitted under the Deed</p> <p>There are annual operating expenses involved in running the Fund, including but not limited to those stated herein below, and such expenses are paid out of the Fund's assets:-</p> <p>(a) commissions/fees paid to brokers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes or difference accounts;</p> <p>(b) taxes and other duties charged on the Fund by the government and/or other authorities;</p> <p>(c) costs, fees and expenses properly incurred by the auditor and all professionals appointed for the Fund;</p> <p>(d) costs, fees and expenses incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;</p> <p>(e) costs, fees and expenses incurred for any modification of the Deed save where</p>	<p>There are annual operating expenses involved in running the Fund, including but not limited to those stated herein below, and such expenses are paid out of the Fund's assets:-</p> <p>(a) commissions/fees paid to brokers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes or difference accounts;</p> <p>(b) taxes and other duties charged on the Fund by the government and/or other authorities;</p> <p>(c) costs, fees and expenses properly incurred by the auditor and all professionals appointed for the Fund;</p> <p>(d) fees for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;</p> <p>(e) costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee;</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>such modification is for the benefit of the Manager and/or the Trustee;</p> <p>(f) costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;</p> <p>(g) costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund;</p> <p>(h) costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund;</p> <p>(i) costs, fees and expenses incurred in engaging any valuer, adviser or contractor for the benefit of the Fund;</p> <p>(j) costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund;</p> <p>(k) costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company;</p> <p>(l) costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund) or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);</p> <p>(m) remuneration and out of pocket expenses of the independent members of the investment committee of the Fund, unless the Manager decides otherwise;</p> <p>(n) costs, fees and expenses deemed by the Manager to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority; and</p> <p>(o) (where the custodial function is delegated by the Trustee for foreign markets investment), charges or fees paid to custodians taking into custody any foreign investments of the Fund.</p>	<p>(f) costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;</p> <p>(g) (where the custodial function is delegated by the Trustee for foreign markets investment), charges or fees paid to custodians taking into custody any foreign investments of the Fund; <u>and</u></p> <p>(h) <u>costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent.</u></p>
12.6	<p>Provisions Regarding Unit Holders Meetings</p> <p>3rd paragraph: -</p> <p>The quorum for a meeting of Unit Holders of the Fund is five (5) Unit Holders,</p>	<p>The quorum <u>required</u> for a meeting of Unit Holders of the Fund <u>shall be</u> five (5) Unit</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>whether present in person or by proxy, provided always that for a meeting which requires an extraordinary resolution the quorum for that meeting shall be five (5) Unit Holders, whether present in person or by proxy, holding in aggregate at least twenty five (25%) of the Units in issue for the Fund at the time of the meeting. If the Fund has five (5) or less Unit Holders, the quorum required shall be two (2) Unit Holders, whether present or by proxy and if the meeting requires an extraordinary resolution the quorum for that meeting shall be two (2) Unit Holders, whether present in person or by proxy, holding in aggregate at least twenty five (25%) of the Units in issue for the Fund at the time of the meeting.</p>	<p>Holders, whether present in person or by proxy, <u>however, if the Fund has five (5) or less Unit Holders, the quorum required for a meeting of the Unit Holders of the Fund shall be two (2) Unit Holders, whether present in person or by proxy.</u></p> <p><u>If the meeting has been convened for the purpose of voting on an extraordinary resolution, the Unit Holders present in person or by proxy must hold in aggregate at least twenty five per centum (25%) of the Units in Circulation or a particular</u> at the time of the meeting.</p> <p><u>If the Fund has only one (1) remaining Unit Holder, such Unit Holder, whether present in person or by proxy, shall constitute the quorum required for the meeting of the Unit Holders of the Fund.</u></p>
13.	THE MANAGER	
13.1	<p>ABOUT AHAM</p> <p>1st and 2nd paragraphs: - AHAM was incorporated in Malaysia on 2 May 1997 under the Companies Act 1965 and began its operations under the name Hwang–DBS Capital Berhad in 2001. In early 2014, AHAM was acquired by the Affin Banking Group (“Affin”) and hence, is now supported by a home-grown financial services conglomerate. Affin has over 39 years of experience in the financial industry which focuses on commercial, Islamic and investment banking services, money broking, fund management and underwriting of life and general insurance business. Meanwhile, AHAM has 16 years’ experience in the fund management industry. Additionally, AHAM is also 27% owned by Nikko Asset Management International Limited, a wholly-owned subsidiary of Tokyo-based Nikko Asset Management Co., Ltd., an Asian investment management franchise.</p> <p>AHAM distributes its funds through the following various channels:</p> <ul style="list-style-type: none"> ➤ In-house/internal sales team; ➤ IUTA (Institutional Unit Trust Advisers) & CUTA (Corporate Unit Trust Advisers); and ➤ Unit trust consultants. 	<p>AHAM was incorporated in Malaysia on 2 May 1997 and began its operations under the name Hwang–DBS Capital Berhad in 2001. <u>AHAM has more than 20 years’ experience in the fund management industry. In late 2022, AHAM’s ultimate major shareholder is CVC Capital Partners Asia Fund V, a private equity fund managed by CVC Capital Partners (“CVC”), which has approximately 68.35% controlling interest in AHAM. CVC is a global private equity and investment advisory firm with approximately USD125 billion of assets under its management. AHAM is also 27% owned by Nikko Asset Management International Limited, a wholly-owned subsidiary of Tokyo-based Nikko Asset Management Co., Ltd., an Asian investment management franchise.</u></p> <p>AHAM distributes its funds through the following various channels:</p> <ul style="list-style-type: none"> ➤ In-house/internal sales team; ➤ IUTA & CUTA (Corporate Unit Trust <u>Scheme</u> Advisers); and ➤ Unit trust consultants.
13.2	Board of Directors	
	Deleted.	

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
	<p>Raja Tan Sri Dato' Seri Aman bin Raja Haji Ahmad (Non-independent Director) Mr Yip Kit Weng (Non-independent Director) Mr Teng Chee Wai (Non-independent Director) Ms Eleanor Seet Oon Hui (Non-independent Director) Maj. Gen. Dato' Zulkiflee bin Mazlan (R) (Independent Director) Encik Faizal Sham bin Abu Mansor (Independent Director)</p>	
13.3	<p>Key Personnel</p> <p>Mr Teng Chee Wai – Managing Director Mr Teng is the founder of AHAM. Over the past 15 years, he has built the company to its current position with an excess of MYR 35 billion in assets under management. In his capacity as the managing director and executive director of AHAM, Mr Teng manages the overall business and strategic direction as well as the management of the investment team. His hands on approach sees him actively involved in investments, product development and marketing. Mr Teng's critical leadership and regular participation in reviewing and assessing strategies and performance has been pivotal in allowing AHAM to successfully navigate the economically turbulent decade. Mr Teng's investment management experience spans more than 25 years, and his key area of expertise is in managing absolute return mandates for insurance assets and investment-linked funds in both Singapore and Malaysia. Prior to his current appointments, he was the assistant general manager (investment) of Overseas Assurance Corporation (OAC) and was responsible for the investment function of the Group Overseas Assurance Corporation Ltd. Mr Teng began his career in the financial industry as an investment manager with NTUC Income, Singapore. He is a Bachelor of Science graduate from the National University of Singapore and has a Post-Graduate Diploma in Actuarial Studies from City University in London.</p>	<p><u>Dato' Teng Chee Wai – Managing Director</u> <u>Dato' Teng</u> is the founder of AHAM. In his capacity as the managing director and executive director of AHAM, <u>Dato' Teng</u> manages the overall business and strategic direction as well as the management of the investment team. His hands on approach sees him actively involved in investments, product development and marketing. <u>Dato' Teng's</u> critical leadership and regular participation in reviewing and assessing strategies and performance has been pivotal in allowing AHAM to successfully navigate the economically turbulent decade. <u>Dato' Teng's</u> investment management experience spans more than 25 years, and his key area of expertise is in managing absolute return mandates for insurance assets and investment-linked funds in both Singapore and Malaysia. Prior to his current appointments, he was the assistant general manager (investment) of Overseas Assurance Corporation (OAC) and was responsible for the investment function of the Group Overseas Assurance Corporation Ltd. <u>Dato' Teng</u> began his career in the financial industry as an investment manager with NTUC Income, Singapore. He is a Bachelor of Science graduate from the National University of Singapore and has a Post-Graduate Diploma in Actuarial Studies from City University in London.</p>
13.4	<p>DESIGNATED FUND MANAGER</p> <p>Mr Ahmad Raziq bin Ab Rahman – Portfolio Manager</p> <p>Ahmad Raziq joined AHAM in July 2017 as a portfolio manager, responsible for managing unit trust funds and institutional portfolio mandates. He is also part of the research team covering the financial sector and Malaysia market on a macro level. Prior to joining AHAM, he spent nine (9) years at CIMB-Principal Asset Management Berhad (CPAM). He has extensive experience in accounting, credit research and portfolio management.</p>	Deleted.

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS
13.5	<p>INVESTMENT COMMITTEE</p> <p>The investment committee (“committee”) formulates, establishes and implements investment strategies and policies. The committee will continually review and monitor the success of these strategies and policies using predetermined benchmarks towards achieving a proper performance for the Fund. The committee will also ensure investment guidelines and regulations are complied with. The committee will meet at least once every quarterly or more should the need arise.</p>	Deleted.
13.6	<p>MATERIAL LITIGATION</p> <p>As at LPD, AHAM is not engaged in any material litigation and arbitration, including those pending or threatened, and AHAM is not aware of any facts likely to give rise to any proceedings which might materially affect the business/financial position of AHAM.</p>	Deleted.
13.7	<p>For further information on AHAM, the investment committee and/or AHAM’s delegate, you may obtain the details from our website at www.affinhwangam.com.my.</p>	<p>For further information on AHAM including material litigation (if any), the Board, the designated fund manager of the Fund and/or AHAM’s delegate, you may obtain the details from our website at www.aham.com.my.</p>
14.	THE TRUSTEE	
14.1	<p>AMANAHRAYA TRUSTEES BERHAD (ATB)</p> <p>ART was incorporated under the laws of Malaysia on 23 March 2007 and registered as a trust company under the Trust Companies Act 1949. ART is a subsidiary of Amanah Raya Berhad (ARB) which is wholly owned by the government of Malaysia. ART took over the corporate trusteeship functions of ARB and acquired ARB’s experience of more than 50 years in trustee business. ART has been registered and approved by the SC to act as trustee to unit trust funds.</p>	<p>ART was incorporated under the laws of Malaysia on 23 March 2007 and registered as a trust company under the Trust Companies Act 1949. ART is a subsidiary of Amanah Raya Berhad (ARB) which is wholly owned by the <u>Government</u> of Malaysia. ART took over the corporate trusteeship functions of ARB and acquired ARB’s experience of more than 50 years in trustee business.</p>
15.	RELATED PARTIES TRANSACTION AND CONFLICT OF INTEREST	
15.1	<p>Save for the transaction disclosed below, as at LPD the Manager is not aware of any existing and/or proposed related party transactions or conflict of interest situations or other subsisting contracts of arrangements involving the Fund.</p>	<p><u>As</u> at LPD, the Manager is not aware of any existing and/or proposed related party transactions or <u>potential</u> conflict of interest situations or other subsisting contracts of arrangements involving the Fund.</p> <p>The tax advisers and solicitors have also confirmed that they do not have any existing</p>

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS								
	<p>Related Party Transactions</p> <table border="1" data-bbox="192 403 853 678"> <thead> <tr> <th data-bbox="192 403 360 536">Name of Party Involved in the Transaction</th> <th data-bbox="360 403 517 536">Nature of Transaction</th> <th data-bbox="517 403 685 536">Name of Related Party</th> <th data-bbox="685 403 853 536">Nature of Relationship</th> </tr> </thead> <tbody> <tr> <td data-bbox="192 536 360 678">AHAM</td> <td data-bbox="360 536 517 678">Placement of deposit and money market instruments</td> <td data-bbox="517 536 685 678">Affin Hwang Investment Bank Berhad (Affin Hwang IB)</td> <td data-bbox="685 536 853 678">Affin Hwang IB holds 70% equity interest in the Manager.</td> </tr> </tbody> </table> <p>Details of the Substantial Shareholders of AHAM's Direct and Indirect Interest in other Corporation Carrying on a Similar Business</p> <p>Save as disclosed below, as at the LPD, the substantial shareholders of AHAM, do not have any direct or indirect interest in other corporations carrying on similar business:</p> <p>Nikko Asset Management International Limited, a substantial shareholder of AHAM is wholly owned by Nikko Asset Management Co., Ltd. ("Nikko AM"). Nikko AM's office is situated in Japan where it provides investment management services, focused on sourcing, packaging and distributing retail investment fund products which are managed in-house or outsourced to third party sub-advisers.</p> <p>Details of the Directors of AHAM's Direct and Indirect Interest in other Corporation Carrying on a Similar Business</p> <p>Save as disclosed below, as at the LPD, the directors of the Manager do not have any direct and indirect interest in other corporations carrying on a similar business:</p> <p>Mr Teng Chee Wai, as a shareholder of the Manager, has an indirect interest in AIIMAN Asset Management Sdn Bhd. AIIMAN Asset Management Sdn Bhd is wholly-owned by the Manager.</p> <p>Conflict of Interest</p>	Name of Party Involved in the Transaction	Nature of Transaction	Name of Related Party	Nature of Relationship	AHAM	Placement of deposit and money market instruments	Affin Hwang Investment Bank Berhad (Affin Hwang IB)	Affin Hwang IB holds 70% equity interest in the Manager.	<p>or potential conflict of interest with AHAM and/or the Fund.</p>
Name of Party Involved in the Transaction	Nature of Transaction	Name of Related Party	Nature of Relationship							
AHAM	Placement of deposit and money market instruments	Affin Hwang Investment Bank Berhad (Affin Hwang IB)	Affin Hwang IB holds 70% equity interest in the Manager.							

NO.	(A) PROSPECTUS	(B) REPLACEMENT PROSPECTUS						
	<p>The auditors, tax advisers and solicitors have confirmed that they do not have any existing or potential conflict of interest with AHAM and/or the Fund.</p> <p>Cross trades AHAM may conduct cross trades between funds it is currently managing provided that all criteria imposed by the regulators are met. Notwithstanding the above, cross trades between the personal account of an employee of AHAM and the Fund’s account(s) and between AHAM’s proprietary trading accounts and the Fund’s account(s) are strictly prohibited. Compliance with the criteria are monitored by the AHAM’s Compliance Unit, and reported to the AHAM’s compliance & risk oversight committee, to avoid conflict of interests and manipulation that could have a negative impact on investors.</p>							
16.	RELEVANT INFORMATION							
16.1	<p>ANTI-MONEY LAUNDERING POLICIES AND PROCEDURES</p> <p>1st paragraph: - Pursuant to the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 (“AMLATFPUAA”) and SC’s Guidelines on Prevention of Money Laundering and Terrorism Financing for Capital Market Intermediaries, it is our responsibility to prevent AHAM from being used for money laundering and terrorism financing activities. To this end, we have established an Anti-Money Laundering/Counter-Financing of Terrorism Framework (AML/CFT Framework) and put in place anti-money laundering process and procedures to combat such activities. This includes a robust due diligence process and procedures for client on-boarding (such as know-your-client procedures and customer due diligence) as well as ongoing monitoring of clients transactions to detect any suspicious transactions.</p>	<p>Pursuant to the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 (“AMLATFPUAA”) and SC’s Guidelines on Prevention of Money Laundering and Terrorism Financing for <u>Reporting Institutions in the Capital Market</u>, it is our responsibility to prevent AHAM from being used for money laundering and terrorism financing activities. To this end, we have established an Anti-Money Laundering/Counter-Financing of Terrorism Framework (AML/CFT Framework) and put in place anti-money laundering process and procedures to combat such activities. This includes a robust due diligence process and procedures for client on-boarding (such as know-your-client procedures and customer due diligence) as well as ongoing monitoring of clients transactions to detect any suspicious transactions.</p>						
17.	<p>DIRECTORY OF SALES OFFICE</p> <p>AFFIN HWANG ASSET MANAGEMENT BERHAD:</p>	<p>AHAM ASSET MANAGEMENT BERHAD <i>(FORMERLY KNOWN AS AFFIN HWANG ASSET MANAGEMENT BERHAD):</i></p> <table border="1" data-bbox="1126 1294 1834 1425"> <thead> <tr> <th data-bbox="1126 1294 1413 1321">HEAD OFFICE</th> <th data-bbox="1413 1294 1626 1321">JOHOR</th> <th data-bbox="1626 1294 1834 1321">SARAWAK</th> </tr> </thead> <tbody> <tr> <td data-bbox="1126 1321 1413 1425">Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur</td> <td data-bbox="1413 1321 1626 1425">Unit 22-05, Level 22 Menara Landmark No. 12, Jalan Ngee Heng</td> <td data-bbox="1626 1321 1834 1425">Ground Floor, No. 69 Block 10, Jalan Laksamana Cheng</td> </tr> </tbody> </table>	HEAD OFFICE	JOHOR	SARAWAK	Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur	Unit 22-05, Level 22 Menara Landmark No. 12, Jalan Ngee Heng	Ground Floor, No. 69 Block 10, Jalan Laksamana Cheng
HEAD OFFICE	JOHOR	SARAWAK						
Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur	Unit 22-05, Level 22 Menara Landmark No. 12, Jalan Ngee Heng	Ground Floor, No. 69 Block 10, Jalan Laksamana Cheng						

NO.	(A) PROSPECTUS			(B) REPLACEMENT PROSPECTUS		
	<p>HEAD OFFICE Ground Floor, Menara Boustead 69 Jalan Raja Chulan 50200 Kuala Lumpur Tel : 03 – 2116 6000 Fax : 03 – 2116 6100 Toll Free No : 1-800-88-7080 Email: customer-care@affinhwangam.com Website: www.affinhwangam.com</p> <p>PENANG No. 10-C-23 & 10-C-24, Precinct 10 Jalan Tanjung Tokong 10470 Penang Tel : 04 – 899 8022 Fax : 04 – 899 1916</p> <p>PERAK 13A Persiaran Greentown 7 Greentown Business Centre 30450 Ipoh, Perak Tel: 05 - 241 0668 Fax: 05 – 255 9696</p>	<p>JOHOR Unit 22-05, Level 22 Menara Landmark No. 12, Jalan Ngee Heng 80000 Johor Bahru Johor Tel : 07 – 227 8999 Fax : 07 – 223 8998</p> <p>MELAKA Ground Floor No. 584 Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06 -281 2890 Fax: 06 -281 2937</p> <p>SABAH Unit 1.09(a), Level 1, Plaza Shell 29, Jalan Tunku Abdul Rahman 88000 Kota Kinabalu, Sabah Tel : 088 - 252 881 Fax : 088 - 288 803</p>	<p>SARAWAK Ground Floor, No. 69 Block 10, Jalan Laksamana Cheng Ho 93200 Kuching, Sarawak Tel : 082 – 233 320 Fax : 082 – 233 663</p> <p>1st Floor, Lot 1291 Jalan Melayu, MCLD 98000 Miri, Sarawak Tel : 085 - 418 403 Fax : 085 – 418 372</p>	<p>Tel: 03 – 2116 6000 Fax: 03 – 2116 6100 Toll Free No: 1-800-88-7080 Email: customer-care@aham.com.my Website: www.aham.com.my</p> <p>PENANG <u>B-16-2, Lorong Bayan Indah 3</u> <u>11900 Bayan Lepas</u> <u>Pulau Pinang</u> <u>Toll Free No : 1800-888-377</u></p> <p>PERAK <u>1 Persiaran Greentown 6</u> <u>Greentown Business Centre</u> <u>30450 Ipoh, Perak</u> Tel: 05 - 241 0668 Fax: 05 – 255 9696</p>	<p>80000 Johor Bahru Johor Tel: 07 – 227 8999 Fax: 07 – 223 8998</p> <p>MELAKA Ground Floor No. 584 Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06 -281 2890 Fax: 06 -281 2937</p> <p>SABAH Unit 1.09(a), Level 1, Plaza Shell 29, Jalan Tunku Abdul Rahman 88000 Kota Kinabalu, Sabah Tel: 088 - 252 881 Fax: 088 - 288 803</p>	<p>Ho 93200 Kuching, Sarawak Tel: 082 – 233 320 Fax: 082 – 233 663</p> <p>1st Floor, Lot 1291 Jalan Melayu, MCLD 98000 Miri, Sarawak Tel: 085 - 418 403 Fax: 085 – 418 372</p>

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF AHAM BOND FUND (FORMERLY KNOWN AS AFFIN HWANG BOND FUND) ("Fund")

We have acted as the Trustee of the Fund for the financial year ended 30 April 2023 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad) has operated and managed the Fund during the year covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the Management Company under the Deed, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the 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.

For **AMANAHRAYA TRUSTEES BERHAD**

ZAINUDIN BIN SUHAIMI
Chief Executive Officer

Kuala Lumpur, Malaysia
26 June 2023

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

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023

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

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023

CONTENTS	PAGE(S)
STATEMENT OF COMPREHENSIVE INCOME	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF CHANGES IN EQUITY	3
STATEMENT OF CASH FLOWS	4
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	5 – 11
NOTES TO THE FINANCIAL STATEMENTS	12 – 47
STATEMENT BY THE MANAGER	48
INDEPENDENT AUDITORS' REPORT	49 – 52

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

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
INVESTMENT INCOME			
Interest income from financial assets at amortised cost		1,246,147	902,834
Interest income from financial assets at fair value through profit or loss		28,998,506	34,474,429
Net gain/(loss) on financial assets at fair value through profit or loss	9	18,986,792	(29,688,894)
		<u>49,231,445</u>	<u>5,688,369</u>
EXPENSES			
Management fee	4	(7,267,800)	(9,255,979)
Trustee fee	5	(583,337)	(740,830)
Fund accounting fee	6	(1,800)	-
Auditors' remuneration		(9,500)	(8,000)
Tax agent's fee		(3,040)	-
Other expenses		(34,250)	(39,493)
		<u>(7,899,727)</u>	<u>(10,044,302)</u>
NET PROFIT/(LOSS) BEFORE TAXATION		41,331,718	(4,355,933)
Taxation	7	-	-
NET PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL YEAR		<u>41,331,718</u>	<u>(4,355,933)</u>
Net profit/(loss) after taxation is made up of the following:			
Realised amount		24,890,357	25,181,019
Unrealised amount		16,441,361	(29,536,952)
		<u>41,331,718</u>	<u>(4,355,933)</u>

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

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

STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
ASSETS			
Cash and cash equivalents	10	86,138,085	81,539,012
Amount due from dealers		22,824,266	-
Amount due from Manager			
- creation of units		715,849	-
Financial assets at fair value through profit or loss	9	733,217,983	693,787,551
TOTAL ASSETS		<u>842,896,183</u>	<u>775,326,563</u>
LIABILITIES			
Amount due to dealers		5,001,075	-
Amount due to Manager			
- management fee		671,964	653,680
- cancellation of units		590	2,249,376
Amount due to Trustee		53,757	52,295
Fund accounting fee		600	-
Auditors' remuneration		9,590	9,590
Tax agent's fee		4,380	8,120
Other payable and accruals		4,055	2,202
TOTAL LIABILITIES		<u>5,746,011</u>	<u>2,975,263</u>
NET ASSET VALUE OF THE FUND		<u>837,150,172</u>	<u>772,351,300</u>
EQUITY			
Unitholders' capital		849,624,198	805,200,440
Accumulated losses		(12,474,026)	(32,849,140)
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>837,150,172</u>	<u>772,351,300</u>
NUMBER OF UNITS IN CIRCULATION	11	<u>1,417,430,000</u>	<u>1,343,862,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.5906</u>	<u>0.5747</u>

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

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

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023

	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 year	-	41,331,718	41,331,718
Distributions (Note 8)	-	(20,956,604)	(20,956,604)
Movement in unitholders' capital:			
Creation of units arising from applications	302,301,486	-	302,301,486
Creation of units arising from distributions	19,391,052	-	19,391,052
Cancellation of units	(277,268,780)	-	(277,268,780)
Balance as at 30 April 2023	<u>849,624,198</u>	<u>(12,474,026)</u>	<u>837,150,172</u>
Balance as at 1 May 2021	1,009,578,049	(2,540,844)	1,007,037,205
Total comprehensive loss for the financial year	-	(4,355,933)	(4,355,933)
Distributions (Note 8)	-	(25,952,363)	(25,952,363)
Movement in unitholders' capital:			
Creation of units arising from applications	144,545,662	-	144,545,662
Creation of units arising from distributions	22,530,794	-	22,530,794
Cancellation of units	(371,454,065)	-	(371,454,065)
Balance as at 30 April 2022	<u>805,200,440</u>	<u>(32,849,140)</u>	<u>772,351,300</u>

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

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

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of investments		286,068,069	285,274,477
Proceeds from redemption of investments		35,500,000	61,900,000
Purchase of investments		(364,006,253)	(134,403,500)
Interest received		34,416,006	43,910,016
Management fee paid		(7,249,516)	(9,424,545)
Trustee's fee paid		(581,875)	(754,315)
Fund accounting fee paid		(1,200)	-
Payment for other fees and expenses		(48,677)	(54,370)
		<hr/>	<hr/>
Net cash flows (used in)/generated from operating activities		(15,903,446)	246,447,763
		<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		301,585,637	144,545,662
Payments for cancellation of units		(279,517,566)	(369,295,357)
Payment for distributions		(1,565,552)	(3,421,569)
		<hr/>	<hr/>
Net cash flows generated from/(used in) financing activities		20,502,519	(228,171,264)
		<hr/>	<hr/>
NET INCREASE IN CASH AND CASH EQUIVALENTS		4,599,073	18,276,499
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		81,539,012	63,262,513
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	10	<u>86,138,085</u>	<u>81,539,012</u>

The accompanying summary of significant accounting policies and notes to the 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 FINANCIAL YEAR ENDED 30 APRIL 2023

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

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported financial year. 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 J.

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

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

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

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

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

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

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

B INCOME RECOGNITION

Interest income

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

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

Realised gain and loss 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.

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

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 year.

D DISTRIBUTIONS

A distribution to the Fund's unitholders is accounted for as a deduction from retained earnings. A proposed distribution is recognised as a liability in the year 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.

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

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

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

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

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

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

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)**

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(i) Classification (continued)

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

The Fund classifies amount due to dealers, amount due to Manager, amount due to Trustee, payables for fund accounting fee, auditors' remuneration and 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 are presented in the statement of comprehensive income within 'net gain/(loss) on financial assets at fair value through profit or loss' in the period which they arise.

Unquoted fixed income securities including money market instruments 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 are 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.

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(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 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; and
- the debtor is insolvent

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

Write-off

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

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

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

G CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash and bank balances and short-term 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 AMOUNTS DUE FROM/(TO) DEALERS

Amounts due from and to dealers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from dealers balance is held for collection. Refer to Note F for accounting policy on recognition and measurement.

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

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

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

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

Units are created and cancelled at 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 unitholders with the total number of outstanding units.

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

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)**

J 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 Funds' 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.

K 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 FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023

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 Eight 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 Eight 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 such as fixed deposits 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;
- (vii) Units/shares in collective investment schemes, both local and foreign which are in line with the objective of the Fund; and
- (viii) Any other form of investments as may be permitted by the SC from time to time that is in line with the Fund’s objective.

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 26 June 2023.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (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>2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	86,138,085	-	86,138,085
Amount due from dealers		22,824,266	-	22,824,266
Amount due from Manager				
- creation of units		715,849	-	715,849
Unquoted fixed income securities	9	-	733,217,983	733,217,983
Total		<u>109,678,200</u>	<u>733,217,983</u>	<u>842,896,183</u>
<u>Financial liabilities</u>				
Amount due to dealers		5,001,075	-	5,001,075
Amount due to Manager				
- management fee		671,964	-	671,964
- cancellation of units		590	-	590
Amount due to Trustee		53,757	-	53,757
Fund accounting fee		600	-	600
Auditors' remuneration		9,590	-	9,590
Tax agent's fee		4,380	-	4,380
Other payables and accruals		4,055	-	4,055
Total		<u>5,746,011</u>	<u>-</u>	<u>5,746,011</u>
<u>2022</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	81,539,012	-	81,539,012
Unquoted fixed income securities	9	-	693,787,551	693,787,551
Total		<u>81,539,012</u>	<u>693,787,551</u>	<u>775,326,563</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES 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>2022</u> (continued)			
<u>Financial liabilities</u>			
Amount due to Manager			
- management fee	653,680	-	653,680
- cancellation of units	2,249,376	-	2,249,376
Amount due to Trustee	52,295	-	52,295
Auditors' remuneration	9,590	-	9,590
Tax agent's fee	8,120	-	8,120
Other payables and accruals	2,202	-	2,202
Total	<u>2,975,263</u>	<u>-</u>	<u>2,975,263</u>

The Fund is exposed to a variety of risks which include market risk (price risk and interest rate 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 and the Deeds.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

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

Market risk

(a) Price risk

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

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

	<u>2023</u> RM	<u>2022</u> RM
Unquoted investment		
Unquoted fixed income securities *	733,217,983	693,787,551

* Includes interest receivable of RM6,993,983 (2022: RM7,567,721).

The following table summarises the sensitivity of the Fund's profit/(loss) after taxation and net asset value ("NAV") to price risk movements. The analysis is based on the assumptions that the market price increased by 5% (2022: 1%) and decreased by 5% (2022: 1%) 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	<u>Impact on</u> <u>profit/(loss)</u> <u>after tax/NAV</u> RM
<u>2023</u>		
-5%	689,912,800	(36,311,200)
0%	726,224,000	-
+5%	762,535,200	36,311,200
<u>2022</u>		
-1%	679,357,632	(6,862,198)
0%	686,219,830	-
+1%	693,082,028	6,862,198

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES 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 until 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 summarises the sensitivity of the Fund's profit/(loss) after taxation and 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% (2022: 2%) with all other variables held constant.

<u>% Change in interest rate</u>	<u>Impact on profit/(loss) after tax/NAV</u>	
	<u>2023</u> RM	<u>2022</u> RM
+ 2% (2022: + 2%)	(5,289,413)	(4,849,433)
- 2% (2022: - 2%)	5,360,100	4,918,131

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES 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.

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 settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC's Guideline 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	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2023</u>				
Consumer Discretionary				
- A+	5,095,210	-	-	5,095,210
- AA+	20,970,762	-	-	20,970,762
- AA-	2,480,693	-	-	2,480,693
Consumer Staples				
- AA	5,219,361	-	-	5,219,361
- AA2	10,111,166	-	-	10,111,166
Energy				
- A+	34,804,223	-	-	34,804,223
- AAA	5,090,115	-	-	5,090,115
Financial services				
- A1	7,632,303	-	-	7,632,303
- A3	25,604,706	-	-	25,604,706
- AA-	4,015,391	-	-	4,015,391
- AA1	27,470,723	-	-	27,470,723
- AA2	18,990,322	-	-	18,990,322
- AA3	7,984,407	3,344,036	-	11,328,443
- AAA	54,829,400	82,794,049	-	137,623,449
- NR	34,314,211	-	-	34,314,211

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES 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	Other <u>assets*</u> RM	<u>Total</u> RM
<u>2023</u> (continued)				
Government				
- SOV	76,572,670	-	20,293,663	96,866,333
Health Care				
- AA-	16,515,965	-	-	16,515,965
Industrials				
- A	25,168,267	-	-	25,168,267
- AA	4,838,327	-	-	4,838,327
- AA-	13,069,643	-	-	13,069,643
- AA1	16,139,629	-	-	16,139,629
- AA2	5,182,011	-	-	5,182,011
- AA3	6,094,527	-	2,530,603	8,625,130
- AAA	35,821,953	-	-	35,821,953
- NR	10,092,853	-	-	10,092,853
Quasi-Gov				
- AAA	47,200,262	-	-	47,200,262
Real estate				
- A2	10,240,624	-	-	10,240,624
- AA-	5,126,438	-	-	5,126,438
- AA1	10,871,391	-	-	10,871,391
Utilities				
- AA-	57,903,394	-	-	57,903,394
- AA1	44,486,906	-	-	44,486,906
- AA2	2,486,869	-	-	2,486,869
- AA3	34,543,864	-	-	34,543,864
- AAA	33,178,587	-	-	33,178,587
Telecommunications				
- AA+	13,070,810	-	-	13,070,810
Others				
- NR	-	-	715,849	715,849
	<u>733,217,983</u>	<u>86,138,085</u>	<u>23,540,115</u>	<u>842,896,183</u>

*Consists of amount due from dealers and amount due from Manager.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES 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	<u>Total</u> RM
<u>2022</u>			
Consumer Staples			
- AA	5,244,961	-	5,244,961
- AA2	15,097,445	-	15,097,445
Consumer Discretionary			
- A+	5,107,537	-	5,107,537
- A1	20,763,477	-	20,763,477
- AA2	4,915,117	-	4,915,117
Energy			
- AA-	27,626,549	-	27,626,549
Financial services			
- A1	2,566,569	-	2,566,569
- A3	35,051,399	-	35,051,399
- AA	2,062,331	-	2,062,331
- AA-	3,968,706	-	3,968,706
- AA1	16,160,073	-	16,160,073
- AA2	9,502,816	-	9,502,816
- AA3	13,812,464	720,188	14,532,652
- AAA	73,766,393	80,818,824	154,585,217
- NR	20,885,920	-	20,885,920
Government			
- SOV	41,811,665	-	41,811,665
Health Care			
- AA-	16,792,371	-	16,792,371
Industrials			
- A	25,103,513	-	25,103,513
- AA	5,422,953	-	5,422,953
- AA-	32,889,606	-	32,889,606
- AA1	15,602,029	-	15,602,029
- AA3	9,115,656	-	9,115,656
- AAA	10,212,014	-	10,212,014
- NR	9,066,364	-	9,066,364
Quasi-Gov			
- AAA	43,128,084	-	43,128,084

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES 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	<u>Total</u> RM
<u>2022</u> (continued)			
Real estate			
- A2	10,223,765	-	10,223,765
- AA	5,091,562	-	5,091,562
- AA-	10,157,802	-	10,157,802
- AA1	10,846,040	-	10,846,040
- AA3	3,048,835	-	3,048,835
- NR	15,275,764	-	15,275,764
Utilities			
- AA	4,170,841	-	4,170,841
- AA-	67,756,308	-	67,756,308
- AA1	34,370,760	-	34,370,760
- AA3	34,570,849	-	34,570,849
- AAA	21,623,440	-	21,623,440
Telecommunications			
- AA+	10,975,573	-	10,975,573
	<u>693,787,551</u>	<u>81,539,012</u>	<u>775,326,563</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES 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>2023</u>			
Amount due to dealers	5,001,075	-	5,001,075
Amount due to Manager			
- management fee	671,964	-	671,964
- cancellation of units	590	-	590
Amount due to Trustee	53,757	-	53,757
Fund accounting fee	-	600	600
Auditors' remuneration	-	9,590	9,590
Tax agent's fee	-	4,380	4,380
Other payables and accruals	-	4,055	4,055
	<u>5,727,386</u>	<u>18,625</u>	<u>5,746,011</u>
Total			
	<u>5,727,386</u>	<u>18,625</u>	<u>5,746,011</u>
<u>2022</u>			
Amount due to Manager			
- management fee	653,680	-	653,680
- cancellation of units	2,249,376	-	2,249,376
Amount due to Trustee	52,295	-	52,295
Auditors' remuneration	-	9,590	9,590
Tax agent's fee	-	8,120	8,120
Other payables and accruals	-	2,202	2,202
	<u>2,955,351</u>	<u>19,912</u>	<u>2,975,263</u>
Total			
	<u>2,955,351</u>	<u>19,912</u>	<u>2,975,263</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

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

Capital risk

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

3 FAIR VALUE ESTIMATION

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

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

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

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

(i) Fair value hierarchy

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

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

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

The determination of what constitutes 'observable' requires significant judgment by the Fund. The Fund considers observable data to be that of 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 Fund's financial assets (by class) measured at fair value:

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2023</u>				
Financial assets at fair value through profit or loss				
- unquoted fixed income securities	-	733,217,983	-	733,217,983
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>2022</u>				
Financial assets at fair value through profit or loss				
- unquoted fixed income securities	-	693,787,551	-	693,787,551
	<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 values of cash and cash equivalents, amount due from dealers, amount due from Manager and all current liabilities are a reasonable approximation of the fair values due to their short term nature.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)**

4 MANAGEMENT FEE

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

For the financial year ended 30 April 2023, the management fee is recognised at a rate of 1.00% (2022: 1.00%) per annum based on the NAV of the Fund, calculated on a daily basis as stated in Fund's Prospectus.

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

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 financial year ended 30 April 2023, the Trustee fee is recognised at a rate of 0.08% (2022: 0.08%) per annum based on the NAV of the Fund calculated on a daily basis as stated in Fund's Prospectus.

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

6 FUND ACCOUNTING FEE

The fund valuation and accounting fee for the Fund is RM1,800 (2022: RM Nil) for the financial year ended 30 April 2023.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

7 TAXATION

	<u>2023</u> RM	<u>2022</u> RM
Current taxation - local	-	-

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

	<u>2023</u> RM	<u>2022</u> RM
Net profit/(loss) before taxation	41,331,718	(4,355,933)
Tax at Malaysian statutory tax rate of 24% (2022: 24%)	9,919,612	(1,045,424)
Tax effect of:		
Investment income not subject to tax	(11,815,546)	(1,365,208)
Expenses not deductible for tax purposes	142,222	177,976
Restrictions on tax deductible expenses for Unit Trust Funds	1,753,712	2,232,656
Tax expense	-	-

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

8 DISTRIBUTIONS

	<u>2023</u> RM	<u>2022</u> RM
Distribution to unitholders is from the following sources:		
Interest income	9,573,892	11,097,555
Previous years' realised income	13,592,072	14,953,239
	<hr/>	<hr/>
Gross realised income	23,165,964	26,050,794
Less: Expenses	(2,209,360)	(98,431)
	<hr/>	<hr/>
Net distribution amount	<u>20,956,604</u>	<u>25,952,363</u>

During the financial year ended 30 April 2023, 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
21.12.2022	0.65
15.03.2023	0.60
	<hr/>
	1.71
	<hr/> <hr/>

During the financial year ended 30 April 2022, 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
15.12.2021	0.42
16.03.2022	0.41
	<hr/>
	1.67
	<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 year is an amount of RM13,592,072 (2022: RM14,953,239) made from previous financial years' realised income.

The Fund has incurred an unrealised loss of RM Nil (2022: RM29,536,952) for the financial year ended 30 April 2023.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2023</u> RM	<u>2022</u> RM
Financial assets at fair value through profit or loss:		
- unquoted fixed income securities – local	733,217,983	693,787,551
Net gain/(loss) on financial assets at fair value through profit or loss		
- realised loss on sale of investments	(6,543,162)	(8,340,073)
- unrealised gain/(loss) on changes in fair value	25,529,954	(21,348,821)
	<u>18,986,792</u>	<u>(29,688,894)</u>

(a) Unquoted fixed income securities – local

(i) Unquoted fixed income securities – local as at 30 April 2023 are as follows:

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u>	<u>Fair value</u>	<u>Percentage of NAV</u>
	RM	RM	RM	%
<u>Bonds</u>				
5.5% Ara Bintang Bhd 17.03.2026 (NR)	15,000,000	15,101,712	15,114,912	1.81
5.09% Amanat Lebuhraya Rakyat Berhad 11.10.2030 (AAA)	14,000,000	14,035,142	14,738,222	1.76
5.24% Amanat Lebuhraya Rakyat Bhd 13.10.2032 (AAA)	10,000,000	10,591,243	10,685,141	1.28
5.2% Ambank (M) Bhd Call: 12.10.2027 (A1)	5,000,000	5,013,534	5,112,634	0.61
6.65% Aeon Credit Service (M) Berhad Call: 08.12.2023 (NR)	6,500,000	6,701,727	6,711,099	0.80
4.85% AZRB Capital Sdn Bhd 26.12.2024 (AA-)	3,000,000	3,097,090	3,044,939	0.36
5.1% AZRB Capital Sdn Bhd 26.12.2028 (AA-)	5,000,000	5,087,329	5,023,579	0.60
4.5% Bank Muamalat Malaysia Berhad Call: 15.06.2026 (A3)	7,000,000	7,118,558	7,102,528	0.85
3.00% Bank Pembangunan Malaysia Berhad 12.10.2027 (AAA)	5,000,000	5,007,808	4,780,808	0.57
4.95% Bank Pembangunan Malaysia Berhad 02.11.2035 (AAA)	5,000,000	5,799,184	5,327,530	0.64
4.98% Bank Pembangunan Malaysia Bhd 02.03.2032 (AAA)	5,000,000	5,503,440	5,273,011	0.63
5.16% Bank Islam Malaysia Bhd Call: 24.08.2027 (A3)	6,000,000	6,108,985	6,130,262	0.73

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2023 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
4.2% Bumitama Agri Ltd 22.07.2026 (AA2)	10,000,000	10,266,380	10,111,166	1.21
2.5% Cagamas Berhad 29.05.2023 (AAA)	2,500,000	2,524,029	2,524,424	0.30
5.2% Celcom Networks Sdn Bhd 27.08.2027 (AA+)	10,000,000	10,727,653	10,506,329	1.25
4.7% CIMB Bank Bhd 18.05.2027 (AAA)	5,000,000	5,260,846	5,208,808	0.62
5.4% CIMB Group Holdings Bhd Call: 23.10.2023 (A1)	2,500,000	2,502,219	2,519,669	0.30
3.57% DanaInfra Nasional Berhad 18.05.2040 (NR)	5,000,000	5,078,736	4,676,686	0.56
2.96% Danga Capital Berhad 25.01.2028 (AAA)	2,500,000	2,373,604	2,410,113	0.29
5.02% Danga Capital Berhad 21.09.2033 (AAA)	5,000,000	5,851,474	5,366,695	0.64
3.42% Danum Capital Berhad 21.02.2035 (AAA)	30,000,000	30,145,735	27,613,956	3.30
4.3% Danum Capital Berhad 13.02.2026 (AAA)	2,000,000	2,047,788	2,037,727	0.24
4.55% DRB-Hicom Berhad 12.12.2024 (A+)	5,000,000	5,131,586	5,095,210	0.61
5.69% Eco World Capital Services Bhd 29.10.2027 (AA-)	5,000,000	5,002,338	5,126,438	0.61
4.54% Edotco Malaysia Sdn Bhd 09.09.2032 (AA+)	2,500,000	2,516,481	2,564,481	0.31
5.88% Edra Energy Sdn Bhd 03.07.2026 (AA3)	5,000,000	5,464,067	5,322,286	0.64
5.97% Edra Energy Sdn Bhd 05.01.2028 (AA3)	20,000,000	22,551,785	21,665,063	2.59
6.12% Edra Energy Sdn Bhd 05.07.2030 (AA3)	5,000,000	5,840,457	5,529,699	0.66

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2023 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
4.85% Edra Solar Sdn Bhd 11.10.2034 (AA2)	2,500,000	2,408,048	2,486,869	0.30
4.117% Gamuda Berhad 18.11.2026 (AA3)	5,000,000	5,094,324	5,075,050	0.61
4.13% GII 09.07.2029 (SOV)	1,000,000	1,033,056	1,035,278	0.12
4.193% GII 07.10.2032 (SOV)	10,000,000	10,228,858	10,325,204	1.23
5.357% GII 15.05.2052 (SOV)	29,000,000	34,484,987	34,936,684	4.17
4.64% IJM Corporation Berhad 02.06.2023 (AA3)	1,000,000	1,020,199	1,019,477	0.12
5.65% IJM Land Berhad Call: 19.03.2026 (A2)	5,000,000	5,032,507	5,115,257	0.61
5.73% IJM Land Berhad Call: 19.03.2027 (A2)	5,000,000	5,032,967	5,125,367	0.61
3.2% Imtiaz Sukuk II Berhad 07.10.2027 (AA2)	5,000,000	5,010,521	4,824,071	0.58
4.38% Imtiaz Sukuk II Berhad 12.05.2027 (AA2)	3,000,000	3,060,480	3,090,360	0.37
5.85% Jimah East Power Sdn Bhd 04.06.2031 (AA-)	10,000,000	11,041,429	10,888,203	1.30
5.77% Jimah East Power Sdn Bhd 04.12.2029 (AA-)	5,000,000	5,480,895	5,405,440	0.65
4.55% Lafarge Cement Sdn Bhd 07.07.2023 (AA3)	1,000,000	1,016,284	1,013,822	0.12
3.95% Leader Energy Sdn Bhd 16.07.2025 (AA-)	3,000,000	3,048,810	2,983,509	0.36
5.95% Lebuhraya DUKE Fasa 3 Sdn Bhd 23.08.2034 (AA-)	1,000,000	1,027,456	1,031,882	0.12
3.41% Malayan Banking Berhad Call: 05.08.2026 (AA1)	2,500,000	2,431,191	2,460,586	0.29
4.13% Malayan Banking Berhad Call: 25.09.2026 (AA3)	5,000,000	5,019,801	5,000,201	0.60
4.63% Malayan Banking Berhad Call: 31.01.2024 (AA1)	10,000,000	10,135,875	10,164,264	1.21
5.05% MBSB Bank Berhad Call: 20.12.2024 (A3)	12,000,000	12,300,343	12,371,916	1.48
5.75% Malaysia Airports Holdings Berhad Call: 13.12.2024 (AA2)	5,000,000	5,154,878	5,182,011	0.62

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2023 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<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 (D)*	2,500,000	1,374,292	-	-
3.582% MGS 15.07.2032 (SOV)	10,000,000	9,897,142	10,003,898	1.18
3.885% MGS 15.08.2029 (SOV)	4,000,000	4,344,219	4,082,276	0.49
4.457% MGS 31.03.2053 (SOV)	10,000,000	10,011,481	10,537,545	1.26
4.893% MGS 08.06.2038 (SOV)	5,000,000	5,510,988	5,651,785	0.67
5.7% MMC Corporation Berhad 24.03.2028 (AA-)	10,000,000	10,508,839	10,532,058	1.26
5.95% MMC Corporation Berhad 12.11.2027 (AA-)	3,000,000	3,290,600	3,250,849	0.39
3.78% Mumtaz Rakyat Sukuk Berhad Call: 25.06.2026 (AA3)	3,000,000	2,940,154	2,984,206	0.36
5.3% Northern Gateway Infrastructure Sdn Bhd 29.08.2031 (AA1)	5,000,000	5,399,221	5,332,414	0.64
5.5% Northern Gateway Infrastructure Sdn Bhd 29.08.2033 (AA1)	5,000,000	5,814,918	5,422,812	0.65
3.3% Pelabuhan Tanjung Pelepas Sdn Bhd 27.08.2027 (AA)	5,000,000	5,028,027	4,838,327	0.58
4.68% Penang Port Sdn Berhad 26.12.2031 (AA-)	1,500,000	1,524,041	1,527,131	0.18
2.91% Pengurusan Air SPV Berhad 28.09.2027 (AAA)	11,000,000	10,985,318	10,521,508	1.26
3.32% Pengurusan Air SPV Berhad 04.06.2027 (AAA)	10,000,000	9,806,283	9,867,710	1.18
3.9% Pengurusan Air SPV Berhad 30.10.2029 (AAA)	2,500,000	2,500,801	2,462,876	0.29
4.65% Petroleum Sarawak Explo 22.02.2033 (AAA)	5,000,000	5,062,717	5,090,115	0.61
4.86% Plus Bhd 12.01.2038 (NR)	5,000,000	5,830,791	5,416,167	0.65
4.773% Projek Lebuhraya Usahasama Bhd 12.01.2034 (AAA)	10,000,000	10,314,195	10,398,590	1.24
4.85% PTPTN 26.07.2041 (NR)	11,500,000	12,895,100	12,488,200	1.49
3.72% Public Bank Bhd Call: 18.12.2024 (AA1)	5,000,000	5,026,538	5,048,425	0.60
2.85% RHB Bank Bhd 20.10.2025 (AA1)	5,000,000	5,004,295	4,878,795	0.58

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2023 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
4.4% RHB Bank Berhad Call: 28.09.2027 (AA2)	4,700,000	4,719,264	4,743,939	0.57
4.51% RHB Bank Berhad Call: 19.01.2028 (AA2)	4,250,000	4,303,564	4,342,877	0.52
4.06% RHB Islamic Bank Berhad Call: 21.04.2027 (AA2)	2,000,000	2,001,335	1,989,075	0.24
3.3% Sarawak Energy Berhad 14.06.2030 (AAA)	5,000,000	5,061,931	4,811,331	0.57
4.7% Sarawak Energy Berhad 24.11.2028 (AAA)	7,500,000	8,300,965	7,882,210	0.94
4.85% Sarawak Energy Berhad 19.01.2027 (AAA)	7,500,000	8,085,380	7,836,401	0.94
5.32% Sarawak Energy Berhad 03.12.2032 (AAA)	2,500,000	2,897,582	2,770,139	0.33
5.18% Sarawak Energy Berhad 25.04.2036 (AAA)	15,000,000	17,574,849	16,123,373	1.93
5.65% Sime Darby Plantation Sdn Bhd Call: 24.03.2026 (AA)	5,000,000	5,067,852	5,219,361	0.62
5.04% Southern Power Generation Sdn Bhd 28.04.2028 (AA-)	500,000	500,207	513,837	0.06
5.06% Southern Power Generation Sdn Bhd 31.10.2028 (AA-)	20,000,000	21,787,514	20,585,318	2.46
5.25% Southern Power Generation Sdn Bhd 30.04.2031 (AA-)	5,000,000	5,286,535	5,200,558	0.62
5.70% Tanjung Bin Energy Sdn Bhd 16.03.2027 (AA3)	1,000,000	1,036,323	1,012,994	0.12
2.9% Tenaga Nasional Berhad 12.08.2030 (AAA)	10,000,000	10,029,225	9,296,278	1.11
3.95% TG Excellence Bhd Call: 27.02.2025 (AA-)	16,750,000	16,829,296	16,515,965	1.97
5.10% TNB Western Energy Bhd 30.01.2025 (AAA)	1,000,000	1,019,344	1,030,215	0.12
4.56% Toyota Capital Malaysia 20.01.2028 (AAA)	2,000,000	2,029,293	2,063,136	0.25

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2023 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
5.6% TRiplc Medical Sdn Bhd 21.10.2033 (AA1)	5,000,000	5,823,629	5,384,403	0.64
4.25% UEM Edgenta Berhad 24.04.2026 (AA-)	5,000,000	5,001,068	5,001,125	0.60
5.6% UiTM Solar Power Sdn Bhd 27.04.2026 (A+)	5,000,000	5,058,800	5,046,718	0.60
6.1% UiTM Solar Power Sdn Bhd 25.04.2031 (A+)	2,500,000	2,458,117	2,512,596	0.30
5.9% UiTM Solar Power Sdn Bhd 27.04.2029 (A+)	5,000,000	5,211,327	5,031,933	0.60
6.2% UiTM Solar Power Sdn Bhd 27.04.2032 (A+)	2,000,000	2,015,238	2,010,899	0.24
6.3% UiTM Solar Power Sdn Bhd 27.04.2033 (A+)	10,000,000	10,320,474	10,058,204	1.20
6.4% UiTM Solar Power Sdn Bhd 27.04.2034 (A+)	5,000,000	5,671,935	5,048,157	0.60
6.6% UiTM Solar Power Sdn Bhd 25.04.2036 (A+)	5,000,000	5,737,828	5,095,716	0.61
3.03% UMW Holdings Bhd 05.11.2025 (AA+)	2,500,000	2,536,318	2,480,693	0.30
6.35% UMW Holdings Bhd Call: 20.04.2028 (AA-)	19,500,000	20,620,812	20,970,762	2.51
5.82% UniTapah Sdn Bhd 11.06.2027 (AA1)	5,000,000	5,606,507	5,414,466	0.65
5.87% UniTapah Sdn Bhd 10.12.2027 (AA1)	5,000,000	5,664,391	5,456,925	0.65
3.00% United Overseas Bank Malaysia Call: 01.08.2025 (AA1)	5,000,000	5,035,753	4,918,653	0.59
5.8% WCT Holdings Bhd Call: 27.09.2024 (A)	10,000,000	10,055,616	10,104,016	1.21
6% WCT Holdings Bhd Call: 28.09.2026 (A)	15,000,000	15,086,301	15,064,251	1.80
5.15% YTL Corporation Bhd 11.11.2036 (AA1)	15,000,000	16,630,834	15,354,411	1.83
4.97% YTL Corporation Bhd 10.04.2031 (AA1)	18,500,000	18,713,075	18,891,265	2.26

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2023 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
4.95% YTL Power International Berhad 11.10.2024 (AA1)	5,000,000	5,050,969	5,060,205	0.61
4.99% YTL Power International Berhad 24.03.2033 (AA1)	5,000,000	5,116,337	5,181,025	0.62
	<hr/>	<hr/>	<hr/>	<hr/>
Total unquoted fixed income securities – local	<u>713,200,000</u>	<u>748,529,587</u>	<u>733,217,983</u>	<u>87.59</u>
Accumulated unrealised loss on unquoted fixed income securities – local		<u>(15,311,604)</u>		
Total unquoted fixed income securities – local		<u><u>733,217,983</u></u>		

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2022 are as follows:

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u>	<u>Fair value</u>	<u>Percentage of NAV</u>
		RM	RM	%
<u>Bonds</u>				
5.5% Ara Bintang Bhd 17.03.2026 (AAA)	15,000,000	15,101,712	15,084,612	1.95
6.65% Aeon Credit Service (M) Bhd Call: 08.12.2023 (NR)	6,500,000	6,761,319	6,793,223	0.88
6.00% Anih Bhd 29.11.2028 (AA)	5,000,000	5,928,663	5,422,953	0.70
4.7% AZRB Capital Sdn Bhd 23.12.2022 (AA-)	15,000,000	15,273,908	15,334,588	1.99
4.85% AZRB Capital Sdn Bhd 26.12.2024 (AA-)	3,000,000	3,124,229	3,055,559	0.40
5.1% AZRB Capital Sdn Bhd 26.12.2028 (AA-)	5,000,000	5,087,329	4,916,279	0.64
4.5% Bank Muamalat Malaysia Bhd Call: 15.06.2026 (A3)	7,000,000	7,118,558	7,040,928	0.91
3.00% Bank Pembangunan Malaysia Bhd 12.10.2027 (AAA)	5,000,000	5,007,808	4,685,408	0.61
4.50% Bank Pembangunan Malaysia Bhd 04.11.2026 (AAA)	5,500,000	5,674,043	5,683,275	0.74
4.95% Bank Pembangunan Malaysia Bhd 02.11.2035 (AAA)	5,000,000	5,841,460	5,103,480	0.66
4.98% Bank Pembangunan Malaysia Bhd 02.03.2032 (AAA)	5,000,000	5,547,302	5,151,798	0.67
5.4% BEWG M Sdn Bhd 19.07.2023 (AA)	2,000,000	2,042,497	2,075,161	0.27
5.5% BEWG M Sdn Bhd 19.07.2024 (AA)	2,000,000	2,053,377	2,095,680	0.27
5.65% IJM Land Berhad Call: 7.10% BGSM Management Sdn Bhd 28.12.2022 (AA3)	1,000,000	1,038,011	1,052,291	0.14
5.45% BGSM Management Sdn Bhd 28.06.2024 (AA3)	5,000,000	5,365,418	5,286,325	0.68
4.1% Bumitama Agri Ltd 22.07.2024 (AA2)	5,000,000	5,054,479	5,091,029	0.66
4.2% Bumitama Agri Ltd 22.07.2026 (AA2)	10,000,000	10,312,307	10,006,416	1.30
2.78% Cagamas Berhad 30.09.2024 (AAA)	5,000,000	5,012,948	4,919,798	0.64

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2022 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
5.05% Celcom Networks Sdn Bhd 29.08.2024 (AA+)	500,000	504,895	520,044	0.07
5.2% Celcom Networks Sdn Bhd 27.08.2027 (AA+)	10,000,000	10,861,960	10,455,529	1.35
4.7% CIMB Bank Bhd 18.05.2027 (AAA)	5,000,000	5,297,990	5,186,439	0.67
4.9% CIMB Group Holdings Bhd Call: 30.11.2022 (AA)	2,000,000	2,052,961	2,062,331	0.27
5.4% CIMB Group Holdings Bhd Call: 23.10.2023 (A1)	2,500,000	2,502,219	2,566,569	0.33
3.57% DanaInfra Nasional Bhd 18.05.2040 (NR)	5,000,000	5,078,247	4,153,097	0.54
5.02% Danga Capital Berhad 21.09.2033 (AAA)	5,000,000	5,917,421	5,108,995	0.66
3.42% Danum Capital Bhd 21.02.2035 (AAA)	30,000,000	30,142,554	25,914,756	3.36
4.3% Danum Capital Bhd 13.02.2026 (AAA)	2,000,000	2,057,784	2,036,827	0.26
4.55% DRB-Hicom Berhad 12.12.2024 (A+)	5,000,000	5,157,040	5,107,537	0.66
4.8% Fortune Premiere Sdn Bhd 13.03.2023 (AA)	5,000,000	5,077,509	5,091,562	0.66
6.5% Eco World Capital Services Bhd 12.08.2022 (NR)	15,000,000	15,252,719	15,275,764	1.98
5.88% Edra Energy Sdn Bhd 03.07.2026 (AA3)	5,000,000	5,572,794	5,361,636	0.69
5.97% Edra Energy Sdn Bhd 05.01.2028 (AA3)	20,000,000	22,972,169	21,665,463	2.81
6.12% Edra Energy Sdn Bhd 05.07.2030 (AA3)	5,000,000	5,929,104	5,474,599	0.71
4.117% Gamuda Bhd 18.11.2026 (AA3)	5,000,000	5,096,942	5,023,642	0.65
4.13% GII 09.07.2029 (SOV)	1,000,000	1,100,059	994,778	0.13
4.467% GII 15.09.2039 (SOV)	10,000,000	11,569,087	9,381,751	1.21
4.64% IJM Corporation Bhd 02.06.2023 (AA3)	1,000,000	1,036,981	1,035,080	0.13

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2022 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
5.65% IJM Land Berhad Call: 19.03.2026 (A2)	5,000,000	5,031,733	5,111,833	0.66
5.73% IJM Land Berhad Call: 19.03.2027 (A2)	5,000,000	5,032,182	5,111,932	0.66
3.2% Imtiaz Sukuk II Bhd 07.10.2027 (AA2)	5,000,000	5,010,521	4,703,221	0.61
5.52% Jimah East Power Sdn Bhd 04.06.2026 (AA-)	5,000,000	5,386,700	5,282,100	0.68
5.77% Jimah East Power Sdn Bhd 04.12.2029 (AA-)	5,000,000	5,526,654	5,299,500	0.69
5.85% Jimah East Power Sdn Bhd 04.06.2031 (AA-)	10,000,000	11,120,145	10,654,500	1.38
4.55% Kedah Cement Sdn Bhd 07.07.2023 (AA3)	1,000,000	1,028,797	1,025,587	0.13
5.06% Lafarge Cement Sdn Bhd 08.07.2022 (AA3)	3,000,000	3,046,090	3,056,934	0.40
3.95% Leader Energy Sdn Bhd 16.07.2025 (AA-)	3,000,000	3,054,810	2,958,404	0.38
5.95% Lebuhraya DUKE Fasa 3 Sdn Bhd 23.08.2034 (AA-)	1,000,000	1,028,475	1,010,302	0.13
4.9% Lembaga Pembiayaan Perumah SA 21.09.2046 (NR)	3,000,000	3,145,200	2,873,292	0.37
4.13% Malayan Banking Bhd Call: 25.09.2026 (AA3)	5,000,000	5,020,932	5,001,883	0.65
4.63% Malayan Banking Bhd Call: 31.01.2024 (AA1)	5,000,000	5,057,082	5,165,932	0.67
5.05% MBSB Bank Bhd Call: 20.12.2024 (A3)	12,000,000	12,310,540	12,478,476	1.62
5.25% MBSB Bank Bhd Call: 21.12.2026 (A3)	15,000,000	15,284,795	15,531,995	2.01
6.30% MEX II Sdn Bhd 29.04.2033 (D)*	2,500,000	1,294,515	-	-
3.757% MGS 22.05.2040 (SOV)	20,000,000	21,334,456	17,455,310	2.26
3.885% MGS 15.08.2029 (SOV)	4,000,000	4,389,400	3,882,196	0.50
4.921% MGS 06.07.2048 (SOV)	10,000,000	12,418,517	10,097,630	1.31

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2022 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
5.7% MMC Corp Berhad 24.03.2028 (AA-)	10,000,000	10,588,083	10,522,196	1.36
5.8% MMC Corp Berhad 12.11.2025 (AA-)	5,000,000	5,198,823	5,384,118	0.70
5.95% MMC Corp Berhad 12.11.2027 (AA-)	3,000,000	3,332,396	3,266,497	0.42
5.3% Northern Gateway Infra Sdn Bhd 29.08.2031 (AA1)	5,000,000	5,433,939	5,169,164	0.67
5.5% Northern Gateway Infra Sdn Bhd 29.08.2033 (AA1)	5,000,000	5,874,945	5,237,612	0.68
3.15% Pelabuhan Tanjung Pelepas Sdn Bhd 28.08.2025 (AA-)	5,000,000	5,026,753	4,863,353	0.63
3.3% Pelabuhan Tanjung Pelepas Sdn Bhd 27.08.2027 (AA-)	5,000,000	5,028,027	4,719,827	0.61
4.68% Penang Port Sdn Bhd 26.12.2031 (AA-)	1,500,000	1,524,041	1,490,051	0.19
2.91% Pengurusan Air SPV Bhd 28.09.2027 (AAA)	10,000,000	10,054,705	9,357,407	1.21
3.9% Pengurusan Air SPV Bhd 30.10.2029 (AAA)	2,500,000	2,500,534	2,380,384	0.31
4.3% Perbadanan Kemajuan Negeri Selangor 28.06.2022 (AA3)	3,000,000	3,044,863	3,048,835	0.39
4.86% Plus Bhd 12.01.2038 (NR)	5,000,000	5,869,334	4,913,267	0.63
4.85% PTPTN 26.07.2041 (NR)	11,500,000	12,940,940	11,219,405	1.45
2.85% RHB Bank Bhd 20.10.2025 (AA2)	5,000,000	5,004,295	4,799,595	0.62
2.85% RHB Bank Bhd 20.10.2025 (AA2)	500,000	502,245	506,160	0.07
4.06% RHB Islamic Bank Bhd Call: 21.04.2027 (AA3)	2,000,000	2,002,225	1,965,805	0.25
4.45% Sabah Credit Corp 19.06.2026 (AA1)	5,000,000	5,105,416	5,111,116	0.66
4.55% Sabah Development Bank Bhd 08.08.2022 (AA1)	1,000,000	1,008,928	1,013,172	0.13
3.3% Sarawak Energy Berhad 14.06.2030 (AAA)	5,000,000	5,061,932	4,601,782	0.60

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2022 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
4.7% Sarawak Energy Berhad 24.11.2028 (AAA)	7,500,000	8,410,026	7,718,308	1.00
4.85% Sarawak Energy Berhad 19.01.2027 (AAA)	7,500,000	8,206,395	7,810,451	1.01
5.32% Sarawak Energy Berhad 03.12.2032 (AAA)	2,500,000	2,926,719	2,676,275	0.35
5.18% Sarawak Energy Bhd 25.04.2036 (AAA)	15,000,000	17,727,853	15,212,273	1.97
5.65% Sime Darby Plantation Bhd Call: 24.03.2026 (AA)	5,000,000	5,079,888	5,244,961	0.68
5.04% Southern Power Generation Sdn Bhd 28.04.2028 (AA-)	500,000	500,138	508,463	0.07
5.06% Southern Power Generation Sdn Bhd 31.10.2028 (AA-)	20,000,000	22,074,901	20,272,345	2.62
5.25% Southern Power Generation SB 30.04.2031 (AA-)	5,000,000	5,314,894	5,076,538	0.66
5.70% Tanjung Bin Energy Sdn Bhd 16.03.2027 (AA3)	1,000,000	1,043,008	1,043,564	0.14
2.9% Tenaga Nasional Bhd 12.08.2030 (AAA)	10,000,000	10,024,593	8,842,684	1.14
3.95% TG Excellence Bhd Call: 27.02.2025 (AA-)	16,750,000	16,809,918	16,792,371	2.17
5.10% TNB Western Energy Bhd 30.01.2025 (AAA)	1,000,000	1,022,787	1,042,965	0.14
5.6% Triplc Medical Sdn Bhd 21.10.2033 (AA1)	5,000,000	5,886,529	5,195,253	0.67
3.9% UEM Sunrise Bhd 21.09.2023 (AA-)	5,000,000	5,052,407	5,016,004	0.65
5.06% UEM Sunrise Bhd 09.12.2022 (AA-)	5,000,000	5,104,211	5,141,798	0.67
5.9% UiTM Solar Power Sdn Bhd 27.04.2029 (AA-)	5,000,000	5,240,335	5,067,533	0.66
6.2% UiTM Solar Power Sdn Bhd 27.04.2032 (AA-)	2,000,000	2,016,368	2,037,639	0.26
6.3% UiTM Solar Power Sdn Bhd 27.04.2033 (AA-)	10,000,000	10,342,972	10,238,204	1.33

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

9 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 30 April 2022 are as follows:
(continued)

<u>Name of issuer</u>	<u>Nominal value</u>	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Bonds</u> (continued)				
6.4% UiTM Solar Power Sdn Bhd 27.04.2034 (AA-)	5,000,000	5,717,090	5,136,457	0.67
6.6% UiTM Solar Power Sdn Bhd 25.04.2036 (AA-)	5,000,000	5,777,007	5,146,716	0.67
3.03% UMW Holdings Bhd 05.11.2025 (AA2)	5,000,000	5,073,467	4,915,117	0.64
6.35% UMW Holdings Bhd Call: 20.04.2028 (A1)	19,500,000	20,807,821	20,763,477	2.68
5.82% UniTapah Sdn Bhd 11.06.2027 (AA1)	5,000,000	5,772,650	5,431,021	0.70
5.87% UniTapah Sdn Bhd 10.12.2027 (AA1)	5,000,000	5,716,399	5,415,019	0.70
3.00% United Overseas Bank Malaysia Call: 01.08.2025 (AA1)	5,000,000	5,035,753	4,869,853	0.63
5.8% WCT Holdings Bhd Call: 27.09.2024 (A)	10,000,000	10,054,027	10,125,127	1.31
6% WCT Holdings Bhd Call: 28.09.2026 (A)	15,000,000	15,083,836	14,978,386	1.93
4.68% Westports Malaysia Sdn Bhd 23.10.2025 (AA+)	10,000,000	10,611,096	10,212,014	1.32
5.15% YTL Corporation Bhd 11.11.2036 (AA1)	15,000,000	16,698,572	14,097,861	1.83
4.49% YTL Power International Bhd 24.03.2023 (AA1)	10,000,000	10,122,264	10,108,715	1.31
4.95% YTL Power International Bhd 11.10.2024 (AA1)	5,000,000	5,083,632	5,054,555	0.65
5.05% YTL Power International Bhd 03.05.2027 (AA1)	5,000,000	5,141,782	5,109,629	0.66
Total unquoted fixed income securities – local	<u>693,750,000</u>	<u>734,629,109</u>	<u>693,787,551</u>	<u>89.83</u>
Accumulated unrealised loss on unquoted fixed income securities – local		<u>(40,841,558)</u>		
Total unquoted fixed income securities – local		<u>693,787,551</u>		

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

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

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

* MEX II Sdn Bhd

MEX II Sdn Bhd defaulted on its bond obligations on 31 December 2021. The Company subsequently applied for Judicial Management Order which was dismissed by the High Court in April 2022. MEX II's appeal against the High Court's decision was dismissed by the Court of Appeal on 15 May 2023.

MEX II has been under receivership since May 2022. EY-Parthenon was initially appointed as the Receiver and Manager ("R&M") but they had served their notice of resignation in February 2023. BDO has since been appointed as the R&M and has been working closely with the Sukukholders Working Group on potential solutions to maximize recovery value for Sukukholders. Engagement with the Government of Malaysia ("Government") is currently ongoing and BDO is planning to submit a proposal to the Government in the coming months.

10 CASH AND CASH EQUIVALENTS

	<u>2023</u> RM	<u>2022</u> RM
Cash and bank balances	3,344,036	720,188
Deposit with licensed financial institutions	82,794,049	80,818,824
	<u>86,138,085</u>	<u>81,539,012</u>

Weighted average interest rates per annum of deposit with licensed financial institutions is as follows:

	<u>2023</u> %	<u>2022</u> %
Deposits with licensed financial institutions	<u>2.75</u>	<u>1.75</u>

Deposits with licensed financial institutions have an average maturity period of 2 days (2022: 5 days).

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

11 NUMBER OF UNITS IN CIRCULATION

	<u>2023</u>	<u>2022</u>
	No. of units	No. of units
At the beginning of the financial year	1,343,862,000	1,688,731,000
Creation of units arising from applications during the financial year	518,146,001	242,883,087
Creation of units arising from distributions during the financial year	33,371,377	37,907,020
Cancellation of units during the financial year	(477,949,378)	(625,659,107)
At the end of the financial year	<u>1,417,430,000</u>	<u>1,343,862,000</u>

12 TRANSACTIONS WITH DEALERS

(i) Details of transactions with the top 10 dealers for the financial year ended 30 April 2023 are as follows:

<u>Name of dealers</u>	<u>Value of trade</u>	<u>Percentage of</u>
	RM	<u>total trade</u>
		%
RHB Investment Bank Bhd#	117,572,795	17.34
Citibank Bhd	108,801,050	16.05
Affin Hwang Investment Bank Bhd*#	90,084,300	13.29
Bank of America Merrill Lynch	61,233,238	9.03
CIMB Bank Bhd	51,609,950	7.61
United Overseas Bank (Malaysia) Bhd	47,843,900	7.06
Hong Leong Islamic Bank Bhd	36,378,700	5.37
Hong Leong Bank Bhd	30,175,500	4.45
Bank Islam Malaysia Bhd	26,031,800	3.84
JP Morgan Chase Bank Bhd	25,004,000	3.69
Others	83,164,430	12.27
	<u>677,899,663</u>	<u>100.00</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

12 TRANSACTIONS WITH DEALERS (CONTINUED)

(i) Details of transactions with the top 10 dealers for the financial year ended 30 April 2022 are as follows:

<u>Name of dealers</u>	<u>Value of trade</u> RM	<u>Percentage of</u> <u>total trade</u> %
Hong Leong Bank Bhd	85,917,000	21.00
Affin Hwang Investment Bank Bhd*#	85,375,150	20.87
RHB Investment Bank Bhd#	76,393,900	18.68
CIMB Bank Bhd	44,478,600	10.87
Citibank Bhd	24,667,400	6.03
United Overseas Bank (Malaysia) Bhd	24,010,000	5.87
CIMB Islamic Bank Bhd	20,100,000	4.91
Standard Chartered Bank Malaysia Bhd	16,880,550	4.13
Bank of America Merrill Lynch	10,632,800	2.61
JP Morgan Chase Bank Bhd	10,615,000	2.59
Others	10,000,000	2.44
	<u>409,070,400</u>	<u>100.00</u>

* Included in transactions with dealers are trades with Affin Hwang Investment Bank Bhd, the former holding company of the Manager amounting RM90,084,300 (2022: RM85,375,150). The Manager is of the opinion that the transactions with the related company have been entered at agreed terms between the related parties.

Included in the transactions with dealers are cross trades conducted between the Fund and other funds; and private mandates managed by the Manager amounting to:

<u>Name of dealers</u>	<u>2023</u> RM	<u>2022</u> RM
Affin Hwang Investment Bank Bhd	63,476,800	55,515,650
RHB Investment Bank Bhd	43,551,050	30,809,800
	<u>107,027,850</u>	<u>86,325,450</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

12 TRANSACTIONS WITH DEALERS (CONTINUED)

The cross trades are conducted between the Fund and other funds; and private mandate managed by the Manager as follows:

	<u>2023</u> RM	<u>2022</u> RM
AHAM Aiiman Income Plus Fund (formerly known as Affin Hwang Aiiman Income Plus Fund)	7,440,500	10,713,000
AHAM Select Bond Fund (formerly known as Affin Hwang Select Bond Fund)	-	10,897,000
Affin Hwang Flexible Maturity Income Fund 21	-	5,123,000
Affin Hwang Income Extra Fund	10,006,000	-
AHAM Select Bond Fund (formerly known as Affin Hwang Select Bond Fund)	5,022,800	-
Affin Hwang Select Cash Fund	-	10,219,300
Affin Hwang Income Fund I	38,786,010	5,243,000
Affin Hwang Income Fund 3	741,040	-
Affin Hwang Income Fund 6	30,413,000	29,592,350
Affin Hwang Income Fund 7	10,054,000	5,313,000
Affin Hwang Institutional Bond Fund	1,011,300	-
Affin Hwang Wholesale Corporate Bond Fund	-	5,162,500
Affin Hwang Wholesale Fund I	3,553,200	-
AHAM Aiiman Global Sukuk Fund (formerly known as Affin Hwang Aiiman Global Sukuk Fund)	-	2,028,800
Private mandate managed by the Manager	-	2,033,500
	<u>107,027,850</u>	<u>86,325,450</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)**

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

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

<u>Related parties</u>	<u>Relationship</u>
CVC Capital Partners Asia V L P. ("CVC Asia V")	Ultimate holding company of the Manager
Lembaga Tabung Angkatan Tentera ("LTAT")	Substantial shareholder of the Manager and former ultimate holding corporate body of the Manager
Affin Bank Berhad ("ABB")	Former penultimate holding company of the Manager
Affin Hwang Investment Bank Berhad	Former immediate holding company of the Manager
Starlight TopCo Limited	Penultimate holding company of the Manager
Starlight Universe Limited	Intermediate holding company of the Manager
Starlight Asset Sdn Bhd	Immediate holding company of the Manager
Nikko Asset Management International Limited ("NAM")	Former substantial shareholder of the Manager
Nikko Asset Management Co., Ltd ("NAM")	Substantial shareholder of the Manager
AHAM Asset Management Berhad (formerly known as Affin Hwang Asset Management Berhad)	The Manager
Subsidiaries and associated companies of CVC Asia V as disclosed in their financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager
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 FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

13 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 year is as follows:

	No. of units	2023 RM	No. of units	2022 RM
<u>The Manager:</u>				
AHAM Asset Management (formerly known as Affin Hwang Asset Management Berhad) (The units are held legally for booking purposes)	3,012	1,779	2,898	1,665
<u>Former holding company of the Manager:</u>				
Affin Hwang Investment Bank Berhad (The units are held beneficially)	-	-	110,704,608	63,621,938
<u>Subsidiary and associated companies of the former penultimate holding company of the Manager:</u>				
ABB Nominee (Tempatan) Sdn Bhd (The units are held beneficially)	-	-	122,254	70,259

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

14 TOTAL EXPENSE RATIO (“TER”)

	<u>2023</u> %	<u>2022</u> %
TER	<u>1.09</u>	<u>1.09</u>

TER is derived from the following calculation:

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

- A = Management fee
- B = Trustee fee
- C = Fund accounting fee
- D = Auditors’ remuneration
- E = Tax agent’s fee
- F = Other expenses
- G = Average NAV of Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is RM729,124,907 (2022: RM925,983,670).

15 PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2023</u>	<u>2022</u>
PTR	<u>0.49</u>	<u>0.26</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial year = RM369,007,328 (2022: RM134,403,500)
total disposal for the financial year = RM350,935,497 (2022: RM344,906,973)

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2023 (CONTINUED)

16 SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

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

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

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

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

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

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 47 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 April 2023 and of its financial performance, changes in equity and cash flows for the financial year ended 30 April 2023 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

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

DATO' TENG CHEE WAI
EXECUTIVE DIRECTOR/MANAGING DIRECTOR

Kuala Lumpur
26 June 2023

INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF AHAM BOND FUND
(Formerly known as Affin Hwang Bond Fund)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of AHAM Bond Fund (“the Fund”) (formerly known as Affin Hwang Bond Fund) give a true and fair view of the financial position of the Fund as at 30 April 2023, and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 30 April 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 1 to 47.

Basis for opinion

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

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

Independence and other ethical responsibilities

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

Information other than the financial statements and auditors’ report thereon

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

**INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF AHAM BOND FUND (CONTINUED)
(Formerly known as Affin Hwang Bond Fund)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

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

Responsibilities of the Manager for the financial statements

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

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

Auditors' responsibilities for the audit of the financial statements

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

**INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF AHAM BOND FUND (CONTINUED)
(Formerly known as Affin Hwang Bond Fund)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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

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

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

INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF AHAM BOND FUND (CONTINUED)
(Formerly known as Affin Hwang Bond Fund)

OTHER MATTERS

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

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146
Chartered Accountants

Kuala Lumpur
26 June 2023

DIRECTORY OF SALES OFFICE

HEAD OFFICE

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

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

PERAK

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

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

PETALING JAYA

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

Tel : 03 – 7760 3062

MELAKA

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

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

JOHOR

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

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

SABAH

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

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

SARAWAK

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

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

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

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

AHAM Asset Management Berhad

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

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