



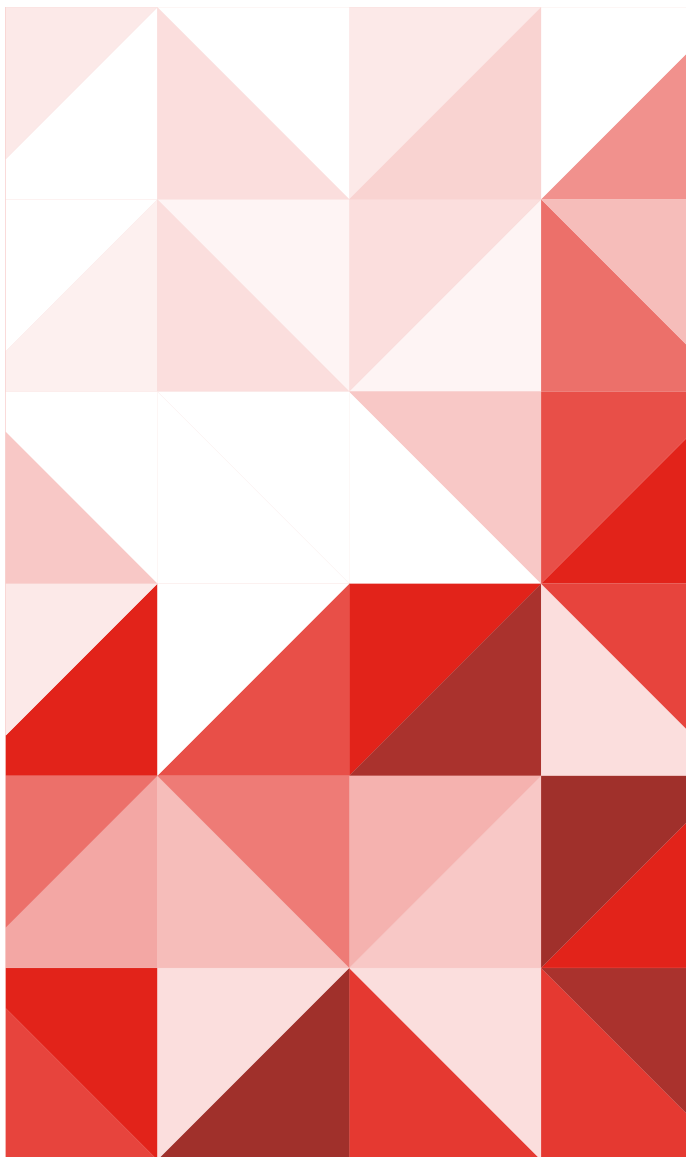
Hong Leong Dividend Fund

Semi-Annual Report

Financial Period Ended 28 February 2026

2025/2026

Unaudited



HONG LEONG DIVIDEND FUND

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Manager's Review and Report

I. FUND INFORMATION

Fund Name

Hong Leong Dividend Fund ("HLDF" or "the Fund")

Fund Category

Equity

Fund Type

Income and Growth

Investment Objective

To provide investors with a steady recurring income* that is potentially higher than prevailing fixed deposit rates. At the same time, the Fund also attempts to attain medium to long-term capital appreciation.

Duration of the Fund and its termination date, where applicable

Not Applicable

Benchmark

FTSE Bursa Malaysia (FBM) KLCI

Distribution Policy

The Fund intends to provide regular income** and potentially, consistent long-term capital appreciation. Regular income returns will be declared depending on interest rates, market conditions and performance of the Fund. As such, the Fund will strive to declare distributions annually, if any, in the form of either cash or additional Units to the Unit holders.

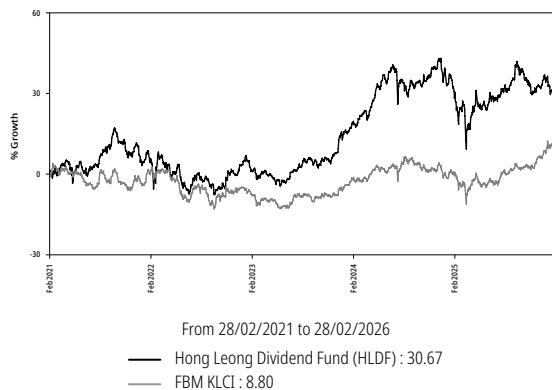
Notes:

* Income may be distributed in the form of cash and/or Units.

** Income may be distributed in the form of cash and/or additional Units.

II. FUND PERFORMANCE

Chart 1: Performance of the Fund versus the benchmark covering the last five-year financial periods



Source: Lipper, in Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLDF reinvested.

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

Performance Review

This Semi-Annual Report covers the six-month financial period from 1 September 2025 to 28 February 2026.

The Fund posted a return of -0.13% (based on NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from the Fund reinvested) in the past six months while its benchmark the FBM KLCI registered a return of 8.98%. During the financial period under review, the Fund had distributed gross income distributions of 1.2500 sen per unit (net income distributions 1.2500 sen per unit) on 15 October 2025 and 15 January 2026. Prior to the income distributions, the cum-distributions Net Asset Value (NAV) per unit of the Fund were RM0.8144 and RM0.7881 while the ex-distributions NAV per unit were RM0.8019 and RM0.7756. Unit holders should note that income distributions have the effect of reducing the NAV per unit of the Fund after distributions.

For the five-year financial periods ended 28 February 2026, the Fund has registered a return of 30.67% compared to the benchmark's return of 8.80% while distributing a total gross income of 21.7000 sen per unit (net income of 21.6382 sen per unit).

Table 1: Performance of the Fund for the following periods as at 28 February 2026 (Source: Lipper)

	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years	Since Launch
HLDF Return (%)	0.50	-0.13	2.58	29.44	30.67	181.68	493.98
Benchmark (%)	6.99	8.98	9.01	18.05	8.80	3.74	88.55

Table 2: Return of the Fund based on NAV Per Unit-to-NAV Per Unit basis for the period 31 August 2025 to 28 February 2026 (Source: Lipper)

	28-Feb-26	31-Aug-25	Return (%)
NAV Per Unit	RM0.7413*	RM0.7660**	-0.13#
Benchmark	1,716.61	1,575.12	8.98
vs Benchmark (%)	-	-	-9.11

* Based on the NAV Per Unit on 27 February 2026 as the above-mentioned reporting date fell on a non-business day.

** Based on the NAV Per Unit on 29 August 2025 as the above-mentioned reporting date fell on a non-business day.

Return is calculated after adjusting for income distributions during the financial period under review.

Table 3: Financial Highlights

The Net Asset Value attributable to Unit holders is represented by:

	28-Feb-26 (RM)	31-Aug-25 (RM)	Change (%)
Unit Holders' Capital	1,053,492,172	888,306,474	18.60
Retained Earnings	24,747,180	61,869,628	(60.00)
Net Asset Value	1,078,239,352	950,176,102	13.48
Units in Circulation	1,454,655,026	1,240,574,557	17.26

Table 4: The Highest and Lowest NAV Per Unit, Total Return of the Fund and the breakdown into Capital Growth and Income Distribution for the financial period ended 28 February and financial years ended 31 August

	Financial Period 2026	Financial Year 2025	Financial Year 2024	Financial Year 2023
Highest NAV Per Unit (RM)	0.8310	0.8763	0.8842	0.7257
Lowest NAV Per Unit (RM)	0.7353	0.6605	0.6621	0.6395
Capital Growth (%)	-3.22	-7.22	19.43	0.41
Income Distribution (%)	3.09	5.62	7.12	6.76
Total Return (%)	-0.13	-1.60	26.55	7.17

Source: Lipper, in Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLDF reinvested.

Table 5: Average Total Return of the Fund for the financial period ended 28 February 2026

	1 Year	3 Years	5 Years
Average Total Return (%)	2.58	9.81	6.13

Source: Lipper, in Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLDF reinvested.

Table 6: Annual Total Return of the Fund for the financial years ended 31 August

Financial Year	2025	2024	2023	2022	2021
Annual Total Return (%)	-1.60	26.55	7.17	-8.72	60.29

Source: Lipper, in Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLDF reinvested.

III. INVESTMENT PORTFOLIO

Chart 2: Asset Allocation – September 2025 to February 2026

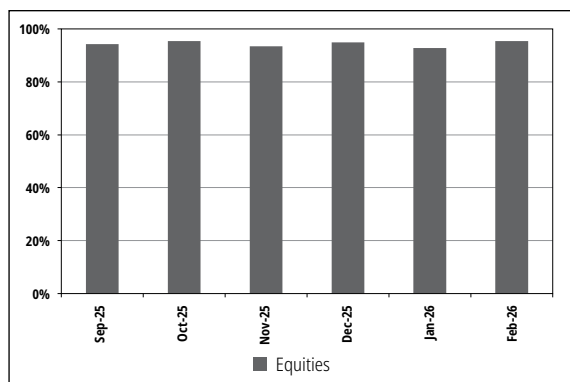
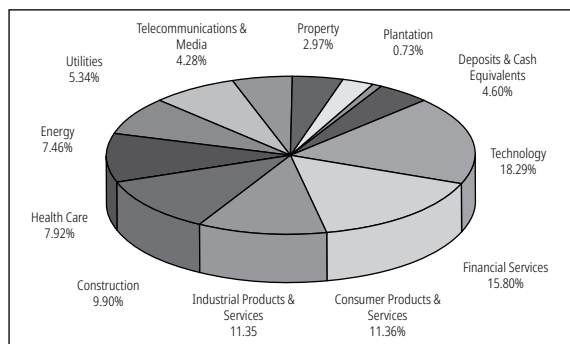


Chart 3: Sector Allocation as at 28 February 2026



Strategies employed by the Fund during the period under review

During the financial period under review, the Fund maintained a >50% anchor in quality liquid large caps through active rebalancing. Despite a lower cash balance, the portfolio remains sufficiently flexible to deploy capital quickly into dislocations from market overcorrections.

An explanation on the differences in portfolio composition

During the financial period under review, the Fund took some profit from plantation and energy sectors following decent share price performances. Yet, the investment level was higher than that in the beginning of the financial period under review as the Fund increased allocation to consumer products & services, industrial products & services and utilities sectors as resilient end-demand provide valuation support and mitigates downside risks.

Operational review of the Fund

For the financial period under review, there were no significant changes in the state of affairs of the Fund or circumstances that would materially affect the interest of Unit holders up to the date of this Manager's report.

IV. MARKET REVIEW

During the financial period under review, the MSCI AC Asia Pacific ex Japan Index rose 24.6%. The best performing markets were Korea and Taiwan while the biggest laggards were Indonesia and India. In the local market, the FBM KLCI rose 8.98%. The broader market underperformed with the FBM EMAS Index increasing 7.76% while small caps were muted with the FBM Small Cap Index increasing 0.15%.

The third quarter of 2025 saw markets continuing its rally, building upon the various tariff trade deals announced in August. Stocks which are seen as beneficiaries to the Artificial Intelligence (AI) Capital Expenditure (CapEx) cycle and China's 'anti-involution' themes rallied strongly. Narrative in the market shifted from tariff headwinds to United States (US) Federal Reserve (Fed) rate cuts which is largely interpreted to be supportive of growth and higher valuations.

The last quarter of 2025 saw high volatility in AI stocks globally. While on one hand company guidance and future CapEx spend was strong, high valuations were also a concern. Overall, despite the volatile quarter, AI stocks still closed the quarter higher. There was increasing concern on the US Fed Independence, resulting in precious metals such as gold and silver to outperform.

Regional markets started 2026 strongly with shortage in memory chips resulting in a strong tech rally in Korea and Taiwan. In contrast, Indonesia saw its market decline sharply after MSCI flagged risks on ownership transparency. Japan and Thailand both saw elections which resulted in the incumbent taking victory. Both markets rallied on optimism over policy continuity.

Back in Malaysia, the tariff rate with the US was revised from 25% to 19%, in line with other regional peers. This sparked a broad-based rally, recovering much of the declines seen in the early part of 2025. Bank Negara Malaysia (BNM) also cut the Overnight Policy Rate (OPR) by 25 basis points (bps) to 2.75% during the third quarter of 2025, in line with other central banks globally. While the market exhibited more risk on behaviour during the financial period under review, concern still lingers regarding the impending semiconductor tariffs expected to be announced by the US.

The Malaysian Ringgit (MYR) was the centre of attention in the final quarter of 2025. The MYR closed the year 10.3% higher against the US Dollar (USD). The domestic market so rotation with export related stocks declining while banks and consumer stocks did well. An impending large health care Initial Public Offering (IPO) also resulted in some optimism in the health care sector.

The MYR continued its strength coming into 2026, reaching a high of 3.88 against the USD in February. This resulted in strength in large liquid index stocks, particularly the financial and consumer sector. Export related stocks suffered due to concerns over profit margins.

V. FUTURE PROSPECTS AND PROPOSED STRATEGIES

Geopolitical tensions have complicated the investment outlook globally. Conflict in Iran has resulted in energy prices increasing exponentially, intensifying fears of a global growth deceleration and systemic stagflation. While a protracted confrontation poses a primary tailwind risk to global equity valuations, Malaysia's status as a net energy exporter provides a strategic buffer against these external shocks. The Fund aims to be relatively defensive and nimble during this period, while remaining sanguine that Malaysia's structural economic drivers remain fundamentally intact over the longer term.

VI. SOFT COMMISSIONS

The Manager has received soft commissions from brokers/dealers in the form of goods and services such as research materials, data and quotation services incidental to investment management of the Fund and investment related publications. Such soft commissions received are utilised in the investment management of the Fund and are of demonstrable benefit to the Fund and Unit holders and there was no churning of trades.

VII. SECURITIES LENDING OR REPURCHASE TRANSACTIONS

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

VIII. CROSS TRADE TRANSACTIONS

No cross trade transactions have been carried out during the financial period under review.

STATEMENT BY THE MANAGER

I, Chue Kwok Yan, as the Director of Hong Leong Asset Management Bhd, do hereby state that, in the opinion of the Manager, the accompanying unaudited condensed financial statements set out on pages 11 to 40 are drawn up in accordance with the provision of the Deeds and give a true and fair view of the financial position of the Fund as at 28 February 2026 and of its financial performance, changes in equity and cash flows for the financial period ended 28 February 2026 in accordance with the Malaysian Financial Reporting Standard 134 “Interim Financial Reporting” and International Accounting Standard 34 “Interim Financial Reporting”.

For and on behalf of the Manager,
Hong Leong Asset Management Bhd
(Company No.: 199401033034 (318717-M))

CHUE KWOK YAN

Chief Executive Officer/Executive Director

Kuala Lumpur
27 April 2026

TRUSTEE’S REPORT

TO THE UNIT HOLDERS OF HONG LEONG DIVIDEND FUND (“Fund”)

We have acted as Trustee of the Fund for the financial period ended 28 February 2026 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Hong Leong Asset Management Bhd has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

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

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

For Deutsche Trustees Malaysia Berhad

Soon Lai Ching

Senior Manager, Trustee Operations

Kuala Lumpur
27 April 2026

Sylvia Beh

Chief Executive Officer

CONDENSED STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)*

FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2026

	Note	2026 RM	2025 RM
INVESTMENT INCOME/(LOSS)			
Interest income from financial assets measured at amortised cost		572,709	970,945
Dividend income		12,870,215	10,678,473
Net loss on financial assets at fair value through profit or loss ("FVTPL")	8	(4,814,701)	(40,341,162)
		<u>8,628,223</u>	<u>(28,691,744)</u>
EXPENDITURE			
Management fee	4	(9,237,349)	(6,894,632)
Trustee's fee	5	(359,230)	(268,125)
Auditors' remuneration		(4,315)	(4,315)
Tax agent's fee		(1,488)	(1,488)
Transaction costs		(2,196,612)	(1,359,164)
Other expenses		(665,277)	(18,352)
		<u>(12,464,271)</u>	<u>(8,546,076)</u>
LOSS BEFORE TAXATION			
		(3,836,048)	(37,237,820)
Taxation	6	-	-
LOSS AFTER TAXATION AND TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL PERIOD			
		<u>(3,836,048)</u>	<u>(37,237,820)</u>
Loss after taxation is made up as follows:			
Realised amount		(15,146,392)	17,143,477
Unrealised amount		11,310,344	(54,381,297)
		<u>(3,836,048)</u>	<u>(37,237,820)</u>
Distributions for the financial period:			
Net distributions	7	33,286,400	20,368,242
Net distributions per unit (sen)	7	2.5000	2.2000
Gross distributions per unit (sen)	7	2.5000	2.2000

The accompanying notes to the financial statements form an integral part of these unaudited condensed financial statements.

CONDENSED STATEMENT OF FINANCIAL POSITION *(Unaudited)*

AS AT 28 FEBRUARY 2026

	Note	28.02.2026 RM	31.08.2025 RM
ASSETS			
Cash and cash equivalents		53,369,588	69,404,466
Amount due from brokers/dealers		6,295,934	5,629,867
Amount due from the Manager			
-creation of units		5,333,234	7,578,512
Dividends receivable		1,589,694	654,256
Financial assets at FVTPL	8	1,028,631,550	876,142,542
TOTAL ASSETS		<u>1,095,220,000</u>	<u>959,409,643</u>
LIABILITIES			
Amount due to brokers/dealers		15,307,668	7,653,909
Amount due to the Manager			
-cancellation of units		-	84,751
-management fee		1,601,651	1,426,760
Amount due to the Trustee		62,286	55,485
Other payables and accruals		9,043	12,636
TOTAL LIABILITIES		<u>16,980,648</u>	<u>9,233,541</u>
NET ASSET VALUE OF THE FUND		<u>1,078,239,352</u>	<u>950,176,102</u>
EQUITY			
Unit holders' capital		1,053,492,172	888,306,474
Retained earnings		24,747,180	61,869,628
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>1,078,239,352</u>	<u>950,176,102</u>
UNITS IN CIRCULATION (UNITS)	9	1,454,655,026	1,240,574,557
NET ASSET VALUE PER UNIT (RM)		<u>0.7412</u>	<u>0.7659</u>

The accompanying notes to the financial statements form an integral part of these unaudited condensed financial statements.

CONDENSED STATEMENT OF CHANGES IN EQUITY (Unaudited)

FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2026

	Note	Unit holders' capital RM	Retained earnings RM	Total RM
Balance as at 1 September 2025		888,306,474	61,869,628	950,176,102
Movement in net asset value:				
Creation of units from applications		166,181,160	-	166,181,160
Creation of units from distributions		10,210,541	-	10,210,541
Cancellation of units		(11,206,003)	-	(11,206,003)
Total comprehensive loss for the financial period		-	(3,836,048)	(3,836,048)
Distributions for the financial period	7	-	(33,286,400)	(33,286,400)
Balance as at 28 February 2026		<u>1,053,492,172</u>	<u>24,747,180</u>	<u>1,078,239,352</u>
Balance as at 1 September 2024		553,174,780	119,560,750	672,735,530
Movement in net asset value:				
Creation of units from applications		195,906,694	-	195,906,694
Creation of units from distributions		8,144,089	-	8,144,089
Cancellation of units		(13,705,779)	-	(13,705,779)
Total comprehensive income for the financial period		-	(37,237,820)	(37,237,820)
Distributions for the financial period	7	-	(20,368,242)	(20,368,242)
Balance as at 28 February 2025		<u>743,519,784</u>	<u>61,954,688</u>	<u>805,474,472</u>

The accompanying notes to the financial statements form an integral part of these unaudited condensed financial statements.

CONDENSED STATEMENT OF CASH FLOWS (Unaudited)

FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2026

	2026 RM	2025 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sales of financial assets at FVTPL	238,905,764	136,676,793
Purchase of financial assets at FVTPL	(390,993,533)	(287,887,006)
Interest income received from financial assets measured at amortised cost	572,709	970,945
Dividend income received	11,509,917	10,155,628
Management fee paid	(9,062,458)	(6,758,243)
Trustee's fee paid	(352,429)	(262,822)
Payment for other fees and expenses	(674,673)	(27,748)
Net cash used in operating activities	<u>(150,094,703)</u>	<u>(147,132,453)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	168,426,438	197,038,887
Payments for cancellation of units	(11,290,754)	(13,723,011)
Payments for distributions	(23,075,859)	(12,224,153)
Net cash generated from financing activities	<u>134,059,825</u>	<u>171,091,723</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(16,034,878)	23,959,270
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	69,404,466	54,252,013
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>53,369,588</u>	<u>78,211,283</u>

The accompanying notes to the financial statements form an integral part of these unaudited condensed financial statements.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS *(Unaudited)*

FOR THE FINANCIAL PERIOD ENDED 28 FEBRUARY 2026

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

Hong Leong Dividend Fund (“the Fund”) was constituted pursuant to the execution of a Deed dated 22 December 2004 and Supplemental Deeds dated 11 December 2007 and 30 April 2010 between Hong Leong Asset Management Bhd (“the Manager”) and AmTrustee Berhad for the unit holders of the Fund. AmTrustee Berhad has been replaced with Deutsche Trustees Malaysia Berhad (“the Trustee”) effective 1 September 2012 and Supplemental Master Deeds were entered into between the Manager and the Trustee for the unit holders of the Fund on 27 July 2012, 25 March 2015, 28 November 2019, 7 February 2020, 21 December 2021, 28 April 2022, 23 March 2023, 23 October 2023 and 13 February 2024 to effect the change (collectively referred to as “the Deeds”).

The Fund aims to provide investors with a steady recurring income that is potentially higher than prevailing fixed deposit rates. At the same time, the Fund also attempts to attain medium to long-term capital appreciation.

The Fund will invest primarily in equity securities of growth companies operating in Malaysia. Generally, the Fund invests in stocks which have good dividend payout policies and reasonable medium to long-term capital appreciation opportunities. Stocks with good dividend payout policies are those that have been consistently paying high dividends (i.e. dividend yields at and/or above market average) over the last three to five years, and are able to sustain the dividend payments at least over the next one year. The Fund will invest primarily in equity securities that will generate good income yields, i.e. having paid dividends three out of the last five years, historical track record of awarding good dividends, or potential to provide high dividends within the next 12 months. At the same time, the Fund also invests in fixed income securities with good credit quality and yield enhancement opportunities. Fixed income securities with good credit quality generally are investment-grade securities that have relatively low risk of a default. The Fund commenced operations on 6 January 2005 and will continue its operations until terminated as provided under Part 12 of the Deeds.

The Manager of the Fund is Hong Leong Asset Management Bhd, a company incorporated in Malaysia. The principal activity of the Manager is the management of unit trust funds, private retirement schemes and private investment mandates. Its holding company is Hong Leong Capital Berhad, a company incorporated in Malaysia and listed on the Main Market of Bursa Malaysia Securities Berhad.

2. MATERIAL ACCOUNTING POLICY INFORMATION

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements:

(a) Basis of preparation

The condensed financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standard 134 “Interim Financial Reporting” and International Accounting Standard 34 “Interim Financial Reporting”.

The condensed financial statements should be read in conjunction with the audited financial statements of the Fund for the financial year ended 31 August 2025 which have been prepared in accordance with the provisions of the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards.

(b) Financial assets and financial liabilities

Classification

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

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

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flows 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 principal and interest. However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

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

The Fund classifies amount due to brokers/dealers, amounts due to the Manager, amount due to the Trustee and other payables and accruals as financial liabilities measured at amortised cost.

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. Transaction costs are expensed in the statement of comprehensive income.

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.

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial period which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of dividend income when the Fund's right to receive payments is established.

Quoted investments are valued at the last traded market prices quoted on Bursa Malaysia Securities Berhad ("Bursa Securities") at the date of the statement of financial position.

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

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated on the effective interest rate method over the period from the date of placement to the date of maturity of the respective deposits, which is a close estimate of their fair value due to the short term nature of the deposits. Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest rate method.

Impairment

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 closed 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

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

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 obligor's sources of income or assets to generate sufficient future cash flows to pay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial period.

(c) 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.

(d) Income recognition

Dividend income is recognised on the ex-dividend date when the Fund's right to receive payment is established.

Interest income from deposits with licensed financial institutions and auto-sweep facility bank account are recognised on the effective interest rate method on an accrual basis.

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

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

(e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise cash at banks and deposits held in highly liquid investments that are readily convertible to known amounts of cash with an original maturity of three months or lesser which are subject to an insignificant risk of changes in value.

(f) Amount due from/to brokers/dealers

Amount due from/to brokers/dealers represents receivables/payables for investments sold/purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

These amounts are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less provision for impairment of amount due from brokers/dealers. A provision for impairment of amount due from a broker/dealer is established when there is objective evidence that the Fund will not be able to collect all amounts due from the relevant broker/dealer. Significant financial difficulties of the broker/dealer, probability that the broker/dealer will enter bankruptcy or financial reorganisation, and default in payments are considered indicators that the amount due from brokers/dealers is impaired. Once a financial asset or a group of similar financial assets has been written down as a result of an impairment loss, interest income is recognised using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

(g) Taxation

Current tax expense is determined according to Malaysian tax laws at the prevailing tax rate based on the taxable profit earned during the financial period.

(h) Distributions

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

(i) Transaction costs

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

(j) Unit holders' capital

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

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

The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if unit holder exercises the right to put the unit back to the Fund.

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

(k) Fair value of financial instruments

Financial instruments comprise financial assets and financial liabilities. Fair value is 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 information presented herein represents the estimates of fair values as at the date of the statement of financial position.

The Fund's financial assets and financial liabilities are measured on an ongoing basis at either fair value or at amortised cost based on the respective classification.

The following table analyses the financial assets and financial liabilities of the Fund in the statement of financial position as at the reporting date:

	Financial assets at FVTPL RM	Financial assets/ liabilities at amortised cost RM	Total RM
28.02.2026			
<u>Financial assets</u>			
Cash and cash equivalents	-	53,369,588	53,369,588
Amount due from brokers/dealers	-	6,295,934	6,295,934
Amount due from the Manager			
-creation of units	-	5,333,234	5,333,234
Dividends receivable	-	1,589,694	1,589,694
Financial assets at FVTPL (Note 8)	1,028,631,550	-	1,028,631,550
	<u>1,028,631,550</u>	<u>66,588,450</u>	<u>1,095,220,000</u>
<u>Financial liabilities</u>			
Amount due to brokers/dealers	-	15,307,668	15,307,668
Amount due to the Manager			
-management fee	-	1,601,651	1,601,651
Amount due to the Trustee	-	62,286	62,286
Other payables and accruals	-	9,043	9,043
	-	<u>16,980,648</u>	<u>16,980,648</u>

	Financial assets at FVTPL RM	Financial assets/ liabilities at amortised cost RM	Total RM
31.08.2025			
<u>Financial assets</u>			
Cash and cash equivalents	-	69,404,466	69,404,466
Amount due from brokers/dealers	-	5,629,867	5,629,867
Amount due from the Manager			
-creation of units	-	7,578,512	7,578,512
Dividends receivable	-	654,256	654,256
Financial assets at FVTPL (Note 8)	876,142,542	-	876,142,542
	<u>876,142,542</u>	<u>83,267,101</u>	<u>959,409,643</u>
<u>Financial liabilities</u>			
Amount due to brokers/dealers	-	7,653,909	7,653,909
Amount due to the Manager			
-cancellation of units	-	84,751	84,751
-management fee	-	1,426,760	1,426,760
Amount due to the Trustee	-	55,485	55,485
Other payables and accruals	-	12,636	12,636
	-	<u>9,233,541</u>	<u>9,233,541</u>

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

(l) Critical accounting estimates and judgements in applying accounting policies

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

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

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

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

3. FAIR VALUE ESTIMATION

Financial instruments comprise financial assets and financial liabilities. Fair value is 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 information presented herein represents the estimates of fair values as at the date of the statement of financial position.

The Fund's financial assets and financial liabilities are measured on an ongoing basis at either fair value or at amortised cost based on the respective classification.

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

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each period/year end date. Valuation techniques used for non-standardised financial instruments such as options, currency swaps and other over-the-counter derivatives, include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

For instruments for which there is no active market, the Fund may use internally developed models, which are usually based on valuation methods and techniques generally recognised as standard within the industry. Valuation models are used primarily to value unlisted equity, debt securities and other debt instruments for which market were or have been inactive during the financial period/year. Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, where appropriate, to allow for additional factors including model risk, liquidity risk and counterparty risk.

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

(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); and
- 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 requires significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

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

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

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
28.02.2026				
<u>Financial assets at FVTPL:</u>				
- Quoted equity securities	1,028,631,550	-	-	1,028,631,550
31.08.2025				
<u>Financial assets at FVTPL:</u>				
- Quoted equity securities	875,915,667	-	-	875,915,667
- Quoted warrant	226,875	-	-	226,875
	876,142,542	-	-	876,142,542

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities and warrant. The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

- (ii) The carrying values of financial assets (other than financial assets at FVTPL) and financial liabilities are a reasonable approximation of their fair values due to their short term nature.

4. MANAGEMENT FEE

In accordance with Division 13.1 of the Deeds, the Manager is entitled to a management fee of up to 2.50% per annum calculated daily based on the net asset value of the Fund.

For the financial period ended 28 February 2026, the management fee is recognised at a rate of 1.80% (2025: 1.80%) per annum.

There is no further liability to the Manager in respect of management fee other than the amount recognised above.

5. TRUSTEE'S FEE

In accordance with Division 13.2 of the Deeds, the Trustee is entitled to a fee not exceeding 1.00% per annum subject to a minimum of RM18,000 per annum calculated daily based on the net asset value of the Fund.

For the financial period ended 28 February 2026, the Trustee's fee is recognised at a rate of 0.07% (2025: 0.07%) per annum.

There is no further liability to the Trustee in respect of Trustee's fee other than the amount recognised above.

6. TAXATION

	2026 RM	2025 RM
Tax charge for the financial period:		
Current taxation	-	-

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

	2026 RM	2025 RM
Loss before taxation	(3,836,048)	(3,237,820)
Taxation at Malaysian statutory rate of 24% (2025: 24%)	(920,652)	(8,937,077)
Tax effects of:		
Investment income not subject to tax	(2,070,774)	6,886,019
Expenses not deductible for tax purposes	769,816	390,952
Restriction on tax deductible expenses for unit trust fund	2,221,610	1,660,106
Taxation	-	-

7. DISTRIBUTIONS

	2026 RM	2025 RM
Distributions to unit holders are derived from the following sources:		
Interest income	736,313	970,245
Dividend income	12,024,458	10,987,682
Net realised gain on disposal	17,906,276	17,538,326
Less: Expenses	(12,332,293)	(9,128,011)
Distribution equalisation	14,951,646	-
Net distributions amount	33,286,400	20,368,242
Gross/net distributions per unit (sen)	2.5000	2.2000

Date of Entitlement

15 October 2025 / 15 October 2024

Gross/net distribution per unit (sen)	1.2500	1.1000
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15 January 2026 / 15 January 2025

Gross/net distribution per unit (sen)	1.2500	1.1000
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The composition of distribution payments sourced from income and capital are disclosed in below:

	Income RM	%	Capital RM	%
2026	33,286,400	100.00	-	-
2025	20,368,242	100.00	-	-

Net distributions above are sourced from current financial period's realised income. Gross distributions are derived using total income less total expenses.

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

Distribution equalisation represents the average amount of distributable income included in the creation and cancellation prices of units. It is computed as at each date of creation and cancellation of units. For the purpose of determining amount available for distribution, distribution equalisation is included in the computation of distribution available for unit holders.

There are unrealised losses of RM54,381,297 for the financial period ended 28 February 2025.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (“FVTPL”)

	28.02.2026 RM	31.08.2025 RM
Financial assets at FVTPL:		
Quoted equity securities	1,028,631,550	875,915,667
Quoted warrant	-	226,875
	<u>1,028,631,550</u>	<u>876,142,542</u>

	2026 RM	2025 RM
Net loss on financial assets at FVTPL:		
Realised gain on disposals	(16,125,045)	14,040,135
Changes in unrealised fair values	11,310,344	(54,381,297)
	<u>(4,814,701)</u>	<u>(40,341,162)</u>

Financial assets at FVTPL as at 28 February 2026 are as detailed below:

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
QUOTED EQUITY SECURITIES				
<u>Main Market</u>				
<u>Construction</u>				
Gamuda Berhad	6,500,275	26,035,298	27,236,152	2.53
IJM Corporation Berhad	18,600,000	47,854,028	46,686,000	4.33
WCT Holdings Berhad	29,194,900	25,034,972	15,765,246	1.46
	<u>54,295,175</u>	<u>98,924,298</u>	<u>89,687,398</u>	<u>8.32</u>

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<u>Consumer Products & Services</u>				
AirAsia X Berhad	5,000,000	8,837,900	9,900,000	0.92
Carlsberg Brewery Malaysia Berhad	1,167,500	23,917,945	20,594,700	1.91
Farm Fresh Berhad	7,000,000	14,053,050	18,340,000	1.70
Heineken Malaysia Berhad	860,000	21,101,053	21,190,400	1.97
HI Mobility Berhad	14,800,000	33,171,999	34,484,000	3.20
MR D.I.Y Group (M) Berhad	10,000,000	15,408,788	17,900,000	1.66
	<u>38,827,500</u>	<u>116,490,735</u>	<u>122,409,100</u>	<u>11.36</u>
<u>Energy</u>				
Bumi Armada Berhad	74,974,300	33,550,060	23,616,904	2.19
Dayang Enterprise Holdings Berhad	18,424,000	35,658,799	32,978,960	3.06
DIALOG Group Berhad	11,000,000	18,952,776	19,360,000	1.80
	<u>104,398,300</u>	<u>88,161,635</u>	<u>75,955,864</u>	<u>7.05</u>
<u>Financial Services</u>				
AMMB Holdings Berhad	4,000,000	16,296,610	25,720,000	2.39
CIMB Group Holdings Berhad	7,200,000	49,323,885	57,888,000	5.37
Malayan Banking Berhad	2,120,000	25,486,505	25,355,200	2.35
Public Bank Berhad	3,500,000	17,371,270	17,255,000	1.60
RHB Bank Berhad	4,150,000	27,071,484	34,860,000	3.23
Well Chip Group Berhad	6,200,000	10,101,316	9,300,000	0.86
	<u>27,170,000</u>	<u>145,651,070</u>	<u>170,378,200</u>	<u>15.80</u>
<u>Health Care</u>				
IHH Healthcare Berhad	4,600,000	30,638,702	41,952,000	3.89
Kossan Rubber Industries Berhad	11,000,000	22,992,555	11,110,000	1.03
KPJ Healthcare Berhad	11,050,000	29,336,647	32,376,500	3.00
	<u>26,650,000</u>	<u>82,967,904</u>	<u>85,438,500</u>	<u>7.92</u>
<u>Industrial Products & Services</u>				
Cahaya Mata Sarawak Berhad	18,800,000	27,342,662	24,816,000	2.30
Kelington Group Berhad	5,112,500	11,485,664	27,965,375	2.59
PETRONAS Chemicals Group Berhad	6,000,000	20,432,470	18,000,000	1.67
SAM Engineering & Equipment (M) Berhad	4,100,000	18,105,570	13,653,000	1.27
Sunway Berhad	3,741,900	10,173,150	21,927,534	2.03
V.S Industry Berhad	46,633,300	37,504,207	16,088,489	1.49
	<u>84,387,700</u>	<u>125,043,723</u>	<u>122,450,398</u>	<u>11.35</u>
<u>Plantation</u>				
SD Guthrie Berhad	1,380,000	7,768,310	7,935,000	0.73
<u>Property</u>				
Sime Darby Property Berhad	22,059,300	23,125,806	31,985,985	2.97

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<u>Technology</u>				
D & O Green Technologies Berhad	8,030,200	12,896,370	3,774,194	0.35
Frontken Corporation Berhad	6,700,000	24,031,977	25,125,000	2.33
Greatech Technology Berhad	14,800,000	27,330,662	31,228,000	2.90
Inari Amerton Berhad	12,000,000	24,312,655	17,040,000	1.58
Malaysian Pacific Industries Berhad	880,000	22,663,768	28,124,800	2.61
MI Technovation Berhad	13,180,000	24,939,376	40,330,800	3.74
Pentamaster Corporation Berhad	10,285,400	36,430,612	33,941,820	3.15
Unisem (M) Berhad	5,600,000	17,226,002	17,584,000	1.63
	71,475,600	189,831,422	197,148,614	18.29
<u>Telecommunications & Media</u>				
Axiata Group Berhad	5,900,000	19,245,906	18,821,000	1.74
CelcomDigi Berhad	12,000,000	29,205,784	27,360,000	2.54
	17,900,000	48,451,690	46,181,000	4.28
<u>Utilities</u>				
Tenaga Nasional Berhad	3,000,000	39,782,742	43,140,000	4.00
YTL Power International Berhad	7,880,000	19,661,773	14,499,200	1.34
	10,880,000	59,444,515	57,639,200	5.34
<u>ACE Market</u>				
<u>Construction</u>				
Lim Seong Hai Capital Berhad	8,636,800	18,312,303	17,014,496	1.58
<u>Energy</u>				
Northern Solar Holdings Berhad	8,995,500	5,482,542	4,407,795	0.41
TOTAL QUOTED EQUITY SECURITIES	477,055,875	1,009,655,953	1,028,631,550	95.40
UNREALISED GAIN ON FINANCIAL ASSETS AT FVTPL		18,975,597		
TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FVTPL		1,028,631,550		

Financial assets at FVTPL as at 31 August 2025 are as detailed below:

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
QUOTED EQUITY SECURITIES				
<u>Main Market</u>				
<u>Construction</u>				
Gamuda Berhad	5,000,115	18,923,350	27,800,639	2.92
IJM Corporation Berhad	12,800,000	32,107,461	36,736,000	3.87
WCT Holdings Berhad	24,000,000	20,705,833	21,000,000	2.21
	41,800,115	71,736,644	85,536,639	9.00
<u>Consumer Products & Services</u>				
Carlsberg Brewery Malaysia Berhad	1,037,500	21,750,915	16,766,000	1.77
Guan Chong Berhad	14,534,933	22,913,908	13,299,464	1.40
Heineken Malaysia Berhad	720,000	18,183,431	14,558,400	1.53
	16,292,433	62,848,254	44,623,864	4.70
<u>Energy</u>				
Bumi Armada Berhad	56,000,000	27,309,070	20,440,000	2.15
Dayang Enterprise Holdings Berhad	16,200,000	31,989,366	27,864,000	2.93
DIALOG Group Berhad	10,800,000	18,812,120	20,196,000	2.13
Velesto Energy Berhad	118,282,200	25,937,218	23,656,440	2.49
	201,282,200	104,047,774	92,156,440	9.70
<u>Financial Services</u>				
AMMB Holdings Berhad	8,570,000	34,915,487	46,192,300	4.86
CIMB Group Holdings Berhad	6,750,000	45,568,475	50,152,500	5.28
RHB Bank Berhad	6,880,000	44,879,954	44,995,200	4.74
Well Chip Group Berhad	11,425,000	18,683,148	17,023,250	1.79
	33,625,000	144,047,064	158,363,250	16.67
<u>Health Care</u>				
Hartalega Holdings Berhad	5,680,000	18,109,680	6,702,400	0.71
IHH Healthcare Berhad	4,200,000	27,191,500	28,518,000	3.00
Kossan Rubber Industries Berhad	11,000,000	22,992,555	13,310,000	1.40
KPJ Healthcare Berhad	9,500,000	25,873,973	24,700,000	2.60
	30,380,000	94,167,708	73,230,400	7.71
<u>Industrial Products & Services</u>				
Kelington Group Berhad	5,150,000	10,968,157	26,574,000	2.80
SAM Engineering & Equipment (M) Berhad	3,200,000	14,479,975	12,064,000	1.27
Sunway Berhad	4,150,000	10,498,469	20,418,000	2.15
V.S. Industry Berhad	32,800,000	29,542,423	21,812,000	2.30
	45,300,000	65,489,024	80,868,000	8.51

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<u>Plantation</u>				
Johor Plantations Group Berhad	18,500,000	17,649,078	25,160,000	2.65
SD Guthrie Berhad	2,766,100	13,716,873	13,968,805	1.47
	<u>21,266,100</u>	<u>31,365,951</u>	<u>39,128,805</u>	<u>4.12</u>
<u>Property</u>				
Sime Darby Property Berhad	23,300,000	24,426,490	34,484,000	3.63
<u>Technology</u>				
D & O Green Technologies Berhad	18,800,000	30,666,494	25,004,000	2.63
Frontken Corporation Berhad	6,500,000	23,254,837	27,820,000	2.93
Genetec Technology Berhad	25,010,000	33,235,096	12,755,100	1.34
Greatech Technology Berhad	12,000,000	22,498,640	25,080,000	2.64
Malaysian Pacific Industries Berhad	869,900	22,363,131	23,365,514	2.46
MI Technovation Berhad	13,800,032	25,299,726	32,292,075	3.40
Pentamaster Corporation Berhad	8,885,300	31,487,800	31,987,080	3.37
Unisem (M) Berhad	5,600,000	17,226,002	14,896,000	1.57
	<u>91,465,232</u>	<u>206,031,726</u>	<u>193,199,769</u>	<u>20.33</u>
<u>Telecommunications & Media</u>				
Axiata Group Berhad	14,300,000	34,819,490	34,606,000	3.64
Telekom Malaysia Berhad	360,000	2,049,011	2,527,200	0.27
	<u>14,660,000</u>	<u>36,868,501</u>	<u>37,133,200</u>	<u>3.91</u>
<u>Utilities</u>				
YTL Corporation Berhad	7,680,000	19,115,373	19,660,800	2.07
YTL Power International Berhad	4,350,000	8,332,780	17,530,500	1.84
	<u>12,030,000</u>	<u>27,448,153</u>	<u>37,191,300</u>	<u>3.91</u>
TOTAL QUOTED EQUITY SECURITIES	531,401,080	868,477,289	875,915,667	92.19
QUOTED WARRANT				
<u>Main Market</u>				
<u>Consumer Products & Services</u>				
Guan Chong Berhad - Warrants C	1,375,000	-	226,875	0.02
TOTAL QUOTED WARRANT	1,375,000	-	226,875	0.02
TOTAL INVESTMENTS	532,776,080	868,477,289	876,142,542	92.21
UNREALISED GAIN ON FINANCIAL ASSETS AT FVTPL		7,665,253		
TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FVTPL		876,142,542		

9. UNITS IN CIRCULATION

	01.09.2025 to 28.02.2026 No. of units	01.09.2024 to 31.08.2025 No. of units
At the beginning of the financial period/year	1,240,574,557	814,856,695
Add: Creation of units during the financial period/year		
- Arising from applications	215,532,739	428,507,692
- Arising from distributions	12,915,034	22,894,171
Less: Cancellation of units during the financial period/year	(14,367,304)	(25,684,001)
At the end of the financial period/year	<u>1,454,655,026</u>	<u>1,240,574,557</u>

10. TOTAL EXPENSE RATIO ("TER")

	2026 %	2025 %
TER (annualised)	2.00	1.87

Total expense ratio includes management fee, Trustee's fee, auditors' remuneration, tax agent's fee and other expenses for the financial period divided by the Fund's average net asset value calculated on a daily basis and is calculated as follows:

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

Where;

- A = Management fee
- B = Trustee's fee
- C = Auditors' remuneration
- D = Tax agent's fee
- E = Other expenses excluding withholding tax and Sales and Service Tax ("SST") on transaction costs
- F = Average net asset value of the Fund calculated on a daily basis

The average net asset value of the Fund for the financial period calculated on a daily basis is RM1,035,733,981 (2025: RM773,430,922).

11. PORTFOLIO TURNOVER RATIO (“PTR”)

	2026 Times	2025 Times
PTR	0.32	0.26

PTR is derived from the following calculation:

(Total acquisitions for the financial period + total disposals for the financial period) / 2

Average net asset value of the Fund for the financial period calculated on a daily basis

Where;

total acquisitions for the financial period
= RM397,320,047 (2025: RM280,832,698)
total disposals for the financial period
= RM256,566,242 (2025: RM119,062,976)

12. UNITS HELD BY THE MANAGER AND RELATED PARTIES TRANSACTIONS AND BALANCES

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

<u>Related parties</u>	<u>Relationships</u>
Hong Leong Asset Management Bhd	The Manager
Hong Leong Islamic Asset Management Sdn Bhd	Subsidiary of the Manager
Hong Leong Capital Berhad	Holding company of the Manager
Hong Leong Financial Group Berhad (“HLFG”)	Ultimate holding company of the Manager
HLB Nominees (Tempatan) Sdn Bhd	Subsidiary of the ultimate holding company of the Manager
Subsidiaries and associates of HLFG as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Manager

Units held by parties related to the Manager

	28.02.2026		31.08.2025	
	Units	RM	Units	RM
HLB Nominees (Tempatan) Sdn Bhd	207,693,640	153,942,526	222,673,440	170,545,588
Hong Leong Assurance Berhad	1,001,599,548	742,385,585	811,878,972	621,818,105
	<u>1,209,293,188</u>	<u>896,328,111</u>	<u>1,034,552,412</u>	<u>792,363,693</u>

The above units were transacted at the prevailing market price.

The units held by HLB Nominees (Tempatan) Sdn Bhd, a subsidiary of ultimate holding company of the Manager, is under the nominees structure.

No units were held by the Manager as at 28 February 2026 and 31 August 2025.

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other related party transactions and balances. The Manager is of the opinion that all transactions with the related companies have been entered into at agreed terms between the related parties.

	28.02.2026 RM	31.08.2025 RM
<u>Related party balances</u>		
Cash at bank:		
- Hong Leong Bank Berhad	12,854,245	69,394,466
Amount due from brokers/dealers:		
- Hong Leong Investment Bank Berhad	1,954,619	4,813,730
Amount due to brokers/dealers:		
- Hong Leong Investment Bank Berhad	(6,082,668)	(2,936,470)
	<u>8,726,196</u>	<u>71,271,726</u>

	2026 RM	2025 RM
<u>Related party transactions</u>		
Interest income from auto-sweep facility bank account:		
- Hong Leong Bank Berhad	378,612	955,646
Purchase of quoted equity securities:		
- Hong Leong Investment Bank Berhad	209,711,162	209,517,881
Disposal of quoted equity securities:		
- Hong Leong Investment Bank Berhad	104,774,927	49,848,016

13. TRANSACTIONS WITH BROKERS/DEALERS

Detail of transactions with brokers/dealers are as follows:

	Value of trade RM	Percentage of total trade %	Brokerage fees RM	Percentage of total brokerage fees %
2026				
Hong Leong Investment Bank Berhad*	314,486,089	49.28	785,419	48.96
CIMB Securities Sdn Bhd	61,998,060	9.71	154,998	9.66
JPMorgan Securities (Malaysia) Sdn Bhd	50,526,127	7.92	126,184	7.87
Nomura Securities Malaysia Sdn Bhd	49,555,128	7.76	123,817	7.72
Public Investment Bank Berhad	44,980,091	7.05	112,728	7.03
AmInvestment Bank Berhad	40,928,708	6.41	102,053	6.36
Phillip Capital Sdn Bhd	21,137,763	3.31	52,822	3.29
RHB Investment Bank Berhad	17,510,580	2.74	56,121	3.50
CGS International Securities Malaysia Sdn Bhd	13,149,252	2.06	30,226	1.88
Affin Hwang Investment Bank Berhad	9,207,306	1.44	23,007	1.43
Others	14,740,018	2.31	36,883	2.30
	638,219,122	100.00	1,604,258	100.00

	Value of trade RM	Percentage of total trade %	Brokerage fees RM	Percentage of total brokerage fees %
2025				
Hong Leong Investment Bank Berhad*	259,365,897	67.71	646,991	68.62
Philip Capital Sdn Bhd	23,204,543	6.06	58,066	6.16
Public Investment Bank Berhad	20,548,669	5.36	51,362	5.45
RHB Investment Bank Berhad	20,448,120	5.34	46,269	4.91
Nomura Securities Malaysia Sdn Bhd	20,135,282	5.26	50,177	5.32
JPMorgan Securities (Malaysia) Sdn Bhd	17,524,126	4.57	43,715	4.63
CIMB Securities Sdn Bhd	6,474,168	1.69	16,244	1.72
CGS International Securities Malaysia Sdn Bhd	5,813,444	1.52	9,350	0.99
Maybank Investment Bank Berhad	5,069,831	1.32	12,716	1.35
AmInvestment Bank Berhad	3,253,497	0.85	4,906	0.52
Others	1,234,578	0.32	3,083	0.33
	383,072,155	100.00	942,879	100.00

* Transactions with brokers/dealers related to the Manager.

The Manager is of the opinion that all transactions with the related companies have been entered into at agreed terms between the related parties.

14. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were authorised for issue by the Manager on 27 April 2026.

Performance Data

for the Financial Period Ended 28 February and Financial Years Ended 31 August

		Financial Period 2026 %	Financial Year 2025 %	Financial Year 2024 %	Financial Year 2023 %
A. (i) Portfolio Compositions:					
Construction		9.90	9.00	4.48	3.28
Consumer Products & Services		11.36	4.72	13.53	19.90
Energy		7.46	9.70	5.52	7.38
Financial Services		15.80	16.67	19.10	13.77
Health Care		7.92	7.71	5.24	-
Industrial Products & Services		11.35	8.51	9.55	10.55
Plantation		0.73	4.12	2.88	-
Property		2.97	3.63	4.16	-
Technology		18.29	20.33	6.61	15.33
Telecommunications & Media		4.28	3.91	9.14	-
Transportation & Logistics		-	-	4.12	3.81
Utilities		5.34	3.91	7.19	13.29
Collective Investment Scheme		-	-	-	2.23
Deposits & Cash Equivalents		4.60	7.79	8.48	10.46
(ii) Total Net Asset Value	(ex-distribution)	RM1,078,239,352	RM950,176,102	RM672,735,530	RM309,451,438
(iii) Net Asset Value Per Unit	(ex-distribution)	RM0.7413	RM0.7660	RM0.8256	RM0.6912
Units in Circulation	(ex-distribution)	1,454,655,026	1,240,574,557	814,856,695	447,683,917
(iv) Highest/Lowest NAV Per Unit	Highest NAV Per Unit	RM0.8310	RM0.8763	RM0.8842	RM0.7257
(ex-distribution)	Lowest NAV Per Unit	RM0.7353	RM0.6605	RM0.6621	RM0.6395
(v) Total Return of the Fund*		-0.13%	-1.60%	26.55%	7.17%
- Capital Growth		-3.22%	-7.22%	19.43%	0.41%
- Income Distribution		3.09%	5.62%	7.12%	6.76%
(vi) The distribution (gross) is made out of:-					
- The Fund's Capital		2.4700 sen/unit	4.5500 sen/unit	0.0000 sen/unit	0.0000 sen/unit
- The Fund's Income		0.0300 sen/unit	0.0000 sen/unit	4.4000 sen/unit	4.4000 sen/unit
- Total Distribution Amount		2.5000 sen/unit	4.5500 sen/unit	4.4000 sen/unit	4.4000 sen/unit
- The Fund's Capital (% of Total Distribution Amount)		99%	100%	0%	0%
- The Fund's Income (% of Total Distribution Amount)		1%	0%	100%	100%
(vii) Distribution Per Unit					
	Additional Units	-	-	-	-
	Distribution (Gross)	1.2500 sen/unit	1.1000 sen/unit	1.1000 sen/unit	1.1000 sen/unit
	Distribution (Net)	1.2500 sen/unit	1.1000 sen/unit	1.1000 sen/unit	1.1000 sen/unit
	Distribution Date	15/10/2025	15/10/2024	16/10/2023	17/10/2022
	Cum-Distribution NAV/Unit	RM0.8144	RM0.8339	RM0.6885	RM0.6506
	Ex-Distribution NAV/Unit	RM0.8019	RM0.8229	RM0.6775	RM0.6396
	Additional Units	-	-	-	-
	Distribution (Gross)	1.2500 sen/unit	1.1000 sen/unit	1.1000 sen/unit	1.1000 sen/unit
	Distribution (Net)	1.2500 sen/unit	1.1000 sen/unit	1.1000 sen/unit	1.1000 sen/unit
	Distribution Date	15/01/2026	15/01/2025	22/01/2024	13/01/2023
	Cum-Distribution NAV/Unit	RM0.7881	RM0.8222	RM0.7449	RM0.7139
	Ex-Distribution NAV/Unit	RM0.7756	RM0.8112	RM0.7339	RM0.7029
	Additional Units	-	-	-	-
	Distribution (Gross)	-	1.1000 sen/unit	1.1000 sen/unit	1.1000 sen/unit
	Distribution (Net)	-	1.1000 sen/unit	1.1000 sen/unit	1.1000 sen/unit
	Distribution Date	-	15/04/2025	17/04/2024	17/04/2023
	Cum-Distribution NAV/Unit	-	RM0.7151	RM0.7742	RM0.6873
	Ex-Distribution NAV/Unit	-	RM0.7041	RM0.7632	RM0.6763

Performance Data

for the Financial Period Ended 28 February and Financial Years Ended 31 August

	Financial Period 2026 %	Financial Year 2025 %	Financial Year 2024 %	Financial Year 2023 %
Additional Units	-	-	-	-
Distribution (Gross)	-	1.2500 sen/unit	1.1000 sen/unit	1.1000 sen/unit
Distribution (Net)	-	1.2500 sen/unit	1.1000 sen/unit	1.1000 sen/unit
Distribution Date	-	15/07/2025	22/07/2024	17/07/2023
Cum-Distribution NAV/Unit	-	RM0.7632	RM0.8744	RM0.6729
Ex-Distribution NAV/Unit	-	RM0.7507	RM0.8634	RM0.6619
(viii) Total Expense Ratio (TER)	2.00%	1.87%	1.96%	2.09%
(ix) Portfolio Turnover Ratio (PTR) (times)	0.32#	0.53	0.81	0.57
B. Average Total Return, NAV Per Unit-to-NAV Per Unit basis (as at 28/02/2026)*				
(i) One year	2.58%			
(ii) Three years	9.81%			
(iii) Five years	6.13%			

* Source: Lipper
(Returns are calculated after adjusting for distributions and/or additional units, if any)

The PTR decreased by 0.21 times (39.62%) to 0.32 times for the financial period from 1 September 2025 to 28 February 2026 versus 0.53 times for the financial year ended 31 August 2025 mainly due higher net asset value of the Fund and increased by 0.06 times (23.08%) as compared to 0.26 times for the financial period from 1 September 2024 to 28 February 2025 mainly due to higher level of rebalancing activities undertaken by the Fund.

Corporate Information

Manager

Hong Leong Asset Management Bhd [199401033034 (318717-M)]

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Board of Directors

Ms. Lee Jim Leng
Mr. Chue Kwok Yan
YBhg Dato' Abdul Majit bin Ahmad Khan
YM Tunku Dato' Mahmood Fawzy bin Tunku Muhiyiddin

Executive Director/Chief Executive Officer

Mr. Chue Kwok Yan

Trustee

Deutsche Trustees Malaysia Berhad

Auditor

PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146)

Distributors

Hong Leong Bank Berhad
Affin Bank Berhad
Areca Capital Sdn Bhd
CIMB Investment Bank Berhad
HSBC Bank Malaysia Berhad
iFast Capital Sdn Bhd
OCBC Bank (Malaysia) Berhad
Phillip Mutual Berhad
United Overseas Bank (Malaysia) Berhad
UOB Kay Hian Securities (M) Sdn Bhd
Registered Independent Tied Agents with FIMM

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