

# Hong Leong Institutional Bond Fund

**Semi-Annual Report**

Financial Period Ended 30 April 2023

**2022/2023**

Unaudited



# Hong Leong Institutional Bond Fund

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# Manager's Review & Report

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## I. FUND INFORMATION

### **Fund Name**

Hong Leong Institutional Bond Fund

### **Fund Category**

Bond

### **Fund Type**

Income

### **Investment Objective**

To offer a stable stream of income\* that is higher than the prevailing fixed deposit rate, and at the same time stability\*\* in capital. It also allows corporations that have excess liquidity for periods exceeding a year to have some current income that is tax exempted.

### **Duration of the Fund and its termination date, where applicable**

Not Applicable

### **Benchmark**

12-Month KLIBOR

### **Distribution Policy**

The Fund aims to provide monthly cash distributions on a best effort basis. The rate of the cash distribution will be determined at every month end in order to bring the NAV of the Fund to the proposed range of RM0.5000 per Unit. The distribution will be subject to availability of sufficient reserves for cash distribution.

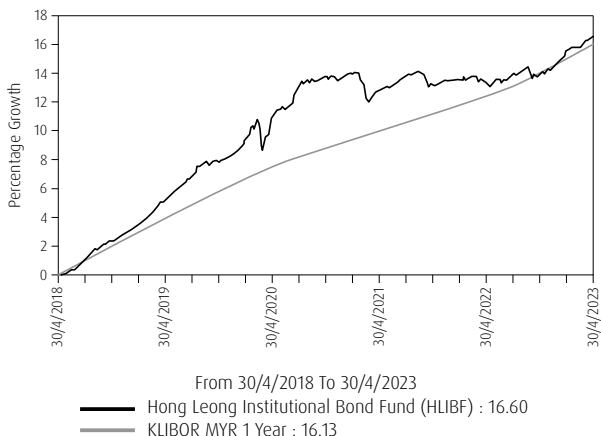
Notes:

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

\*\* Please take note that this Fund is not a capital guaranteed fund or a capital protected fund and the returns are not guaranteed.

## II. FUND PERFORMANCE

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



Source: Lipper For Investment Management, In Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLIBF 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 November 2022 to 30 April 2023.

The Fund posted a return of 2.27% (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 12-Month Kuala Lumpur Interbank Offer Rate registered a return of 1.87%. During the financial period under review, the Fund has distributed 18 times of income distributions to its Unitholders. Unitholders should note that income distributions have the effect of reducing the Net Asset Value (NAV) of the Fund after distributions. For a full description of the income distributions, cum-distributions and ex-distributions NAV per unit of the Fund, kindly refer to section entitled 'Performance Data' at page 38-41.

For the five-year financial period ended 30 April 2023, the Fund posted a return of 16.60% compared to the benchmark's return of 16.13% while distributing a total gross income of 9.62 sen per unit (net income of 9.62 sen per unit).

**Table 1: Performance of the Fund for the following periods as at 30 April 2023 (Source: Lipper For Investment Management)**

	31/01/23- 30/04/23	31/10/22- 30/04/23	30/04/22- 30/04/23	30/04/20- 30/04/23	30/04/18- 30/04/23	30/04/13- 30/04/23	10/10/05- 30/04/23 Since Launch
	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years	
HUIBF (%)	0.84	2.27	2.94	4.99	16.60	38.15	77.37
Benchmark (%)	0.92	1.87	3.31	7.95	16.13	39.21	77.76

**Table 2: Return of the Fund based on NAV Per Unit-to-NAV Per Unit basis for the period 31 October 2022 to 30 April 2023 (Source: Lipper For Investment Management)**

	30-Apr-23	31-Oct-22	Return (%)
NAV Per Unit	RM0.5163*	RM0.5149	2.27#
Benchmark	3.79%	3.39%	1.87
<b>vs Benchmark (%)</b>	-	-	0.40

\* Based on NAV Per Unit on 28 April 2023 respectively as the above-mentioned reporting date falls on weekend.

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

**Table 3: Financial Highlights**

The Net Asset Value attributable to Unitholders is represented by:

	30-Apr-23 (RM)	31-Oct-22 (RM)	Change (%)
Unitholders' Capital	<b>5,799,172</b>	5,590,844	3.73
Retained Earnings	<b>3,615,517</b>	3,590,299	0.70
<b>Net Asset Value</b>	<b>9,414,689</b>	9,181,143	2.54
<b>Units in Circulation</b>	<b>18,232,689</b>	17,829,967	2.26

**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/years**

	Financial Period 31/10/22– 30/04/23	Financial Year 31/10/21– 31/10/22	Financial Year 31/10/20– 31/10/21	Financial Year 31/10/19– 31/10/20
Highest NAV Per Unit (RM)	0.5187	0.5315	0.5515	0.5547
Lowest NAV Per Unit (RM)	0.5141	0.5147	0.5306	0.5388
Capital Growth (%)	0.27	-2.98	-3.75	1.75
Income Distribution (%)	2.00	3.71	3.25	3.64
<b>Total Return (%)</b>	<b>2.27</b>	<b>0.73</b>	<b>-0.50</b>	<b>5.39</b>

Source: Lipper For Investment Management, In Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLIFB reinvested.

**Table 5: Average Total Return of the Fund**

	30/04/22– 30/04/23 1 Year	30/04/20– 30/04/23 3 Years	30/04/18– 30/04/23 5 Years
Average Total Return (%)	2.94	1.66	3.32

Source: Lipper For Investment Management, In Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLIFB reinvested.

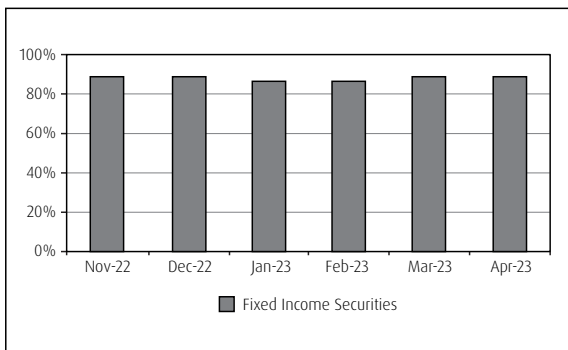
**Table 6: Annual Total Return of the Fund**

Financial Year	31/10/21– 31/10/22	31/10/20– 31/10/21	31/10/19– 31/10/20	31/10/18– 31/10/19	31/10/17– 31/10/18
Annual Total Return (%)	0.73	-0.50	5.39	5.39	3.95

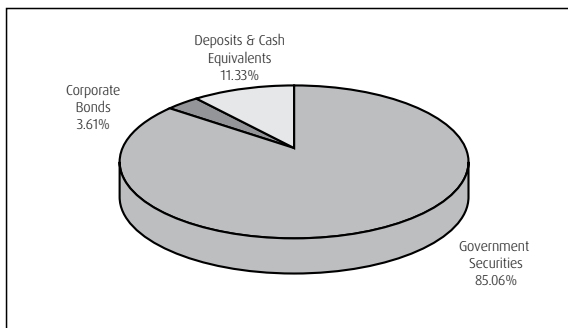
Source: Lipper For Investment Management, In Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLIFB reinvested.

### III. INVESTMENT PORTFOLIO

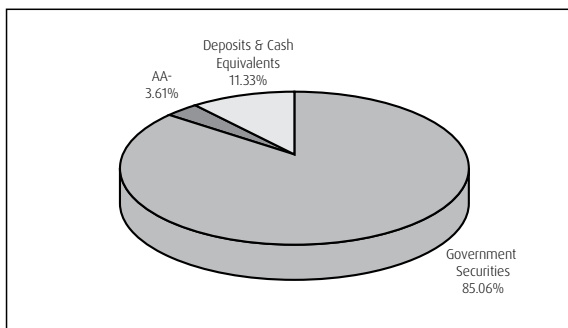
**Chart 2: Asset Allocation - November 2022 to April 2023**



**Chart 3: Sector Allocation as at 30 April 2023**



**Chart 4: Portfolio Composition by Ratings as at 30 April 2023**



### **Strategies employed by the Fund during the period under review**

During the financial period under review, we maintained our defensive strategy to reduce duration in the Fund in order to manage fund volatility in a rising rate environment.

### **An explanation on the differences in portfolio composition**

The Fund increased its government securities from 19% to 87% as rising yields in the first half of 2022 presented opportunity for the Fund to enhance current portfolio yields.

### **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 Unitholders up to the date of this Manager's report.

## **IV. MARKET REVIEW**

The first half of 2022 saw continued volatility in markets amid inflation fears, tighter monetary policy and surging crude oil prices following Russia's invasion of Ukraine. The United States (US) Federal Reserve (Fed) hiked interest rates in the March, May and June Federal Open Market Committee meetings to fight soaring inflation. During the review period, following the high and persistent inflationary pressures and strong labour market, the Fed raised the federal funds rate target range three times as the central bank began its policy normalisation. The decision to raise rates more than 50 basis points (bps) marked the most aggressive increase made in a single meeting since May 2000. Over the last two decades, the Fed has opted to raise interest rates only in increments of 25bps with the latest move underscoring the severity that inflation poses at the



moment. Meanwhile, Fed Chairman Jerome Powell said that interest rates would continue to rise until the central bank sees a 'compelling evidence' that inflation is slowing.

Locally, bond yields spiked in the first half of 2022 as the Bank Negara Malaysia (BNM) tightened its monetary policy. On the data front, Malaysia's Consumer Price Index (CPI) for August 2022 grew by 4.7% year-on-year (YoY); mainly driven by price increases in food and non-alcoholic beverages. On a year-to-date basis, Malaysia's CPI reading is at 3.1% as of end-August; which remains within BNM's official forecast of 2.2-3.2%. Meanwhile, the Budget 2023 is remaining expansionary to reinforce the post-pandemic recovery, with challenging global economic conditions and impending elections moderating the pace of fiscal consolidation.

On the monetary end, BNM raised the Overnight Policy Rate four times in the period lifting it off from the record low of 1.75% to 2.75%, marking the first rate hike since January 2018. BNM highlighted that as Malaysia is on transition to endemic phase of COVID-19 while the domestic economy is on a firmer path, it is important for BNM to reduce the degree of monetary policy accommodation. BNM maintained its assessment that the current monetary policy stance is still accommodative and supportive of economic growth.

## **V. FUTURE PROSPECTS AND PROPOSED STRATEGIES**

On the local data front, Malaysia recorded the biggest ever trade surplus of RM31.7 billion in September (August: +RM17.0 billion) as exports continued to post strong double-digit growth of 30.1% YoY (August: +48.1%) while import growth more than halved to 33.0% (from +67.3% in August). The latest export reading came in +29.0% but below Bloomberg consensus +31.5%, largely underpinned by higher shipments of electrical & electronics and oil & gas products with strong global energy prices lending further support. We are also penciling another 25bps rate hike in January 2023 bringing the terminal rate to 3% in the first half of 2023.

We maintain our defensive strategy to reduce duration in the Fund in order to manage fund volatility in a rising rate environment.

## **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 Unitholders 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

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I, Hoo See Kheng, 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 12 to 37 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 30 April 2023 and of its financial performance, changes in equity and cash flows for the financial period ended 30 April 2023 in accordance with the Malaysian Financial Reporting Standards ("MFRS") 134 "Interim Financial Reporting" and International Financial Reporting Standards ("IFRS") 34 "Interim Financial Reporting".

For and on behalf of the Manager,

**Hong Leong Asset Management Bhd**  
**(Company No.: 199401033034 (318717-M))**

**HOO SEE KHENG**

Chief Executive Officer/Executive Director

Kuala Lumpur  
16 June 2023

# TRUSTEE'S REPORT

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## TO THE UNIT HOLDERS OF HONG LEONG INSTITUTIONAL BOND FUND ("Fund")

We have acted as Trustee of the Fund for the financial period ended 30 April 2023 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, the 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

**Ng Hon Leong**  
Head, Fund Operations

**Jiva Munusamy**  
Head, Client Management

Kuala Lumpur  
16 June 2023

# CONDENSED STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)*

FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023

	Note	2023 RM	2022 RM
<b>INVESTMENT INCOME</b>			
Interest income from financial assets measured at fair value through profit or loss ("FVTPL")		128,050	146,981
Interest income from financial assets measured at amortised cost	4	14,697	26,557
Net gain/(loss) on financial assets at fair value through profit or loss ("FVTPL")	10	103,836	(98,336)
		<u>246,583</u>	<u>75,202</u>
<b>EXPENDITURE</b>			
Management fee	5	(23,215)	(29,446)
Trustee's fee	6	(3,250)	(4,123)
Auditors' remuneration		(3,372)	(3,372)
Tax agent's fee		(1,761)	(1,289)
Other expenses		(5,239)	(4,763)
		<u>(36,837)</u>	<u>(42,993)</u>
<b>PROFIT BEFORE TAXATION</b>		209,746	32,209
Taxation	7	-	-
<b>PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD</b>		<u>209,746</u>	<u>32,209</u>
Profit after taxation is made up as follows:			
Realised amount		105,910	279,518
Unrealised amount		103,836	(247,309)
		<u>209,746</u>	<u>32,209</u>
Distributions for the financial period:			
Net distributions	8	184,528	200,284
Net distributions per unit (sen)	8	<u>1.0200</u>	<u>0.9400</u>
Gross distributions per unit (sen)	8	<u>1.0200</u>	<u>0.9400</u>

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 30 APRIL 2023

	Note	30.04.2023 RM	31.10.2022 RM
<b>ASSETS</b>			
Cash and cash equivalents	9	1,078,870	1,137,073
Financial assets at fair value through profit or loss ("FVTPL")	10	8,347,760	8,286,814
<b>TOTAL ASSETS</b>		<u>9,426,630</u>	<u>9,423,887</u>
<b>LIABILITIES</b>			
Amount due to the Manager			
-cancellation of units		-	215,089
-management fee		3,862	3,984
Amount due to the Trustee		541	10,951
Other payables and accruals		7,538	12,720
<b>TOTAL LIABILITIES</b>		<u>11,941</u>	<u>242,744</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>9,414,689</u>	<u>9,181,143</u>
<b>EQUITY</b>			
Unit holders' capital		5,799,172	5,590,844
Retained earnings		3,615,517	3,590,299
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>		<u>9,414,689</u>	<u>9,181,143</u>
<b>UNITS IN CIRCULATION (UNITS)</b>	11	<u>18,232,689</u>	<u>17,829,967</u>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<u>0.5164</u>	<u>0.5149</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 30 APRIL 2023

	Note	Unit holders' capital RM	Retained earnings RM	Total RM
Balance as at 1 November 2022		5,590,844	3,590,299	9,181,143
Movement in net asset value:				
Creation of units from applications		331,662	-	331,662
Creation of units from distributions		184,528	-	184,528
Cancellation of units		(307,862)	-	(307,862)
Total comprehensive income for the financial period		-	209,746	209,746
Distributions for the financial period	8	-	(184,528)	(184,528)
Balance as at 30 April 2023		5,799,172	3,615,517	9,414,689
Balance as at 1 November 2021		12,356,118	3,884,493	16,240,611
Movement in net asset value:				
Creation of units from applications		2,490,843	-	2,490,843
Creation of units from distributions		200,284	-	200,284
Cancellation of units		(8,533,734)	-	(8,533,734)
Total comprehensive income for the financial period		-	32,209	32,209
Distributions for the financial period	8	-	(200,284)	(200,284)
Balance as at 30 April 2022		6,513,511	3,716,418	10,229,929

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 30 APRIL 2023

	2023 RM	2022 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from sales of financial assets at FVTPL	-	8,209,873
Purchase of financial assets at FVTPL	-	(4,624,019)
Interest income received from financial assets measured at FVTPL and amortised cost	185,637	244,368
Management fee paid	(23,337)	(32,137)
Trustee's fee paid	(13,660)	(11,360)
Payment for other fees and expenses	(15,554)	(11,984)
Net cash generated from operating activities	133,086	3,774,741
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from creation of units	331,662	2,490,843
Payments for cancellation of units	(522,951)	(8,533,734)
Net cash used in financing activities	(191,289)	(6,042,891)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(58,203)	(2,268,150)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	1,137,073	4,243,580
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	1,078,870	1,975,430

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

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS *(Unaudited)*

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**FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2023**

## **1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES**

Hong Leong Institutional Bond Fund ("the Fund") was constituted pursuant to the execution of a Deed dated 15 September 2005 and Supplemental Deed dated 30 April 2010 between the Manager, Hong Leong Asset Management Bhd, HSBC (Malaysia) Trustee Berhad for the unit holders of the Fund. HSBC (Malaysia) Trustee Berhad has been replaced with Deutsche Trustees Malaysia Berhad ("the Trustee") effective 1 November 2012 and Supplemental Master Deeds were entered into between the Manager and the Trustee for the unit holders of the Fund on 21 September 2012 and 25 March 2015 to effect the change ("the Deeds").

The Fund's objective is to offer a stable stream of income that is higher than the prevailing fixed deposit rate and at the same time stability in capital. It also allows corporations that have excess liquidity for periods exceeding a year to have some current income that is tax exempted.

The Fund intends to invest mainly in money market instruments and Short-To-Medium Term fixed income securities. The Fund commenced operations on 10 October 2005 and will continue its operations until terminated as provided under Part 12 of the Deed.

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 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.

The financial statements were authorised for issue by the Manager on 16 June 2023.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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 Standards ("MFRS") 134 "Interim Financial Reporting" and International Financial Reporting Standards ("IFRS") 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 October 2022 which have been prepared in accordance with the provisions of the Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS").

### **(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 (either through other comprehensive income ('OCI') or 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 as financial asset measured at amortised cost as this financial asset is held to collect contractual cash flows consisting of the amount outstanding.

The Fund classifies 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.

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 period which they arise.

Unquoted fixed income securities are revalued on a daily basis based on fair value prices quoted by a bond pricing agency ("BPA") registered with the Securities Commission Malaysia as per the Securities Commission Malaysia'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.

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**

Interest income from deposits with licensed financial institutions, unquoted fixed income securities 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 unquoted fixed income securities is accounted for as the difference between the net disposal proceeds and the carrying amount of unquoted fixed income securities, determined on cost adjusted for accretion of discount or amortisation of premium.

### **(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 for 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) 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.

## **(j) 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
<b>30.04.2023</b>			
<u>Financial assets</u>			
Cash and cash equivalents (Note 9)	-	1,078,870	1,078,870
Financial assets at FVTPL (Note 10)	8,347,760	-	8,347,760
	<u>8,347,760</u>	<u>1,078,870</u>	<u>9,426,630</u>
<u>Financial liabilities</u>			
Amount due to the Manager			
-management fee	-	3,862	3,862
Amount due to the Trustee	-	541	541
Other payables and accruals	-	7,538	7,538
	<u>-</u>	<u>11,941</u>	<u>11,941</u>
<b>31.10.2022</b>			
<u>Financial assets</u>			
Cash and cash equivalents (Note 9)	-	1,137,073	1,137,073
Financial assets at FVTPL (Note 10)	8,286,814	-	8,286,814
	<u>8,286,814</u>	<u>1,137,073</u>	<u>9,423,887</u>
<u>Financial liabilities</u>			
Amount due to the Manager			
-cancellation of units	-	215,089	215,089
-management fee	-	3,984	3,984
Amount due to the Trustee	-	10,951	10,951
Other payables and accruals	-	12,720	12,720
	<u>-</u>	<u>242,744</u>	<u>242,744</u>

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

**(k) Critical accounting estimates and judgments in applying accounting policies**

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

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

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 judgment to be exercised.

### **3. FAIR VALUE ESTIMATION**

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 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. 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 counter party 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 judgment, considering factors specific to the asset or liability.

The determination of what constitutes ‘observable’ requires significant judgment 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
<b>30.04.2023</b>				
<u>Financial assets at FVTPL:</u>				
- Unquoted fixed income securities	-	8,347,760	-	8,347,760
<b>31.10.2022</b>				
<u>Financial assets at FVTPL:</u>				
- Unquoted fixed income securities	-	8,286,814	-	8,286,814

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 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. 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. INTEREST INCOME FROM FINANCIAL ASSETS MEASURED AT AMORTISED COST**

	<b>2023 RM</b>	<b>2022 RM</b>
Interest income from:		
- Deposits with licensed financial institutions	14,486	26,385
- Auto-sweep facility bank account	211	172
	<u>14,697</u>	<u>26,557</u>

#### **5. MANAGEMENT FEE**

In accordance with Division 13.1 of the Deed, the Manager is entitled to a management fee of up to 2.00% per annum calculated daily based on the net asset value of the Fund.

For the financial period ended 30 April 2023, the management fee is recognised at a rate of 0.50% (2022: 0.50%) per annum.

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

#### **6. TRUSTEE'S FEE**

In accordance with Division 13.2 of the Deed, the Trustee is entitled to a fee not exceeding 0.20% 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 30 April 2022, the Trustee's fee is recognised at a rate of 0.07% (2022: 0.07%) per annum.

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

## 7. TAXATION

	2023 RM	2022 RM
Tax charge for the financial period:		
Current taxation	-	-

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

	2023 RM	2022 RM
Profit before taxation	209,746	32,209
Taxation at Malaysian statutory rate of 24% (2022: 24%)	50,339	7,730
Tax effects of:		
Investment income not subject to tax	(59,180)	(18,048)
Expenses not deductible for tax purposes	1,263	1,329
Restriction on tax deductible expenses for unit trust fund	7,578	8,989
Taxation	-	-



## 8. DISTRIBUTIONS

	2023 RM	2022 RM
Prior financial years' realised income	184,528	200,284
Net distributions amount	184,528	200,284
Net distributions per unit (sen)	1.0200	0.9400
Gross distributions per unit (sen)	1.0200	0.9400
<b>Date of Declaration</b>		
<b>Distribution on 25 November</b>		
Gross/net distribution per unit (sen)	0.1700	0.1500
<b>Distribution on 27/24 December</b>		
Gross/net distribution per unit (sen)	0.1700	0.1500
<b>Distribution on 25 January</b>		
Gross/net distribution per unit (sen)	0.1700	0.1500
<b>Distribution on 27/25 February</b>		
Gross/net distribution per unit (sen)	0.1700	0.1500
<b>Distribution on 27/25 March</b>		
Gross/net distribution per unit (sen)	0.1700	0.1700
<b>Distribution on 25 April</b>		
Gross/net distribution per unit (sen)	0.1700	0.1700

Net distributions above are sourced from prior financial years' 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.

The above distributions have been proposed before taking into account the unrealised gain of RM103,836 (2022: unrealised loss of RM247,309) which is carried forward to the next financial period.

## 9. CASH AND CASH EQUIVALENTS

	30.04.2023 RM	31.10.2022 RM
Deposits with licensed financial institutions:	1,059,239	1,117,076
Cash at bank	19,631	19,997
	<u>1,078,870</u>	<u>1,137,073</u>

The weighted average effective interest rates per annum are as follows:

	30.04.2023 %	31.10.2022 %
Deposits with licensed financial institutions	<u>2.75</u>	<u>2.50</u>

Deposits with licensed financial institutions for the financial period ended 30 April 2023 have an average remaining maturity of 2 days (31.10.2022: 1 day).

## 10. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS ("FVTPL")

	30.04.2023 RM	31.10.2022 RM
<u>Financial assets at FVTPL:</u>		
Unquoted fixed income securities	<u>8,347,760</u>	<u>8,286,814</u>

	2023 RM	2022 RM
<u>Net gain/(loss) on financial assets at FVTPL:</u>		
Realised gain on disposals	-	148,973
Changes in unrealised fair values	<u>103,836</u>	<u>(247,309)</u>
	<u>103,836</u>	<u>(98,336)</u>

Financial assets at FVTPL as at 30 April 2023 are as detailed below:

	Nominal value RM	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<b>UNQUOTED FIXED INCOME SECURITIES</b>				
<u>Corporate Sukuk</u>				
5.05% Grand Sepadu (NK) Sdn Bhd (AA-) 09/06/2023 - Series 2	333,333	340,059	340,187	3.61
<u>Government Investment Issues</u>				
3.726% Government of Malaysia 31/03/2026	3,000,000	3,110,508	3,046,428	32.36
4.444% Government of Malaysia 22/05/2024	4,800,000	4,947,311	4,961,145	52.70
	7,800,000	8,057,819	8,007,573	85.06
<b>TOTAL UNQUOTED FIXED INCOME SECURITIES</b>	<b>8,133,333</b>	<b>8,397,878</b>	<b>8,347,760</b>	<b>88.67</b>
<b>UNREALISED LOSS ON FINANCIAL ASSETS AT FVTPL</b>		<b>(50,118)</b>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FVTPL</b>		<b>8,347,760</b>		

Financial assets at FVTPL as at 31 October 2022 are as detailed below:

	Nominal value RM	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<b>UNQUOTED FIXED INCOME SECURITIES</b>				
<u>Corporate Sukuk</u>				
5.05% Grand Sepadu (NK) Sdn Bhd (AA-) 09/06/2023 - Series 2	333,333	341,473	342,160	3.73
<u>Government Investment Issues</u>				
3.726% Government of Malaysia 31/03/2026	3,000,000	3,127,368	2,988,827	32.55
4.444% Government of Malaysia 22/05/2024	4,800,000	4,971,927	4,955,827	53.98
	7,800,000	8,099,295	7,944,654	86.53
<b>TOTAL UNQUOTED FIXED INCOME SECURITIES</b>	<b>8,133,333</b>	<b>8,440,768</b>	<b>8,286,814</b>	<b>90.26</b>
<b>UNREALISED LOSS ON FINANCIAL ASSETS AT FVTPL</b>		<b>(153,954)</b>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FVTPL</b>		<b>8,286,814</b>		

## 11. UNITS IN CIRCULATION

	01.11.2022 to 30.04.2023 No. of units	01.11.2021 to 31.10.2022 No. of units
At the beginning of the financial period/year	17,829,967	30,600,464
Add: Creation of units during the financial period/year		
- Arising from applications	641,288	4,746,294
- Arising from distributions	357,795	751,887
Less: Cancellation of units during the financial period/year	(596,361)	(18,268,678)
At the end of the financial period/year	<u>18,232,689</u>	<u>17,829,967</u>

## 12. TOTAL EXPENSE RATIO ("TER")

	2023 %	2022 %
TER (annualised)	<u>0.79</u>	<u>0.73</u>

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:

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

Where;

- A = Management fee
- B = Trustee's fee
- C = Auditors' remuneration
- D = Tax agent's fee
- E = Other expenses
- 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 RM9,363,973 (2022: RM11,843,702).

### 13. PORTFOLIO TURNOVER RATIO ("PTR")

	2023 Times	2022 Times
PTR	-	0.53

PTR is derived from the following calculation:

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

Where; total acquisitions for the financial period  
= NIL (2022: RM4,544,710)  
total disposals for the financial period  
= NIL (2022: RM7,980,260)

### 14. 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
Subsidiaries and associates of HLFG as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Manager

No units were held by the Manager and parties related to the Manager as at 30 April 2023 and 31 October 2022.

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.

	<b>30.04.2023</b>	<b>31.10.2022</b>
	<b>RM</b>	<b>RM</b>
<u>Related party balances</u>		
Deposits with licensed financial institutions:		
- Hong Leong Investment Bank Berhad	659,149	617,042
	<b>2023</b>	<b>2022</b>
	<b>RM</b>	<b>RM</b>
<u>Related party transactions</u>		
Interest income from deposits with licensed financial institution:		
- Hong Leong Investment Bank Berhad	7,990	10,874
Interest income from auto-sweep facility bank account:		
- Hong Leong Bank Berhad	-	87
Disposal of unquoted fixed income securities:		
- Hong Leong Bank Berhad	-	1,092,610
- Hong Leong Investment Bank Berhad	-	3,102,567
	-	4,195,177

## 15. TRANSACTIONS WITH BROKERS/DEALERS

Detail of transactions with brokers/dealers are as follows:

	Values of trade RM	Percentage of total trade %
<b>2022</b>		
CIMB Islamic Bank Berhad	4,115,600	31.86
RHB Investment Bank Berhad	4,096,644	31.72
Hong Leong Investment Bank Berhad*	3,102,567	24.02
Hong Leong Bank Berhad*	1,092,610	8.46
CIMB Bank Berhad	508,419	3.94
	<u>12,915,840</u>	<u>100.00</u>

There were no acquisition and disposal of investments for the financial period ended 30 April 2023.

\* 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.

# Performance Data

## A (i) Portfolio Compositions:

Corporate Bonds

Government Securities

### Deposits & Cash Equivalents

(ii) Total Net Asset Value	(ex-distribution)
(iii) Net Asset Value Per Unit	(ex-distribution)
Units in Circulation	(ex-distribution)
(iv) Highest/Lowest NAV Per Unit	Highest NAV Per Unit
(ex-distribution)	Lowest NAV Per Unit
(v) Total Return of the Fund*	
- Capital Growth	
- Income Distribution	
(vi) The distribution (gross) is made out of:-	
- The Fund's Capital	
- The Fund's Income	
- Total Distribution Amount	
- The Fund's Capital (% of Total Distribution Amount)	
- The Fund's Income (% of Total Distribution Amount)	
(vii) Distribution Per Unit	Additional Units
	Distribution (Gross)
	Distribution (Net)
	Distribution Date
	Cum-Distribution NAV/Unit
	EX-Distribution NAV/Unit
	Additional Units
	Distribution (Gross)
	Distribution (Net)
	Distribution Date
	Cum-Distribution NAV/Unit
	EX-Distribution NAV/Unit
	Additional Units
	Distribution (Gross)
	Distribution (Net)
	Distribution Date
	Cum-Distribution NAV/Unit
	EX-Distribution NAV/Unit
	Additional Units
	Distribution (Gross)
	Distribution (Net)
	Distribution Date
	Cum-Distribution NAV/Unit
	EX-Distribution NAV/Unit



Financial Period 31/10/22- 30/04/23 %	Financial Year 31/10/21- 31/10/22 %	Financial Year 31/10/20- 31/10/21 %	Financial Year 31/10/19- 31/10/20 %
3.61	3.73	55.03	78.14
85.06	86.53	18.99	-
11.33	9.74	25.98	21.86
RM9,414,689	RM9,181,143	RM16,240,611	RM15,237,889
RM0.5164	RM0.5149	RM0.5307	RM0.5514
18,232,689	17,829,967	30,600,464	27,634,224
RM0.5187	RM0.5315	RM0.5515	RM0.5547
RM0.5141	RM0.5147	RM0.5306	RM0.5388
2.27%	0.73%	-0.50%	5.39%
0.27%	-2.98%	-3.75%	1.75%
2.00%	3.71%	3.25%	3.64%
0.0000 sen/unit	1.5800 sen/unit	1.8000 sen/unit	0.0000 sen/unit
1.0200 sen/unit	0.3800 sen/unit	0.0000 sen/unit	1.9200 sen/unit
1.0200 sen/unit	1.9600 sen/unit	1.8000 sen/unit	1.9200 sen/unit
0%	81%	100%	0%
100%	19%	0%	100%
-	-	-	-
0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit	0.1700 sen/unit
0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit	0.1700 sen/unit
25/11/2022	25/11/2021	25/11/2020	25/11/2019
RM0.5156	RM0.5314	RM0.5512	RM0.5430
RM0.5139	RM0.5299	RM0.5497	RM0.5413
-	-	-	-
0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit	0.1700 sen/unit
0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit	0.1700 sen/unit
27/12/2022	24/12/2021	24/12/2020	24/12/2019
RM0.5164	RM0.5308	RM0.5496	RM0.5429
RM0.5147	RM0.5293	RM0.5481	RM0.5412
-	-	-	-
0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit	0.1700 sen/unit
0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit	0.1700 sen/unit
25/01/2023	25/01/2022	25/01/2021	24/01/2020
RM0.5187	RM0.5296	RM0.5495	RM0.5455
RM0.5170	RM0.5281	RM0.5480	RM0.5438
-	-	-	-
0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit	0.1700 sen/unit
0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit	0.1700 sen/unit
27/02/2023	25/02/2022	25/02/2021	25/02/2020
RM0.5176	RM0.5283	RM0.5460	RM0.5486
RM0.5159	RM0.5268	RM0.5445	RM0.5469
-	-	-	-
0.1700 sen/unit	0.1700 sen/unit	0.1500 sen/unit	0.1700 sen/unit
0.1700 sen/unit	0.1700 sen/unit	0.1500 sen/unit	0.1700 sen/unit
27/03/2023	25/03/2022	25/03/2021	25/03/2020
RM0.5179	RM0.5267	RM0.5377	RM0.5393
RM0.5162	RM0.5250	RM0.5362	RM0.5376
-	-	-	-
0.1700 sen/unit	0.1700 sen/unit	0.1500 sen/unit	0.1700 sen/unit
0.1700 sen/unit	0.1700 sen/unit	0.1500 sen/unit	0.1700 sen/unit
25/04/2023	25/04/2022	23/04/2021	24/04/2020
RM0.5179	RM0.5239	RM0.5392	RM0.5478
RM0.5162	RM0.5222	RM0.5377	RM0.5461

# Performance Data

Additional Units  
Distribution (Gross)  
Distribution (Net)  
Distribution Date  
Cum-Distribution NAV/Unit  
EX-Distribution NAV/Unit

Additional Units  
Distribution (Gross)  
Distribution (Net)  
Distribution Date  
Cum-Distribution NAV/Unit  
EX-Distribution NAV/Unit

Additional Units  
Distribution (Gross)  
Distribution (Net)  
Distribution Date  
Cum-Distribution NAV/Unit  
EX-Distribution NAV/Unit

Additional Units  
Distribution (Gross)  
Distribution (Net)  
Distribution Date  
Cum-Distribution NAV/Unit  
EX-Distribution NAV/Unit

Additional Units  
Distribution (Gross)  
Distribution (Net)  
Distribution Date  
Cum-Distribution NAV/Unit  
EX-Distribution NAV/Unit

Additional Units  
Distribution (Gross)  
Distribution (Net)  
Distribution Date  
Cum-Distribution NAV/Unit  
EX-Distribution NAV/Unit

(viii) Total Expense Ratio (TER)

(ix) Portfolio Turnover Ratio (PTR) (times)

## **B Average Total Return, NAV Per Unit-to-NAV Per Unit basis (as at 30/04/2022)\***

- (i) One year
- (ii) Three years
- (iii) Five years

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

# The PTR decreased by 0.80 times (100%) to 0 times for the financial period from 01 November 2022 to 30 April 2023 versus 0.80 times for the financial year ended 31 October 2022 and 0.53 times (100%) as compared to 0.53 times for the financial period from 01 November 2021 to 30 April 2022 mainly due to **lower level of rebalancing activities undertaken by the Fund.**

Financial Period 31/10/22- 30/04/23 %	Financial Year 31/10/21- 31/10/22 %	Financial Year 31/10/20- 31/10/21 %	Financial Year 31/10/19- 31/10/20 %
-	-	-	-
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	25/05/2022	25/05/2021	22/05/2020
-	RM0.5228	RM0.5392	RM0.5492
-	RM0.5211	RM0.5377	RM0.5477
-	-	-	-
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	27/06/2022	25/06/2021	25/06/2020
-	RM0.5209	RM0.5388	RM0.5488
-	RM0.5192	RM0.5373	RM0.5473
-	-	-	-
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	25/07/2022	23/07/2021	24/07/2020
-	RM0.5209	RM0.5394	RM0.5536
-	RM0.5192	RM0.5379	RM0.5521
-	-	-	-
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	25/08/2022	25/08/2021	25/08/2020
-	RM0.5211	RM0.5392	RM0.5547
-	RM0.5194	RM0.5377	RM0.5532
-	-	-	-
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	26/09/2022	24/09/2021	25/09/2020
-	RM0.5177	RM0.5368	RM0.5531
-	RM0.5160	RM0.5353	RM0.5516
-	-	-	-
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	0.1700 sen/unit	0.1500 sen/unit	0.1500 sen/unit
-	25/10/2022	25/10/2021	23/10/2020
-	RM0.5163	RM0.5322	RM0.5529
-	RM0.5146	RM0.5307	RM0.5514
<b>0.79%</b>	0.83%	0.74%	0.69%
<b>-#</b>	0.80	0.31	0.22
<b>2.94%</b>			
<b>1.66%</b>			
<b>3.32%</b>			

# Corporate Information

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## **Manager**

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

## **Registered Office**

Level 30, Menara Hong Leong  
No. 6, Jalan Damanlela  
Bukit Damansara  
50490 Kuala Lumpur

## **Business Office**

Level 18, Block B, Plaza Zurich  
No. 12, Jalan Gelenggang  
Bukit Damansara  
50490 Kuala Lumpur

## **Board of Directors**

Ms. Lee Jim Leng  
Mr. Hoo See Kheng  
Dato' Abdul Majit Bin Ahmad Khan  
Tunku Dato' Mahmood Fawzy Bin Tunku Muhiyiddin

## **Executive Director / Chief Executive Officer**

Mr. Hoo See Kheng

## **Trustee**

Deutsche Trustees Malaysia Berhad

## **Auditor**

PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146)

## **Distributors**

Hong Leong Bank Berhad  
United Overseas Bank (Malaysia) Berhad  
Affin Bank Berhad  
Areca Capital Sdn Bhd  
Registered Independent Tied Agents with FiMM

# Corporate Directory

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## **Head Office**

Level 18, Block B, Plaza Zurich  
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Bukit Damansara  
50490 Kuala Lumpur  
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E-mail: [inquiry@hlam.hongleong.com.my](mailto:inquiry@hlam.hongleong.com.my)

## **Pulau Pinang**

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## **Ipoh**

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Hong Leong Asset Management Bhd  
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