

Hong Leong Islamic Income Management Fund

Annual Report

Financial Year Ended 31 October 2023

2022/2023

Audited



Hong Leong Islamic Income Management Fund

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Manager's Review and Report

I. FUND INFORMATION

Fund Name

Hong Leong Islamic Income Management Fund (“HLIIMF or the Fund”)

Fund Category

Fixed Income (Islamic)

Fund Type

Income

Investment Objective

To provide investors with a low risk investment portfolio offering a stable and regular stream of income* and stability in capital** while adhering to Shariah requirements.

Duration of the Fund and its termination date, where applicable

Not Applicable

Benchmark

Malayan Banking Berhad 1-Month General Investment Account (GIA)
Rate

Distribution Policy

The Fund aims to provide monthly income distributions on a best effort basis. The amount of the income 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 income distribution.

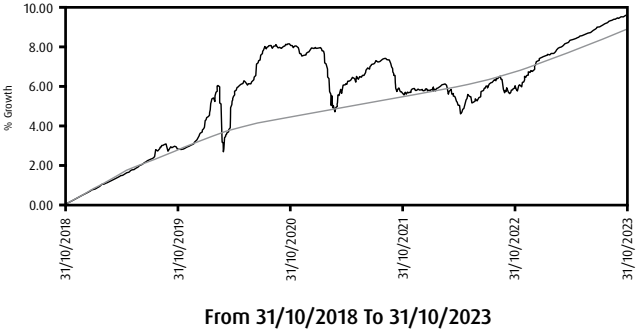
Notes:

* 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 financial years



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 HLIIMF 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 Annual Report covers the twelve-month financial year from 1 November 2022 to 31 October 2023.

The Fund posted a return of 3.59% (based on NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from the Fund reinvested) in the past twelve months while its benchmark the Maybank 1-Month GIA-i registered a return of 2.04%. During the financial year under review, the Fund has distributed 12 times of income distributions to its Unit holders. Unit holders 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 52-55.

For the five financial years ended 31 October 2023, the Fund posted a return of 9.77% compared to the benchmark's return of 8.98% while distributing a total gross income of 6.3640 sen per unit (net income of 6.3640 sen per unit).

Table 1: Performance of the Fund for the following periods as at 31 October 2023 (Source: Lipper for Investment Management)

	31/07/23- 31/10/23	30/04/23- 31/10/23	31/10/22- 31/10/23	31/10/20- 31/10/23	31/10/18- 31/10/23	31/10/13- 31/10/23	26/04/07- 31/10/23 Since Launch
	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years	Launch
HLIIMF Return (%)	0.63	1.24	3.59	1.49	9.77	27.22	52.70
Benchmark (%)	0.53	1.07	2.04	4.32	8.98	28.46	51.47

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

	31-Oct-23	31-Oct-22	Return (%)
NAV Per Unit	RM0.4977	RM0.4933	3.59#
Benchmark	2.10%	1.70%	2.04
vs Benchmark (%)	-	-	1.55

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

Table 3: Financial Highlights

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

	31-Oct-23 (RM)	31-Oct-22 (RM)	Change (%)
Unit Holders' Capital	390,902,534	5,354,483	7,200.47
Retained Earnings	1,455,949	2,042,534	(28.72)
Net Asset Value	392,358,483	7,397,017	5,204.28
Units in Circulation	788,361,918	14,994,179	5,157.79

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 years

	Financial Year 31/10/22– 31/10/23	Financial Year 31/10/21– 31/10/22	Financial Year 31/10/20– 31/10/21
Highest NAV Per Unit (RM)	0.4997	0.5003	0.5247
Lowest NAV Per Unit (RM)	0.4925	0.4914	0.4987
Capital Growth (%)	0.89	-1.10	-4.94
Income Distribution (%)	2.70	1.32	2.70
Total Return (%)	3.59	0.22	-2.24

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 HLIIMF reinvested.

Table 5: Average Total Return of the Fund

	31/10/22– 31/10/23 1 Year	31/10/20– 31/10/23 3 Years	31/10/18– 31/10/23 5 Years
Average Total Return (%)	3.59	0.50	1.95

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 HLIIMF reinvested.

Table 6: Annual Total Return of the Fund

Financial Year	31/10/22- 31/10/23	31/10/21- 31/10/22	31/10/20- 31/10/21	31/10/19- 31/10/20	31/10/18- 31/10/19
Annual Total Return (%)	3.59	0.22	-2.24	5.20	2.81

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 HLIMF reinvested.

III. INVESTMENT PORTFOLIO

Chart 2: Asset Allocation - November 2022 to October 2023

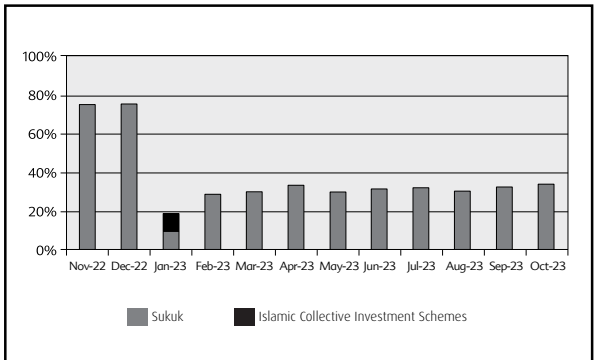


Chart 3: Sector Allocation as at 31 October 2023

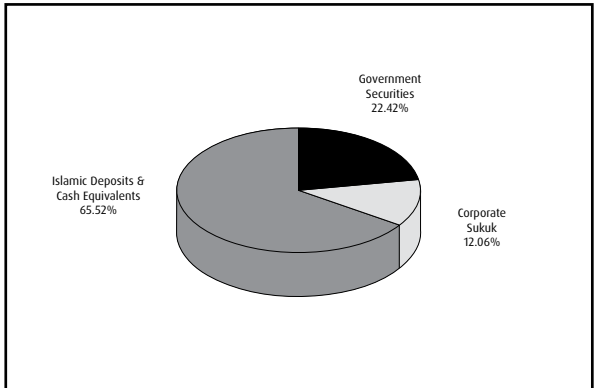
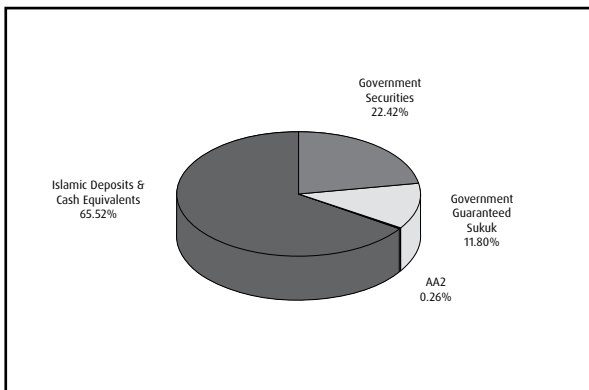


Chart 4: Portfolio Composition by Ratings as at 31 October 2023



Strategies employed by the Fund during the period under review

During the financial year under review, we maintained our defensive duration strategy by overweighting allocation to cash versus sukuk as well as positioning in short-duration Government sukuk and Government Guaranteed sukuk based on continuing expectations of increased interest rate volatility arising from central bank’s monetary tightening and elevated inflation levels.

An explanation on the differences in portfolio composition

The Fund reduced its allocation weight to sukuk from 74.2% at the beginning of the Fund’s financial review period to 33.8% at the end of the financial period given the expectations of aggressive central bank’s policy rate tightening and to minimize the price volatility impact to the Fund arising from monetary tightening.

Operational review of the Fund

For the financial year 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 year under review, the United States (US) Federal (Fed) Funds Rate was raised by 225 basis points (bps) (2.25%) to 5.25% as core inflation trended downwards from high of 5.32% year-on-year (YoY) to 3.46% YoY as labor market remained resilient and US growth remained on steady state. The 2-Year and 10-Year US Treasury (UST) benchmark yields surged 60.5 bps (0.605%) and 88.3 bps (0.883%) to settle at 5.087% and 4.931% respectively. The 2-Year UST on-the-run yield peaked at 5.22% in mid-October while the 10-Years benchmark yield retested the 5% level. US breakeven slipped from 2.856% to 2.263% after peaking 3.385% in March reflecting the easing of inflationary pricing in the market.

Global central banks followed in tandem in raising borrowing cost to curb their respective inflationary pressures e.g. United Kingdom and European Union while Emerging Markets grappled with imported inflationary pressures arising from stronger US Dollar (USD) against their domestic currencies. The foreshadowing collapse of Silicon Valley Bank in March 2023 followed by heightened geopolitical risks in the Middle East, China's less-than-sterling growth dragged by domestic property crunch and crude oil prices hitting 11-month high in September at 96.55 USD per barrel continues to weigh on global economic growth.

As US Fed is expected to maintain Fed Funds Rate at elevated level for protracted period, we are of the view that the downside risks in 2024 which has yet to be priced-in are the looming fiscal debt, increasing interest burden and weakening corporate credit profile given large USD denominated debt in the balance sheet.

On the domestic side, Malaysia continued to chart normalizing growth rate from a high base level in 2022 with Gross Domestic Product (GDP)'s growth easing from 7.1% YoY in the fourth quarter of 2022 to 3.3% YoY in the third quarter of 2023 based on advanced estimates. Initial surge in growth was attributed to reopening of cyclical-related sectors e.g. construction and real estate anchored by strong services sector driven by private consumption. Headline inflation further slowed to 1.9% YoY in September from 4.0% YoY in October 2022 from lower price growth in restaurants and hotels segment as well as food & non-alcoholic beverages. Unemployment remained steady at 3.4% reflecting resilient

labor force. However, trade performance deteriorated with total trade shrank by 12.6% to RM 224.4 billion (bn) as compared to RM 256.7 bn the same month last year. Trade surplus narrowed by RM 7.3 bn to RM 24.5 bn corresponding to lower exports and re-exports.

Bank Negara Malaysia (BNM) is expected to retain the Overnight Policy Rate (OPR) of 3.00% for the foreseeable second half of 2024 after hiking twice during the review period from 2.50% to 3.00% reverting the easing monetary policy of the previous Governor to the new incoming Governor in June 2023. During the period, the Malaysia Ringgit mildly depreciated by -0.77% YoY against the US Dollar despite the widening interest rate differential.

V. FUTURE PROSPECTS AND PROPOSED STRATEGIES

As we head into 2024, we expect global policy rates driven by US Fed Funds Rate is likely to remain elevated and prolonged with global growth is expected to moderate to 3.0% in 2023 and 2.9% in 2024 according to the International Monetary Fund (IMF). The economic growth in advanced economies is projected to soften from to 1.5% in 2023 and 1.4% in 2024. Concurrently, Emerging Market and Developing Economies (EMDE) are expected to experience modest growth, moving from 4.1% in 2022 to 4.0% in both 2023 and 2024.

Malaysia economy is expected to grow in line with global growth rate with the Ministry of Finance's projecting GDP's growth to be approximately 4.0% in 2023 and 4.0% - 5.0% in 2024. The government forecast inflation to be in the ranged of 2.1% to 3.6% reflecting gradual shift towards targeted subsidy regime and higher service tax rate. With preliminary look-ahead projections, BNM is expected to maintain the OPR at 3.00% for the first half of 2024 as the domestic economy hinges on the US Fed Funds Rate and China's reflationary growth in 2024. We continue to maintain the defensive positioning of the Fund to ensure stability and consistency returns while minimizing the volatility in the Fund price level.

VI. SOFT COMMISSIONS

The Manager may receive 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.

During the financial year under review, the Fund has not received goods or services by way of soft commissions.

VII. SECURITIES LENDING OR REPURCHASE TRANSACTIONS

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

VIII. CROSS TRADE TRANSACTIONS

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

STATEMENT BY THE MANAGER

I, Hoo See Kheng, as the Director of Hong Leong Asset Management Bhd, do hereby state that, in the opinion of the Manager, the financial statements set out on pages 17 to 51 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 31 October 2023 and of its financial performance, changes in equity and cash flows for the financial year ended 31 October 2023 in accordance with the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

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

15 December 2023

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF HONG LEONG ISLAMIC INCOME MANAGEMENT FUND ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 October 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 year covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the management company under the deed, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the 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 distributions of income by the Fund are appropriate and reflect the investment objective of the Fund.

For and on behalf of

CIMB Commerce Trustee Berhad

Datin Ezreen Eliza binti Zulkiplee

Chief Executive Officer

Kuala Lumpur, Malaysia

15 December 2023

SHARIAH ADVISER'S REPORT

TO THE UNIT HOLDERS OF HONG LEONG ISLAMIC INCOME MANAGEMENT FUND ("FUND")

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, Hong Leong Asset Management Bhd has operated and managed the Fund for the period covered by these financial statements namely, the year ended 31 October 2023, in accordance with Shariah principles and requirements, and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah compliant.

For and on behalf of the Shariah Adviser,

BIMB SECURITIES SDN BHD

NURUL AQILAH SUFIYAH LOKMAN

Designated Shariah Officer

Kuala Lumpur

15 December 2023

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF HONG LEONG ISLAMIC INCOME MANAGEMENT FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of Hong Leong Islamic Income Management Fund (“the Fund”) give a true and fair view of the financial position of the Fund as at 31 October 2023 and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 31 October 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 17 to 51.

Basis for opinion

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

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

Independence and other ethical responsibilities

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

Information other than the financial statements and auditors' report thereon

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

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

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

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

Responsibilities of the Manager for the financial statements

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

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

Auditors' responsibilities for the audit of the financial statements

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

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

- (a) Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.

- (d) Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

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

OTHER MATTERS

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

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146
Chartered Accountants

Kuala Lumpur
15 December 2023

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023

		2023	2022
	Note	RM	RM
INVESTMENT INCOME			
Profit income from financial assets measured at fair value through profit or loss ("FVTPL")		2,311,054	160,739
Profit income from financial assets measured at amortised cost	4	5,146,001	44,139
Dividend income		24,165	-
Net loss on financial assets at fair value through profit or loss ("FVTPL")	10	(709,561)	(121,019)
		<u>6,771,659</u>	<u>83,859</u>
EXPENDITURE			
Management fee	5	(669,085)	(24,013)
Trustee's fee	6	(178,422)	(18,000)
Auditors' remuneration		(6,200)	(5,750)
Tax agent's fee		(4,100)	(2,600)
Other expenses		(19,684)	(18,373)
		<u>(877,491)</u>	<u>(68,736)</u>
PROFIT BEFORE TAXATION		5,894,168	15,123
Taxation	7	-	-
PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>5,894,168</u>	<u>15,123</u>
Profit after taxation is made up as follows:			
Realised amount		6,394,392	136,142
Unrealised amount		(500,224)	(121,019)
		<u>5,894,168</u>	<u>15,123</u>
Distributions for the financial year:			
Net distributions	8	<u>6,703,671</u>	<u>104,503</u>
Net distributions per unit (sen)	8	<u>1.3140</u>	<u>0.6600</u>
Gross distributions per unit (sen)	8	<u>1.3140</u>	<u>0.6600</u>

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

STATEMENT OF FINANCIAL POSITION

AS AT 31 OCTOBER 2023

	Note	2023 RM	2022 RM
ASSETS			
Cash and cash equivalents	9	283,488,170	1,932,500
Prepayment		-	356
Amount due from brokers/dealers		10,339,912	-
Financial assets at fair value through profit or loss ("FVTPL")	10	135,291,921	5,489,750
TOTAL ASSETS		<u>429,120,003</u>	<u>7,422,606</u>
LIABILITIES			
Amount due to the Manager			
-cancellation of units		36,610,812	-
-management fee		110,805	1,883
Amount due to the Trustee		29,548	12,099
Other payables and accruals		10,355	11,607
TOTAL LIABILITIES		<u>36,761,520</u>	<u>25,589</u>
NET ASSET VALUE OF THE FUND		<u>392,358,483</u>	<u>7,397,017</u>
EQUITY			
Unit holders' capital		390,902,534	5,354,483
Retained earnings		1,455,949	2,042,534
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>392,358,483</u>	<u>7,397,017</u>
UNITS IN CIRCULATION (UNITS)	12	<u>788,361,918</u>	<u>14,994,179</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.4977</u>	<u>0.4933</u>

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

STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023

	Note	Unit holders' capital RM	Retained earnings RM	Total RM
Balance as at 1 November 2022		5,354,483	2,042,534	7,397,017
Movement in net asset value:				
Creation of units from applications		671,061,893	-	671,061,893
Creation of units from distributions		6,205,863	-	6,205,863
Cancellation of units		(291,496,787)	-	(291,496,787)
Total comprehensive income for the financial year		-	5,894,168	5,894,168
Distributions for the financial year	8	(222,918)	(6,480,753)	(6,703,671)
Balance as at 31 October 2023		<u>390,902,534</u>	<u>1,455,949</u>	<u>392,358,483</u>
Balance as at 1 November 2021		6,820,131	2,131,914	8,952,045
Movement in net asset value:				
Creation of units from applications		240,018	-	240,018
Creation of units from distributions		104,503	-	104,503
Cancellation of units		(1,810,169)	-	(1,810,169)
Total comprehensive income for the financial year		-	15,123	15,123
Distributions for the financial year	8	-	(104,503)	(104,503)
Balance as at 31 October 2022		<u>5,354,483</u>	<u>2,042,534</u>	<u>7,397,017</u>

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

STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023

	Note	2023 RM	2022 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sales of financial assets at FVTPL		50,438,571	-
Purchase of financial assets at FVTPL		(190,657,932)	-
Profit income received from financial asset measured at FVTPL and amortised cost		6,823,431	258,736
Dividend income received		24,165	-
Management fee rebates received		1,341	-
Management fee paid		(560,163)	(24,760)
Trustee's fee paid		(160,973)	(16,951)
Payment for other fees and expenses		(30,880)	(24,354)
Net cash (used in)/generated from operating activities		(134,122,440)	192,671
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		671,061,893	240,018
Payments for cancellation of units		(254,885,975)	(1,810,169)
Payments for distribution		(497,808)	-
Net cash generated from/(used in) financing activities		415,678,110	(1,570,151)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		281,555,670	(1,377,480)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		1,932,500	3,309,980
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	9	283,488,170	1,932,500

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

Hong Leong Islamic Income Management Fund (“the Fund”) was constituted pursuant to the execution of a Deed dated 16 March 2007 and Supplemental Deeds dated 11 April 2007, 30 April 2010, 9 May 2013, 25 March 2015, 4 August 2017, 24 June 2022 and 28 February 2023 (“the Deeds”) between the Manager, Hong Leong Asset Management Bhd and the Trustee, CIMB Commerce Trustee Berhad for the unit holders of the Fund.

The primary objective of the Fund is to provide investors with a low risk investment portfolio offering a stable and regular stream of income and stability in capital while adhering to Shariah requirements.

The Fund intends to invest mainly in Islamic money market instruments and short to medium-term sukuk. Islamic money market instruments include Islamic deposits, and other short-term Islamic money market instruments such as Islamic negotiable instruments. The Fund commenced operations on 26 April 2007 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, 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.

Hong Leong Islamic Asset Management Sdn Bhd (HLISAM) is the external fund manager appointed for Hong Leong Islamic Income Management Fund. The effective date for the appointment is at 17 April 2020. HLISAM is a wholly own subsidiary of the Manager. On November 2019, HLISAM was issued with an Islamic fund management license by the Securities Commission Malaysia to undertake the regulated activity of Islamic fund management.

The financial statements were authorised for issue by the Manager on 15 December 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 financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss.

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

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(j).

- (i) Amendments to published standard and interpretations that are relevant and effective 1 November 2022

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 November 2022 that have a material effect on the financial statements of the Fund.

- (ii) New standards, amendment and interpretations effective after 1 November 2022 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 November 2022. None of these are expected to have a material effect on the financial statements of the Fund, except the following set out below:

- Amendments to MFRS 101 'Classification of liabilities as current or non-current' clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the entity's expectations or events after the reporting date (e.g. the receipt of a waiver or a breach of covenant).

The amendment is effective for the annual financial reporting period beginning on or after 1 November 2024.

The amendment shall be applied retrospectively.

(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 Shariah-compliant 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 securities¹ as fair value through other comprehensive income. The contractual cash flows of the Fund's debt securities² are solely principal and profit, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents and amount due from brokers/dealers as financial assets measured at amortised cost as these financial assets 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. Shariah-compliant 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.

¹ For the purposes of the investments made by the Fund, equity securities refer to Shariah-compliant equity securities.

² For the purposes of the investments made by the Fund, debt securities refer to sukuk.

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

Financial liabilities are 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 year 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.

Local unquoted sukuk 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 sukuk differs from the market price by more than 20 basis points, the Manager may use the market price, provided that the Manager:

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

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

(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.

Profit income from cash at bank, Islamic deposits with licensed financial institutions and unquoted sukuk are recognised on the effective profit rate method on an accrual basis.

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

Realised gain or loss on disposal of unquoted sukuk is accounted for as the difference between the net disposal proceeds and the carrying amount of unquoted sukuk, 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 bank and Islamic deposits held in highly liquid Shariah-compliant 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 Shariah-compliant 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 profit 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, profit income is recognised using the rate of profit 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 year.

(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 year 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) 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. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

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

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated in the prospectus.

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
2023			
<u>Financial assets</u>			
Cash and cash equivalents (Note 9)	-	283,488,170	283,488,170
Amount due from brokers/dealers	-	10,339,912	10,339,912
Financial assets at FVTPL (Note 10)	135,291,921	-	135,291,921
	135,291,921	293,828,082	429,120,003
<u>Financial liabilities</u>			
Amount due to the Manager			
-cancellation of units	-	36,610,812	36,610,812
-management fee	-	110,805	110,805
Amount due to the Trustee	-	29,548	29,548
Other payables and accruals	-	10,355	10,355
	-	36,761,520	36,761,520

	Financial assets at FVTPL RM	Financial assets/ liabilities at amortised cost RM	Total RM
2022			
<u>Financial assets</u>			
Cash and cash equivalents (Note 9)	-	1,932,500	1,932,500
Financial assets at FVTPL (Note 10)	5,489,750	-	5,489,750
	<u>5,489,750</u>	<u>1,932,500</u>	<u>7,422,250</u>
<u>Financial liabilities</u>			
Amount due to the Manager -management fee	-	1,883	1,883
Amount due to the Trustee	-	12,099	12,099
Other payables and accruals	-	11,607	11,607
	<u>-</u>	<u>25,589</u>	<u>25,589</u>

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

(a) Market risk

(i) Price risk

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

The price risk is managed through diversification and selection of Shariah-compliant securities and other financial instruments within specified limits according to the Deeds.

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

	2023	2022
	RM	RM
Financial assets at FVTPL:		
- Unquoted sukuk*	135,291,921	5,489,750

* Includes profit receivables of RM1,108,180 (2022: RM33,180)

The table below summarises the sensitivity of the Fund's net asset value and profit after taxation to movements in prices of unquoted sukuk at the end of each reporting year. The analysis is based on the assumptions that the price of the unquoted sukuk fluctuated by 5% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the unquoted sukuk having regard to the historical volatility of the prices.

% Change in price of financial assets at FVTPL	Market value RM	Impact on profit after taxation/net asset value RM
2023		
-5%	127,474,554	(6,709,187)
0%	134,183,741	-
5%	140,892,928	6,709,187
2022		
-5%	5,183,741	(272,829)
0%	5,456,570	-
5%	5,729,399	272,829

(ii) Interest rate risk

In general, when interest rates rise, valuation for sukuk will tend to fall and vice versa. Therefore, the net asset value of the Fund may also tend to fall when interest rates rise or are expected to rise. However, investors should be aware that should the Fund hold a sukuk till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the net asset value shall not be affected

at maturity. In order to mitigate interest rates exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future interest rate trend of the Manager, which is based on its continuous fundamental research and analysis.

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

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

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

The table below summarises the sensitivity of the Fund's net asset value and profit after taxation to movements in prices of unquoted sukuk held by the Fund at the end of the reporting year as a result of movement in interest rate. The analysis is based on the assumptions that the interest rate changed by 1% (100 basis points) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the interest rate, having regard to the historical volatility of the interest rate.

% Change in interest rate	2023 RM	2022 RM
+1%	(3,137,550)	(198,471)
-1%	3,137,549	193,129

As at the end of reporting year, the Fund's exposure to interest rate risk associated with Islamic deposits with licensed financial institutions is not material as the Islamic deposits with licensed financial institutions are placed on a short term basis.

(b) Credit risk

Credit risk refers to the risk that an issuer or counterparty will default on its contractual obligation resulting in financial loss to the Fund.

Investment in unquoted sukuk may involve a certain degree of credit/default risk with regards to the issuers. Generally, credit risk or default risk is the risk of loss due to the issuer's non-payment or untimely payment of the investment amount as well as the returns on investment. This will cause a decline in value of the defaulted unquoted sukuk and subsequently depress the net asset value of the Fund. Usually credit risk is more apparent for an investment with a longer tenure, i.e. the longer the duration, the higher the credit risk. Credit risk can be managed by performing continuous fundamental credit research and analysis to ascertain the creditworthiness of its issuer. In addition, the Manager imposes a minimum rating requirement as rated by either local and/or foreign rating agencies and manages the duration of the investment in accordance with the objective of the Fund.

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

The settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the Securities Commission Malaysia's Guidelines on Unit Trust Funds.

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

The following table sets out the credit risk concentration of the Fund at the end of each reporting year:

	Cash and cash equivalents RM	Amount due from brokers/ dealers RM	Unquoted sukuk RM	Total RM
2023				
- AAA	211,241,304	10,339,912	-	221,581,216
- AA1/AA+	13,016,309	-	-	13,016,309
- AA2/AA	42,102,677	-	1,021,782	43,124,459
- AA3/AA-	17,127,880	-	-	17,127,880
- NR#	-	-	134,270,139	134,270,139
Total	<u>283,488,170</u>	<u>10,339,912</u>	<u>135,291,921</u>	<u>429,120,003</u>
2022				
- AAA	1,932,500	-	482,784	2,415,284
- AA2/AA	-	-	1,021,864	1,021,864
- NR#	-	-	3,985,102	3,985,102
Total	<u>1,932,500</u>	<u>-</u>	<u>5,489,750</u>	<u>7,422,250</u>

The unquoted sukuk are not rated as the unquoted sukuk are guaranteed and issued by the Government of Malaysia.

All financial assets of the Fund are neither past due nor impaired.

(c) Liquidity risk

Liquidity risk is the risk that Shariah-compliant investments cannot be readily sold at or near its actual value without taking a significant discount. This will result in lower net asset value of the Fund.

The Manager manages this risk by maintaining sufficient level of Islamic liquid assets to meet anticipated payments and cancellations of the units by unit holders. Islamic liquid assets comprise cash at bank, Islamic deposits with licensed financial institutions and other Shariah-compliant instruments.

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining period as at the end of each reporting year to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month RM	1 month to 1 year RM	Total RM
2023			
<u>Financial liabilities</u>			
Amount due to the Manager			
-cancellation of units	36,610,812	-	36,610,812
-management fee	110,805	-	110,805
Amount due to the Trustee	29,548	-	29,548
Other payables and accruals	-	10,355	10,355
Contractual cash out flows	<u>36,751,165</u>	<u>10,355</u>	<u>36,761,520</u>
2022			
<u>Financial liabilities</u>			
Amount due to the Manager			
-management fee	1,883	-	1,883
Amount due to the Trustee	12,099	-	12,099
Other payables and accruals	-	11,607	11,607
Contractual cash out flows	<u>13,982</u>	<u>11,607</u>	<u>25,589</u>

(d) Capital risk

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

(e) Shariah status reclassification risk

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

(f) 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 Shariah-compliant 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 year end date. Valuation techniques used for non-standardised financial instruments such as Islamic options, Islamic currency swaps and other over-the-counter Islamic derivatives, include the use of comparable recent arm's length transactions, reference to other Shariah-compliant 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 Shariah-compliant equity and sukuk instruments for which market were or have been inactive during the financial 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 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	Level 2	Level 3	Total
	RM	RM	RM	RM
2023				
<u>Financial assets at FVTPL:</u>				
- Unquoted sukuk	-	135,291,921	-	135,291,921
2022				
<u>Financial assets at FVTPL:</u>				
- Unquoted sukuk	-	5,489,750	-	5,489,750

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 sukuk. As Level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information. The Fund's policies on valuation of these financial assets are stated in Note 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. PROFIT INCOME FROM FINANCIAL ASSETS MEASURED AT AMORTISED COST

	2023	2022
	RM	RM
Profit income from:		
- Islamic deposits with licensed financial institutions	5,130,107	44,093
- Cash at bank	15,894	46
	<u>5,146,001</u>	<u>44,139</u>

5. MANAGEMENT FEE AND MANAGEMENT FEE REBATE

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 year ended 31 October 2023, the management fee is recognised at a rate of 0.30% (2022: 0.30%) per annum.

The management fee rebates relate to the rebates received from the Manager for investing in unquoted Islamic collective investment scheme. The rates of rebates were calculated on the net asset value of respective unquoted Islamic collective investment scheme on a daily basis as follow:

	2023	2022
	%	%
<u>Unquoted Islamic collective investment scheme:</u>		
- Hong Leong Dana Al-Safa' MYR Class A	0.20	-

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 year ended 31 October 2023, the Trustee's fee is recognised at a rate of 0.08% (2022: 0.08%) per annum. The Fund recognised the Trustee's fee at RM18,000 based on terms agreed with the Trustee for the financial year ended 31 October 2022.

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

7. TAXATION

	2023	2022
	RM	RM
Tax charge for the financial year:		
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	2022
	RM	RM
Profit before taxation	5,894,168	15,123
Taxation at Malaysian statutory rate of 24% (2022: 24%)	1,414,600	3,629
Tax effects of:		
Shariah-compliant investment income not subject to tax	(1,625,198)	(20,126)
Expenses not deductible for tax purposes	46,191	7,068
Restriction on tax deductible expenses for unit trust fund	164,407	9,429
Taxation	-	-

8. DISTRIBUTIONS

	2023	2022
	RM	RM
Distribution to unit holders is derived from the following sources:		
Prior financial years' realised income	-	104,503
Profit income from financial assets at FVTPL and amortised cost	7,303,952	-
Dividend income	24,165	-
Management fee rebate	1,341	-
Dividend Equalisation	222,918	-
Less: Expenses	(848,705)	-
Net distributions amount	6,703,671	104,503
Net distributions per unit (sen)	1.3140	0.6600
Gross distributions per unit (sen)	1.3140	0.6600

	2023	2022
	RM	RM
Date of Declaration		
Distribution on 25 November		
Gross/net distribution per unit (sen)	0.0440	-
Distribution on 27 December		
Gross/net distribution per unit (sen)	0.0930	-
Distribution on 25 January		
Gross/net distribution per unit (sen)	0.0940	-
Distribution on 27/25 February		
Gross/net distribution per unit (sen)	0.1280	0.0600
Distribution on 27/25 March		
Gross/net distribution per unit (sen)	0.1110	0.0720
Distribution on 25 April		
Gross/net distribution per unit (sen)	0.1180	0.0780
Distribution on 25 May		
Gross/net distribution per unit (sen)	0.1200	0.0790
Distribution on 26/27 June		
Gross/net distribution per unit (sen)	0.1200	0.0900
Distribution on 25 July		
Gross/net distribution per unit (sen)	0.1140	0.0800
Distribution on 25 August		
Gross/net distribution per unit (sen)	0.1240	0.0640
Distribution on 25/26 September		
Gross/net distribution per unit (sen)	0.1200	0.0910
Distribution on 25 October		
Gross/net distribution per unit (sen)	0.1280	0.0460

The composition of distribution payments sourced from income and capital are disclosed in below:

	Income		Capital	
	RM	%	RM	%
2023	6,703,671	100.00	-	-
2022	104,503	100.00	-	-

Net distributions above are sourced from prior and current financial years' realised income. Gross distributions are derived using total income less total expenses.

Gross distributions per unit are 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.

The above distributions have been proposed before taking into account the unrealised loss of RM500,224 (2022: RM121,019) which is carried forward to the next financial year.

9. CASH AND CASH EQUIVALENTS

	2023	2022
	RM	RM
Islamic deposits with licensed financial institutions	283,098,583	1,863,125
Cash at banks	389,587	69,375
	<u>283,488,170</u>	<u>1,932,500</u>

The weighted average effective rate of return per annum are as follows:

	2023	2022
	%	%
Islamic deposits with licensed financial institutions	<u>3.52</u>	<u>2.45</u>

Islamic deposits with licensed financial institutions have an average remaining maturity of 12 days (2022: 1 day).

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

	2023 RM	2022 RM
<u>Financial assets at FVTPL:</u>		
Unquoted sukuk	135,291,921	5,489,750
<u>Net loss on financial assets at FVTPL:</u>		
Realised loss on disposals	(205,441)	-
Changes in unrealised fair values	(505,461)	(121,019)
Management fee rebate (Note 5)	1,341	-
	<u>(709,561)</u>	<u>(121,019)</u>

Financial assets at FVTPL as at 31 October 2023 are as detailed below:

	Nominal value RM	Aggregate cost RM	Fair value RM	Percentage of net asset value %
UNQUOTED SUKUK				
<u>Corporate Sukuk</u>				
4.32% RHB Islamic Bank Berhad (AA2) 21/05/2024 21/05/2029 - Series 3	1,000,000	1,019,292	1,021,782	0.26
<u>Government Investment Issues</u>				
3.726% Government of Malaysia 31/03/2026	32,000,000	32,354,252	32,136,247	8.19
4.070% Government of Malaysia 30/09/2026	43,000,000	43,840,958	43,608,814	11.11
4.128% Government of Malaysia 15/08/2025	12,000,000	12,266,129	12,234,595	3.12
	<u>87,000,000</u>	<u>88,461,339</u>	<u>87,979,656</u>	<u>22.42</u>

	Nominal value RM	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<u>Sukuk Guaranteed by</u>				
<u>Government of Malaysia</u>				
4.03% Danainfra Nasional Berhad 01/04/2026 - IMTN Tranche No 85	5,000,000	5,071,428	5,050,862	1.29
4.29% Danainfra Nasional Berhad 30/04/2026 - IMTN Tranche No 44	10,000,000	10,418,853	10,346,412	2.64
4.53% Danainfra Nasional Berhad 12/11/2025 - IMTN Tranche No 38	20,000,000	20,878,674	20,746,819	5.29
4.20% Jambatan Kedua Sdn. Bhd. 28/07/2026 - IMTN Tranche No 58	5,000,000	5,119,623	5,107,033	1.30
4.00% Lembaga Pembiayaan Perumahan Sektor Awam - 10/04/2026 IMTN Tranche No 28	5,000,000	5,063,372	5,039,357	1.28
	<u>45,000,000</u>	<u>46,551,950</u>	<u>46,290,483</u>	<u>11.80</u>
TOTAL UNQUOTED SUKUK	<u>133,000,000</u>	<u>136,032,581</u>	<u>135,291,921</u>	<u>34.48</u>
UNREALISED LOSS ON FINANCIAL ASSETS AT FVTPL		<u>(740,660)</u>		
TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FVTPL			<u><u>135,291,921</u></u>	

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 %
UNQUOTED SUKUK				
<u>Corporate Sukuk</u>				
4.40% Infracap Resources Sdn Bhd (AAA) 15/04/2031 - Murabahah Tranche 1 S6	500,000	500,904	482,784	6.53
4.32% RHB Islamic Bank Berhad (AA2) 21/05/2024 21/05/2029 - Series 3	1,000,000	1,019,174	1,021,864	13.82
	1,500,000	1,520,078	1,504,648	20.35
<u>Government Investment Issues</u>				
3.726% Government of Malaysia 31/03/2026	4,000,000	4,204,871	3,985,102	53.87
TOTAL UNQUOTED SUKUK	5,500,000	5,724,949	5,489,750	74.22
UNREALISED LOSS ON FINANCIAL ASSETS AT FVTPL				
		(235,199)		
TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FVTPL				
		5,489,750		

Note: Certain unquoted sukuk may have call date and it's presented as "call date | maturity date".

11. SHARIAH INFORMATION OF THE FUND

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

- (i) Sukuk as per the list of sukuk available at Bond Info Hub, Fully Automated System for Issuing/Tendering of Bank Negara Malaysia and The Bond and Sukuk Information Exchange;
- (ii) Collective investment scheme which was verified as Shariah-compliant by the Shariah Adviser; and
- (iii) Cash placements and liquid assets in local market, which are placed in Shariah-compliant investments and/or instruments.

12. UNITS IN CIRCULATION

	2023	2022
	No. of units	No. of units
At the beginning of the financial year	14,994,179	17,949,228
Add: Creation of units during the financial year		
- Arising from applications	1,345,652,037	481,098
- Arising from distributions	12,461,262	211,137
Less: Cancellation of units during the financial year	(584,745,560)	(3,647,284)
At the end of the financial year	<u>788,361,918</u>	<u>14,994,179</u>

13. TOTAL EXPENSE RATIO ("TER")

	2023	2022
	%	%
TER	<u>0.39</u>	<u>0.86</u>

Total expense ratio includes management fee, Trustee's fee, auditors' remuneration, tax agent's fee and other expenses for the financial year 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 year calculated on a daily basis is RM224,079,844 (2022: RM8,000,164).

14. PORTFOLIO TURNOVER RATIO (“PTR”)

	2023 Times	2022 Times
PTR	0.55	-

PTR is derived from the following calculation:

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

Where:

total acquisitions for the financial year	= RM188,741,650 (2022: NIL)
total disposals for the financial year	= RM59,242,701 (2022: NIL)

15. 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

Units held by the parties related to the Manager

	31.10.2023		31.10.2022	
	Units	RM	Units	RM
Hong Leong Assurance Berhad	71,092,587	35,382,781	-	-

The above units were transacted at the prevailing market price.

No units were held by the Manager as at 31 October 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.

	2023	2022
	RM	RM
<u>Related party balances</u>		
Short term Islamic deposits with licensed financial institution:		
- Hong Leong Islamic Bank Berhad	74,939,345	-
Cash at bank:		
- Hong Leong Islamic Bank Berhad	389,499	69,375
Amount due from brokers/dealers:		
- Hong Leong Bank Berhad	10,339,912	-
	<u>85,668,756</u>	<u>69,375</u>
<u>Related party transactions</u>		
Profit income from Islamic deposits with licensed financial institutions:		
- Hong Leong Islamic Bank Berhad	1,031,711	17,281
Profit income from auto-sweep facility bank account:		
- Hong Leong Islamic Bank Berhad	15,894	45
	<u>1,047,605</u>	<u>17,326</u>
Dividend income from Islamic unquoted collective investment scheme managed by the Manager	<u>24,165</u>	-
Purchase of unquoted sukuk:		
- Hong Leong Bank Berhad	10,336,196	-
- Hong Leong Islamic Bank Berhad	36,107,381	-
	<u>46,443,577</u>	-
Purchase of Islamic unquoted collective investment scheme:		
- Hong Leong Asset Management Bhd	<u>10,000,000</u>	-
Disposal of unquoted sukuk:		
- Hong Leong Bank Berhad	10,339,912	-
- Hong Leong Islamic Bank Berhad	10,196,484	-
	<u>20,536,396</u>	-
Disposal of Islamic unquoted collective investment scheme:		
- Hong Leong Asset Management Bhd	<u>9,993,986</u>	-

16. TRANSACTIONS WITH BROKERS/DEALERS

Detail of transactions with brokers/dealers are as follows:

	Values of trade RM	Percentage of total trade %
2023		
CIMB Islamic Bank Berhad	47,057,961	20.44
Hong Leong Islamic Bank Berhad*	46,303,864	20.12
J.P. Morgan Chase Bank Berhad	29,010,085	12.60
Malayan Banking Berhad	27,804,663	12.08
Hong Leong Bank Berhad*	20,676,108	8.98
Ambank (M) Berhad	19,444,025	8.45
Bank Islam Malaysia Berhad	11,754,469	5.11
CIMB Bank Berhad	11,739,929	5.10
Standard Chartered Bank Malaysia Berhad	11,261,149	4.89
Ambank Islamic Berhad	5,143,265	2.23
	<u>230,195,518</u>	<u>100.00</u>

* Transactions with brokers/dealers related to the Manager.

There is no transaction with brokers/dealers for the financial year ended 31 October 2022.

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 Sukuk

Government Securities

Islamic Deposits & Cash Equivalents

(ii)	Total Net Asset Value	(ex-distribution)
(iii)	Net Asset Value Per Unit Units in Circulation	(ex-distribution) (ex-distribution)
(iv)	Highest/Lowest NAV Per Unit (ex-distribution)	Highest NAV Per Unit 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
		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 Year 31/10/2022– 31/10/2023 %	Financial Year 31/10/2021– 31/10/2022 %	Financial Year 31/10/2020– 31/10/2021 %
12.06	20.35	17.33
22.42	53.87	45.95
65.52	25.78	36.72
RM392,358,483	RM7,397,017	RM8,952,045
RM0.4977 788,361,918	RM0.4933 14,994,179	RM0.4988 17,949,228
RM0.4997 RM0.4925	RM0.5003 RM0.4914	RM0.5247 RM0.4987
3.59%	0.22%	-2.24%
0.89%	-1.10%	-4.94%
2.70%	1.32%	2.70%
0.0000 sen/unit	0.5500 sen/unit	1.4300 sen/unit
1.3410 sen/unit	0.1100 sen/unit	0.0000 sen/unit
1.3140 sen/unit	0.6600 sen/unit	1.4300 sen/unit
0%	83%	100%
100%	17%	0%
-	-	-
0.0440 sen/unit	0.0600 sen/unit	0.0800 sen/unit
0.0440 sen/unit	0.0600 sen/unit	0.0800 sen/unit
25/11/2022	25/02/2022	25/11/2020
RM0.4945	RM0.4999	RM0.5237
RM0.4941	RM0.4993	RM0.5229
-	-	-
0.0930 sen/unit	0.0720 sen/unit	0.0800 sen/unit
0.0930 sen/unit	0.0720 sen/unit	0.0800 sen/unit
27/12/2022	25/03/2022	24/12/2020
RM0.4969	RM0.4990	RM0.5222
RM0.4960	RM0.4983	RM0.5214
-	-	-
0.0940 sen/unit	0.0780 sen/unit	0.0800 sen/unit
0.0940 sen/unit	0.0780 sen/unit	0.0800 sen/unit
25/01/2023	25/04/2022	25/01/2021
RM0.4991	RM0.4951	RM0.5224
RM0.4981	RM0.4944	RM0.5216
-	-	-
0.1280 sen/unit	0.0790 sen/unit	0.0800 sen/unit
0.1280 sen/unit	0.0790 sen/unit	0.0800 sen/unit
27/02/2023	25/05/2022	25/02/2021
RM0.4993	RM0.4949	RM0.5164
RM0.4980	RM0.4941	RM0.5156
-	-	-
0.1110 sen/unit	0.0900 sen/unit	0.0800 sen/unit
0.1110 sen/unit	0.0900 sen/unit	0.0800 sen/unit
27/03/2023	27/06/2022	25/03/2021
RM0.4993	RM0.4937	RM0.5058
RM0.4982	RM0.4928	RM0.5050
-	-	-
0.1180 sen/unit	0.0800 sen/unit	0.0500 sen/unit
0.1180 sen/unit	0.0800 sen/unit	0.0500 sen/unit
25/04/2023	25/07/2022	23/04/2021
RM0.4997	RM0.4960	RM0.5106
RM0.4985	RM0.4952	RM0.5101
-	-	-
0.1200 sen/unit	0.0640 sen/unit	0.0500 sen/unit
0.1200 sen/unit	0.0640 sen/unit	0.0500 sen/unit
25/05/2023	25/08/2022	25/05/2021
RM0.4994	RM0.4973	RM0.5120
RM0.4982	RM0.4967	RM0.5115
-	-	-
0.1200 sen/unit	0.0910 sen/unit	0.0500 sen/unit
0.1200 sen/unit	0.0910 sen/unit	0.0500 sen/unit
26/06/2023	26/09/2022	25/06/2021
RM0.4992	RM0.4938	RM0.5121
RM0.4980	RM0.4929	RM0.5116

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

- (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 31/10/2023)***

- (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 TER was 0.47 percentage point lower as compared to 0.86% for the financial year ended 31 October 2023 mainly due to increase in expenses and average net asset value of the Fund.

The PTR increased by 0.55 times (100.00%) to 0.55 times for the financial year ended 31 October 2023 versus 0 times for the financial year ended 31 October 2022 mainly due to higher level of rebalancing activities undertaken by the Fund.

Financial Year 31/10/2022– 31/10/2023 %	Financial Year 31/10/2021– 31/10/2022 %	Financial Year 31/10/2020– 31/10/2021 %
-	-	-
0.1140 sen/unit	0.0460 sen/unit	0.2200 sen/unit
0.1140 sen/unit	0.0460 sen/unit	0.2200 sen/unit
25/07/2023	25/10/2022	23/07/2021
RM0.4994	RM0.4934	RM0.5144
RM0.4982	RM0.4929	RM0.5122
-	-	-
0.1240 sen/unit	-	0.2200 sen/unit
0.1240 sen/unit	-	0.2200 sen/unit
25/08/2023	-	25/08/2021
RM0.4993	-	RM0.5136
RM0.4981	-	RM0.5114
-	-	-
0.1200 sen/unit	-	0.2200 sen/unit
0.1200 sen/unit	-	0.2200 sen/unit
25/09/2023	-	24/09/2021
RM0.4990	-	RM0.5093
RM0.4978	-	RM0.5071
-	-	-
0.1280 sen/unit	-	0.2200 sen/unit
0.1280 sen/unit	-	0.2200 sen/unit
25/10/2023	-	25/10/2021
RM0.4986	-	RM0.5013
RM0.4973	-	RM0.4991
0.39%#	0.86%	0.96%
0.55##	-	0.39
3.59%		
0.50%		
1.95%		

Corporate Information

Manager

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

Registered Office

Level 30, Menara Hong Leong
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Board of Directors

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

Executive Director / Chief Executive Officer

Mr. Hoo See Kheng

External Fund Manager

Hong Leong Islamic Asset Management Sdn Bhd [198501008000 (140445-U)]

Trustee

CIMB Commerce Trustee Berhad

Shariah Adviser

BIMB Securities Sdn Bhd

Auditor

PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146)

Distributors

Hong Leong Bank Berhad
Hong Leong Islamic Bank Berhad
Affin Bank Berhad
Areca Capital Sdn Bhd
Malayan Banking Berhad
OCBC Al-Amin Bank Berhad
Standard Chartered Bank Malaysia Berhad
United Overseas Bank (Malaysia) Berhad
Registered Independent Tied Agents with FIMM

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