

Hong Leong Dana Al-Izdihar

Annual Report

Financial Year Ended 31 December 2023

2023

Audited



Hong Leong Dana Al-Izdihar

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Manager's Review and Report

I. FUND INFORMATION

Fund Name

Hong Leong Dana Al-Izdihar ("HLDAIZ" or "the Fund")

Fund Category

Money Market (Islamic)

Fund Type

Income

Investment Objective

The Fund aims to provide investors regular income* while maintaining capital stability** by investing primarily into Islamic deposits and Islamic money market instruments.

Duration of the Fund and its termination date, where applicable

Not Applicable

Benchmark

Bank Negara Malaysia Islamic Interbank Overnight Rate

Distribution Policy

Distribution of income*** will be on a quarterly basis, subject to availability of income.

Notes:

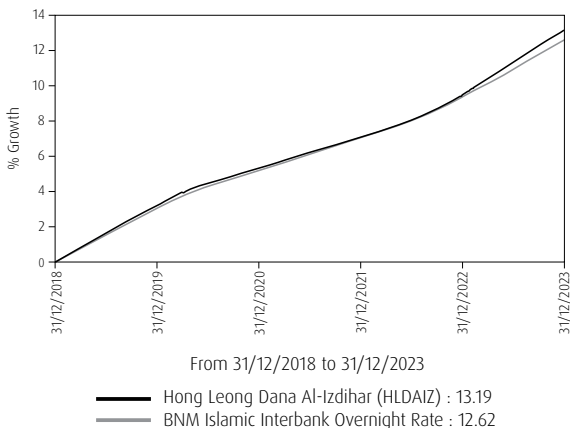
* Income will be distributed on a weekly basis, subject to the availability of income in the form of additional units unless Unit holders opt for the distribution to be paid out.

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

*** Income will be distributed in the form of additional Units.

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 HLDAIZ 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 January 2023 to 31 December 2023.

The Fund posted a return of 3.34% in the past twelve months while its benchmark the Bank Negara Malaysia Islamic Interbank Overnight Rate registered a return of 2.95%. During the financial year under review, the Fund has distributed 52 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) per unit 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 46-61.

For the five financial years ended 31 December 2023, the Fund has registered a return of 13.19% compared to the benchmark's return of 12.62% while distributing a total gross income of 6.2097 sen per unit (net income of 6.2097 sen per unit).

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

	30/09/23- 31/12/23	30/06/23- 31/12/23	31/12/22- 31/12/23	31/12/20- 31/12/23	31/12/18- 31/12/23	20/06/17- 31/12/23 Since Launch
	3 Months	6 Months	1 Year	3 Years	5 Years	
HLDAIZ Return (%)	0.83	1.63	3.34	7.46	13.19	18.61
Benchmark (%)	0.76	1.52	2.95	7.00	12.62	18.13

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

	31-Dec-23	31-Dec-22	Return (%)
NAV Per Unit	RM0.5001*	RM0.5002	3.34#
Benchmark	3.00%	2.73%	2.95
vs Benchmark (%)	-	-	0.39

* Based on the NAV Per Unit on 29 December 2023 as the above mentioned reporting date fell on a non-business day.

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

Table 3: Financial Highlights

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

	31-Dec-23 (RM)	31-Dec-22 (RM)	Change (%)
Unit Holders' Capital	128,972,730	128,702,190	0.21
Retained Earnings	1,227,873	1,236,021	(0.66)
Net Asset Value	130,200,603	129,938,211	0.20
Units in Circulation	260,279,383	259,770,282	0.20

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 31/12/22- 31/12/23	Financial Year 31/12/21- 31/12/22	Financial Year 31/12/20- 31/12/21
Highest NAV Per Unit (RM)	0.5004	0.5043	0.5002
Lowest NAV Per Unit (RM)	0.5000	0.5000	0.5000
Capital Growth (%)	-0.02	0.02	0.02
Income Distribution (%)	3.36	2.25	1.66
Total Return (%)	3.34	2.27	1.68

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 HLDAIZ reinvested.

Table 5: Average Total Return of the Fund

	31/12/22- 31/12/23 1 Year	31/12/20- 31/12/23 3 Years	31/12/18- 31/12/23 5 Years
Average Total Return (%)	3.34	2.49	2.64

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 HLDAIZ reinvested.

Table 6: Annual Total Return of the Fund

Financial Year	31/12/22- 31/12/23	31/12/21- 31/12/22	31/12/20- 31/12/21	31/12/19- 31/12/20	31/12/18- 31/12/19
Annual Total Return (%)	3.34	2.27	1.68	2.02	3.25

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 HLDAIZ reinvested.

III. INVESTMENT PORTFOLIO

Chart 2: Asset Allocation – January 2023 to December 2023

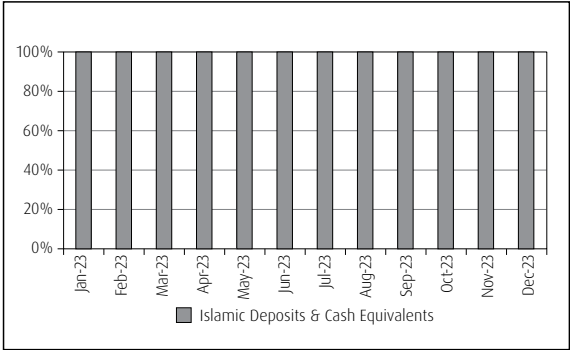


Chart 3: Sector Allocation as at 31 December 2023

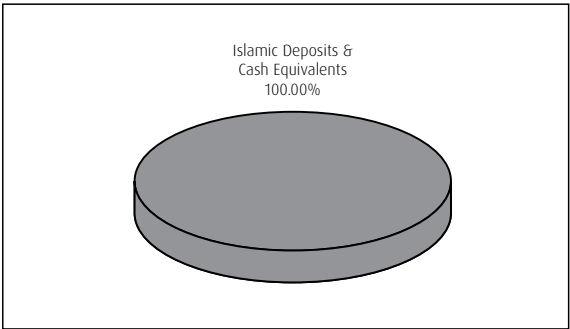
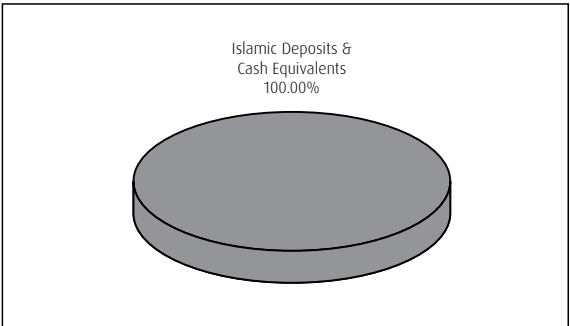


Chart 4: Portfolio Composition by Ratings as at 31 December 2023



Strategies employed by the Fund during the period under review

The Fund's total Net Asset Value (NAV) is allocated into Islamic deposit placements with various Islamic financial institutions.

There have been no significant changes to the core asset allocation of the Fund during the financial year under review.

Currently, the Fund's duration is approximately 1.03 months.

An explanation on the differences in portfolio composition

There have been no changes in portfolio composition as all investments are being invested with the local Islamic banks in Malaysia.

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 Federal Reserve (Fed) raised the Fed Funds Rate (FFR) target range a total of 100 basis points (bps) from 4.25%-4.50% to 5.25%-5.50%, its highest level since 2008 as it continued to battle the worst outbreak of inflation in 40 years. However, the Fed kept the target range for the FFR unchanged at 5.25%-5.50% during the last December meeting. This marks the third consecutive pause and the fourth in the Fed's current rate hike cycle after having raised rates for ten meetings in a row before taking a first pause in Jun followed by another 25 bps hike in July. Meanwhile, the Fed acknowledged that inflation had improved more rapidly than anticipated during the year. As such, the Fed is probably done with the current rate hike cycle, opening the door for possible rate cuts next year but there is no clear indication when the rate cuts will commence in 2024.

Locally, inflation held steady at +3.70% in January and February, mainly supported by stronger growth in food & beverages, restaurants & hotels, as well as housing, utilities & other fuels. However, inflation decelerated to a 9-Month low of +3.40% in March mainly due to softer growth across most groups, particularly food & beverages, transport, and housing, utilities & other fuels. Subsequently, inflation continued to gradually ease on the following months to +1.50% in November, marking a sustained deceleration since September 2022 to a 33-Month low. The faster pace of deceleration was mainly due to lower gains in the food & non-alcoholic beverages subcomponents and steady fuel pump prices.

Meanwhile, Malaysia's real Gross Domestic Product (GDP) moderate to +5.60% in the first quarter of 2023 (fourth quarter of 2022: +7.10%) and drop further to +2.90% in the second quarter of 2023 as growth was weighed down by moderation across all sectors. However, Malaysia's real GDP expanded at a faster pace for the first time in four quarters, by +3.30% in the third quarter of 2023, underscored by better-than-expected expansion in the services sector and stronger construction activities on the back of domestic demand resilience.

On the monetary end, Bank Negara Malaysia (BNM) kept the Overnight Policy Rate (OPR) unchanged unexpectedly at 2.75% in the January and March 2023 meeting, highlighting that as domestic economy is on a firmer path, it is important for BNM to reduce the degree of monetary policy accommodation in a measured and gradual manner. Thereafter, BNM raised the OPR again by 25 bps to 3.00% at the May meeting, stating that resilient domestic growth prospects allowed them to further normalise the degree of monetary accommodation, adding the need to ensure that the stance of monetary policy is appropriate to prevent the risk of future financial imbalances. Subsequently, BNM left the OPR unchanged at the July, September and November meeting.

V. FUTURE PROSPECTS AND PROPOSED STRATEGIES

BNM continues to expect growth to be driven by resilient domestic demand amid the challenging external environment and also highlighted that the current stance of monetary policy remains supportive of the economy and is consistent with the current assessment of inflation and growth.

Inflation is expected to remain modest but highly subjected to potential changes to domestic policies and global developments and while domestic economy has performed within BNM's expectations with real GDP growth expected to improve in 2024, BNM would most likely to keep OPR unchanged at 3.00% for 2024.

As such, the fund will look to increase returns while moderately lengthening duration of Islamic money market placements.

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 16 to 45 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 December 2023 and of its financial performance, changes in equity and cash flows for the financial year ended 31 December 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
20 February 2024

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF HONG LEONG DANA AL-IZDIHAR ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 December 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 Islamic Trustee Berhad

Datin Ezreen Eliza binti Zulkiplee
Chief Executive Officer

Kuala Lumpur, Malaysia
20 February 2024

SHARIAH ADVISER'S REPORT

TO THE UNIT HOLDERS OF HONG LEONG DANA AL-IZDIHAR ("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 December 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 AQILA SUFIYAH LOKMAN

Designated Shariah Officer

Kuala Lumpur
20 February 2024

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF HONG LEONG DANA AL-IZDIHAR

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of Hong Leong Dana Al-Izdihar ("the Fund") give a true and fair view of the financial position of the Fund as at 31 December 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 December 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, comprising material accounting policy information and other explanatory information, as set out on pages 16 to 45.

Basis for opinion

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

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

Independence and other ethical responsibilities

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

Information other than the financial statements and auditors' report thereon

The Manager of the Fund is responsible for the other information. The other information comprises the Manager's Review and 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
20 February 2024

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023

	Note	2023 RM	2022 RM
INVESTMENT INCOME			
Profit income from financial assets measured at fair value through profit or loss ("FVTPL")		5,308,904	5,067,933
Profit income from financial assets measured at amortised cost		483	153
		<u>5,309,387</u>	<u>5,068,086</u>
EXPENDITURE			
Management fee	4	(154,697)	(225,094)
Trustee's fee	5	(23,204)	(33,764)
Auditors' remuneration		(6,100)	(5,650)
Tax agent's fee		(3,750)	(3,300)
Other expenses		(19,362)	(23,246)
		<u>(207,113)</u>	<u>(291,054)</u>
PROFIT BEFORE TAXATION		5,102,274	4,777,032
Taxation	6	-	-
PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>5,102,274</u>	<u>4,777,032</u>
Profit after taxation is made up as follows:			
Realised amount		<u>5,102,274</u>	<u>4,777,032</u>
Distributions for the financial year:			
Net distributions	7	<u>5,110,422</u>	<u>3,674,377</u>
Net distributions per unit (sen)	7	<u>1.6520</u>	<u>1.1167</u>
Gross distributions per unit (sen)	7	<u>1.6520</u>	<u>1.1167</u>

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

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2023

	Note	2023 RM	2022 RM
ASSETS			
Cash at bank		79,137	60,272
Amount due from the Manager -creation of units		1,000,550	-
Financial assets at fair value through profit or loss ("FVTPL")	8	129,197,918	129,939,337
TOTAL ASSETS		<u>130,277,605</u>	<u>129,999,609</u>
LIABILITIES			
Amount due to the Manager -management fee		11,940	11,154
Amount due to the Trustee		1,791	1,673
Distribution payable		53,386	39,789
Other payables and accruals		9,885	8,782
TOTAL LIABILITIES		<u>77,002</u>	<u>61,398</u>
NET ASSET VALUE OF THE FUND		<u>130,200,603</u>	<u>129,938,211</u>
EQUITY			
Unit holders' capital		128,972,730	128,702,190
Retained earnings		1,227,873	1,236,021
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>130,200,603</u>	<u>129,938,211</u>
UNITS IN CIRCULATION (UNITS)	10	<u>260,279,383</u>	<u>259,770,282</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.5002</u>	<u>0.5002</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 DECEMBER 2023

	Note	Unit holders' capital RM	Retained earnings RM	Total RM
Balance as at 1 January 2023		128,702,190	1,236,021	129,938,211
Movement in net asset value:				
Creation of units from applications		248,785,886	-	248,785,886
Creation of units from distributions		3,935,501	-	3,935,501
Cancellation of units		(252,450,847)	-	(252,450,847)
Total comprehensive income for the financial year		-	5,102,274	5,102,274
Distributions for the financial year	7	-	(5,110,422)	(5,110,422)
Balance as at 31 December 2023		<u>128,972,730</u>	<u>1,227,873</u>	<u>130,200,603</u>
Balance as at 1 January 2022		299,014,969	133,366	299,148,335
Movement in net asset value:				
Creation of units from applications		161,476,655	-	161,476,655
Creation of units from distributions		2,759,055	-	2,759,055
Cancellation of units		(334,548,489)	-	(334,548,489)
Total comprehensive income for the financial year		-	4,777,032	4,777,032
Distributions for the financial year	7	-	(3,674,377)	(3,674,377)
Balance as at 31 December 2022		<u>128,702,190</u>	<u>1,236,021</u>	<u>129,938,211</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 DECEMBER 2023

	2023 RM	2022 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from maturity of Islamic deposits with licensed financial institutions	3,826,681,000	2,998,749,000
Placement of Islamic deposits with licensed financial institutions	(3,826,010,000)	(2,836,131,000)
Profit income received from financial assets measured at FVTPL and amortised cost	5,379,806	5,010,031
Management fee paid	(153,911)	(265,567)
Trustee's fee paid	(23,086)	(35,963)
Payment for other fees and expenses	(28,109)	(35,266)
Net cash generated from operating activities	5,845,700	167,291,235
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	247,785,336	168,172,873
Payments for cancellation of units	(252,450,847)	(334,548,489)
Payments for distributions	(1,161,324)	(875,533)
Net cash used in financing activities	(5,826,835)	(167,251,149)
NET INCREASE IN CASH AND CASH EQUIVALENTS	18,865	40,086
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	60,272	20,186
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	79,137	60,272

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 DECEMBER 2023

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

Hong Leong Dana Al-Izdihar ("the Fund") was constituted pursuant to the execution of a Deed dated 6 April 2017 and Supplemental Deeds dated 19 September 2019, 25 May 2021, 7 October 2021, 18 May 2022 and 30 January 2023 (collectively referred to as "the Deeds") between the Manager, Hong Leong Asset Management Bhd and the Trustee, CIMB Islamic Trustee Berhad for the unit holders of the Fund.

The Fund aims to provide investors regular income while maintaining capital stability by investing primarily into Islamic deposits and Islamic money market instruments.

The investments of the Fund will essentially be in Islamic deposits, Investment Account and Islamic money market instruments that will mature within 365 days. At least 90% of the Fund's net asset value will be invested in such instruments in Malaysia. However, the Fund is permitted to also invest in Islamic deposits, Investment Account and Islamic money market instruments (e.g. Islamic negotiable instruments of deposits (INIDs)) with maturity periods of more than 365 days but no longer than 732 days in Malaysia and these investments are limited to 10% of the Fund's net asset value. The Fund commenced operations on 20 June 2017 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 Dana Al-Izdihar. The effective date for the appointment is at 17 April 2020. HLISAM is a wholly owned 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 20 February 2024.

2. MATERIAL ACCOUNTING POLICY INFORMATION

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

(a) Basis of preparation

The 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(i).

- (i) Amendments to published standard and interpretations that are relevant and effective 1 January 2023

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2023 that have a material effect on the financial statements of the Fund.

- (ii) New standards, amendment and interpretations effective after 1 January 2023 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2023 and have not been early adopted in preparing these financial statements. 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 January 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 at bank and amount due from the Manager as financial assets measured at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

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 refers to sukuk.

The Fund classifies amount due to the Manager, amount due to the Trustee, distribution payable 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. Islamic deposits with licensed financial institutions 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 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.

Islamic deposits with licensed financial institutions are stated at fair value. Due to the short term nature of the Islamic deposits, the cost plus accrued profit calculated based on the effective profit rate method over the period from the date of placement to the date of maturity of the respective Islamic deposits is a reasonable estimate of fair value. 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

Profit income from cash at bank and Islamic deposits with licensed financial institutions 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).

(e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise cash at banks 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) 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.

(g) 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.

(h) 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.

(i) Critical accounting estimates and judgments in applying accounting policies

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

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

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 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 at bank	-	79,137	79,137
Amount due from the Manager			
-creation of unit	-	1,000,550	1,000,550
Financial assets at FVTPL (Note 8)	129,197,918	-	129,197,918
	<u>129,197,918</u>	<u>1,079,687</u>	<u>130,277,605</u>
<u>Financial liabilities</u>			
Amount due to the Manager			
-management fee	-	11,940	11,940
Amount due to the Trustee	-	1,791	1,791
Distribution payable	-	53,386	53,386
Other payables and accruals	-	9,885	9,885
	<u>-</u>	<u>77,002</u>	<u>77,002</u>
2022			
<u>Financial assets</u>			
Cash at bank	-	60,272	60,272
Financial assets at FVTPL (Note 8)	129,939,337	-	129,939,337
	<u>129,939,337</u>	<u>60,272</u>	<u>129,999,609</u>
<u>Financial liabilities</u>			
Amount due to the Manager			
-management fee	-	11,154	11,154
Amount due to the Trustee	-	1,673	1,673
Distribution payable	-	39,789	39,789
Other payables and accruals	-	8,782	8,782
	<u>-</u>	<u>61,398</u>	<u>61,398</u>

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

(a) Market risk

(i) Interest rate risk

Interest rate risk is the risk that the value of the Fund's investments and its return will fluctuate because of changes in market interest rates.

Interest rate is a general economic indicator that will have an impact on the management of the Fund. It does not in anyway suggest that the Fund will invest in conventional financial instruments. The Fund's exposure to the interest rate risk is mainly confined to short term placements with licensed financial institutions. The Manager overcomes the exposure by way of maintaining Islamic deposits on a short term basis.

As at end of each reporting year, the Fund is not exposed to a material level of interest rate risk 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.

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

	Cash at bank RM	Amount due from the Manager RM	Financial assets at FVTPL RM	Total RM
2023				
- AAA	79,137	-	79,949,567	80,028,704
- AA1	-	-	14,111,131	14,111,131
- AA2	-	-	16,038,320	16,038,320
- AA3	-	-	19,098,900	19,098,900
- NR	-	1,000,550	-	1,000,550
Total	79,137	1,000,550	129,197,918	130,277,605
2022				
- AAA	60,272	-	74,547,314	74,607,586
- AA1	-	-	14,068,191	14,068,191
- AA3	-	-	41,323,832	41,323,832
Total	60,272	-	129,939,337	129,999,609

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			
-management fee	11,940	-	11,940
Amount due to the Trustee	1,791	-	1,791
Distribution payable	53,386	-	53,386
Other payables and accruals	-	9,885	9,885
Contractual cash out flows	67,117	9,885	77,002
2022			
<u>Financial liabilities</u>			
Amount due to the Manager			
-management fee	11,154	-	11,154
Amount due to the Trustee	1,673	-	1,673
Distribution payable	39,789	-	39,789
Other payables and accruals	-	8,782	8,782
Contractual cash out flows	52,616	8,782	61,398

(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 Islamic deposits or Investment Account or Islamic money market instruments 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 deposits or conventional investment account or money market instruments.

(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>				
- Islamic deposits with licensed financial institutions	-	129,197,918		- 129,197,918
				<u><u>- 129,197,918</u></u>
2022				
<u>Financial assets at FVTPL:</u>				
- Islamic deposits with licensed financial institutions	-	129,939,337		- 129,939,337
				<u><u>- 129,939,337</u></u>

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include Islamic deposits with licensed financial institutions. 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. MANAGEMENT FEE

In accordance with Division 13.1 of the Deed, the Manager is entitled to a management fee of up to 0.75% per annum with effect from 19 September 2019 calculated daily based on the net asset value of the Fund.

For the financial year ended 31 December 2023, the management fee is recognised at 0.10% (2022: 0.10%) per annum.

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

5. TRUSTEE'S FEE

In accordance with Division 13.2 of the Deed, the Trustee is entitled to a fee not exceeding 0.015% subject to a minimum of RM9,000 per annum calculated daily based on the net asset value of the Fund.

For the financial year ended 31 December 2023, the Trustee's fee is recognised at a rate of 0.015% (2022 : 0.015%) per annum.

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

6. TAXATION

	2023 RM	2022 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 RM	2022 RM
Profit before taxation	5,102,274	4,777,032
Taxation at Malaysian statutory rate of 24% (2022: 24%)	1,224,546	1,146,488
Tax effects of:		
Shariah-compliant investment income not subject to tax	(1,274,253)	(1,216,341)
Expenses not deductible for tax purposes	8,434	10,977
Restriction on tax deductible expenses for unit trust fund	41,273	58,876
Taxation	-	-

7. DISTRIBUTIONS

Distribution to unit holders is derived from the following sources:

	2023 RM	2022 RM
Prior financial year's realised income	1,236,021	133,366
Profit income from financial assets at FVTPL and amortised cost	4,030,855	3,766,278
Less: Expenses	(156,454)	(225,267)
Net distributions amount	<u>5,110,422</u>	<u>3,674,377</u>
Gross/Net distributions per unit (sen)	<u>1.6520</u>	<u>1.1167</u>
Date of Declaration		
Distribution on 3/4 January		
Gross/net distribution per unit (sen)	<u>0.0350</u>	<u>0.0170</u>
Distribution on 10/11 January		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 17/19 January		
Gross/net distribution per unit (sen)	<u>0.0310</u>	<u>0.0037</u>
Distribution on 25 January		
Gross/net distribution per unit (sen)	<u>0.0380</u>	<u>0.0018</u>
Distribution on 31 January/3 February		
Gross/net distribution per unit (sen)	<u>0.0290</u>	<u>0.0018</u>
Distribution on 7/8 February		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 14/15 February		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 21/22 February		
Gross/net distribution per unit (sen)	<u>0.0340</u>	<u>0.0018</u>
Distribution on 28 February/1 March		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 7/8 March		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 14/15 March		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0018</u>
Distribution on 21/22 March		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 28/29 March		
Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0018</u>

	2023 RM	2022 RM
Distribution on 4/5 April Gross/net distribution per unit (sen)	<u>0.0310</u>	<u>0.0018</u>
Distribution on 11/12 April Gross/net distribution per unit (sen)	<u>0.0310</u>	<u>0.0018</u>
Distribution on 18/20 April Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0018</u>
Distribution on 25/26 April Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0018</u>
Distribution on 2/5 May Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0018</u>
Distribution on 9/10 May Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0018</u>
Distribution on 16/17 May Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 23/24 May Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 30/31 May Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0018</u>
Distribution on 6/7 June Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0018</u>
Distribution on 13/14 June Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0018</u>
Distribution on 20/21 June Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0018</u>
Distribution on 27/28 June Gross/net distribution per unit (sen)	<u>0.0290</u>	<u>0.0018</u>
Distribution on 4/5 July Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.1278</u>
Distribution on 11/12 July Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0310</u>
Distribution on 18/19 July Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0310</u>
Distribution on 25/26 July Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0310</u>
Distribution on 1/2 August Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0700</u>

	2023 RM	2022 RM
Distribution on 8/9 August		
Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0450</u>
Distribution on 15/16 August		
Gross/net distribution per unit (sen)	<u>0.0290</u>	<u>0.0450</u>
Distribution on 22/23 August		
Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0450</u>
Distribution on 29/30 August		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0450</u>
Distribution on 5/6 September		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0900</u>
Distribution on 12/13 September		
Gross/net distribution per unit (sen)	<u>0.0310</u>	<u>0.0850</u>
Distribution on 19/20 September		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0230</u>
Distribution on 26/27 September		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0250</u>
Distribution on 3/4 October		
Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0240</u>
Distribution on 10/11 October		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0250</u>
Distribution on 17/18 October		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0250</u>
Distribution on 24/25 October		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0260</u>
Distribution on 31 October/1 November		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0260</u>
Distribution on 7/8 November		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0270</u>
Distribution on 14/15 November		
Gross/net distribution per unit (sen)	<u>0.0310</u>	<u>0.0280</u>
Distribution on 21/22 November		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0290</u>
Distribution on 28/29 November		
Gross/net distribution per unit (sen)	<u>0.0320</u>	<u>0.0280</u>
Distribution on 5/6 December		
Gross/net distribution per unit (sen)	<u>0.0310</u>	<u>0.0290</u>

	2023 RM	2022 RM
Distribution on 12/13 December		
Gross/net distribution per unit (sen)	<u>0.0310</u>	<u>0.0300</u>
Distribution on 19/20 December		
Gross/net distribution per unit (sen)	<u>0.0300</u>	<u>0.0300</u>
Distribution on 26/27 December		
Gross/net distribution per unit (sen)	<u>0.0330</u>	<u>0.0320</u>

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

	Income		Capital	
	RM	%	RM	%
2023	<u>5,110,422</u>	<u>100.00</u>	-	-
2022	<u>3,674,377</u>	<u>100.00</u>	-	-

Net distributions above are sourced from prior and current 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.

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

	2023 RM	2022 RM
Financial assets at FVTPL:		
Islamic deposits with licensed financial institutions	129,197,918	129,939,337

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

	Nominal value RM	Aggregate cost RM	Fair value RM	Percentage of net asset value %
ISLAMIC DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS*				
AmBank Islamic Berhad	16,000,000	16,038,320	16,038,320	12.32
Bank Islam Malaysia Berhad	19,000,000	19,098,900	19,098,900	14.67
CIMB Islamic Bank Berhad	22,230,000	22,255,190	22,255,190	17.09
Hong Leong Islamic Bank Berhad	23,283,000	23,324,854	23,324,854	17.91
Maybank Islamic Berhad	18,203,000	18,208,188	18,208,188	13.99
Public Islamic Bank Berhad	16,152,000	16,161,335	16,161,335	12.41
RHB Islamic Bank Berhad	14,106,000	14,111,131	14,111,131	10.84
TOTAL ISLAMIC DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS	128,974,000	129,197,918	129,197,918	99.23

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

	Nominal value RM	Aggregate cost RM	Fair value RM	Percentage of net asset value %
ISLAMIC DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS*				
AmBank Islamic Berhad	19,938,000	19,995,377	19,995,377	15.39
Bank Islam Malaysia Berhad	21,211,000	21,328,454	21,328,454	16.41
CIMB Islamic Bank Berhad	18,978,000	19,009,062	19,009,062	14.63
Hong Leong Islamic Bank Berhad	18,338,000	18,391,327	18,391,327	14.15
Maybank Islamic Berhad	15,299,000	15,314,523	15,314,523	11.79
Public Islamic Bank Berhad	21,824,000	21,832,403	21,832,403	16.80
RHB Islamic Bank Berhad	14,057,000	14,068,191	14,068,191	10.83
TOTAL ISLAMIC DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS	129,645,000	129,939,337	129,939,337	100.00

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

	2023	2022
	%	%
Islamic deposits with licensed financial institutions	3.51	3.69

Islamic deposits with licensed financial institutions have an average remaining maturity of 29 days (2022: 35 days).

9. SHARIAH INFORMATION OF THE FUND

The Shariah Adviser confirmed that the investments portfolio of the Fund comprises instruments which have been classified as Shariah-compliant by the Shariah Advisory Council of Bank Negara Malaysia.

10. UNITS IN CIRCULATION

	2023	2022
	No. of units	No. of units
At the beginning of the financial year	259,770,282	598,212,204
Add: Creation of units during the financial year		
- Arising from applications	497,334,132	321,761,375
- Arising from distributions	7,870,261	5,504,262
Less: Cancellation of units during the financial year	(504,695,292)	(665,707,559)
At the end of the financial year	<u>260,279,383</u>	<u>259,770,282</u>

11. TOTAL EXPENSE RATIO (“TER”)

	2023 %	2022 %
TER	0.13	0.13

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 RM154,702,219 (2022: RM224,618,094).

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	2023 Times	2022 Times
PTR	24.73	12.99

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

= RM3,826,010,000 (2022: RM2,836,131,000)

total disposals for the financial year

= RM3,826,681,000 (2022: RM2,998,749,000)

13. 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 31 December 2023 and 31 December 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>		
Cash at bank:		
- Hong Leong Islamic Bank Berhad	79,137	60,272
Islamic deposits with licensed financial institution:		
- Hong Leong Islamic Bank Berhad	23,324,854	18,391,327
	<u>23,403,991</u>	<u>18,451,599</u>
<u>Related party transactions</u>		
Profit income from Islamic deposits with licensed financial institution:		
- Hong Leong Islamic Bank Berhad	901,139	727,867
Profit income from cash at bank:		
- Hong Leong Islamic Bank Berhad	483	153
	<u>901,622</u>	<u>728,020</u>

Performance Data

A. (i) Portfolio Compositions:

Islamic 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 (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

Financial Year 31/12/2022- 31/12/2023 %	Financial Year 31/12/2021- 31/12/2022 %	Financial Year 31/12/2020- 31/12/2021 %
100.00	100.00	100.00
RM130,200,603	RM129,938,211	RM299,148,335
RM0.5001	RM0.5002	RM0.5001
260,279,383	259,770,282	598,212,204
RM0.5004	RM0.5043	RM0.5002
RM0.5000	RM0.5000	RM0.5000
3.34%	2.27%	1.68%
-0.02%	0.02%	0.02%
3.36%	2.25%	1.66%
0.0100 sen/unit	0.0000 sen/unit	0.0000 sen/unit
1.6420 sen/unit	1.1167 sen/unit	0.8240 sen/unit
1.6520 sen/unit	1.1167 sen/unit	0.8240 sen/unit
1%	0%	0%
99%	100%	100%
-	-	-
0.0350 sen/unit	0.0170 sen/unit	0.0160 sen/unit
0.0350 sen/unit	0.0170 sen/unit	0.0160 sen/unit
03/01/2023	04/01/2022	05/01/2021
RM0.5004	RM0.5002	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0150 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0150 sen/unit
10/01/2023	11/01/2022	12/01/2021
RM0.5003	RM0.5002	RM0.5002
RM0.5000	RM0.5002	RM0.5000
-	-	-
0.0310 sen/unit	0.0037 sen/unit	0.0160 sen/unit
0.0310 sen/unit	0.0037 sen/unit	0.0160 sen/unit
17/01/2023	19/01/2022	19/01/2021
RM0.5003	RM0.5004	RM0.5002
RM0.5000	RM0.5003	RM0.5000
-	-	-
0.0380 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0380 sen/unit	0.0018 sen/unit	0.0170 sen/unit
25/01/2023	25/01/2022	26/01/2021
RM0.5004	RM0.5005	RM0.5002
RM0.5000	RM0.5005	RM0.5000
-	-	-
0.0290 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0290 sen/unit	0.0018 sen/unit	0.0160 sen/unit
31/01/2023	03/02/2022	02/02/2021
RM0.5003	RM0.5007	RM0.5002
RM0.5000	RM0.5007	RM0.5000

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

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 31/12/2022- 31/12/2023 %	Financial Year 31/12/2021- 31/12/2022 %	Financial Year 31/12/2020- 31/12/2021 %
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0170 sen/unit
07/02/2023	08/02/2022	09/02/2021
RM0.5003	RM0.5008	RM0.5002
RM0.5000	RM0.5008	RM0.5000
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0160 sen/unit
14/02/2023	15/02/2022	16/02/2021
RM0.5003	RM0.5010	RM0.5002
RM0.5000	RM0.5010	RM0.5000
-	-	-
0.0340 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0340 sen/unit	0.0018 sen/unit	0.0170 sen/unit
21/02/2023	22/02/2022	23/02/2021
RM0.5003	RM0.5011	RM0.5002
RM0.5000	RM0.5011	RM0.5000
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0160 sen/unit
28/02/2023	01/03/2022	02/03/2021
RM0.5003	RM0.5013	RM0.5002
RM0.5000	RM0.5013	RM0.5000
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0170 sen/unit
07/03/2023	08/03/2022	09/03/2021
RM0.5003	RM0.5015	RM0.5002
RM0.5000	RM0.5014	RM0.5000
-	-	-
0.0320 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0320 sen/unit	0.0018 sen/unit	0.0170 sen/unit
14/03/2023	15/03/2022	16/03/2021
RM0.5003	RM0.5016	RM0.5002
RM0.5000	RM0.5016	RM0.5000
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0170 sen/unit
21/03/2023	22/03/2022	23/03/2021
RM0.5003	RM0.5018	RM0.5002
RM0.5000	RM0.5018	RM0.5000
-	-	-
0.0300 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0300 sen/unit	0.0018 sen/unit	0.0160 sen/unit
28/03/2023	29/03/2022	30/03/2021
RM0.5003	RM0.5019	RM0.5002
RM0.5000	RM0.5019	RM0.5000

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

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 31/12/2022- 31/12/2023 %	Financial Year 31/12/2021- 31/12/2022 %	Financial Year 31/12/2020- 31/12/2021 %
-	-	-
0.0310 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0310 sen/unit	0.0018 sen/unit	0.0160 sen/unit
04/04/2023	05/04/2022	06/04/2021
RM0.5003	RM0.5021	RM0.5002
RM0.5000	RM0.5021	RM0.5000
-	-	-
0.0310 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0310 sen/unit	0.0018 sen/unit	0.0160 sen/unit
11/04/2023	12/04/2022	13/04/2021
RM0.5003	RM0.5023	RM0.5002
RM0.5000	RM0.5022	RM0.5000
-	-	-
0.0320 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0320 sen/unit	0.0018 sen/unit	0.0170 sen/unit
18/04/2023	20/04/2022	20/04/2021
RM0.5003	RM0.5025	RM0.5002
RM0.5000	RM0.5024	RM0.5000
-	-	-
0.0320 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0320 sen/unit	0.0018 sen/unit	0.0160 sen/unit
25/04/2023	26/04/2022	27/04/2021
RM0.5003	RM0.5026	RM0.5002
RM0.5000	RM0.5026	RM0.5000
-	-	-
0.0320 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0320 sen/unit	0.0018 sen/unit	0.0170 sen/unit
02/05/2023	05/05/2022	04/05/2021
RM0.5003	RM0.5028	RM0.5002
RM0.5000	RM0.5028	RM0.5000
-	-	-
0.0320 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0320 sen/unit	0.0018 sen/unit	0.0160 sen/unit
09/05/2023	10/05/2022	11/05/2021
RM0.5003	RM0.5029	RM0.5002
RM0.5000	RM0.5029	RM0.5000
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0160 sen/unit
16/05/2023	17/05/2022	18/05/2021
RM0.5003	RM0.5031	RM0.5002
RM0.5000	RM0.5031	RM0.5000
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0140 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0140 sen/unit
23/05/2023	24/05/2022	25/05/2021
RM0.5003	RM0.5032	RM0.5001
RM0.5000	RM0.5032	RM0.5000

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

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 31/12/2022- 31/12/2023 %	Financial Year 31/12/2021- 31/12/2022 %	Financial Year 31/12/2020- 31/12/2021 %
-	-	-
0.0330 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0330 sen/unit	0.0018 sen/unit	0.0160 sen/unit
30/05/2023	31/05/2022	01/06/2021
RM0.5003	RM0.5034	RM0.5002
RM0.5000	RM0.5034	RM0.5000
-	-	-
0.0320 sen/unit	0.0018 sen/unit	0.0150 sen/unit
0.0320 sen/unit	0.0018 sen/unit	0.0150 sen/unit
06/06/2023	07/06/2022	08/06/2021
RM0.5003	RM0.5036	RM0.5002
RM0.5000	RM0.5036	RM0.5000
-	-	-
0.0320 sen/unit	0.0018 sen/unit	0.0170 sen/unit
0.0320 sen/unit	0.0018 sen/unit	0.0170 sen/unit
13/06/2023	14/06/2022	15/06/2021
RM0.5003	RM0.5037	RM0.5002
RM0.5000	RM0.5037	RM0.5000
-	-	-
0.0320 sen/unit	0.0018 sen/unit	0.0150 sen/unit
0.0320 sen/unit	0.0018 sen/unit	0.0150 sen/unit
20/06/2023	21/06/2022	22/06/2021
RM0.5003	RM0.5039	RM0.5002
RM0.5000	RM0.5039	RM0.5000
-	-	-
0.0290 sen/unit	0.0018 sen/unit	0.0160 sen/unit
0.0290 sen/unit	0.0018 sen/unit	0.0160 sen/unit
27/06/2023	28/06/2022	29/06/2021
RM0.5003	RM0.5041	RM0.5002
RM0.5000	RM0.5041	RM0.5000
-	-	-
0.0300 sen/unit	0.1278 sen/unit	0.0160 sen/unit
0.0300 sen/unit	0.1278 sen/unit	0.0160 sen/unit
04/07/2023	05/07/2022	06/07/2021
RM0.5003	RM0.5043	RM0.5002
RM0.5000	RM0.5030	RM0.5000
-	-	-
0.0300 sen/unit	0.0310 sen/unit	0.0160 sen/unit
0.0300 sen/unit	0.0310 sen/unit	0.0160 sen/unit
11/07/2023	12/07/2022	13/07/2021
RM0.5003	RM0.5032	RM0.5002
RM0.5000	RM0.5029	RM0.5000
-	-	-
0.0300 sen/unit	0.0310 sen/unit	0.0190 sen/unit
0.0300 sen/unit	0.0310 sen/unit	0.0190 sen/unit
18/07/2023	19/07/2022	21/07/2021
RM0.5003	RM0.5031	RM0.5002
RM0.5000	RM0.5028	RM0.5000

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

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 31/12/2022- 31/12/2023 %	Financial Year 31/12/2021- 31/12/2022 %	Financial Year 31/12/2020- 31/12/2021 %
-	-	-
0.0300 sen/unit	0.0310 sen/unit	0.0130 sen/unit
0.0300 sen/unit	0.0310 sen/unit	0.0130 sen/unit
25/07/2023	26/07/2022	27/07/2021
RM0.5003	RM0.5030	RM0.5001
RM0.5000	RM0.5027	RM0.5000
-	-	-
0.0300 sen/unit	0.0700 sen/unit	0.0160 sen/unit
0.0300 sen/unit	0.0700 sen/unit	0.0160 sen/unit
01/08/2023	02/08/2022	03/08/2021
RM0.5003	RM0.5029	RM0.5002
RM0.5000	RM0.5022	RM0.5000
-	-	-
0.0300 sen/unit	0.0450 sen/unit	0.0180 sen/unit
0.0300 sen/unit	0.0450 sen/unit	0.0180 sen/unit
08/08/2023	09/08/2022	11/08/2021
RM0.5003	RM0.5024	RM0.5002
RM0.5000	RM0.5019	RM0.5000
-	-	-
0.0290 sen/unit	0.0450 sen/unit	0.0140 sen/unit
0.0290 sen/unit	0.0450 sen/unit	0.0140 sen/unit
15/08/2023	16/08/2022	17/08/2021
RM0.5003	RM0.5022	RM0.5001
RM0.5000	RM0.5017	RM0.5000
-	-	-
0.0300 sen/unit	0.0450 sen/unit	0.0160 sen/unit
0.0300 sen/unit	0.0450 sen/unit	0.0160 sen/unit
22/08/2023	23/08/2022	24/08/2021
RM0.5003	RM0.5019	RM0.5002
RM0.5000	RM0.5015	RM0.5000
-	-	-
0.0320 sen/unit	0.0450 sen/unit	0.0180 sen/unit
0.0320 sen/unit	0.0450 sen/unit	0.0180 sen/unit
29/08/2023	30/08/2022	01/09/2021
RM0.5003	RM0.5017	RM0.5002
RM0.5000	RM0.5013	RM0.5000
-	-	-
0.0330 sen/unit	0.0900 sen/unit	0.0130 sen/unit
0.0330 sen/unit	0.0900 sen/unit	0.0130 sen/unit
05/09/2023	06/09/2022	07/09/2021
RM0.5003	RM0.5015	RM0.5001
RM0.5000	RM0.5006	RM0.5000
-	-	-
0.0310 sen/unit	0.0850 sen/unit	0.0160 sen/unit
0.0310 sen/unit	0.0850 sen/unit	0.0160 sen/unit
12/09/2023	13/09/2022	14/09/2021
RM0.5003	RM0.5009	RM0.5002
RM0.5000	RM0.5000	RM0.5000

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

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 31/12/2022- 31/12/2023 %	Financial Year 31/12/2021- 31/12/2022 %	Financial Year 31/12/2020- 31/12/2021 %
-	-	-
0.0320 sen/unit	0.0230 sen/unit	0.0150 sen/unit
0.0320 sen/unit	0.0230 sen/unit	0.0150 sen/unit
19/09/2023	20/09/2022	21/09/2021
RM0.5003	RM0.5002	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0320 sen/unit	0.0250 sen/unit	0.0150 sen/unit
0.0320 sen/unit	0.0250 sen/unit	0.0150 sen/unit
26/09/2023	27/09/2022	28/09/2021
RM0.5003	RM0.5002	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0300 sen/unit	0.0240 sen/unit	0.0160 sen/unit
0.0300 sen/unit	0.0240 sen/unit	0.0160 sen/unit
03/10/2023	04/10/2022	05/10/2021
RM0.5003	RM0.5002	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0330 sen/unit	0.0250 sen/unit	0.0150 sen/unit
0.0330 sen/unit	0.0250 sen/unit	0.0150 sen/unit
10/10/2023	11/10/2022	12/10/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0320 sen/unit	0.0250 sen/unit	0.0180 sen/unit
0.0320 sen/unit	0.0250 sen/unit	0.0180 sen/unit
17/10/2023	18/10/2022	20/10/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0330 sen/unit	0.0260 sen/unit	0.0120 sen/unit
0.0330 sen/unit	0.0260 sen/unit	0.0120 sen/unit
24/10/2023	25/10/2022	26/10/2021
RM0.5003	RM0.5003	RM0.5001
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0320 sen/unit	0.0260 sen/unit	0.0160 sen/unit
0.0320 sen/unit	0.0260 sen/unit	0.0160 sen/unit
31/10/2023	01/11/2022	02/11/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0320 sen/unit	0.0270 sen/unit	0.0160 sen/unit
0.0320 sen/unit	0.0270 sen/unit	0.0160 sen/unit
07/11/2023	08/11/2022	09/11/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000

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

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

Financial Year 31/12/2022- 31/12/2023 %	Financial Year 31/12/2021- 31/12/2022 %	Financial Year 31/12/2020- 31/12/2021 %
-	-	-
0.0310 sen/unit	0.0280 sen/unit	0.0150 sen/unit
0.0310 sen/unit	0.0280 sen/unit	0.0150 sen/unit
14/11/2023	15/11/2022	16/11/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0320 sen/unit	0.0290 sen/unit	0.0160 sen/unit
0.0320 sen/unit	0.0290 sen/unit	0.0160 sen/unit
21/11/2023	22/11/2022	23/11/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0320 sen/unit	0.0280 sen/unit	0.0150 sen/unit
0.0320 sen/unit	0.0280 sen/unit	0.0150 sen/unit
28/11/2023	29/11/2022	30/11/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0310 sen/unit	0.0290 sen/unit	0.0150 sen/unit
0.0310 sen/unit	0.0290 sen/unit	0.0150 sen/unit
05/12/2023	06/12/2022	07/12/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0310 sen/unit	0.0300 sen/unit	0.0150 sen/unit
0.0310 sen/unit	0.0300 sen/unit	0.0150 sen/unit
12/12/2023	13/12/2022	14/12/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0300 sen/unit	0.0300 sen/unit	0.0150 sen/unit
0.0300 sen/unit	0.0300 sen/unit	0.0150 sen/unit
19/12/2023	20/12/2022	21/12/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000
-	-	-
0.0330 sen/unit	0.0320 sen/unit	0.0150 sen/unit
0.0330 sen/unit	0.0320 sen/unit	0.0150 sen/unit
26/12/2023	27/12/2022	28/12/2021
RM0.5003	RM0.5003	RM0.5002
RM0.5000	RM0.5000	RM0.5000

Performance Data

(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 31/12/2023)***

- (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 PTR increased by 11.74 times (90.38%) to 24.73 times for the financial year ended 31 December 2023 versus 12.99 times for the financial year ended 31 December 2022 mainly due to higher level of rebalancing activities undertaken by the Fund.

Financial Year 31/12/2022- 31/12/2023 %	Financial Year 31/12/2021- 31/12/2022 %	Financial Year 31/12/2020- 31/12/2021 %
0.13%	0.13%	0.23%
24.73#	12.99	17.35
3.34%		
2.49%		
2.64%		

Corporate Information

Manager

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

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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 Islamic Trustee Berhad

Auditor

PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146)

Shariah Adviser

BIMB Securities Sdn Bhd

Distributors

Hong Leong Bank Berhad
Hong Leong Islamic Bank Berhad
Registered Independent Tied Agents with FiMM

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