

# Hong Leong Global Shariah ESG Fund

**Semi-Annual Report**

Financial Period Ended 30 September 2024

**2024**

Unaudited



# HONG LEONG GLOBAL SHARIAH ESG FUND

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# Manager's Review and Report

## I. FUND INFORMATION

### Fund Name

Hong Leong Global Shariah ESG Fund ("HLGSESGF" or "the Fund")

### Fund Category

Equity (Shariah-compliant)

### Fund Type

Growth

### Investment Objective

The Fund aims to provide medium to long-term capital growth by investing in a globally diversified Shariah-compliant portfolio of securities with a focus on ESG criteria in the investment process.

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

Not Applicable

### Benchmark

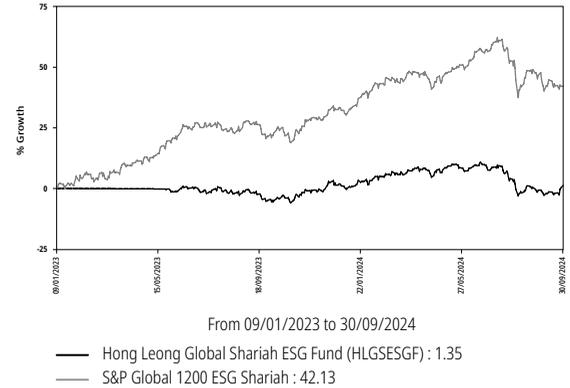
S&P Global 1200 ESG Shariah Index

### Distribution Policy

The Fund intends to provide Unit holders with medium to long-term capital growth. As such, income distributions (if any) will be incidental to overall capital growth objective and all income returns will be reinvested as additional Units. The Fund may also declare distribution in the form of additional Units to its Unit holders.

## II. FUND PERFORMANCE

**Chart 1: Performance of the Fund versus the benchmark since launch**



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 HLGSESGF reinvested.

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

### Performance Review

This Semi-Annual Report covers the six-month financial period from 1 April 2024 to 30 September 2024.

The Fund posted a return of -6.45% (based on NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from the Fund reinvested) in the past six months while its benchmark the S&P Global 1200 ESG Shariah Index registered a return of -4.04% (in Malaysian Ringgit terms).

Since launch, the Fund has registered a return of 1.35% while its benchmark the S&P Global 1200 ESG Shariah Index registered a return of 42.13% (in Malaysian Ringgit terms).

**Table 1: Performance of the Fund for the following periods as at 30 September 2024 (Source: Lipper for Investment Management)**

	3 Months	6 Months	1 Year	Since Launch
HLGSESGF Return (%)	-5.85	-6.45	6.42	1.35
Benchmark (%)	-9.12	-4.04	16.91	42.13

**Table 2: Return of the Fund based on NAV Per Unit-to-NAV Per Unit basis for the period 31 March 2024 to 30 September 2024 (Source: Lipper for Investment Management)**

	30-Sep-24	31-Mar-24	Return (%)
NAV Per Unit	RM1.0135	RM1.0834*	-6.45
Benchmark	16,456.51	17,149.60	-4.04
<b>vs Benchmark (%)</b>	-	-	-2.41

\* Based on the NAV Per Unit on 29 March 2024 as the above-mentioned reporting date fell on a non-business day.

### Table 3: Financial Highlights

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

	30-Sep-24 (RM)	31-Mar-24 (RM)	Change (%)
Unit Holders' Capital	<b>724,987</b>	353,017	105.37
(Accumulated Loss)/Retained Earnings	<b>(6,782)</b>	24,730	(127.42)
<b>Net Asset Value</b>	<b>718,205</b>	377,747	90.13
<b>Units in Circulation</b>	<b>708,656</b>	348,695	103.23

**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 periods ended 30 September and 31 March**

	Financial Period Sep 2024	Financial Period Mar 2024*
Highest NAV Per Unit (RM)	1.1086	1.0834
Lowest NAV Per Unit (RM)	0.9695	0.9414
Capital Growth (%)	-6.45	8.34
Income Distribution (%)	-	-
<b>Total Return (%)</b>	<b>-6.45</b>	<b>8.34</b>

\* The figure shown is for the period since Fund launch (9 January 2023 to 31 March 2024).

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 HLGSESGF reinvested.

**Table 5: Average Total Return of the Fund for the financial period ended 30 September 2024**

	1 Year
Average Total Return (%)	6.42

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 HLGSESGF reinvested.

**Table 6: Annual Total Return of the Fund for the financial period ended 31 March**

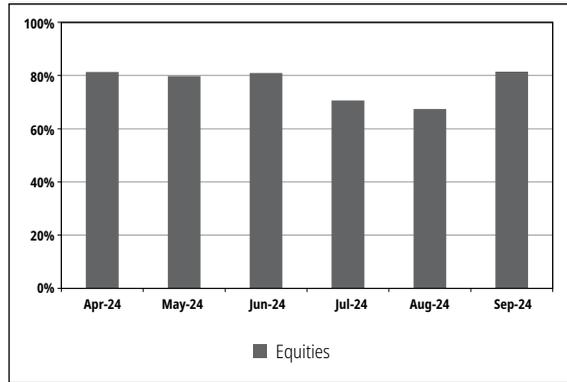
Financial Period	Since Launch
Annual Total Return (%)	8.34*

\* The figure shown is for the period since Fund launch (9 January 2023 to 31 March 2024).

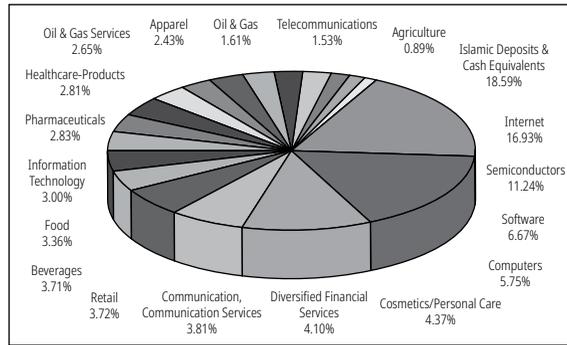
Source: Lipper for Investment Management, in Malaysian Ringgit terms, ex-distribution, NAV Per Unit-to-NAV Per Unit basis with gross income (if any) from HLGSESGF reinvested.

### III. INVESTMENT PORTFOLIO

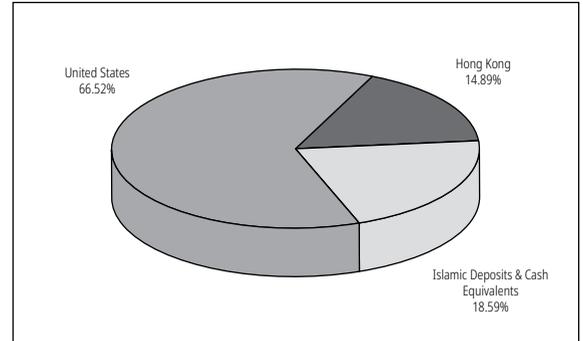
**Chart 2: Asset Allocation - April 2024 to September 2024**



**Chart 3: Sector Allocation as at 30 September 2024**



**Chart 4: Geographical Allocation as at 30 September 2024**



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

During the financial period under review, the Fund invested into Shariah-compliant securities of companies with strong Environmental, Social, and Governance (ESG) within the S&P Global 1200 ESG Shariah Index, across diversified sectors which have good earnings prospects and trading at reasonable valuations.

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

During the financial period under review, the Fund's geographical allocations is skewed towards United States (US) markets and Greater China (Hong Kong in particular). The Fund will be further diversified with the increase of assets under management.

## **Operational review of the Fund**

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

## **IV. MARKET REVIEW**

During the financial period under review, global equity markets registered a decent performance in their respective local currencies, supported by expectations of peaking policy rates and a decline in headline inflation, coupled with the China's plan to revamp its economy. Against this backdrop, global equities advanced 9.62% in United States Dollar (USD) terms. The tech-heavy NASDAQ maintained its lead as the top performer in the US market, with a gain of 12.00%, driven by optimism surrounding the growth potential of Artificial Intelligence (AI). S&P 500 Index (SPX) gained 10.69% while Dow Jones Industrial Average (DJIA) Index delivered an 8.07% gain.

Hang Seng Index and Shanghai Shenzhen CSI 300 Index were positive for the financial period under review, following the Chinese authority's stimulus announcements, aimed at following consumption, real estate and the stock market. Both indices delivered 24.82% and 12.21% return respectively in their local currencies. While the measures have been deployed before, the coordinated approach reflects Beijing's renewed urgency to improve the growth momentum. Specifically, the measures included interest rate cuts, reduced down payment requirements for home purchases, and increased government spending on infrastructure projects.

Eurozone, as measured by Euro Stoxx 50 Index was rather flat at -0.82% in local currency term during the financial period under review. A gradual improvement in bank lending and rising household incomes is bolstering Eurozone economies, particularly in Spain, Italy and France. Germany however, continues to face challenges due to its trade dependence on China and the competitiveness of its automotive sector in the transition to electric vehicles. Moderating inflation has enabled the European Central Bank (ECB) to ease monetary policy, with further rate cuts expected.

Japanese equities underperformed during the financial period under review with the TOPIX and Nikkei 225 Index retraced by 2.52% and 2.82% respectively in local currency. Volatility continued in September, following the stronger Yen and concerns on US economic slowdown. The Bank of Japan (BOJ) has made no changes to its interest rate policy, but expectations for a rate hike in the coming months are rather high at this juncture.

Ringgit Malaysia (MYR) strengthen during the financial period under review, from the high of USD/MYR4.73 early April to USD/MYR4.09 in end September. This in turn impacted the return of the reference benchmark of S&P Global 1200 ESG Shariah Index, as the index is measured in USD.

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

Based on the International Monetary Fund's (IMF) outlook, global Gross Domestic Product (GDP) is expected to finish 2024 with a year-on-year (YoY) growth of 3.2%, and expected the same number for 2025. While there are risks of economic slowdown in the US and Eurozone, we do not foresee risks of contagious financial crisis in the short and medium term. The Federal Reserve (Fed) is expected to continue its rate cuts by two more times in November and December 2024, following the 50 basis points (bps) cut earlier in September.

The global market is expected to remain volatile in the short to medium-term, given the heightened risk of war in the Middle-East, higher commodity prices and the US incoming election in November. Sectors sensitive to lower interest rates, such as housing, consumer durables, and capital expenditures, are expected to benefit from this rate cut cycle. Investors who have been underweight Hong Kong and Chinese stocks may be incentivized to increase their positions in these markets due to the recent rally and positive economic outlook. However, it is crucial to monitor several indicators to assess the sustainability of this rally, including trading volume, short-sell ratio and property prices.

Catalyst for the global equity market going forward would be the easing of inflation numbers and the possibilities of further rate cuts towards the 2024-year end. We continue to diversify our portfolio in terms of sector allocation and maintain our focus in strong ESG companies that could deliver earnings growth with decent valuations.

## **VI. SOFT COMMISSIONS**

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

## **VII. SECURITIES LENDING OR REPURCHASE TRANSACTIONS**

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

## **VIII. CROSS TRADE TRANSACTIONS**

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

## **IX. Sustainable and Responsible Investment (SRI) Report**

During the financial period under review, the Fund has complied with the Securities Commission Malaysia's Guidelines on Sustainable and Responsible Investment (SRI). The Fund invested in the constituents of the S&P Global 1200 ESG Shariah Index, which seeks to track all Shariah-compliant constituents in the S&P Global 1200 ESG Index. The S&P Global 1200 ESG Index is a broad-based, market-cap-weighted index that is designed to measure the performance of securities meeting sustainability criteria by excluding companies with significant business activities relating to thermal coal, tobacco and controversial weapons and/or companies with disqualifying United Nations Global Compact (UNG) scores. ESG Scores are researched and constructed via the S&P Global Corporate Sustainability Assessment (CSA), an annual assessment of company sustainability performance, to which all companies in the research universe are invited to participate.

The investable universe of the Fund is limited to all constituents of the S&P Global 1200 ESG Shariah Index. The sustainability considerations are based on the index providers' assessments.

## STATEMENT BY THE MANAGER

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I, Chue Kwok Yan, as the Director of Hong Leong Asset Management Bhd, do hereby state that, in the opinion of the Manager, the accompanying unaudited condensed financial statements set out on pages 14 to 42 are drawn up in accordance with the provision of the Deeds and give a true and fair view of the financial position of the Fund as at 30 September 2024 and of its financial performance, changes in equity and cash flows for the financial period ended 30 September 2024 in accordance with the Malaysian Financial Reporting Standard 134 “Interim Financial Reporting” and International Accounting Standard 34 “Interim Financial Reporting”.

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

### **CHUE KWOK YAN**

Chief Executive Officer/Executive Director

Kuala Lumpur  
22 November 2024

## TRUSTEE’S REPORT

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### **TO THE UNIT HOLDERS OF HONG LEONG GLOBAL SHARIAH ESG FUND (“Fund”)**

We have acted as Trustee of the Fund for the financial period ended 30 September 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, **Hong Leong Asset Management Bhd** has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

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

For and on behalf of  
**CIMB Islamic Trustee Berhad**

### **Datin Ezreen Eliza binti Zulkiplee**

Chief Executive Officer

Kuala Lumpur, Malaysia  
22 November 2024



## CONDENSED STATEMENT OF FINANCIAL POSITION *(Unaudited)*

AS AT 30 SEPTEMBER 2024

	Note	30.09.2024 RM	31.03.2024 RM
<b>ASSETS</b>			
Cash and cash equivalents	7	132,471	72,399
Amount due from the Manager			
-creation of units		3,300	6,462
Dividends receivable		312	115
Financial assets at FVTPL	8	584,710	300,603
<b>TOTAL ASSETS</b>		<u>720,793</u>	<u>379,579</u>
<b>LIABILITIES</b>			
Amount due to the Manager			
-management fee		838	458
Other payables and accruals		1,657	1,281
Tax payable		93	93
<b>TOTAL LIABILITIES</b>		<u>2,588</u>	<u>1,832</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>718,205</u>	<u>377,747</u>
<b>EQUITY</b>			
Unit holders' capital		724,987	353,017
(Accumulated loss)/retained earnings		(6,782)	24,730
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>		<u>718,205</u>	<u>377,747</u>
<b>UNITS IN CIRCULATION (UNITS)</b>	10	<u>708,656</u>	<u>348,695</u>
<b>NET ASSET VALUE PER UNIT (RM)</b>		<u>1.0135</u>	<u>1.0833</u>

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

## CONDENSED STATEMENT OF CHANGES IN EQUITY *(Unaudited)*

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	Unit holders' capital RM	Accumulated loss RM	Total RM
Balance as at 1 April 2024	353,017	24,730	377,747
Movement in net asset value:			
Creation of units from applications	424,542	-	424,542
Cancellation of units	(52,572)	-	(52,572)
Total comprehensive loss for the financial period	-	(31,512)	(31,512)
Balance as at 30 September 2024	<u>724,987</u>	<u>(6,782)</u>	<u>718,205</u>
Balance as at 9 January 2023 (date of launch)	-	-	-
Movement in net asset value:			
Creation of units from applications	275,070	-	275,070
Cancellation of units	(79,380)	-	(79,380)
Total comprehensive loss for the financial period	-	(9,226)	(9,226)
Balance as at 30 September 2023	<u>195,690</u>	<u>(9,226)</u>	<u>186,464</u>

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

## CONDENSED STATEMENT OF CASH FLOWS

(Unaudited)

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

	01.04.2024 to 30.09.2024 RM	09.01.2023 (date of launch) to 30.09.2023 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from sales of financial assets at FVTPL	57,134	-
Purchase of financial assets at FVTPL	(360,164)	(145,743)
Realised foreign exchange differences arising from operating activities	(5,699)	570
Profit income received from financial assets measured at amortised cost	1,398	-
Dividend income received	2,420	354
Management fee paid	(3,444)	(302)
Trustee's fee paid	-	(31)
Payment for other fees and expenses	(5,564)	(2,672)
Net cash used in operating activities	(313,919)	(147,824)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from creation of units	427,704	274,970
Payments for cancellation of units	(52,572)	(79,380)
Net cash generated from financing activities	375,132	195,590
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	61,213	47,766
<b>EFFECTS OF FOREIGN EXCHANGE RATE CHANGES</b>	(1,141)	(67)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	72,399	-
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	132,471	47,699

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

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS

(Unaudited)

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2024

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

Hong Leong Global Shariah ESG Fund ("the Fund") was constituted pursuant to the execution of a Deed dated 21 December 2021, First Supplemental Deed dated 5 July 2022 and Second Supplemental Deed dated 10 February 2023 ("the Deeds"), between Hong Leong Asset Management Bhd ("the Manager") and CIMB Islamic Trustee Berhad ("the Trustee") for the unit holders of the Fund.

The Fund aims to provide medium to long-term capital growth by investing in a globally diversified Shariah-compliant portfolio of securities with a focus on ESG criteria in the investment process.

The Fund will invest a minimum of 80% of its net asset value in Shariah-compliant equities and Shariah-compliant equity-related securities globally in order to gain medium to long-term capital growth. The balance of the Fund's net asset value may be invested in Islamic money market instruments and Islamic deposits with financial institutions. The Fund does not incorporate ESG factors for Islamic money market instruments and Islamic deposits as the said instruments are used for liquidity purposes. The Fund commenced operations on 9 January 2023 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 the Fund. 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 22 November 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 condensed financial statements are unaudited and have been prepared in accordance with the Malaysian Financial Reporting Standard 134 “Interim Financial Reporting” and International Accounting Standard 34 “Interim Financial Reporting”.

The condensed financial statements should be read in conjunction with the audited financial statements of the Fund for the financial year ended 31 March 2024 which have been prepared in accordance with the provisions of the Malaysian Financial Reporting Standards (“MFRS”) and International Financial reporting Standards (“IFRS”).

### (b) Financial assets and financial liabilities

#### Classification

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

- those to be measured subsequently at fair value (either through other comprehensive income (“OCI”) or through profit or loss), and
- those to be measured at amortised cost.

The Fund classifies its investments based on both the Fund’s business model for managing those financial assets and the contractual cash flows characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets’ performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities<sup>1</sup> as fair value through other comprehensive income. The contractual cash flows of the Fund’s debt securities<sup>2</sup> 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, amount due from the Manager and dividends receivable as financial assets measured at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

The Fund classifies amount due to the Manager 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. Transaction costs are expensed in the statement of comprehensive income.

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 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.

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

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.

Foreign quoted Shariah-compliant investments are valued at the last traded market prices quoted on the respective foreign stock exchanges at the close of the business day of the respective foreign stock exchanges.

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

Islamic deposits with licensed Islamic 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 period.

## **(c) Foreign currency**

### 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.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in RM primarily due to the following factors:

- The Fund's NAV per unit and the settlement of creation and cancellation are denominated in RM.
- The Fund's significant expenses are denominated in RM.

### Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss, except when deferred in other comprehensive income as qualifying cash flow hedges.

Translation differences on non-monetary financial assets and liabilities such as Shariah-compliant equities held at fair value through profit or loss are recognised in profit or loss as part of the fair value gain or loss.

## **(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 and Islamic deposits with licensed Islamic 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).

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

**(e) Cash and cash equivalents**

For the purpose of statement of cash flows, cash and cash equivalents comprise cash at 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 period. Withholding taxes on investment income from foreign investments are based on the tax regime of the respective countries that the Fund invests in. Such withholding taxes are not “income tax” in nature and are recognised and measured based on the requirements of MFRS 137. They are presented within other expenses line in the statement of comprehensive income.

**(h) Distribution**

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

**(i) Transaction costs**

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

**(j) Unit holders’ capital**

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

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

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

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

### (k) Fair value of financial instruments

Financial instruments comprise financial assets and financial liabilities. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The information presented herein represents the estimates of fair values as at the date of the statement of financial position.

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

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

	Financial assets at FVTPL RM	Financial assets/ liabilities at amortised cost RM	Total RM
<b>30.09.2024</b>			
<u>Financial assets</u>			
Cash and cash equivalents	-	132,471	132,471
Amount due from the Manager			
-creation of units	-	3,300	3,300
Dividends receivable	-	312	312
Financial assets at FVTPL (Note 7)	584,710	-	584,710
	584,710	136,083	720,793

	Financial assets at FVTPL RM	Financial assets/ liabilities at amortised cost RM	Total RM
<u>Financial liabilities</u>			
Amount due to the Manager			
-management fee	-	838	838
Other payables and accruals	-	1,657	1,657
	-	2,495	2,495
<b>31.03.2024</b>			
<u>Financial assets</u>			
Cash and cash equivalents	-	72,399	72,399
Amount due from the Manager			
-creation of units	-	6,462	6,462
Dividends receivable	-	115	115
Financial assets at FVTPL (Note 7)	300,603	-	300,603
	300,603	78,976	379,579
<u>Financial liabilities</u>			
Amount due to the Manager			
-management fee	-	458	458
Other payables and accruals	-	1,281	1,281
	-	1,739	1,739

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

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

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

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

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

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

### 3. FAIR VALUE ESTIMATION

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 period 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 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 for which market were or have been inactive during the financial period. Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

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

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

#### (i) Fair value hierarchy

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

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

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

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

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

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
<b>30.09.2024</b>				
<u>Financial assets at FVTPL:</u>				
- Quoted Shariah-compliant equity securities - foreign	584,710	-	-	584,710
<b>31.03.2024</b>				
<u>Financial assets at FVTPL:</u>				
- Quoted Shariah-compliant equity securities - foreign	300,603	-	-	300,603

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

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. 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 liabilities 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 2.00% per annum calculated daily based on the net asset value of the Fund.

For the financial period ended 30 September 2024, the management fee is recognised at a rate of 1.50% (09.01.2023 (date of launch) to 30.09.2023: 0.50%) 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, AUDITORS’ REMUNERATION AND TAX AGENT’S FEE

For the financial period ended 30 September 2024 and financial period from 1 January 2023 (date of launch) to 30 September 2023, Trustee’s fee, auditors’ remuneration and tax agent’s fee were borne by the Manager.

## 6. TAXATION

	01.04.2024 to 30.09.2024 RM	09.01.2023 (date of launch) to 30.09.2023 RM
Tax charge for the financial period:		
Current taxation	-	36

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

	01.04.2024 to 30.09.2024 RM	09.01.2023 (date of launch) to 30.09.2023 RM
Loss before taxation	(31,512)	(9,190)
Taxation at Malaysian statutory rate of 24%	(7,563)	(2,206)
Tax effects of:		
Shariah-compliant investment loss disallowed from tax	4,723	627
Expenses not deductible for tax purposes	1,874	1,534
Restriction on tax deductible expenses for unit trust fund	966	81
Taxation	-	36

## 7. CASH AND CASH EQUIVALENTS

	30.09.2024 RM	31.03.2024 RM
Islamic deposits with licensed Islamic financial institutions	100,008	-
Cash at banks	32,463	72,399
	132,471	72,399

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

	30.09.2024 %	31.03.2024 %
Islamic deposits with licensed Islamic financial institutions	2.97	-

Islamic deposits with licensed Islamic financial institutions for the financial period ended 30 September 2024 have an average remaining maturity of 1 day (09.01.2023 (date of launch) to 30.09.2023: Nil).

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

	30.09.2024 RM	31.03.2024 RM
Financial assets at FVTPL:		
Quoted Shariah-compliant equity securities		
- foreign	584,710	300,603

	01.04.2024 to 30.09.2024 RM	09.01.2023 (date of launch) to 30.09.2023 RM
Net loss on financial assets at FVTPL:		
Realised gain on disposals	9,524	-
Changes in unrealised fair values	(27,278)	(3,253)
	(17,754)	(3,253)

Financial assets at FVTPL as at 30 September 2024 are as detailed below:

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<b>QUOTED SHARIAH-COMPLIANT EQUITY SECURITIES - FOREIGN</b>				
<b>Hong Kong</b>				
<u>Internet</u>				
Alibaba Group Holding Limited	600	28,173	35,013	4.87
JD.Com Inc - Class A	400	24,870	35,459	4.94
Meituan - Class B	400	26,057	36,499	5.08
	1,400	79,100	106,971	14.89
<b>Total Hong Kong</b>	<b>1,400</b>	<b>79,100</b>	<b>106,971</b>	<b>14.89</b>
<b>United States</b>				
<u>Agriculture</u>				
Archer-Daniels-Midland Co	26	9,230	6,401	0.89
<u>Apparel</u>				
Nike Inc	48	21,686	17,486	2.43
<u>Beverages</u>				
The Coca-Cola Company	90	26,178	26,652	3.71
<u>Communication, Communication Services</u>				
Alphabet Inc.	40	32,906	27,339	3.81
<u>Computers</u>				
Apple Inc.	43	38,430	41,288	5.75
<u>Cosmetics/Personal Care</u>				
Procter & Gamble Corporation	44	32,562	31,405	4.37
<u>Diversified Financial Services</u>				
Visa Inc.	26	30,730	29,460	4.10
<u>Food</u>				
Sysco Corporation	75	24,762	24,126	3.36
<u>Healthcare-Products</u>				
Abbott Laboratories	43	21,001	20,203	2.81
<u>Information Technology</u>				
Nvidia Corporation	43	24,666	21,520	3.00
<u>Internet</u>				
Etsy, Inc. (Note 9 (a) (1) (iv))	64	18,810	14,646	2.04
<u>Oil &amp; Gas</u>				
Chevron Corporation	19	13,709	11,531	1.61
<u>Oil &amp; Gas Services</u>				
Schlumberger Limited	110	24,236	19,016	2.65

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<u>Pharmaceuticals</u>				
AbbVie Inc.	25	17,852	20,345	2.83
<u>Retail</u>				
The Home Depot, Inc.	16	24,660	26,717	3.72
<u>Semiconductors</u>				
Advanced Micro Devices, Inc.	30	19,598	20,285	2.82
Applied Materials Inc	25	19,235	20,816	2.90
Micron Technology, Inc.	60	23,271	25,643	3.57
Qualcomm Inc	20	12,633	14,016	1.95
	135	74,737	80,760	11.24
<u>Software</u>				
Microsoft Corporation	27	49,745	47,878	6.67
<u>Telecommunications</u>				
Cisco System Inc	50	11,572	10,966	1.53
<b>Total United States</b>	<b>924</b>	<b>497,472</b>	<b>477,739</b>	<b>66.52</b>
<b>TOTAL QUOTED SHARIAH-COMPLIANT EQUITY SECURITIES - FOREIGN</b>	<b>2,324</b>	<b>576,572</b>	<b>584,710</b>	<b>81.41</b>
<b>UNREALISED GAIN ON FINANCIAL ASSETS AT FVTPL</b>		<b>8,138</b>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FVTPL</b>		<b>584,710</b>		

Financial assets at FVTPL as at 31 March 2024 are as detailed below:

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<b>QUOTED SHARIAH-COMPLIANT EQUITY SECURITIES - FOREIGN</b>				
<b>Hong Kong</b>				
<u>Internet</u>				
JD.Com Inc - Class A	200	11,978	13,047	3.45
Meituan - Class B	200	11,898	11,705	3.10
	400	23,876	24,752	6.55
<u>Telecommunications</u>				
Xiaomi Corporation - Class B	1,600	12,691	14,452	3.83
<b>Total Hong Kong</b>	<b>2,000</b>	<b>36,567</b>	<b>39,204</b>	<b>10.38</b>

	Quantity Units	Aggregate cost RM	Fair value RM	Percentage of net asset value %
<b>United States</b>				
<u>Agriculture</u>				
Archer-Daniels-Midland Co	26	9,230	7,728	2.05
<u>Apparel</u>				
Nike Inc	25	12,179	11,118	2.94
<u>Beverages</u>				
The Coca-Cola Company	55	15,549	15,923	4.22
<u>Computers</u>				
Apple Inc.	18	14,819	14,606	3.87
<u>Cosmetics/Personal Care</u>				
Procter & Gamble Corporation	22	15,942	16,891	4.47
<u>Diversified Financial Services</u>				
Visa Inc.	16	18,264	21,130	5.59
<u>Healthcare-Products</u>				
Abbott Laboratories	15	7,180	8,068	2.14
<u>Internet</u>				
Amazon.com, Inc.	20	12,898	17,072	4.52
Etsy, Inc.	34	11,916	11,057	2.93
	54	24,814	28,129	7.45
<u>Oil and Gas</u>				
Chevron Corporation	19	13,709	14,182	3.75
<u>Pharmaceuticals</u>				
AbbVie Inc.	10	6,556	8,617	2.28
Bristol-Myers Squibb Company	33	9,177	8,469	2.24
	43	15,733	17,086	4.52
<u>Retail</u>				
The Home Depot, Inc.	8	11,895	14,522	3.84
<u>Semiconductors</u>				
Advanced Micro Devices, Inc.	23	14,305	19,644	5.20
Applied Materials Inc	15	11,024	14,639	3.87
Micron Technology, Inc.	40	14,795	22,315	5.91
Qualcomm Inc	13	6,955	10,415	2.76
	91	47,079	67,013	17.74
<u>Software</u>				
Microsoft Corporation	9	14,980	17,918	4.74
<u>Telecommunications</u>				
Cisco System Inc	30	7,247	7,085	1.88
<b>Total United States</b>	<b>431</b>	<b>228,620</b>	<b>261,399</b>	<b>69.20</b>
<b>TOTAL QUOTED SHARIAH-COMPLIANT EQUITY SECURITIES - FOREIGN</b>	<b>2,431</b>	<b>265,187</b>	<b>300,603</b>	<b>79.58</b>
<b>UNREALISED GAIN ON FINANCIAL ASSETS AT FVTPL</b>		<b>35,416</b>		
<b>TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FVTPL</b>		<b>300,603</b>		

## 9. SHARIAH INFORMATION OF THE FUND

- (a) The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises:
- (1) Equity securities listed on foreign markets as per the list of S&P Global 1200 Shariah ESG Index issued by the S&P Shariah Indices except for:

No.	Securities	Reclassification Effective Date	Remarks
(i)	Amazon.com, Inc	1 May 2024	These securities have been completely disposed of on 31 May 2024, in accordance with the Fund's Shariah investment guidelines as provided in the Fund's deed and disclosed in the Fund's prospectus.  All the sale proceeds could be kept by the Fund since they were still below the market value on the reclassification effective date. The market value on the reclassification effective date was used as the basis of calculation for cleansing since it was above the investment cost.
(ii)	Bristol Myers Squibb Co		These securities have been completely disposed of on 31 May 2024 at a loss, in accordance with the Fund's Shariah investment guidelines as provided in the Fund's deed and disclosed in the Fund's prospectus.
(iii)	Xiaomi Corporation - Class B		These reclassified Shariah non-compliant securities have been completely disposed of on 31 May 2024, in accordance with the Fund's Shariah investment guidelines as provided in the Fund's deed and disclosed in the Fund's prospectus.  The said disposal has resulted in an excess capital gain of RM238 that has been channeled to a charitable body as advised by the Shariah Adviser.
(iv)	Etsy Inc.	23 September 2024	These reclassified Shariah non-compliant securities are underwater (market price below investment cost).  It shall be disposed of in accordance with the Fund's Shariah investment guidelines as provided in the Fund's deed and disclosed in the Fund's prospectus.

- (2) Cash placements and liquid assets in local market, which are placed in Shariah-compliant investments and/or instruments.
- (b) Payment to a charitable body

Payment to a charitable body comprises an excess capital gain amounting to RM238 derived from the disposal of the securities disclosed in Note 9 (a) (1) (iii) above.

## 10. UNITS IN CIRCULATION

	01.04.2024 to 30.09.2024 No. of units	09.01.2023 (date of launch) to 31.03.2024 No. of units
At the beginning of the financial period	348,695	-
Add: Creation of units during the financial period		
- Arising from applications	409,303	456,198
Less: Cancellation of units during the financial period	(49,342)	(107,503)
At the end of the financial period	<u>708,656</u>	<u>348,695</u>

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

	01.04.2024 to 30.09.2024 %	09.01.2023 (date of launch) to 30.09.2023 %
TER (annualised)	<u>3.82</u>	<u>4.81</u>

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

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

Where;

- A = Management fee
- B = Custodian fees
- C = Other expenses excluding withholding tax
- D = Average net asset value of the Fund calculated on a daily basis

The average net asset value of the Fund for the financial period calculated on a daily basis is RM510,444 (09.01.2023 (date of launch) to 30.09.2023: RM105,613).

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

	01.04.2024 to 30.09.2024 Times	09.01.2023 (date of launch) to 30.09.2023 Times
PTR	<u>0.40</u>	<u>0.74</u>

PTR is derived from the following calculation:

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

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

Where;

total acquisitions for the financial period  
= RM359,026 (09.01.2023 (date of launch) to 30.09.2023: RM156,893)

total disposals for the financial period  
= RM 47,640 (09.01.2023 (date of launch) to 30.09.2023: NIL)

## 13. UNITS HELD BY THE MANAGER AND RELATED PARTIES TRANSACTIONS AND BALANCES

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

Related parties	Relationships
Hong Leong Asset Management Bhd	The Manager
Hong Leong Islamic Asset Management Sdn Bhd	Subsidiary of the Manager
Hong Leong Capital Berhad	Holding company of the Manager
Hong Leong Financial Group Berhad ("HLFG")	Ultimate holding company of the Manager
Subsidiaries and associates of HLFG as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Manager

No units were held by the Manager and parties related to the Manager as at 30 September 2024 and 31 March 2024.

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

	<b>30.09.2024</b>	<b>31.03.2024</b>
	<b>RM</b>	<b>RM</b>
<u>Related party balances</u>		
Cash at bank:		
- Hong Leong Islamic Bank Berhad	15,042	56,123
Islamic deposits with licensed Islamic financial institutions:		
- Hong Leong Islamic Bank Berhad	100,008	-
	<u>115,050</u>	<u>56,123</u>
	<b>01.04.2024</b>	<b>09.01.2023</b>
	<b>to 30.09.2024</b>	<b>(date of launch)</b>
	<b>RM</b>	<b>to 30.09.2023</b>
		<b>RM</b>

Related party transactions

Profit income from Islamic deposits with licensed Islamic financial institutions:		
- Hong Leong Islamic Bank Berhad	459	-
Profit income from auto-sweep facility bank account:		
- Hong Leong Islamic Bank Berhad	899	-

#### 14. TRANSACTIONS WITH BROKERS/DEALERS

Detail of transactions with brokers/dealers are as follows:

	Values of trade RM	Percentage of total trade %	Brokerage fees RM	Percentage of total brokerage fees %
<b>2024</b>				
Affin Hwang Investment Bank Berhad	364,117	87.26	379	43.12
CGS International Securities Malaysia Sdn Bhd (formerly known as CGS-CIMB Securities Sdn Bhd)	53,181	12.74	500	56.88
	<u>417,298</u>	<u>100.00</u>	<u>879</u>	<u>100.00</u>
<b>2023</b>				
CGS International Securities Malaysia Sdn Bhd (formerly known as CGS-CIMB Securities Sdn Bhd)	145,743	91.02	2,923	99.02
Affin Hwang Investment Bank Berhad	14,374	8.98	29	0.98
	<u>160,117</u>	<u>100.00</u>	<u>2,952</u>	<u>100.00</u>

#### 15. COMPARATIVES

The financial statements for the current period is prepared for the financial period from 1 April 2024 to 30 September 2024 whilst for the comparable period, it is prepared for the financial period from 9 January 2023 (date of launch) to 30 September 2023.

Therefore, the comparatives for the statement of comprehensive income, statement of financial position, statement of changes in equity, the statement of cash flows and related notes are not comparable to the financial period from 1 April 2024 to 30 September 2024.

# Performance Data

for the Financial Periods Ended 30 September/31 March

		Financial Period Sep 2024 %	Financial Period Mar 2024 <sup>^</sup> %
<b>A (i) Portfolio Compositions:</b>			
Agriculture		0.89	2.05
Apparel		2.43	2.94
Beverages		3.71	4.22
Communication, Communication Services		3.81	-
Computers		5.75	3.87
Cosmetics/Personal Care		4.37	4.47
Diversified Financial Services		4.10	5.59
Food		3.36	-
Healthcare-Products		2.81	2.14
Information Technology		3.00	-
Internet		16.93	14.00
Oil & Gas		1.61	3.75
Oil & Gas Services		2.65	-
Pharmaceuticals		2.83	4.52
Retail		3.72	3.84
Semiconductors		11.24	17.74
Software		6.67	4.74
Telecommunications		1.53	5.71
<b>Islamic Deposits &amp; Cash Equivalents</b>		<b>18.59</b>	<b>20.42</b>
<b>(ii) Total Net Asset Value</b>	(ex-distribution)	<b>RM718,205</b>	RM377,747
<b>(iii) Net Asset Value Per Unit Units in Circulation</b>	(ex-distribution) (ex-distribution)	<b>RM1.0135</b> <b>708,656</b>	RM1.0834 348,695
<b>(iv) Highest/Lowest NAV Per Unit</b>	Highest NAV Per Unit	<b>RM1.1086</b>	RM1.0834
(ex-distribution)	Lowest NAV Per Unit	<b>RM0.9695</b>	RM0.9414
<b>(v) Total Return of the Fund*</b>		<b>-6.45%</b>	8.34%
- Capital Growth		<b>-6.45%</b>	8.34%
- Income Distribution		-	-
<b>(vi) The distribution (gross) is made out of:-</b>			
- 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)		-	-
<b>(vii) Distribution Per unit</b>	Additional Units	-	-
	Distribution (Gross)	-	-
	Distribution (Net)	-	-
	Distribution Date	-	-
	Cum-Distribution NAV/Unit	-	-
	Ex-Distribution NAV/Unit	-	-
<b>(viii) Total Expense Ratio (TER)</b>		<b>3.82%#</b>	4.85%
<b>(ix) Portfolio Turnover Ratio (PTR) (times)</b>		<b>0.40##</b>	0.79

# Performance Data

## for the Financial Periods Ended 30 September/31 March

	Financial Period Sep 2024 %	Financial Period Mar 2024 <sup>^</sup> %
<b>B</b>		
<b>Average Total Return, NAV Per Unit-to-NAV Per Unit basis (as at 30/09/2024)*</b>		
(i) One year	6.42%	

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

<sup>^</sup> The figure shown is for the period since Fund launch (9 January 2023 to 31 March 2024).

# The TER was 1.03 percentage point lower as compared to 4.85% for the financial period ended 31 March 2024 mainly due to higher average net asset value of the Fund and 0.99 percentage point lower as compared to 4.81% for the financial period from 9 January 2023 to 30 September 2023 mainly due to higher average net asset value of the Fund.

## The PTR decreased by 0.39 times (49.37%) to 0.40 times for the financial period from 1 April 2024 to 30 September 2024 versus 0.79 times for the financial period ended 31 March 2024 mainly due to higher average net asset value of the Fund and decreased by 0.34 times (45.95%) as compared to 0.74 times for the financial period from 9 January 2023 to 30 September 2023 mainly due to higher average net asset value of the Fund.

## Corporate Information

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### Manager

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

### Registered Office

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

### Business Office

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

### Board of Directors

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

### Executive Director/Chief Executive Officer

Mr. Chue Kwok Yan

### 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

iFAST Capital Sdn Bhd  
Phillip Mutual Berhad  
UOB Kay Hian Securities (M) Sdn Bhd  
Registered Independent Tied Agents with FIMM

## Corporate Directory

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### Head Office

Level 18, Block B, Plaza Zurich  
No. 12, Jalan Gelenggang  
Bukit Damansara  
50490 Kuala Lumpur  
Tel: 03-2081 8600  
Fax: 03-2081 8500  
Website: [www.hlam.com.my](http://www.hlam.com.my)  
E-mail: [inquiry@hla.hongleong.com.my](mailto:inquiry@hla.hongleong.com.my)

### Pulau Pinang

No. 441-1-3  
Pulau Tikus Plaza, Jalan Burmah  
10350 Pulau Tikus, Pulau Pinang  
Tel: 04-2288 112, 04-2289 112  
Fax: 04-2283 112

### Ipoh

2nd Floor, Lot 3, Persiaran Greentown 4  
Greentown Business Centre  
30450 Ipoh, Perak  
Tel: 05-2558 388, 05-2559 388  
Fax: 05-2558 389



Hong Leong Asset Management Bhd  
[www.hlam.com.my](http://www.hlam.com.my)

