



ANNUAL REPORT
30 September 2024

AHAM Select Dividend Fund

MANAGER
AHAM Asset Management Berhad
199701014290 (429786-T)

TRUSTEE
CIMB Islamic Trustee Berhad
(167913-M)

Built On Trust

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AHAM SELECT DIVIDEND FUND

Annual Report and Audited Financial Statements For the Financial Year Ended 30 September 2024

Content	Page
FUND INFORMATION	III
FUND PERFORMANCE DATA.....	IV
MANAGER'S REPORT	VI
TRUSTEE'S REPORT	IX
FINANCIAL STATEMENT	
DIRECTORY OF SALES OFFICE	

FUND INFORMATION

Fund Name	AHAM Select Dividend Fund
Fund Type	Income & Growth
Fund Category	Equity
Investment Objective	The Fund endeavours to provide a combination of regular income and capital growth over the medium to long term period
Benchmark	70% FTSE Bursa Malaysia Top 100 Index and 30% MSCI AC Asia Pacific ex Japan High Dividend Yield Index
Distribution Policy	The Fund will distribute income (subject to income availability), on a semi-annual basis after the end of its first financial year

FUND PERFORMANCE DATA

Category	As at 30 Sep 2024 (%)	As at 30 Sep 2023 (%)	As at 30 Sep 2022 (%)
Portfolio composition			
Quoted equities – local			
- Construction	8.21	1.50	0.03
- Consumer products & services	8.95	4.64	14.95
- Energy	2.71	-	-
- Financial services	8.12	6.97	9.16
- Healthcare	8.53	3.67	-
- Industrial products & services	7.35	11.73	10.58
- Plantation	-	0.78	1.93
- Property	8.11	9.63	4.44
- Real estates	3.30	-	-
- REITs	-	8.13	5.88
- Technology	4.87	6.42	7.53
- Telecommunications & media	2.04	6.40	10.64
- Transportation & Logistics	4.90	-	-
- Utilities	4.06	5.03	-
Total quoted equities – local	71.15	64.90	65.14
Quoted equities – foreign			
- Basic Materials	-	1.44	0.51
- Consumer discretionary	1.97	4.87	5.30
- Consumer staples	1.07	-	2.07
- Energy	-	-	1.14
- Financial services	9.65	6.91	4.49
- Healthcare	0.48	-	3.82
- Industrials	0.24	0.96	-
- Real Estate	-	3.31	0.96
- REITs	-	-	-
- Technology	7.99	5.53	5.13
- Telecommunications	0.26	1.81	-
- Utilities	1.10	-	-
Total quoted equities – foreign	22.76	24.83	23.42
Cash & cash equivalent	6.09	10.26	11.44
Total	100.00	100.00	100.00
Total NAV (RM'million)	485.768	292.625	281.896
NAV per Unit (RM)	0.8237	0.6678	0.6401
Unit in Circulation (million)	589.715	438.225	440.364
Highest NAV	0.9112	0.6808	0.7736
Lowest NAV	0.6602	0.6218	0.6369
Return of the Fund (%)	24.62	6.36	-11.93
- Capital Growth (%)	23.35	4.33	-14.49
- Income Distribution (%)	1.03	1.95	3.00
Gross Distribution per Unit (sen)	0.70	1.25	2.0
Net Distribution per Unit (sen)	0.70	1.25	2.0
Total Expense Ratio (%) ¹	1.64	1.63	1.62
Portfolio Turnover Ratio (times) ²	1.46	0.87	0.75

¹The Fund's TER was higher than the previous year due to higher expenses of the Fund for the financial year.

²The PTR of the Fund was higher than previous year due to increased trading activities during the financial year.

Basis of calculation and assumption made in calculating the returns:-

The performance figures are a comparison of the growth/decline in NAV for the stipulated period taking into account all the distribution payable (if any) during the stipulated period.

An illustration of the above would be as follow:-

Capital return	= NAV per Unit end / NAV per Unit begin – 1
Income return	= Income distribution per Unit / NAV per Unit ex-date
Total return	= (1+Capital return) x (1+Income return) – 1

Income Distribution / Unit Split

The Net Asset Value per unit prior and subsequent to the distribution was as follows:-

Cum Date	Ex-Date	Cum-distribution (RM)	Distribution per Unit (RM)	Ex-distribution (RM)
19-Dec-23	20-Dec-23	0.6859	0.0070	0.6779
20-Jun-23	21-Jun-23	0.6673	0.0025	0.6658
20-Dec-22	21-Dec-22	0.6515	0.0100	0.6390
14-Jun-22	15-Jun-22	0.6727	0.0150	0.6533
14-Dec-21	15-Dec-21	0.7297	0.0050	0.7240

Breakdown of Distribution

Ex date	Class	Income (per Unit) (sen/cents)	Income (%)	Capital (per unit) ((sen/cents)	Capital (%)
20-Dec-23	RM	0.7000	100	-	-
21-Jun-23	RM	0.2500	100	-	-
21-Dec-22	RM	1.0000	100	-	-
15-Jun-22	RM	1.5000	100	-	-
15-Dec-21	RM	0.5000	100	-	-

Fund Performance

Table 1: Performance of the Fund

	1 Year (1/10/23 - 30/9/24)	3 Years (1/10/21 - 30/9/24)	5 Years (1/10/19 - 30/9/24)	Since Commencement (18/4/11 - 30/9/24)
Fund	24.62%	16.73%	45.02%	178.60%
Benchmark	14.41%	9.64%	11.21%	28.16%
Outperformance	10.21%	7.09%	33.81%	150.44%

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	1 Year (1/10/23 - 30/9/24)	3 Years (1/10/21 - 30/9/24)	5 Years (1/10/19 - 30/9/24)	Since Commencement (18/4/11 - 30/9/24)
Fund	24.62%	5.29%	7.71%	7.91%
Benchmark	14.41%	3.11%	2.15%	1.86%
Outperformance	10.21%	2.18%	5.56%	6.05%

Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2024 (1/10/23 - 30/9/24)	FYE 2023 (1/10/22 - 30/9/23)	FYE 2022 (1/10/21 - 30/9/22)	FYE 2021 (1/10/20 - 30/9/21)	FYE 2020 (1/10/19 - 30/9/20)
Fund	24.62%	6.36%	(11.93%)	14.06%	8.91%
Benchmark	14.41%	8.34%	(11.54%)	7.36%	(5.53%)
Outperformance	10.21%	(1.98%)	(0.39%)	6.70%	14.44%

Source of Benchmark: Bloomberg

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

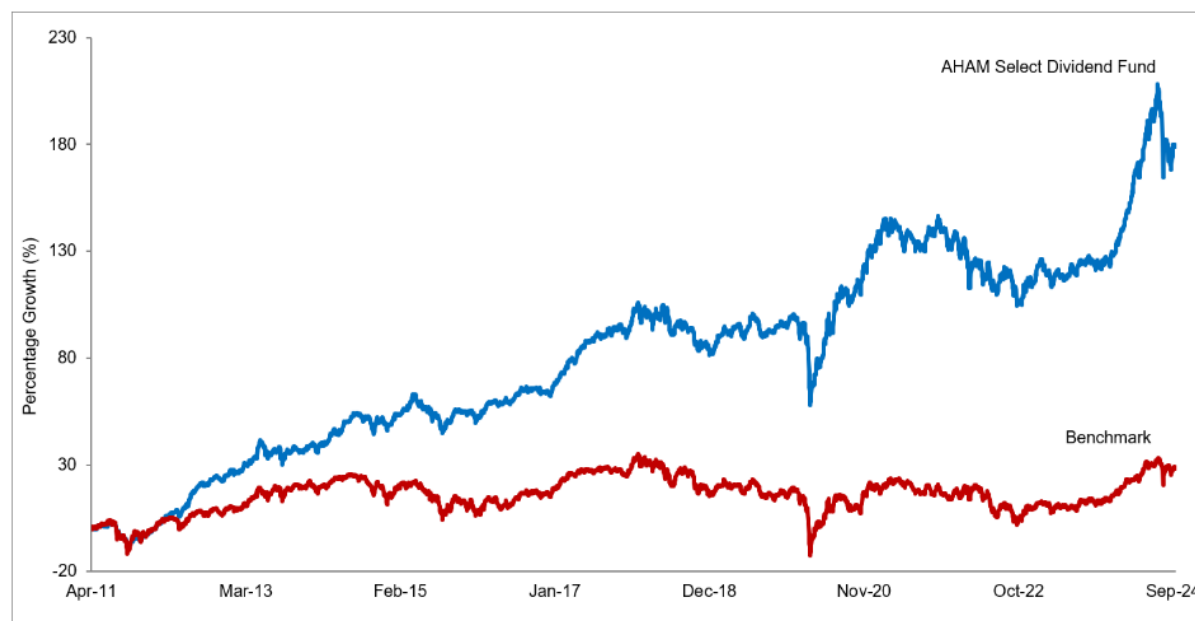
MANAGER'S REPORT

Performance Review (1 October 2023 to 30 September 2024)

For the period 1 October 2023 to 30 September 2024, the Fund registered a 24.62% return compared to the benchmark return of 14.41%. The Fund thus outperformed the Benchmark by 10.21%. The Net Asset Value per unit ("NAV") of the Fund as at 30 September 2024 was RM0.8237 while the NAV as at 30 September 2023 was RM0.6678. During the period under review, the Fund has declared an income distribution of RM0.0070 per unit.

Since commencement, the Fund has registered a return of 178.60% compared to the benchmark return of 28.16%, outperforming by 150.44%

Figure 1: Movement of the Fund versus the Benchmark since commencement.



"This information is prepared by AHAM Asset Management Berhad for information purposes only. Past earnings or the Fund's distribution record is not a guarantee or reflection of the Fund's future earnings/future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down as well as up. Source of Benchmark is from Bloomberg."

Benchmark: 70% FTSE Bursa Malaysia Top 100 Index + 30% MSCI AC Asia Pacific ex Japan High Dividend Yield Index

Asset Allocation

For a snapshot of the Fund's asset mix during the period under review, please refer to Fund Performance Data.

As at 30 September 2024, the asset allocation of the Fund stood at 71.15% in local equities and 22.76% of the portfolio in foreign equities. The remaining was held in cash and cash equivalents.

Strategies Employed

We remain optimistic on the local market due to solid fundamentals. Our exposure is mainly into sectors that will thrive from accelerating investment cycle and resumption of public spending. Key holdings are in quality large cap space which are set to benefit from further foreign inflows. Meanwhile, we are mindful of the key risks being Middle East tension, potential reversal in Fed rate decision and negative changes in domestic politics. We believe these risks are contained for now and therefore the Fund will remain heavily invested with risk on mode.

The foreign exposure for the Fund is diversified across the region. We are positive on the banks across the region given the high dividend yields. We are also positive on the technology sector which has high exposure to Artificial Intelligence ("AI").

Market Review

During the period under review, FTSE Bursa Malaysia Top 100 ("FBM100") Index posted a strong performance gaining 17.3%. Key drivers for index performance were Banks (driven by strong foreign flows), Utilities (riding on New Energy Transition Plan and influx of data centers) and Property (strong property sales) sectors.

On domestic macro, the biggest development was the conclusion of state elections which brought much needed political stability. Subsequently, economic policies introduced were sound and well thought out. The implementation of visa free travel arrangement with India and China has produced excellent results. Down south, the imminent signing of Johor-Singapore special zone is expected to mirror the success in Hong Kong-Shenzen zone. Additionally, New Energy Transition plan, aimed at providing clean energy, will keep us relevant and competitive to attract foreign investments in global stage. The long overdue fiscal reform measures have also been executed according to timeline to ensure fiscal sustainability. Simultaneously, the government encouraged Government-Linked Investment Companies ("GLIC") to repatriate money back and refocus on domestic market, generating further buying interest in the market.

Asian markets (Morgan Stanley Capital International ("MSCI") Asia Ex Japan) rose 10.8% during the period under review. This was driven by Taiwan (+28%), India (+24%) and Singapore (+12%). Markets which didn't perform as well include Indonesia (-11.3%), Korea (-4.5%), Hong Kong (-4.5%) and Thailand (0%).

Overall, the Fund outperformed the benchmark in the period under review, thanks to early positioning and sector selection. Key contributors were Property, Healthcare and Industrial sectors. Meanwhile, Commodity sector was a minor detractor due to concerns over slowdown in global economy.

Investment Outlook

We remain optimistic on domestic market fuelled by favourable domestic and macroeconomic tailwinds. Strong earnings growth, improving Ringgit and return of foreign flows should help sustain the market trajectory over the next year. The negative factors affecting market in the last 5 years have clearly reversed, driving market valuation from discount to neutral position. With superior economic showing against our neighbours, we think market can go into premium valuation.

Corporate Malaysia has done well this year and we believe with it will continue to grow in tandem with Gross Domestic Product ("GDP"). Earnings growth has resumed and street is expecting double digit growth for this year and next year. Source of growth is broad-based indicating the strength of local economy. From a flow perspective, foreigners have started to nibble in a small way, into large cap sectors like Banks and Utilities. We believe the positive momentum will continue amid bright macro outlook and attractive market valuation.

As discussed above, government policies have played a big part in driving the economy. Having spent nearly 2 years reorganizing our fiscal structure, the government finally has some headroom to stimulate the economy. Complementing private consumption, we are hopeful to see more public spending in the upcoming Budget announcement, especially on construction related jobs in the key states in Malaysia.

State of Affairs of the Fund

There is neither any significant change to the state affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the financial year under review.

Soft Commissions received from Brokers

Soft commissions received from brokers/dealers may be retained by the management company only if the –

- (i) goods and services provided are of demonstrable benefit to Unit holders of the Fund; and
- (ii) goods and services are in the form of research and advisory services that assists in the decision making process.

During the financial year under review, the Fund has received soft commissions from brokers/dealers who have also executed trades for other Funds managed by AHAM Asset Management Berhad. The soft commissions were utilised for goods and services in the form of research materials, data and quotation services, investment-related publications, market data feed, industry benchmarking agencies and investment-related publications to assist the Manager in the investment decision-making process. The soft commission received were for the benefit of the Fund and there were no churning of trades.

Cross Trade

No cross trade transactions have been carried out during the reported year.

Securities Financing Transactions

The Fund has not undertaken any securities lending or repurchase transactions during the financial year under review.

Changes Made To the Fund's Prospectus

No changes were made to the Fund's Prospectus over the financial year under review.

TRUSTEE’S REPORT

TO THE UNIT HOLDERS OF AHAM SELECT DIVIDEND FUND (“FUND”)

We have acted as Trustee of the Fund for the financial year ended 30 September 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AHAM Asset Management Berhad 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 Deeds, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement.

We are of the opinion that the distributions of income by the Fund are appropriate and reflects 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
22 November 2024

AHAM SELECT DIVIDEND FUND

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024

AHAM SELECT DIVIDEND FUND

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024

CONTENTS	PAGE(S)
STATEMENT OF COMPREHENSIVE INCOME	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF CHANGES IN EQUITY	3
STATEMENT OF CASH FLOWS	4
MATERIAL ACCOUNTING POLICY INFORMATION	5 - 11
NOTES TO THE FINANCIAL STATEMENTS	12 - 45
STATEMENT BY THE MANAGER	46
INDEPENDENT AUDITORS' REPORT	47 - 50

AHAM SELECT DIVIDEND FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
INVESTMENT INCOME			
Dividend income		11,436,771	11,934,246
Interest income from financial assets at amortised cost		271,262	330,819
Net loss on foreign currency exchange		(3,956,124)	(274,581)
Net gain on financial assets at fair value through profit or loss	9	71,488,180	12,677,613
		<u>79,240,089</u>	<u>24,668,097</u>
EXPENSES			
Management fee	4	(5,643,762)	(4,397,073)
Trustee fee	5	(301,234)	(234,676)
Fund accounting fee	6	(9,600)	(7,200)
Auditors' remuneration		(9,000)	(9,000)
Tax agent's fee		(58,186)	(51,226)
Transaction costs		(3,389,379)	(1,286,877)
Other expenses		(534,729)	(380,633)
		<u>(9,945,890)</u>	<u>(6,366,685)</u>
NET PROFIT BEFORE TAXATION		69,294,199	18,301,412
Taxation	7	74,506	(412,221)
NET PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>69,368,705</u>	<u>17,889,191</u>
Net profit after taxation is made up of the following:			
Realised amount		(3,085,246)	6,330,473
Unrealised amount		72,453,951	11,558,718
		<u>69,368,705</u>	<u>17,889,191</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

AHAM SELECT DIVIDEND FUND

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
ASSETS			
Cash and cash equivalents	10	11,596,406	23,190,070
Amount due from brokers		7,386,750	2,364,804
Amount due from Manager			
- creation of units		3,071,945	648,084
Dividends receivable		1,894,671	1,774,758
Financial assets at fair value through profit or loss	9	472,326,481	265,365,235
Tax recoverable		12,982	-
TOTAL ASSETS		<u>496,289,235</u>	<u>293,342,951</u>
LIABILITIES			
Amount due to brokers		9,885,705	-
Amount due to Manager			
- management fee		588,218	363,768
- cancellation of units		-	206,987
Amount due to Trustee		31,372	19,401
Fund accounting fee		800	800
Auditors' remuneration		9,000	9,000
Tax agent's fee		3,500	3,500
Other payables and accruals		2,791	3,223
Tax provision		-	110,973
TOTAL LIABILITIES		<u>10,521,386</u>	<u>717,652</u>
NET ASSET VALUE OF THE FUND		<u>485,767,849</u>	<u>292,625,299</u>
EQUITY			
Unit holders' capital		388,935,574	262,149,587
Retained earnings		96,832,275	30,475,712
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>485,767,849</u>	<u>292,625,299</u>
NUMBER OF UNITS IN CIRCULATION	11	<u>589,715,000</u>	<u>438,225,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.8237</u>	<u>0.6678</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

AHAM SELECT DIVIDEND FUND

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024

	Unit holders' <u>capital</u> RM	Retained <u>earnings</u> RM	<u>Total</u> RM
Balance as at 1 October 2023	262,149,587	30,475,712	292,625,299
Total comprehensive income for the financial year	-	69,368,705	69,368,705
Distributions (Note 8)	-	(3,012,142)	(3,012,142)
Movement in unit holders' capital:			
Creation of units arising from applications	147,983,287	-	147,983,287
Creation of units arising from distributions	2,940,607	-	2,940,607
Cancellation of units	(24,137,907)	-	(24,137,907)
Balance as at 30 September 2024	<u>388,935,574</u>	<u>96,832,275</u>	<u>485,767,849</u>
Balance as at 1 October 2022	263,702,141	18,194,223	281,896,364
Total comprehensive income for the financial year	-	17,889,191	17,889,191
Distributions (Note 8)	-	(5,607,702)	(5,607,702)
Movement in unit holders' capital:			
Creation of units arising from applications	18,548,746	-	18,548,746
Creation of units arising from distributions	5,459,717	-	5,459,717
Cancellation of units	(25,561,017)	-	(25,561,017)
Balance as at 30 September 2023	<u>262,149,587</u>	<u>30,475,712</u>	<u>292,625,299</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

AHAM SELECT DIVIDEND FUND

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024

	<u>Note</u>	<u>2024</u> RM	<u>2023</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of investments		473,675,935	251,498,383
Purchase of investments		(606,635,550)	(258,226,540)
Dividends received		9,877,180	11,475,192
Interest received		271,262	330,819
Management fee paid		(5,419,312)	(4,391,356)
Trustee fee paid		(289,263)	(234,371)
Payments for other fees and expenses		(201,740)	(131,886)
Fund accounting fee paid		(9,600)	(6,400)
Net loss on realised foreign currency exchange		(3,690,563)	(324,869)
Local tax paid		(123,955)	(374,077)
Foreign tax refund received		74,506	75,795
		<hr/>	<hr/>
Net cash flows used in operating activities		(132,471,100)	(309,310)
		<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		145,559,425	18,055,062
Payments for cancellation of units		(24,344,894)	(25,519,204)
Payment for distributions		(71,534)	(147,985)
		<hr/>	<hr/>
Net cash flows generated from/(used in) financing activities		121,142,997	(7,612,127)
		<hr/>	<hr/>
NET DECREASE IN CASH AND CASH EQUIVALENTS		(11,328,103)	(7,921,437)
EFFECTS OF FOREIGN CURRENCY EXCHANGE		(265,561)	50,288
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		23,190,070	31,061,219
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	10	11,596,406	23,190,070
		<hr/> <hr/>	<hr/> <hr/>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

AHAM SELECT DIVIDEND FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024

The following accounting policies have been used in dealing with items which are considered material in relation to the financial statements.

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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 (including derivative financial instruments) 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 judgement in the process of applying the Fund’s accounting policies. Although these estimates and judgement are based on the Manager’s best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note L.

- (a) Standards, amendments to published standards and interpretations that are applicable and effective:

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

The adoption of the above standards, amendments to standards or interpretations did not have a material effect on the financial statements of the Fund.

- (b) Standards and amendments that have been issued that are applicable to the Fund but not yet effective:

- Amendments to MFRS 101 ‘Classification of liabilities as current or non-current’ (effective 1 January 2024) 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). In addition, the amendments clarify that when a liability could be settled by the transfer of an entity’s own equity instruments (e.g. a conversion option in a convertible bond), conversion option meeting the definition of an equity instrument in MFRS 132 ‘Financial Instruments: Presentation’ does not impact the current or non-current classification of the convertible instrument.

AHAM SELECT DIVIDEND FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONTINUED)

- (b) Standards and amendments that have been issued that are applicable to the Fund but not yet effective: (continued)

The amendments also specify that covenants of loan arrangements which an entity must comply with only after the reporting date would not affect classification of a liability as current or non-current at the reporting date. However, those covenants that an entity is required to comply with on or before the reporting date would affect classification of a liability as current or non-current, even if the covenant is only assessed after the reporting date.

The adoption of the above standards, amendments to standards or interpretations is not expected to have a material effect on the financial statements of the Fund.

B INCOME RECOGNITION

Dividend income

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income on the ex-dividend date, when the right to receive the dividend has been established.

Interest income

Interest income from short-term deposits with licensed financial institutions is recognised based on effective interest rate method on an accruals basis.

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

Realised gains and losses on sale of investments

For quoted equities and exchange-traded funds ("ETF"), realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

C 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 year in which it is approved by the Trustee of the Fund.

AHAM SELECT DIVIDEND FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

D TRANSACTION COSTS

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

E TAXATION

Current tax expense is determined according to the Malaysian tax laws at the current rate based upon the taxable profits earned during the financial year.

Tax on investment income from foreign investments is based on the tax regime of the respective countries that the Fund invests in.

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

F 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.

G FOREIGN CURRENCY TRANSLATION

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 re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income, except when deferred in other comprehensive income as qualifying cash flow hedges.

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

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

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

AHAM SELECT DIVIDEND FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(i) Classification (continued)

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed, and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as financial assets measured at fair value through other comprehensive income.

The contractual cash flows of the Fund's debt securities are solely payments of principal and interest ("SPPI"). 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 and derivatives not designated as hedging instruments are measured at fair value through profit or loss.

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

The Fund classifies amount due to brokers, amount due to Manager, amount due to Trustee, payables for fund accounting fee, auditors' remuneration, tax agent's fee, and other payables and accruals as financial liabilities measured at amortised cost.

(ii) Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date – the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

Financial liabilities, within the scope of MFRS 9, are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

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

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category including the effects of foreign transactions are presented in the statement of comprehensive income within 'net gain/(loss) on financial assets at fair value through profit or loss' in the financial year which they arise.

AHAM SELECT DIVIDEND FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement (continued)

The fair value of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial year end 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.

If a valuation based on the market price does not represent the fair value of the securities, 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 securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the securities are valued as determined in good faith by the Manager, based on the methods or basis approved by the Trustee after appropriate technical consultation.

Financial assets at amortised cost and other financial liabilities, except forward foreign currency contracts, are subsequently carried at amortised cost using the effective interest method.

(iii) Impairment

The Fund's financial assets measured at amortised cost are subject to expected credit losses. 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 close 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

The Fund defines a financial instrument as default, which is fully aligned with the definition of credit-impaired, when it meets one or more of the following criteria:

Quantitative criteria:

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

AHAM SELECT DIVIDEND FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(iii) Impairment (continued)

Definition of default and credit-impaired financial assets (continued)

Qualitative criteria:

The debtor meets unlikelihood to pay criteria, which indicates the debtor is in significant financial difficulty. The Fund considers the following instances:

- the debtor is in breach of financial covenants;
- concessions have been made by the lender relating to the debtor's financial difficulty;
- it is becoming probable that the debtor will enter bankruptcy or other financial reorganization; and
- the debtor is insolvent.

Financial instruments that are credit-impaired are assessed on individual basis.

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 debtor's sources of income or assets to generate sufficient future cash flows to repay 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 bad debt recoveries. There are no write-offs/recoveries during the financial year.

I CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash and bank balances and short-term deposits held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

J AMOUNT DUE FROM/(TO) BROKERS

Amounts due from and to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from brokers balance is held for collection. Refer to Note H for accounting policy on recognition and measurement.

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

Significant financial difficulties of the brokers, probability that the brokers will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

AHAM SELECT DIVIDEND FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

K 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 holder to a proportionate share of the Fund's net asset value ("NAV");
- 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; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial year if a unit holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at the unit holders' option at prices based on the Fund's net asset value per unit at the time of creation or 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.

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 contents on the estimates, certain key variables that are anticipated to have material impacts 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.

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

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's ("SC") Guidelines on Unit Trust Funds.

M REALISED AND UNREALISED PORTIONS OF PROFIT AFTER TAX

The analysis of realised and unrealised portions of profit after tax as presented on the statement of comprehensive income is prepared in accordance with SC's Guidelines on Unit Trust Funds.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024

1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name HwangDBS Select Dividend Fund (the "Fund") pursuant to the execution of a Deed dated 24 February 2011, First Supplemental Deed dated 18 January 2012, Second Supplemental Deed dated 1 July 2014, Third Supplemental Deed dated 7 January 2015, Fourth Supplemental Deed dated 19 December 2016, Fifth Supplemental Deed dated 5 October 2018, Sixth Supplemental Deed dated 21 September 2022 and Seventh Supplemental Deed dated 11 June 2024 (the "Deeds") entered into between AHAM Asset Management Berhad (the "Manager") and CIMB Islamic Trustee Berhad (the "Trustee"). The Fund has changed its name from HwangDBS Select Dividend Fund to Hwang Select Dividend Fund as amended by the First Supplemental Deed dated 18 January 2012, from Hwang Select Dividend Fund to Affin Hwang Select Dividend Fund as amended by the Second Supplemental Deed dated 1 July 2014 and from Affin Hwang Select Dividend Fund to AHAM Select Dividend Fund as amended by the Sixth Supplemental Deed dated 21 September 2022.

The Fund commenced operations on 28 March 2011 and will continue its operations until terminated by the Trustee as provided under Clause 12.1 of the Deed.

The Fund may invest in any of the following investments:

- (a) Listed Securities
- (b) Debentures;
- (c) Unlisted securities, including without limitation, securities that have been approved by the relevant regulatory authorities for the listing of and quotation of such securities;
- (d) Money market instruments;
- (e) Deposits;
- (f) Derivatives for hedging purposes;
- (g) Warrants;
- (h) Units or shares in collective investment schemes; and
- (i) Any other form of investments as may be permitted by the SC from time to time which are in line with the objective of the Fund.

All investments will be subjected to the SC's Guidelines on Unit Trust Funds, the Deeds and the objective of the Fund.

The main objective of the Fund is to provide a combination of regular income and capital growth over the medium to long term period.

The Manager is a company incorporated in Malaysia. The principal activities of the Manager are establishment and management of unit trust funds, exchange-traded funds and private retirement schemes as well as providing fund management services to private clients.

The financial statements were authorised for issue by the Manager on 22 November 2024.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments are as follows:

	Note	At amortised cost RM	At fair value through profit or loss RM	Total RM
<u>2024</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	11,596,406	-	11,596,406
Amount due from brokers		7,386,750	-	7,386,750
Amount due from Manager				
- creation of units		3,071,945	-	3,071,945
Dividends receivable		1,894,671	-	1,894,671
Quoted equities	9	-	456,176,250	456,176,250
Exchange – traded funds	9	-	16,150,231	16,150,231
Total		<u>23,949,772</u>	<u>472,326,481</u>	<u>496,276,253</u>
<u>Financial liabilities</u>				
Amount due to brokers		9,885,705	-	9,885,705
Amount due to Manager				
- management fee		588,218	-	588,218
Amount due to Trustee		31,372	-	31,372
Fund accounting fee		800	-	800
Auditor's remuneration		9,000	-	9,000
Tax agent's fee		3,500	-	3,500
Other payables and accruals		2,791	-	2,791
Total		<u>10,521,386</u>	<u>-</u>	<u>10,521,386</u>
<u>2023</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	23,190,070	-	23,190,070
Amount due from brokers		2,364,804	-	2,364,804
Amount due from Manager				
- creation of units		648,084	-	648,084
Dividends receivable		1,774,758	-	1,774,758
Quoted equities	9	-	262,616,989	262,616,989
Exchange – traded funds	9	-	2,748,246	2,748,246
Total		<u>27,977,716</u>	<u>265,365,235</u>	<u>293,342,951</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Financial instruments are as follows: (continued)

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2023</u> (continued)				
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		363,768	-	363,768
- cancellation of units		206,987	-	206,987
Amount due to Trustee		19,401	-	19,401
Fund accounting fee		800	-	800
Auditor's remuneration		9,000	-	9,000
Tax agent's fee		3,500	-	3,500
Other payables and accruals		3,223	-	3,223
		<hr/>	<hr/>	<hr/>
Total		606,679	-	606,679
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated by the SC's Guidelines on Unit Trust Funds.

Market risk

(a) Price risk

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

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(a) Price risk (continued)

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

	<u>2024</u> RM	<u>2023</u> RM
Quoted investments		
Quoted equities	456,176,250	262,616,989
Exchange-traded fund	16,150,231	2,748,246
	<u>472,326,481</u>	<u>265,365,235</u>

The following table summarises the sensitivity of the Fund's profit after taxation and net asset value ("NAV") to price risk movements. The analysis is based on the assumptions that the market price increased by 10% (2023: 15%) and decreased by 10% (2023: 15%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted securities having regard to the historical volatility of the prices.

<u>% Change in price</u>	<u>Market value</u> RM	<u>Impact on profit after tax/NAV</u> RM
<u>2024</u>		
-10%	425,093,833	(47,232,648)
0%	472,326,481	-
+10%	<u>519,559,129</u>	<u>47,232,648</u>
<u>2023</u>		
-15%	225,560,450	(39,804,785)
0%	265,365,235	-
+15%	<u>305,170,020</u>	<u>39,804,785</u>

(b) Interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flows.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(b) Interest rate risk (continued)

The Fund's exposure to the interest rate risk is mainly confined to short-term deposits placements with licensed financial institutions. The Manager overcomes this exposure by way of maintaining deposits on a short-term basis.

The Fund's exposure to interest rate risk associated with deposits with licensed financial institutions is not material as the carrying value of the deposits are held on a short-term basis.

(c) Currency risk

Currency risk is associated with investments denominated in foreign currencies. When the foreign currencies fluctuate in an unfavourable movement against Ringgit Malaysia, the investments will face currency losses in addition to the capital gain/(loss). The Manager will evaluate the likely directions of the foreign currency versus Ringgit Malaysia based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels and technical chart considerations.

The following table sets out the foreign currency risk concentrations and counterparties of the Fund.

	<u>Quoted equities</u> RM	<u>Exchange- traded funds</u> RM	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2024</u>					
<u>Financial assets</u>					
Australian Dollar	-	-	18,047	-	18,047
Chinese Yuan	-	-	44,100	-	44,100
Hong Kong Dollar	29,083,491	16,150,231	7,461,744	7,386,750	60,082,216
Indonesia Rupiah	8,945,938	-	-	-	8,945,938
Indian Rupee	7,960,595	-	63,803	5,264	8,029,662
Korean Won	13,472,820	-	-	65,064	13,537,884
Philiphine Peso	4,018,198	-	1	-	4,018,199
Singapore Dollar	2,650,776	-	14,309	-	2,665,085
Taiwan Dollar	21,917,231	-	-	51,521	21,968,752
Thailand Baht	6,647,049	-	-	-	6,647,049
United States Dollar	15,881,993	-	2,377,566	-	18,259,559
	<u>110,578,091</u>	<u>16,150,231</u>	<u>9,979,570</u>	<u>7,508,599</u>	<u>144,216,491</u>

* Other assets consist of amount due from brokers and dividends receivable.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(c) Currency risk (continued)

The following table sets out the foreign currency risk concentrations and counterparties of the Fund. (continued)

				Amount due to <u>broker</u> RM	<u>Total</u> RM
<u>2024 (continued)</u>					
<u>Financial liabilities</u>					
Hong Kong Dollar				9,885,705	9,885,705
				<u> </u>	<u> </u>
	<u>Quoted</u> <u>equities</u> RM	<u>Exchange-</u> <u>traded</u> <u>fund</u> RM	<u>Cash</u> <u>and cash</u> <u>equivalents</u> RM	<u>Dividends</u> <u>receivable</u> RM	<u>Total</u> RM
<u>2023</u>					
<u>Financial assets</u>					
Australian Dollar	7,377,932	-	2,694,452	119,195	10,191,579
Chinese Yuan	11,552,486	-	48,231	-	11,600,717
Hong Kong Dollar	5,332,772	2,748,246	86,959	-	8,167,977
Indonesia Rupiah	5,678,985	-	-	-	5,678,985
Indian Rupee	13,274,450	-	71,988	-	13,346,438
Korean Won	8,154,398	-	-	35,092	8,189,490
Philiphine Peso	-	-	1	-	1
Singapore Dollar	9,683,879	-	5,962,006	-	15,645,885
Taiwan Dollar	10,291,507	-	-	32,301	10,323,808
Thailand Baht	1,313,495	-	-	-	1,313,495
United States Dollar	-	-	9,697,909	-	9,697,909
	<u>72,659,904</u>	<u>2,748,246</u>	<u>18,561,546</u>	<u>186,588</u>	<u>94,156,284</u>

There were no financial liabilities subject to currency risk as at 30 September 2023.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(c) Currency risk (continued)

The table below summarises the sensitivity of the Fund's profit after tax and NAV to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes by each currency's respective historical volatility, with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Any increase/(decrease) in foreign exchange rate will result in a corresponding increase/(decrease) in the net assets attributable to unit holders by each currency's respective historical volatility. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in rate %	Impact on profit after tax/NAV RM
<u>2024</u>		
Australian Dollar	+/- 7.80%	+/- 1,408
Chinese Yuan	+/- 4.80%	+/- 2,117
Hong Kong Dollar	+/- 5.93%	+/- 2,976,653
Indonesia Rupiah	+/- 6.45%	+/- 577,013
Indian Rupee	+/- 5.92%	+/- 475,356
Korean Won	+/- 6.78%	+/- 917,869
Philippine Peso	+/- 5.81%	+/- 233,457
Singapore Dollar	+/- 3.93%	+/- 104,738
Taiwan Dollar	+/- 5.19%	+/- 1,140,178
Thailand Baht	+/- 6.66%	+/- 442,693
United States Dollar	+/- 6.08%	+/- 1,110,181
<u>2023</u>		
Australian Dollar	+/- 10.45	+/- 1,065,020
Chinese Yuan	+/- 5.68	+/- 658,921
Hong Kong Dollar	+/- 6.31	+/- 515,399
Indonesia Rupiah	+/- 6.16	+/- 349,825
Indian Rupee	+/- 5.78	+/- 771,424
Korean Won	+/- 8.78	+/- 719,037
Singapore Dollar	+/- 4.45	+/- 696,242
Taiwan Dollar	+/- 4.90	+/- 505,867
Thailand Baht	+/- 7.74	+/- 101,665
United States Dollar	+/- 6.39	+/- 619,696

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Credit risk

Credit risk refers to the ability of an issuer or counterparty to make timely payments of interests, principals and proceeds from realisation of investments. The Manager manages the credit risk by undertaking credit evaluation to minimise such risk.

Credit risk arising from cash and bank balances is managed by ensuring that they are held by parties with credit rating of AA or higher.

Credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place 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 SC's Guidelines on Unit Trust Funds.

The following table sets out the credit risk concentrations and counterparties of the Fund:

	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2024</u>			
Consumer Products & Services			
- AA1	-	254,352	254,352
- Non-rated ("NR")	-	229,441	229,441
Energy			
- NR	-	5,264	5,264
Financial Services			
- AAA	11,596,406	-	11,596,406
- NR	-	7,433,207	7,433,207
Health Care			
- NR	-	220,124	220,124
Industrials Products & Services			
- NR	-	120,862	120,862
Property			
- NR	-	219,485	219,485
Technology			
- NR	-	182,436	182,436
Telecommunication & Media			
- NR	-	275,000	275,000
Utilities			
- NR	-	341,250	341,250
Others			
- NR	-	3,071,945	3,071,945
	<u>11,596,406</u>	<u>12,353,366</u>	<u>23,949,772</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Credit risk (continued)

The following table sets out the credit risk concentrations of the Fund: (continued)

	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Total</u> RM
<u>2023</u>			
Basic Material			
- NR	-	119,195	119,195
Consumer Products & Services			
- NR	-	224,082	224,082
Financial Services			
- AAA	23,190,070	2,364,804	25,554,874
- AA1	-	454,221	454,221
Health Care			
- NR	-	75,299	75,299
Industrials Products & Services			
- NR	-	78,098	78,098
Property			
- NR	-	219,485	219,485
Technology			
- NR	-	101,159	101,159
Telecommunication & Media			
- NR	-	237,899	237,899
Utilities			
- NR	-	265,320	265,320
Others			
- NR	-	648,084	648,084
	<u>23,190,070</u>	<u>4,787,646</u>	<u>27,977,716</u>

* Other assets consist of amount due from brokers, amount due from Manager and dividends receivable.

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations. The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of units by unit holders. Liquid assets comprise bank balances, deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 7 days.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Liquidity risk (continued)

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date.

The amounts in the table below are the contractual undiscounted cash flows.

	<u>Within one month</u> RM	<u>Between one month to one year</u> RM	<u>Total</u> RM
<u>2024</u>			
Amount due to brokers	9,885,705	-	9,885,705
Amount due to Manager			
- management fee	588,218	-	588,218
Amount due to Trustee	31,372	-	31,372
Fund accounting fee	800	-	800
Auditors' remuneration	-	9,000	9,000
Tax agent's fee	-	3,500	3,500
Other payables and accruals	-	2,791	2,791
	<u>10,506,095</u>	<u>15,291</u>	<u>10,521,386</u>
<u>2023</u>			
Amount due to Manager			
- management fee	363,768	-	363,768
- cancellation of units	206,987	-	206,987
Amount due to Trustee	19,401	-	19,401
Fund accounting fee	800	-	800
Auditors' remuneration	-	9,000	9,000
Tax agent's fee	-	3,500	3,500
Other payables and accruals	-	3,223	3,223
	<u>590,956</u>	<u>15,723</u>	<u>606,679</u>

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 investment activities of the Fund.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION

Financial instruments comprise financial assets and financial liabilities. Fair value is defined as 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 fair value of financial assets traded in active markets (such as trading securities) is based on quoted market prices at the close of trading on the financial year end date. The Fund utilises the bid price for financial assets which falls within the bid-ask spread.

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

The fair value of financial assets and financial liabilities that are not traded in an active market is determined by using valuation techniques.

(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)
- 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 require 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.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2024</u>				
Financial assets at fair value through profit or loss:				
- quoted equities	456,176,250	-	-	456,176,250
- exchange-traded funds	16,150,231	-	-	16,150,231
	<u>472,326,481</u>	<u>-</u>	<u>-</u>	<u>472,326,481</u>
<u>2023</u>				
Financial assets at fair value through profit or loss:				
- quoted equities	262,616,989	-	-	262,616,989
- exchange-traded fund	2,748,246	-	-	2,748,246
	<u>265,365,235</u>	<u>-</u>	<u>-</u>	<u>265,365,235</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities and exchange-traded funds. The Fund does not adjust the quoted prices for these instruments.

- (ii) The carrying values of cash and cash equivalents, amount due from brokers, amount due from Manager and dividends receivable, and all current liabilities are a reasonable approximation of the fair values due to their short-term nature.

4 MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a management fee at a rate not exceeding 3.00% per annum on the NAV of the Fund, calculated on a daily basis.

For the financial year ended 30 September 2024, the management fee is recognised at a rate of 1.50% (2023: 1.50%) per annum on the NAV of the Fund, calculated on a daily basis as stated in the Fund's Prospectus.

There will be no further liability to the Manager in respect of management fee other than the amounts recognised above.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

5 TRUSTEE FEE

In accordance with the Deeds, the Trustee is entitled to an annual fee at a rate not exceeding 0.10% per annum on the NAV of the Fund, calculated on a daily basis.

For the financial year ended 30 September 2024, the Trustee fee is recognised at a rate of 0.08% (2023: 0.08%) per annum on the NAV of the Fund, exclusive of foreign custodian fees and charges, calculated on a daily basis as stated in the Fund's Prospectus.

There will be no further liability to the Trustee in respect of Trustee fee other than the amount recognised above.

6 FUND ACCOUNTING FEE

The fund valuation and accounting fee for the Fund is RM9,600 (2023: RM7,200) during the financial year.

7 TAXATION

	<u>2024</u> RM	<u>2023</u> RM
Current taxation - foreign	-	463,939
Refund of foreign tax	(74,506)	(75,795)
Under provision of taxation in prior year	-	24,077
	<u>(74,506)</u>	<u>412,221</u>

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

	<u>2024</u> RM	<u>2023</u> RM
Net profit before taxation	<u>69,294,199</u>	<u>18,301,412</u>
Tax at Malaysian statutory tax rate of 24% (2023: 24%)	16,630,608	4,392,339
Tax effects of:		
Investment income not subject to tax	(18,881,954)	(5,354,361)
Expenses not deductible for tax purposes	1,030,351	473,167
Restrictions on tax deductible expenses for Unit Trust Fund	1,220,995	952,794
Refund of foreign tax	(74,506)	(75,795)
Under provision of taxation in prior year	-	24,077
Tax expenses	<u>(74,506)</u>	<u>412,221</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

8 DISTRIBUTIONS

	<u>2024</u> RM	<u>2023</u> RM
Net distribution amount	3,012,142	5,607,702

During the financial year ended 30 September 2024, distributions were made as follows:

<u>Ex-date</u>	Gross distribution <u>per unit</u> (sen)	Net distribution <u>per unit</u> (sen)
20.12.2023	0.7672	0.7000

During the financial year ended 30 September 2023, distributions were made as follows:

<u>Ex-date</u>	Gross distribution <u>per unit</u> (sen)	Net distribution <u>per unit</u> (sen)
21.12.2022	1.0000	1.0000
21.06.2023	0.2650	0.2500
	<u>1.2650</u>	<u>1.2500</u>

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

Included in distributions for the financial year is an amount of RM3,012,142 (2023: RM4,503,180) made from previous years' realised income.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2024</u> RM	<u>2023</u> RM
Financial assets at fair value through profit or loss:		
- quoted equities – local	345,598,159	189,957,085
- quoted equities – foreign	110,578,091	72,659,904
- exchange traded funds – foreign	16,150,231	2,748,246
	<u>472,326,481</u>	<u>265,365,235</u>
Net gain on financial assets at fair value through profit or loss:		
- realised (loss)/gain on sale of investments	(1,231,332)	1,169,183
- unrealised gain on changes in fair value	72,719,512	11,508,430
	<u>71,488,180</u>	<u>12,677,613</u>

(a) Quoted equities – local

(i) Quoted equities – local as at 30 September 2024 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Construction</u>				
Gamuda Bhd	1,429,747	9,476,757	11,538,058	2.37
IJM Corporation Bhd	5,550,000	17,938,122	16,206,000	3.34
Southern Score Builders Bhd	22,500,000	4,500,000	12,150,000	2.50
	<u>29,479,747</u>	<u>31,914,879</u>	<u>39,894,058</u>	<u>8.21</u>
<u>Consumer Products & Services</u>				
99 Speed Mart Retail Holdings	8,550,000	15,358,865	19,066,500	3.93
Genting Malaysia Bhd	4,239,200	11,224,792	10,258,864	2.11
RGB International Bhd	38,240,100	13,884,832	14,148,837	2.91
	<u>51,029,300</u>	<u>40,468,489</u>	<u>43,474,201</u>	<u>8.95</u>
<u>Energy</u>				
Dialog Group Bhd	6,155,500	13,114,676	13,172,770	2.71

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(a) Quoted equities – local (continued)

(i) Quoted equities – local as at 30 September 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Financial Services</u>				
CIMB Group Holdings Bhd	2,685,747	16,195,452	21,620,263	4.45
Malayan Banking Bhd	1,700,362	15,715,182	17,819,794	3.67
	<u>4,386,109</u>	<u>31,910,634</u>	<u>39,440,057</u>	<u>8.12</u>
<u>Health Care</u>				
IHH Healthcare Bhd	2,200,000	14,630,000	15,752,000	3.24
KPJ Healthcare Bhd	12,112,400	15,599,237	25,678,288	5.29
	<u>14,312,400</u>	<u>30,229,237</u>	<u>41,430,288</u>	<u>8.53</u>
<u>Industrial Products & Services</u>				
Scientex Bhd	2,421,200	6,858,059	10,338,524	2.13
Sunway Bhd	6,043,100	12,290,378	25,381,020	5.22
	<u>8,464,300</u>	<u>19,148,437</u>	<u>35,719,544</u>	<u>7.35</u>
<u>Property</u>				
Mah Sing Group Bhd	13,727,100	13,533,236	23,610,612	4.86
SP Setia Bhd Group – Islamic Redeemable Convertible Preference Shares	6,763,800	7,278,782	6,256,515	1.29
UOA Development Bhd	5,190,800	10,965,752	9,499,164	1.96
	<u>25,681,700</u>	<u>31,777,770</u>	<u>39,366,291</u>	<u>8.11</u>
<u>Real estates</u>				
AME Real Estate Investment Trust	5,208,700	5,927,099	7,500,528	1.54
Axis Real Estate Investment Trust	4,684,440	7,751,662	8,525,681	1.76
	<u>9,893,140</u>	<u>13,678,761</u>	<u>16,026,209</u>	<u>3.30</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(a) Quoted equities – local (continued)

(i) Quoted equities – local as at 30 September 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Technology</u>				
Agmo Holdings Bhd	1	-	1	-
Frontken Corp Bhd	3,341,950	9,617,152	12,164,698	2.50
Inari Amertron Bhd	3,963,900	11,370,535	11,495,310	2.37
	<u>7,305,851</u>	<u>20,987,687</u>	<u>23,660,009</u>	<u>4.87</u>
<u>Telecommunication & Media</u>				
Telekom Malaysia Bhd	1,480,000	10,100,562	9,916,000	2.04
<u>Transportation & Logistics</u>				
Malaysia Airports Holdings Bhd	2,274,200	20,066,430	23,788,132	4.90
<u>Utilities</u>				
Tenaga Nasional Bhd	1,365,000	13,905,566	19,710,600	4.06
Total quoted equities – local	<u>161,827,247</u>	<u>277,303,128</u>	<u>345,598,159</u>	<u>71.15</u>
Accumulated unrealised gain on quoted equities – local		<u>68,295,031</u>		
Total quoted equities – local		<u>345,598,159</u>		

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(a) Quoted equities – local (continued)

(ii) Quoted equities – local as at 30 September 2023 are as follows:

	<u>Quantity</u>	Aggregate cost RM	Fair value RM	Percentage of NAV %
<u>Construction</u>				
Southern Score Builders Bhd	22,500,000	4,500,000	4,387,500	1.50
<u>Consumer Products & Services</u>				
Genting Bhd	2,536,400	12,633,149	10,576,788	3.61
Genting Malaysia Bhd	1,198,300	3,016,847	2,995,750	1.02
	<u>3,734,700</u>	<u>15,649,996</u>	<u>13,572,538</u>	<u>4.63</u>
<u>Financial Services</u>				
CIMB Group Holdings Bhd	2,167,547	10,860,245	11,769,780	4.02
Malayan Banking Bhd	982,062	8,519,239	8,632,325	2.95
	<u>3,149,609</u>	<u>19,379,484</u>	<u>20,402,105</u>	<u>6.97</u>
<u>Health Care</u>				
KPJ Healthcare Berhad	9,412,400	10,595,597	10,730,136	3.67
<u>Industrial Products & Services</u>				
Petronas Chemicals Group Bhd	493,200	4,369,397	3,536,244	1.21
Press Metal Aluminium Holdings Bhd	1,924,900	10,259,584	9,066,279	3.10
Scientex Bhd	2,421,200	6,858,059	8,982,652	3.07
Sunway Berhad	3,300,000	6,509,096	6,501,000	2.22
V.S. Industry Bhd	6,172,300	8,068,390	6,234,023	2.13
	<u>14,311,600</u>	<u>36,064,526</u>	<u>34,320,198</u>	<u>11.73</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(a) Quoted equities – local (continued)

(ii) Quoted equities – local as at 30 September 2023 are as follows: (continued)

	<u>Quantity</u>	Aggregate cost RM	Fair value RM	Percentage of NAV %
<u>Plantation</u>				
Hap Seng Plantations Holdings Bhd	1,215,000	3,464,697	2,284,200	0.78
<u>Property</u>				
IOI Properties Group Bhd	3,655,100	6,038,509	5,994,364	2.05
Mah Sing Group Bhd	8,895,300	7,238,746	7,916,817	2.71
SP Setia Bhd Group – Islamic Redeemable Convertible Preference Shares	6,763,800	7,278,782	6,087,420	2.08
UOA Development Bhd	4,900,900	10,475,821	8,184,503	2.80
	<u>24,215,100</u>	<u>31,031,858</u>	<u>28,183,104</u>	<u>9.64</u>
<u>Real Estates</u>				
AME Real Estate Investment Trust	5,208,700	5,927,099	6,510,875	2.22
Axis Real Estate Investment Trust	4,659,771	7,709,725	8,527,381	2.91
IGB Commercial Real Estate Investment Trust	4,218,400	2,995,064	2,088,108	0.71
Pavilion Real Estate Investment Trust	5,532,200	6,749,284	6,693,962	2.29
	<u>19,619,071</u>	<u>23,381,172</u>	<u>23,820,326</u>	<u>8.13</u>
<u>Technology</u>				
Frontken Corp Bhd	2,821,950	7,801,252	8,804,484	3.01
Inari Amertron Bhd	3,442,900	9,708,076	9,984,410	3.41
	<u>6,264,850</u>	<u>17,509,328</u>	<u>18,788,894</u>	<u>6.42</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(a) Quoted equities – local (continued)

(ii) Quoted equities – local as at 30 September 2023 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Telecommunication & Media</u>				
Telekom Malaysia Bhd	1,514,813	9,417,408	7,407,436	2.53
TIME dotCom Berhad	2,091,400	7,092,894	11,335,388	3.87
	<u>3,606,213</u>	<u>16,510,302</u>	<u>18,742,824</u>	<u>6.40</u>
<u>Utilities</u>				
Tenaga Nasional Bhd	1,474,000	13,557,409	14,725,260	5.03
	<u>109,502,543</u>	191,644,369	<u>189,957,085</u>	<u>64.90</u>
Accumulated unrealised loss on quoted equities – local		<u>(1,687,284)</u>		
Total quoted equities – local		<u>189,957,085</u>		

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign

(i) Quoted equities – foreign as at 30 September 2024 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Hong Kong</u>				
<u>Consumer Discretionary</u>				
Alibaba Group Holding Ltd	100,800	4,674,842	5,883,293	1.21
ANTA Sports Products Ltd	22,800	1,035,576	1,142,021	0.23
Trip.com Group Limited	6,250	1,165,306	1,627,616	0.34
	<u>129,850</u>	<u>6,875,724</u>	<u>8,652,930</u>	<u>1.78</u>
<u>Financials</u>				
AIA Group Ltd	93,600	2,928,525	3,459,109	0.71
Bank of China Ltd	1,661,000	3,443,613	3,225,655	0.66
China Construction Bank Corp	774,000	2,545,918	2,414,824	0.50
Industrial & Commercial Bank of China Ltd	990,000	2,333,179	2,437,364	0.50
	<u>3,518,600</u>	<u>11,251,235</u>	<u>11,536,952</u>	<u>2.37</u>
<u>Technology</u>				
Tencent Holdings Ltd	37,700	8,010,859	8,893,609	1.83
<u>India</u>				
<u>Financials</u>				
HDFC Asset Management Co Ltd	6,460	1,484,028	1,366,678	0.28
<u>Health Care</u>				
Sun Pharmaceutical Ind Ltd	15,677	1,485,921	1,481,799	0.30
<u>Telecommunications</u>				
Bharti Airtel Ltd	14,787	1,235,812	1,246,170	0.26
<u>Utilities</u>				
NTPC Ltd	177,473	3,839,045	3,865,948	0.80

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign (continued)

(i) Quoted equities – foreign as at 30 September 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Indonesia</u>				
<u>Financials</u>				
Bank Central Asia Tbk PT	281,500	837,970	790,855	0.16
Bank Mandiri Persero Tbk PT	2,701,100	5,054,104	5,089,662	1.05
Bank Rakyat Indonesia Persero	1,618,500	2,375,227	2,179,950	0.45
	<u>4,601,100</u>	<u>8,267,301</u>	<u>8,060,467</u>	<u>1.66</u>
<u>Health Care</u>				
Kalbe Farma Tbk PT	1,886,500	926,427	885,471	0.18
	<u>1,886,500</u>	<u>926,427</u>	<u>885,471</u>	<u>0.18</u>
<u>Philippines</u>				
<u>Consumer Discretionary</u>				
SM Investments Corp	13,180	947,831	926,106	0.19
	<u>13,180</u>	<u>947,831</u>	<u>926,106</u>	<u>0.19</u>
<u>Financials</u>				
Bank of the Philippine Islands	124,810	1,196,747	1,239,345	0.26
BDO Unibank Inc	78,150	957,219	907,556	0.19
Metropolitan Bank & Trust Co	163,610	923,114	945,191	0.19
	<u>366,570</u>	<u>3,077,080</u>	<u>3,092,092</u>	<u>0.64</u>
<u>Singapore</u>				
<u>Industrials</u>				
Singapore Technologies Engineering Ltd	78,800	1,178,192	1,178,956	0.24
	<u>78,800</u>	<u>1,178,192</u>	<u>1,178,956</u>	<u>0.24</u>
<u>Utilities</u>				
Keppel Corporation Ltd	69,100	1,423,537	1,471,820	0.30
	<u>69,100</u>	<u>1,423,537</u>	<u>1,471,820</u>	<u>0.30</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign (continued)

(i) Quoted equities – foreign as at 30 September 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>South Korea</u>				
<u>Financials</u>				
Hana Financial Group Inc	12,157	2,531,799	2,241,283	0.46
KB Financial Group Inc	8,925	2,564,416	2,263,861	0.47
Shinhan Financial Group Ltd	13,619	2,522,979	2,369,906	0.49
	<u>34,701</u>	<u>7,619,194</u>	<u>6,875,050</u>	<u>1.42</u>
<u>Technology</u>				
Samsung Electronics Co Ltd	21,076	5,661,892	4,064,024	0.84
SK Hynix Inc	4,631	2,786,203	2,533,746	0.52
	<u>25,707</u>	<u>8,448,095</u>	<u>6,597,770</u>	<u>1.36</u>
<u>Taiwan</u>				
<u>Technology</u>				
Delta Electronics Inc	43,000	2,366,064	2,128,631	0.44
Hon Hai Precision Industry Co	144,000	3,917,399	3,512,700	0.72
Quanta Computer Inc	115,000	4,290,919	3,949,836	0.81
Taiwan Semiconductor Manufacturing Co., Ltd	99,000	11,753,642	12,326,064	2.54
	<u>401,000</u>	<u>22,328,024</u>	<u>21,917,231</u>	<u>4.51</u>
<u>Thailand</u>				
<u>Consumer Staples</u>				
CP ALL PCL	621,600	4,882,122	5,196,715	1.07
<u>Financials</u>				
Krung Thai Bank PLC	551,600	1,450,189	1,450,334	0.30

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign (continued)

(i) Quoted equities – foreign as at 30 September 2024 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>United States</u>				
<u>Financials</u>				
ICICI Bank Limited	117,878	14,146,355	14,495,533	2.98
<u>Technology</u>				
Infosys Ltd	15,114	1,424,319	1,386,460	0.29
Total quoted equities – foreign	<u>12,683,397</u>	110,301,290	<u>110,578,091</u>	<u>22.76</u>
Accumulated unrealised gain on quoted equities – foreign		276,801		
Total quoted equities – foreign		<u>110,578,091</u>		

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign (continued)

(ii) Quoted equities – foreign as at 30 September 2023 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Australia</u>				
<u>Basic Materials</u>				
BHP Group Ltd	31,292	4,437,955	4,218,554	1.44
<u>Financial Services</u>				
QBE Insurance Group Ltd	66,079	2,949,286	3,159,378	1.08
<u>China</u>				
<u>Consumer Discretionary</u>				
Shenzhou International Group Holdings	127,900	6,195,409	5,732,498	1.96
<u>Industrials</u>				
Anhui Conch Cement Co., Ltd	225,000	3,034,241	2,810,997	0.96
<u>Hong Kong</u>				
<u>Consumer Discretionary</u>				
Sands China Ltd	371,600	6,350,775	5,332,772	1.82
<u>Technology</u>				
Tencent Holdings Ltd	16,400	3,303,313	3,008,991	1.03
<u>India</u>				
<u>Consumer Discretionary</u>				
Jubilant Foodworks Ltd	106,029	3,009,934	3,193,310	1.09

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign (continued)

(ii) Quoted equities – foreign as at 30 September 2023 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>India (continued)</u>				
<u>Financial Services</u>				
HDFC Bank Ltd	64,111	5,833,051	5,525,775	1.89
ICICI Bank Limited	84,700	4,472,863	4,555,365	1.56
	<u>148,811</u>	<u>10,305,914</u>	<u>10,081,140</u>	<u>3.45</u>
<u>Indonesia</u>				
<u>Financial Services</u>				
Bank Central Asia Tbk PT	2,120,300	5,406,628	5,678,985	1.94
<u>Singapore</u>				
<u>Real Estate</u>				
CapitaLand Investment Limited	374,800	4,456,643	3,991,502	1.36
CapitaLand Integrated Commercial Trust	433,900	2,985,678	2,766,557	0.95
CapitaLand Ascendas REIT	308,700	2,889,239	2,925,820	1.00
	<u>1,117,400</u>	<u>10,331,560</u>	<u>9,683,879</u>	<u>3.31</u>
<u>South Korea</u>				
<u>Technology</u>				
Samsung Electro-Mechanics Co., Ltd	5,999	3,034,335	2,866,346	0.98
<u>Telecommunications</u>				
Samsung Electronics Co., Ltd - Preference Shares	27,933	5,360,468	5,288,052	1.81

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign (continued)

(ii) Quoted equities – foreign as at 30 September 2023 are as follows: (continued)

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Taiwan</u>				
<u>Technology</u>				
MediaTek Inc	27,000	2,902,420	2,887,448	0.99
Taiwan Semiconductor Manufacturing Co., Ltd	74,000	3,399,299	5,620,374	1.92
Nan Ya Printed Circuit Board	46,000	2,023,460	1,783,685	0.61
	<u>147,000</u>	<u>8,325,179</u>	<u>10,291,507</u>	<u>3.52</u>
<u>Thailand</u>				
<u>Financial Services</u>				
KrungThai Card PCL NVDR	233,600	1,458,253	1,313,495	0.45
Total quoted equities – foreign	<u>4,745,343</u>	<u>73,503,250</u>	<u>72,659,904</u>	<u>24.84</u>
Accumulated unrealised loss on quoted equities – foreign		<u>(843,346)</u>		
Total quoted equities – foreign		<u>72,659,904</u>		

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(c) Exchange-traded funds – foreign

(i) Exchange-traded funds – foreign as at 30 September 2024 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Hong Kong</u>				
<u>Financial Services</u>				
ChinaAMC CSI 300 Index ETF	237,600	4,842,967	5,832,024	1.20
Hang Seng China Enterprises Index ETF	254,200	9,881,979	10,318,207	2.12
	<u>491,800</u>	<u>14,724,946</u>	<u>16,150,231</u>	<u>3.32</u>
Total exchange-traded funds	<u>491,800</u>	<u>14,724,946</u>	<u>16,150,231</u>	<u>3.32</u>
Accumulated unrealised gain on exchange-traded funds		<u>1,425,285</u>		
Total exchange-traded funds		<u>16,150,231</u>		

(ii) Exchange-traded fund – foreign as at 30 September 2023 are as follows:

	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>Hong Kong</u>				
<u>Financial Services</u>				
iShares Hang Seng TECH ETF	560,700	2,940,011	2,748,246	0.94
Total exchange-traded fund	<u>560,700</u>	<u>2,940,011</u>	<u>2,748,246</u>	<u>0.94</u>
Accumulated unrealised loss on exchange-traded fund		<u>(191,765)</u>		
Total exchange-traded fund		<u>2,748,246</u>		

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

10 CASH AND CASH EQUIVALENTS

	<u>2024</u> RM	<u>2023</u> RM
Cash and bank balances	11,045,158	18,869,751
Deposits with licensed financial institutions	551,248	4,320,319
	<u>11,596,406</u>	<u>23,190,070</u>

Weighted average effective interest rates per annum of deposits with licensed financial institutions are as follows:

	<u>2024</u> %	<u>2023</u> %
Deposits with licensed financial institutions	<u>3.05</u>	<u>3.20</u>

Deposits with licensed financial institutions have an average remaining maturity period of 1 day (2023: 2 days).

11 NUMBER OF UNITS IN CIRCULATION

	<u>2024</u> No. of units	<u>2023</u> No. of units
At the beginning of the financial year	438,225,000	440,364,000
Creation of units arising from applications	179,702,000	28,175,942
Creation of units arising from distributions	4,362,919	8,425,165
Cancellation of units	<u>(32,574,919)</u>	<u>(38,740,107)</u>
At the end of the financial year	<u>589,715,000</u>	<u>438,225,000</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

12 TRANSACTIONS WITH BROKERS

- (i) Details of transactions with the top 10 brokers for the financial year ended 30 September 2024 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage fees</u> %
CLSA Ltd	161,255,636	14.72	400,262	16.32
Macquarie Securities Ltd	134,586,542	12.29	324,643	13.24
JP Morgan Sec (Asia Pac) Ltd	83,766,316	7.65	206,630	8.43
UOB Kay Hian Securities (M) Sdn Bhd	56,383,917	5.15	140,960	5.75
Instinet Pacific Ltd	52,792,384	4.82	137,925	5.63
Public Investment Bank Bhd	50,170,038	4.58	125,425	5.12
CLSA Singapore Pte Ltd	47,501,350	4.34	24,142	0.98
Maybank Investment Bank Bhd	46,482,659	4.24	116,207	4.74
Affin Hwang Investment Bank Bhd	27,974,875	2.55	49,779	2.03
UOB Kay Hian Pte Ltd	25,364,106	2.32	63,410	2.59
Others	408,973,188	37.34	862,308	35.17
	<u>1,095,251,011</u>	<u>100.00</u>	<u>2,451,691</u>	<u>100.00</u>

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

12 TRANSACTIONS WITH BROKERS (CONTINUED)

(ii) Details of transactions with the top 10 brokers for the financial year ended 30 September 2023 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage fees</u> %
CLSA Ltd	49,223,894	9.63	101,886	12.03
CLSA Singapore Pte Ltd	49,127,052	9.62	29,452	3.48
Instinet DMA	25,129,775	4.92	17,715	2.09
JPMorgan Securities (Asia Pacific) Ltd	21,663,104	4.24	56,046	6.62
Macquarie Bank Ltd HK	21,123,291	4.13	9,221	1.09
Alliance Bernstein PT	19,189,614	3.76	9,595	1.13
Instinet Pacific Ltd	18,732,037	3.67	40,281	4.76
AHAM Asset Management Bhd#	18,494,962	3.62	-	-
JPMorgan Securities (Malaysia) Sdn Bhd	18,104,377	3.54	45,261	5.34
PT Macquarie Sekuritas Indonesia	18,017,245	3.53	8,593	1.01
Others	252,024,495	49.34	528,999	62.45
	<u>510,829,846</u>	<u>100.00</u>	<u>847,049</u>	<u>100.00</u>

Included in transactions with brokers are trades in the stockbroking industry with AHAM Asset Management Bhd, the Manager amounting to RM Nil (2023: RM18,494,962). The Manager is of the opinion that all transactions with the Manager have been entered into in the normal course of business at agreed terms between the related parties.

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

13 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

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

<u>Related parties</u>	<u>Relationship</u>
CVC Capital Partners Asia V L.P. ("CVC Asia V")	Ultimate holding company of the Manager
Lembaga Tabung Angkatan Tentera ("LTAT")	Substantial shareholder of the Manager and former ultimate holding corporate body of the Manager
Starlight TopCo Limited	Penultimate holding company of the Manager
Starlight Universe Limited	Intermediate holding company of the Manager
Starlight Asset Sdn Bhd	Immediate holding company of the Manager
Nikko Asset Management International Limited ("NAMI")	Former substantial shareholder of the Manager
Nikko Asset Management Co., Ltd ("NAM")	Substantial shareholder of the Manager
AHAM Asset Management Berhad	The Manager
Subsidiaries and associated companies of CVC Asia V as disclosed in their financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager
Directors of AHAM Asset Management Berhad	Directors of the Manager

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

13 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER (CONTINUED)

The units held by the Manager and parties related to the Manager as at the end of the financial year are as follows:

	<u>2024</u>		<u>2023</u>	
<u>The Manager:</u>	No. of units	RM	No. of units	RM
AHAM Asset Management Berhad (The units are held legally for booking purposes)	<u>513,183</u>	<u>422,709</u>	<u>62,997</u>	<u>42,069</u>

Other than the above, there were no units held by the Directors or parties related to the Manager.

14 TOTAL EXPENSE RATIO ("TER")

	<u>2024</u>	<u>2023</u>
	%	%
TER	<u>1.64</u>	<u>1.63</u>

TER is derived from the following calculation:

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

- A = Management fee, excluding management fee rebates
- B = Trustee fees
- C = Auditors' remuneration
- D = Tax agent's fee
- E = Fund accounting fee
- F = Other expenses, excluding sales and service tax on transaction costs and withholding tax
- G = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial year calculated on a daily basis is RM376,022,054 (2023: RM293,392,333).

AHAM SELECT DIVIDEND FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2024 (CONTINUED)

15 PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2024</u>	<u>2023</u>
PTR (times)	1.46	0.87

PTR is derived from the following calculation:

$$\frac{(\text{Total acquisition for the financial year} + \text{total disposal for the financial year}) \div 2}{\text{Average NAV of the Fund for the financial year calculated on a daily basis}}$$

where: total acquisition for the financial year = RM615,881,574 (2023: RM257,618,622)
total disposal for the financial year = RM481,639,840 (2023: RM253,371,248)

AHAM SELECT DIVIDEND FUND

STATEMENT BY THE MANAGER

I, Dato' Teng Chee Wai, for and on behalf of the board of directors of the Manager, **AHAM Asset Management Berhad**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 45 are drawn up in accordance with the provisions of the Deed 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 year then ended 30 September 2024 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
AHAM ASSET MANAGEMENT BERHAD

DATO' TENG CHEE WAI
EXECUTIVE DIRECTOR/MANAGING DIRECTOR

Kuala Lumpur
22 November 2024

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF AHAM SELECT DIVIDEND FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of AHAM Select Dividend Fund (“the Fund”) give a true and fair view of the financial position of the Fund as at 30 September 2024, 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 30 September 2024, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 1 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 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.

*PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146), Chartered Accountants, Level 10, Menara TH 1 Sentral, Jalan Rakyat, Kuala Lumpur Sentral, P.O. Box 10192, 50706 Kuala Lumpur, Malaysia
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INDEPENDENT AUDITORS' REPORT
TO THE UNIT HOLDERS OF AHAM SELECT DIVIDEND FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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.

INDEPENDENT AUDITORS' REPORT
TO THE UNIT HOLDERS OF AHAM SELECT DIVIDEND FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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.

INDEPENDENT AUDITORS' REPORT
TO THE UNIT HOLDERS OF AHAM SELECT DIVIDEND FUND (CONTINUED)

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
22 November 2024

DIRECTORY OF SALES OFFICE

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