



ANNUAL REPORT
28 February 2025

AHAM Tactical Fund

MANAGER
AHAM Asset Management Berhad
199701014290 (429786-T)

TRUSTEE
AmanahRaya Trustees Berhad
(766894-T)

Built On Trust

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AHAM TACTICAL FUND

Annual Report and Audited Financial Statements For the Financial Year Ended 28 February 2025

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FUND INFORMATION

Fund Name	AHAM Tactical Fund
Fund Type	Capital Growth
Fund Category	Mixed Asset
Investment Objective	To seek a stable return and generate capital growth over medium to long term period in diversified mix of assets
Benchmark	50% FTSE-Bursa Malaysia KLCI (for equities and equity linked instruments) + 50% RAM Quantshop MGS All Index (for fixed income investments)
Distribution Policy	Distribution (if any) is incidental and will be subject to the availability of income

FUND PERFORMANCE DATA

Category	As at 28 Feb 2025 (%)	As at 29 Feb 2024 (%)	As at 28 Feb 2023 (%)
Portfolio composition			
Quoted equities – local			
- Consumer Products & Services	11.01	6.29	2.24
- Financial Services	21.36	13.62	12.71
- Health Care	7.10	11.46	4.24
- Industrial Products & Services	13.26	9.92	4.84
- Energy	5.82	7.98	11.03
- Plantations	-	1.91	3.19
- Property	2.91	4.71	3.92
- Technology	15.51	11.10	7.46
- Telecommunication & Media	1.42	6.47	9.04
- Transportation & Logistics	-	5.42	-
- Utilities	4.51	6.48	2.21
Total quoted equities – local	82.90	85.36	60.88
Quoted equities – foreign			
- Consumer Discretionary	-	-	7.69
- Real Estate	-	-	4.97
Total quoted equities – foreign	-	-	12.66
Unquoted fixed income instruments – local	10.55	10.23	10.67
Cash and cash equivalent	6.55	4.41	15.79
Total	100.00	100.00	100.00
Total NAV (RM'million)	113.273	85.883	76.745
NAV per Unit (RM)	0.3632	0.3126	0.2790
Unit in Circulation (million)	311.888	274.703	275.023
Highest NAV	0.3916	0.3132	0.3042
Lowest NAV	0.3100	0.2725	0.2552
Return of the Fund (%)	21.44	12.45	-3.32
- Capital Growth (%)	16.19	12.04	-8.10
- Income Distribution (%)	4.52	0.36	5.20
Gross Distribution per Unit (sen)	1.70	0.10	1.35
Net Distribution per Unit (sen)	1.70	0.10	1.35
Total Expense Ratio (%) ¹	1.63	1.70	1.63
Portfolio Turnover Ratio (times) ²	1.15	1.18	1.33

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

The performance figures are a comparison of the growth/decline in Net Asset Value (“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

¹The TER of the Fund was lower due to higher average NAV of the Fund for the financial year.

²The Fund recorded a lower PTR due to higher average NAV of the Fund for the financial year.

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)
16-Jul-24	17-Jul-24	0.3909	0.0170	0.3761
19-Jul-23	20-Jul-23	0.2761	0.0010	0.2749
19-Jul-22	20-Jul-22	0.2706	0.0135	0.2595

No unit split was declared during the financial year under review.

Income Distribution Breakdown

Class	Ex-Date	Income (per unit) (sens / cents)	Income (%)	Capital (per unit) (sens / cents)	Capital (%)
MYR	17-Jul-24	1.7000	100	-	-
MYR	20-Jul-23	0.1000	100	-	-
MYR	20-Jul-22	1.3500	100	-	-

Fund Performance

Table 1: Performance of the Fund

	1 Year (1/3/24 - 28/2/25)	3 Years (1/3/22 - 28/2/25)	5 Years (1/3/20 - 28/2/25)	Since Commencement (10/8/10 - 28/2/25)
Fund	21.44%	32.02%	73.33%	132.43%
Benchmark	3.00%	5.46%	11.45%	80.64%
Outperformance	18.44%	26.56%	61.88%	51.79%

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	1 Year (1/3/24 - 28/2/25)	3 Years (1/3/22 - 28/2/25)	5 Years (1/3/20 - 28/2/25)	Since Commencement (10/8/10 - 28/2/25)
Fund	21.44%	9.69%	11.62%	5.96%
Benchmark	3.00%	1.79%	2.19%	4.14%
Outperformance	18.44%	7.90%	9.43%	1.82%

Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2025 (1/3/24 - 28/2/25)	FYE 2024 (1/3/23 - 29/2/24)	FYE 2023 (1/3/22 - 28/2/23)	FYE 2022 (1/3/21 - 28/2/22)	FYE 2021 (1/3/20 - 28/2/21)
Fund	21.44%	12.45%	(3.32%)	(5.75%)	39.29%
Benchmark	3.00%	5.85%	(3.26%)	1.45%	4.17%
Outperformance	18.44%	6.60%	(0.06%)	(7.20%)	35.12%

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.

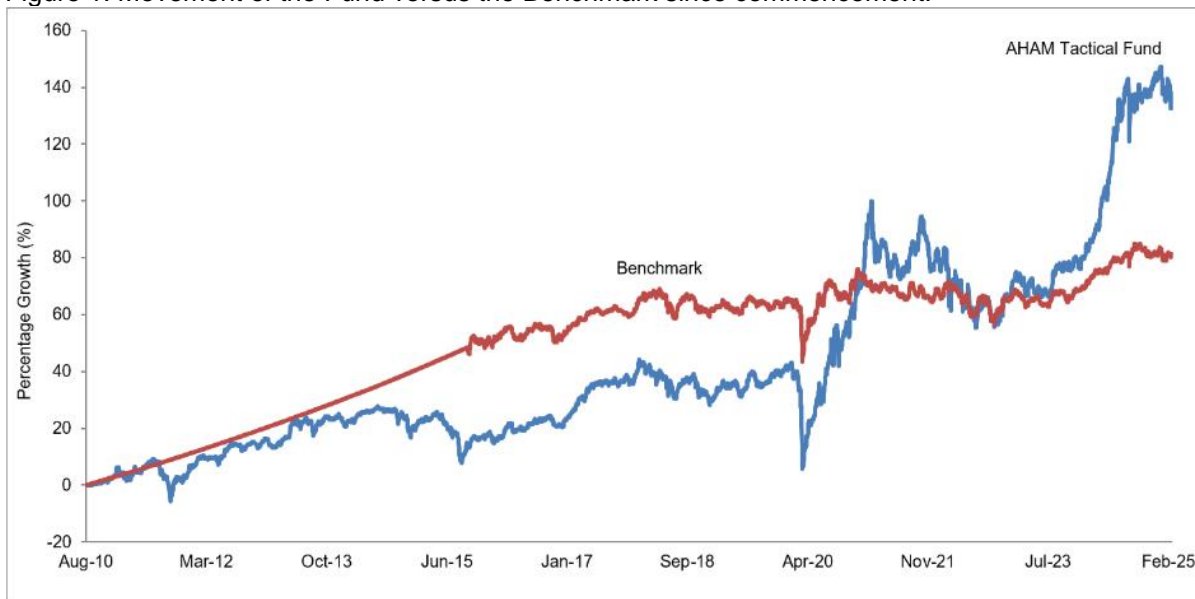
MANAGER'S REPORT

Performance Review (1 March 2024 to 28 February 2025)

For the financial year ended 28 February 2025 (1 March 2024 to 28 February 2025), the Fund registered a return of 21.44% compared to the benchmark return of 3.00%. The Fund thus outperformed the Benchmark by 18.44%. The Net Asset Value per unit ("NAV") of the Fund as at 28 February 2025 was RM0.3632 while the NAV per unit as at 29 February 2024 was RM0.3126. During the period under review, the Fund has declared an income distribution of RM0.0170 per unit.

Since commencement, the Fund has registered a return of 132.43% compared to the benchmark return of 80.64%, outperforming by 51.79%.

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: 50% FTSE-Bursa Malaysia KLCI + 50% RAM Quantshop MGS All Index

Asset Allocation

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

As at 28 February 2025, the Manager had increased invested levels of the Fund to 82.90%. Weight in consumer products & services, financial services, industrial products & services and technology have increased compared to a year ago.

Strategy Employed

Going forward, the Fund has de-risked some of the key pain points in the portfolio and generally raised cash. Trump's unending decades of trade policies and isolation strategy accelerated outflow and market sell down. It has bought recession risk, higher for longer rates due to its inherently inflationary move and corporate margin compression in attempting to absorb tariffs, into the market fold. As such we had to adjust our portfolio positioning to account for these higher risks by raising cash. This creates more liquidity optionality, protects against potential redemption, and increase capital preservation. If the world economy does indeed go into recession, the fund would be in a better position to raise cash from an already elevated level instead of from a high equity position. This of course reduces upside potential if conditions turn for the better but we believe if we combine the intention to redeploy quickly and keeping a flexible approach, we would not be sacrificing too much returns for protection.

Market Review

After enjoying a robust run up for one of the best performing year in a decade due political stability, rising domestic institutional confidence and government policies, Bursa Malaysia suffered profit taking correction due to global macro event and better opportunities elsewhere. Malaysia suffered from heavy foreign selling which started in August 2024 and continued into 1Q2025. This was due to rotation into a surging China (which affected the Association of Southeast Asian Nations ("ASEAN") ex Singapore markets), upcoming Trump tariff policies and the Artificial Intelligence ("AI") chip restriction policy.

Our domestic market gave up most of its gain and was only up 1.4% for the reported period. The first two months of 2025 was exceptionally weak on the back of Trump's inauguration with his corresponding tariff threats and Biden's parting Chip diffusion policy. This led to general United States Dollar ("USD") strength and risk off from emerging markets. Malaysia was not spared. We suffered one of the worst January since 1995.

Investment Outlook

The global investment outlook has become harder to forecast. The range of possibilities has increased dramatically as policies are still evolving and not economically driven but by geopolitical and national interest. Global investors shifting their portfolios to face the new reality has also created a lot of short term distortions to prices and levels. Trump's policies could derail some of the growth we are expecting for Malaysia.

Domestically, we think Malaysia will stand out as a relatively safer place for investors. We suffer from less tariff hike versus our neighbors and major competitor of foreign direct investments. We still have strong Government-Linked Investment Company ("GLIC") and Government-Linked Companies ("GLC") support for domestic markets.

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 was no churning of trades.

Cross Trade

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

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 during the financial year under review.

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF AHAM TACTICAL FUND (“FUND”)

We have acted as Trustee of the Fund for the financial year ended 28 February 2025 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 financial year covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the Management Company under the Deed, securities laws and the SC's 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 distribution of income by the Fund is appropriate and reflects the investment objective of the Fund.

Yours faithfully

AMANAHRAYA TRUSTEES BERHAD

ZAINUDIN BIN SUHAIMI

Chief Executive Officer

Kuala Lumpur, Malaysia

22 April 2025

AHAM TACTICAL FUND

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

AHAM TACTICAL FUND

FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

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AHAM TACTICAL FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

	<u>Note</u>	<u>2025</u> RM	<u>2024</u> RM
INVESTMENT INCOME			
Dividend income		2,369,485	2,252,806
Interest income from financial assets at amortised cost		119,002	91,109
Interest income from financial assets at fair value through profit or loss		436,543	328,392
Net (loss)/gain on foreign currency exchange		(7)	41,107
Net gain on financial assets at fair value through profit or loss	9	16,305,249	8,579,511
		<u>19,231,272</u>	<u>11,292,925</u>
EXPENSES			
Management fee	4	(1,537,047)	(1,160,340)
Trustee fee	5	(82,043)	(61,930)
Fund accounting fee	6	(7,200)	(6,600)
Auditors' remuneration		(9,000)	(8,980)
Tax agent's fee		(10,960)	(5,200)
Transaction costs		(836,619)	(614,610)
Other expenses		(18,876)	(73,009)
		<u>(2,501,745)</u>	<u>(1,930,669)</u>
NET PROFIT BEFORE TAXATION		16,729,527	9,362,256
Taxation	7	6,624	(7,030)
NET PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>16,736,151</u>	<u>9,355,226</u>
Net profit after taxation is made up of the following:			
Realised amount		18,923,226	1,175,026
Unrealised amount		(2,187,075)	8,180,200
		<u>16,736,151</u>	<u>9,355,226</u>

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

AHAM TACTICAL FUND

STATEMENT OF FINANCIAL POSITION AS AT 28 FEBRUARY 2025

	<u>Note</u>	<u>2025</u> RM	<u>2024</u> RM
ASSETS			
Cash and cash equivalents	10	8,881,289	2,296,560
Amount due from brokers		-	1,489,572
Amount due from Manager			
- creation of units		182,836	52,938
Dividends receivable		18,976	25,812
Financial assets at fair value through profit or loss	9	105,849,462	82,096,527
Tax recoverable		79,513	53,143
TOTAL ASSETS		<u>115,012,076</u>	<u>86,014,552</u>
LIABILITIES			
Amount due to brokers		1,456,804	-
Amount due to Manager			
- management fees		134,125	100,183
- cancellation of units		126,198	6,575
Amount due to Trustee		7,153	5,343
Fund accounting fee		600	600
Auditors' remuneration		9,000	9,000
Tax agent's fee		5,200	9,587
Other payables and accruals		-	533
TOTAL LIABILITIES		<u>1,739,080</u>	<u>131,821</u>
NET ASSET VALUE OF THE FUND		<u>113,272,996</u>	<u>85,882,731</u>
EQUITY			
Unit holders' capital		89,975,607	74,794,529
Retained earnings		23,297,389	11,088,202
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>113,272,996</u>	<u>85,882,731</u>
NUMBER OF UNITS IN CIRCULATION	11	<u>311,888,000</u>	<u>274,703,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.3632</u>	<u>0.3126</u>

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

AHAM TACTICAL FUND

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

	Unit holders' <u>capital</u> RM	Retained <u>earnings</u> RM	<u>Total</u> RM
Balance as at 1 March 2024	74,794,529	11,088,202	85,882,731
Total comprehensive income for the financial year	-	16,736,151	16,736,151
Distribution (Note 8)	-	(4,526,964)	(4,526,964)
Movement in unit holders' capital:			
Creation of units from applications	33,415,414	-	33,415,414
Creation of units from distributions	4,526,964	-	4,526,964
Cancellation of units	(22,761,300)	-	(22,761,300)
Balance as at 28 February 2025	<u>89,975,607</u>	<u>23,297,389</u>	<u>113,272,996</u>
Balance as at 1 March 2023	74,748,040	1,996,637	76,744,677
Total comprehensive income for the financial year	-	9,355,226	9,355,226
Distribution (Note 8)	-	(263,661)	(263,661)
Movement in unit holders' capital:			
Creation of units from applications	11,064,956	-	11,064,956
Creation of units from distributions	263,661	-	263,661
Cancellation of units	(11,282,128)	-	(11,282,128)
Balance as at 29 February 2024	<u>74,794,529</u>	<u>11,088,202</u>	<u>85,882,731</u>

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

AHAM TACTICAL FUND

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

	<u>2025</u> RM	<u>2024</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale and redemption of investments	124,175,504	86,174,208
Purchase of investments	(129,414,026)	(97,348,876)
Dividends received	2,269,768	2,227,029
Interest income received	563,691	479,664
Management fee paid	(1,503,105)	(1,148,776)
Trustee's fee paid	(80,233)	(61,313)
Payment for other fees and expenses	(50,956)	(97,219)
Net realised (loss)/gain on foreign currency exchange	(13)	41,107
Tax paid	(19,746)	(34,000)
	<hr/>	<hr/>
Net cash flows used in operating activities	(4,059,116)	(9,768,176)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	33,285,516	11,033,048
Payments for cancellation of units	(22,641,677)	(11,287,039)
	<hr/>	<hr/>
Net cash flows generated from/(used in) financing activities	10,643,839	(253,991)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		
	6,584,723	(10,022,167)
EFFECTS OF FOREIGN CURRENCY EXCHANGE		
	6	-
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		
	<hr/>	<hr/>
	2,296,560	12,318,727
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR		
10	<hr/> <hr/>	<hr/> <hr/>
	8,881,289	2,296,560

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

AHAM TACTICAL FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

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. 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 International Financial Reporting Standards 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 2024 that 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 9 and MFRS 7 ‘Amendments to the Classification and Measurement of Financial Instruments’ (effective 1 January 2026)
 - The amendments clarify that financial assets are derecognised when the rights to the cash flows expire or when the asset is transferred, and financial liabilities are derecognised at the settlement date (i.e. when the liability is extinguished or qualifies for derecognition);
 - There is an optional exception to derecognise a financial liability at a date earlier than the settlement date if the cash transfer takes place through an electronic payment system, provided that all the specified criteria are met;
 - The amendments also clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (“SPPI”) criterion;
 - There are additional new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets); and
 - The amendments update the disclosures for equity instruments designated at fair value through other comprehensive income (“FVOCI”).

AHAM TACTICAL FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (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)
- MFRS 18 'Presentation and Disclosure in Financial Statements' (effective 1 January 2027) replaces MFRS 101 'Presentation of Financial Statements'
 - The new MFRS introduces a new structure of profit or loss statement.
 - i. Income and expenses are classified into 3 new main categories:
 - Operating category which typically includes results from the main business activities;
 - Investing category that presents the results of investments in associates and joint ventures and other assets that generate a return largely independently of other resources; and
 - Financing category that presents income and expenses from financing liabilities.
 - ii. Entities are required to present two new specified subtotals: 'Operating profit or loss' and 'Profit or loss before financing and income taxes'.
 - Management-defined performance measures are disclosed in a single note and reconciled to the most similar specified subtotal in MFRS Accounting Standards.
 - Changes to the guidance on aggregation and disaggregation which focus on grouping items based on their shared characteristics.

The Fund is currently still assessing the effect of the above standards and amendments. No other new standards or amendments to standards are 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 and unquoted fixed income securities are recognised based on effective interest rate method on an accrual basis.

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

AHAM TACTICAL FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

B INCOME RECOGNITION (CONTINUED)

Realised gains and losses on sale of investments

For quoted equities, 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.

For unquoted fixed income securities, 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 cost adjusted for accretion of discount or amortisation of premium on investments.

C TRANSACTION COSTS

Transaction costs are costs incurred to acquire or dispose financial assets or 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.

D 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 foreign 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 recognized, measured based on the requirements of MFRS 137. They are presented within other expenses line in the statement of comprehensive income.

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

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.

AHAM TACTICAL FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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.

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 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.

AHAM TACTICAL FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement (continued)

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 currency 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.

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.

Unquoted fixed income securities denominated in Ringgit Malaysia are revalued on a daily basis based on fair value prices quoted by a bond pricing agency (“BPA”) registered with the Securities Commission (“SC”) as per the SC’s Guidelines on Unit Trust Funds. Where such quotation are not available or where the Manager is of the view that the price quoted by the BPA for a specific unquoted fixed income securities differs from the market price by more than 20 basis points, the Manager may use the market price, provided that the Manager:

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

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest method.

AHAM TACTICAL FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(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.

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.

AHAM TACTICAL FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

H FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(iii) Impairment (continued)

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 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 change 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 TACTICAL FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (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 the unit holders exercise 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 NAV per unit at the time of creation or cancellation. The Fund's NAV 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 SC's Guidelines on Unit Trust Funds.

M REALISED AND UNREALISED PORTIONS OF PROFIT AFTER TAX

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

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025

1 INFORMATION ON THE FUND

The Unit Trust Fund was constituted under the name Affin Tactical Fund (“the Fund”) pursuant to the execution of a Master Deed dated 8 April 2010, as modified by First Supplemental Deed dated 22 July 2014, Second Supplemental Deed dated 6 August 2015, Third Supplemental Deed dated 5 October 2018 and Fourth Supplemental Deed dated 28 December 2022 (the “Deeds”) entered into between AHAM Asset Management Berhad (“the Manager”) and AmanahRaya Trustees Berhad (“the Trustee”). The Fund has changed its name from Affin Tactical Fund to Affin Hwang Tactical Fund as amended by the First Supplemental Deed dated 22 July 2014 and from Affin Hwang Tactical Fund to AHAM Tactical Fund as amended by Fourth Supplemental Deed dated 28 December 2022.

The Fund commenced operations on 8 April 2010 and will continue its operations until terminated by the Trustee as provided by Clause 12.3 of the Deed.

The Fund may invest in the following assets, subject to the Deed, the Fund’s objective, the Guidelines, the requirements of the SC and any other regulatory body and all relevant laws:

- (i) Listed securities;
- (ii) Unlisted securities including, without limitation, securities that have been approved by relevant authorities for the listing of and quotation for such securities;
- (iii) Fixed deposits with financial institutions;
- (iv) Money market instruments;
- (v) Government bonds, treasury bills and other Government approved or guaranteed bonds;
- (vi) Debentures including private debt securities and bonds;
- (vii) Units/shares in collective investment schemes, both local and foreign which are in line with the objective of the Fund;
- (viii) Equity linked instruments such as warrants and rights; and
- (ix) Any other form of investments as may be permitted by the SC from time to time that is in line with the Fund’s objectives.

The objective of the Fund is to seek a stable return and generate capital growth over the medium to long term period in diversified mix of assets.

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 April 2025.

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund are as follows:

	<u>Note</u>	At amortised <u>cost</u> RM	At fair value through <u>profit or loss</u> RM	<u>Total</u> RM
<u>2025</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	8,881,289	-	8,881,289
Amount due from Manager				
- creation of units		182,836	-	182,836
Dividends receivable		18,976	-	18,976
Quoted equities	9	-	93,897,854	93,897,854
Unquoted fixed income securities		-	11,951,608	11,951,608
		<u>9,083,101</u>	<u>105,849,462</u>	<u>114,932,563</u>
Total		<u>9,083,101</u>	<u>105,849,462</u>	<u>114,932,563</u>
<u>Financial liabilities</u>				
Amount due to brokers		1,456,804	-	1,456,804
Amount due to Manager				
- management fee		134,125	-	134,125
- cancellation of units		126,198	-	126,198
Amount due to Trustee		7,153	-	7,153
Fund accounting fee		600	-	600
Auditors' remuneration		9,000	-	9,000
Tax agent's fee		5,200	-	5,200
		<u>1,739,080</u>	<u>-</u>	<u>1,739,080</u>
Total		<u>1,739,080</u>	<u>-</u>	<u>1,739,080</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

Financial instruments of the Fund 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>2024</u>				
<u>Financial assets</u>				
Cash and cash equivalents	10	2,296,560	-	2,296,560
Amount due from brokers		1,489,572	-	1,489,572
Amount due from Manager				
- creation of units		52,938	-	52,938
Dividends receivable		25,812	-	25,812
Quoted equities	9	-	73,306,677	73,306,677
Unquoted fixed income securities		-	8,789,850	8,789,850
Total		<u>3,864,882</u>	<u>82,096,527</u>	<u>85,961,409</u>
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		100,183	-	100,183
- cancellation of units		6,575	-	6,575
Amount due to Trustee		5,343	-	5,343
Fund accounting fee		600	-	600
Auditors' remuneration		9,000	-	9,000
Tax agent's fee		9,587	-	9,587
Other payables and accruals		533	-	533
Total		<u>131,821</u>	<u>-</u>	<u>131,821</u>

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

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

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.

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

	<u>2025</u> RM	<u>2024</u> RM
Quoted investments		
Quoted equities	93,897,854	73,306,677
	<u> </u>	<u> </u>
Unquoted investments		
Unquoted fixed income securities*	11,951,608	8,789,850
	<u> </u>	<u> </u>

* Includes interest receivable of RM166,348 (2024: RM115,555)

The following table summarises the sensitivity of the Fund's profit after taxation and net asset value to price risk movement. The analysis is based on the assumptions that the market price increased by 5% (2024: 5%) and decreased by 5% (2024: 5%) 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	Impact on profit after <u>tax/NAV</u> RM
<u>2025</u>		
-5%	100,398,958	(5,284,156)
0%	105,683,114	-
+5%	110,967,270	5,284,156
	<u> </u>	<u> </u>
<u>2024</u>		
-5%	77,881,923	(4,099,049)
0%	81,980,972	-
+5%	86,080,021	4,099,049
	<u> </u>	<u> </u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

Market risk (continued)

(b) Interest rate risk

In general, when interest rates rise, unquoted fixed income securities prices will tend to fall and vice versa. Therefore, the NAV of the Fund, may also tend to fall when interest rates rise or are expected to rise. However, investors should be aware that should the Fund hold an unquoted fixed income security until maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the NAV shall not be affected at maturity. In order to mitigate interest rates exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future interest rate trend of the Manager, which is based on its continuous fundamental research and analysis.

This risk is crucial in an unquoted fixed income securities fund since unquoted fixed income securities portfolio management depends on forecasting interest rate movements. Prices of unquoted fixed income securities move inversely to interest rate movements, therefore as interest rates rise, the prices of unquoted fixed income securities decrease and vice versa. Furthermore, unquoted fixed income securities with longer maturity and lower yield coupon rates are more susceptible to interest rate movements.

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

The table below summarises the sensitivity of the Fund's NAV and profit after tax to movements in prices of unquoted fixed income securities held by the Fund as a result of movement in interest rate. The analysis is based on the assumptions that the interest rate increased and decreased by 1% (100 basis points) (2024: 1% (100 basis points)) with all other variables held constant.

<u>% Change in interest rate</u>	<u>Impact on profit after tax/NAV</u>	
	<u>2025</u>	<u>2024</u>
	RM	RM
+ 1% (2024: + 1%)	(19,974)	(18,658)
- 1% (2024: - 1%)	20,027	18,768

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

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

Market risk (continued)

(c) Currency risk

Currency risk is associated with financial instruments denominated in foreign currencies. When the foreign currencies fluctuate in unfavourable movements 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 as at 28 February 2025:

	Cash and cash equivalents RM	<u>Total</u> RM
<u>2025</u>		
<u>Financial assets</u>		
United States Dollar	1,391	1,391
Total	<u>1,391</u>	<u>1,391</u>

The table below summarises the sensitivity of the Fund's profit after tax and NAV to changes in foreign exchange movements as at 28 February 2025. 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 (decrease)/increase in the net assets attributable to unitholders 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>2025</u>		
United States Dollar	<u>+/- 6.73</u>	<u>+/- 94</u>

The Fund is not exposed to currency risk as at 29 February 2024.

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

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 cancellation of units by unit holders. Liquid assets comprise cash, deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 7 days.

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>2025</u>			
Amount due to brokers	1,456,804	-	1,456,804
Amount due to Manager			
- management fee	134,125	-	134,125
- cancellation of units	126,198	-	126,198
Amount due to Trustee	7,153	-	7,153
Fund accounting fee	600	-	600
Auditors' remuneration	-	9,000	9,000
Tax agent's fee	-	5,200	5,200
	<u>1,724,880</u>	<u>14,200</u>	<u>1,739,080</u>
<u>2024</u>			
Amount due to Manager			
- management fee	100,183	-	100,183
- cancellation of units	6,575	-	6,575
Amount due to Trustee	5,343	-	5,343
Fund accounting fee	600	-	600
Auditors' remuneration	-	9,000	9,000
Tax agent's fee	-	9,587	9,587
Other payables and accruals	-	533	533
	<u>112,701</u>	<u>19,120</u>	<u>131,821</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (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 interest, principals and proceeds from realisation of investment. 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 are managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

The settlement terms of amount due from brokers are governed by the relevant rules and regulations as prescribed by the respective stock exchanges.

For unquoted fixed income securities, the manager regularly reviews the rating assigned to the issuer so that necessary steps can be taken if the rating falls below those described by the Deeds and the SC's Guidelines on Unit Trust Funds.

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.

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

Credit risk (continued)

The following table sets out the credit risk concentration of the Fund:

	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Unquoted fixed income securities</u> RM	<u>Total</u> RM
<u>2025</u>				
Commercial Services				
- AA-	-	-	1,073,772	1,073,772
Consumer Discretionary				
- AA2	-	-	508,428	508,428
Energy				
- A+	-	-	1,051,984	1,051,984
- Non-rated ("NR")	-	18,976	-	18,976
Financial Services				
- AAA	8,851,479	-	1,026,214	9,877,693
- AA1	-	-	503,026	503,026
- AA2	-	-	1,012,046	1,012,046
- AA3	28,419	-	-	28,419
- Aa3	1,391	-	-	1,391
- A1	-	-	2,074,716	2,074,716
Government				
-NR	-	-	1,093,758	1,093,758
Industrial				
- AAA	-	-	1,534,241	1,534,241
- AA3	-	-	526,619	526,619
- A+	-	-	1,010,391	1,010,391
Others				
- NR	-	182,836	-	182,836
Utilities				
- AA1	-	-	536,413	536,413
	<u>8,881,289</u>	<u>201,812</u>	<u>11,951,608</u>	<u>21,034,709</u>

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

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

Credit risk (continued)

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

	<u>Cash and cash equivalents</u> RM	<u>Other assets*</u> RM	<u>Unquoted fixed income securities</u> RM	<u>Total</u> RM
<u>2024</u>				
Consumer Discretionary				
- A+	-	-	1,013,793	1,013,793
Energy				
- A+	-	-	1,051,737	1,051,737
Financial services				
- AAA	-	-	1,033,451	3,330,011
- AA1	-	-	503,901	503,901
- AA3	2,296,560	-	-	2,296,560
- NR	-	652,949	-	652,949
Government				
-NR	-	-	1,010,805	1,010,805
Industrial Product & Services				
- AAA	-	-	1,541,896	1,541,896
- AA2	-	-	1,022,420	1,022,420
- AA3	-	-	526,169	526,169
Technology				
- NR	-	25,812	-	25,812
Telecommunication & Media				
- NR	-	421,882	-	421,882
Utilities				
- AA-	-	-	1,085,678	1,085,678
- NR	-	414,741	-	414,741
Others				
- NR	-	52,938	-	52,938
	<u>2,296,560</u>	<u>1,568,322</u>	<u>8,789,850</u>	<u>12,654,732</u>

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

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

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.

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 last traded 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 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.

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

The following table analyses within the fair value hierarchy the Fund's financial assets (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>2025</u>				
Financial assets at fair value through profit or loss:				
- quoted equities	93,897,854	-	-	93,897,854
- unquoted fixed income securities	-	11,951,608	-	11,951,608
	<u>93,897,854</u>	<u>11,951,608</u>	<u>-</u>	<u>105,849,462</u>
<u>2024</u>				
Financial assets at fair value through profit or loss:				
- quoted equities	73,306,677	-	-	73,306,677
- unquoted fixed income securities	-	8,789,850	-	8,789,850
	<u>73,306,677</u>	<u>8,789,850</u>	<u>-</u>	<u>82,096,527</u>

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

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include unquoted fixed income securities. As Level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

- (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.

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

4 MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a management fee at a rate of up to 3.00% per annum on the NAV of the Fund, calculated on a daily basis.

For the financial year ended 28 February 2025, the management fee is recognised at a rate of 1.50% (2024: 1.50%) per annum on the NAV of the Fund, calculated on a daily basis as stated in Fund's Prospectus.

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

5 TRUSTEE FEE

In accordance with the Deeds, the Trustee is entitled to a fee of up to 0.08% per annum of the NAV of the Fund, calculated on a daily basis, subjected to a minimum of RM 18,000 per annum (excluding foreign custodian fees and charges).

For the financial year ended 28 February 2025, the Trustee fee is recognised at a rate of 0.08% (2024: 0.08%) per annum on the NAV of the Fund, calculated on a daily basis as stated in Fund's Prospectus.

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

6 FUND ACCOUNTING FEE

The fund valuation and accounting fee for the Fund is RM7,200 (2024: RM6,600) for the financial year.

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

7 TAXATION

	<u>2025</u> RM	<u>2024</u> RM
Current taxation – local	-	7,030
Over provision of taxation in prior year	(6,624)	-
	<u>(6,624)</u>	<u>7,030</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>2025</u> RM	<u>2024</u> RM
Net profit before taxation	<u>16,729,527</u>	<u>9,362,256</u>
Tax at Malaysian statutory tax rate of 24% (2024: 24%)	4,015,086	2,246,941
Tax effects of:		
Investment income not subject to tax	(4,615,273)	(2,703,271)
Expenses not deductible for tax purposes	227,283	181,763
Restriction on tax deductible expenses for Unit Trust Fund	372,904	281,597
Over provision of taxation in prior year	(6,624)	-
Tax expense	<u>(6,624)</u>	<u>7,030</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

8 DISTRIBUTION

	<u>2025</u> RM	<u>2024</u> RM
Net distribution amount	4,526,964	263,661

During the financial year ended 28 February 2025, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit (sen)</u> RM
17.7.2024	1.70

During the financial year ended 29 February 2024, distributions were made as follows:

<u>Ex-date</u>	<u>Gross/Net distribution per unit (sen)</u> RM
20.7.2023	0.10

Gross distribution per unit is derived from gross realised income less expenses and 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 distribution for the financial year is an amount of RM1,147,715 (2024: Nil) made from previous financial year's realised income.

The Fund has incurred an unrealised loss of RM2,187,075 (2024: Nil) for the financial year ended 28 February 2025.

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2025</u> RM	<u>2024</u> RM
Financial assets at fair value through profit or loss:		
- quoted equities – local	93,897,854	73,306,677
- unquoted fixed income securities – local	11,951,608	8,789,850
	<u>105,849,462</u>	<u>82,096,527</u>
Net gain on financial assets at fair value through profit or loss:		
- realised gain on sale of investments	18,587,563	573,038
- unrealised (loss)/gain on changes in fair value	(2,281,314)	8,006,473
	<u>16,306,249</u>	<u>8,579,511</u>

(a) Quoted equities – local

(i) Quoted equities – local as at 28 February 2025 are as follows:

<u>Name of counter</u>	<u>Quantity</u>	<u>Aggregate cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
<u>Consumer Products & Services</u>				
AirAsia X Berhad	1,350,200	2,268,293	2,335,846	2.06
Capital A Berhad	6,967,800	6,325,120	6,027,147	5.32
Sime Darby Berhad	1,875,300	4,185,691	4,106,907	3.63
	<u>10,193,300</u>	<u>12,779,104</u>	<u>12,469,900</u>	<u>11.01</u>
<u>Energy</u>				
Dialog Group Berhad	1,776,600	4,197,819	2,807,028	2.48
Yinson Holdings Berhad	1,681,946	4,142,452	3,784,379	3.34
	<u>3,458,546</u>	<u>8,340,271</u>	<u>6,591,407</u>	<u>5.82</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

(a) Quoted equities – local (continued)

(i) Quoted equities – local as at 28 February 2025 are as follows: (continued)

<u>Name of counter</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Financial Services</u>				
AEON Credit Service (M) Berhad	480,700	3,124,199	2,788,060	2.46
Alliance Bank Malaysia Berhad	753,000	3,699,892	3,953,250	3.49
AMMB Holdings Berhad	603,700	2,926,752	3,477,312	3.07
CIMB Group Holdings Berhad	558,594	3,466,576	4,362,619	3.85
Public Bank Berhad	813,100	3,582,203	3,683,343	3.25
RHB Bank Berhad	859,000	5,499,474	5,935,690	5.24
	<u>4,068,094</u>	<u>22,299,096</u>	<u>24,200,274</u>	<u>21.36</u>
<u>Health Care</u>				
Hartalega Holdings Berhad	535,400	1,219,416	1,204,650	1.07
IHH Healthcare Berhad	258,800	1,721,020	1,928,060	1.70
Kossan Rubber Industries Berhad	631,900	1,191,332	1,124,782	0.99
KPJ Healthcare Berhad	1,597,700	1,823,672	3,786,549	3.34
	<u>3,023,800</u>	<u>5,955,440</u>	<u>8,044,041</u>	<u>7.10</u>
<u>Industrial Products & Services</u>				
Binastra Corporation Berhad	3,295,320	2,687,686	5,865,670	5.18
BM Greentech Berhad	1,200,000	2,112,000	2,208,000	1.95
KJTS Group Berhad	2,424,000	1,735,974	2,448,240	2.16
SKP Resources Bhd	4,495,800	4,084,999	4,495,800	3.97
	<u>11,415,120</u>	<u>10,620,659</u>	<u>15,017,710</u>	<u>13.26</u>
<u>Property</u>				
Mah Sing Group Berhad	2,655,000	2,662,436	3,292,200	2.91

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

(a) Quoted equities – local (continued)

(i) Quoted equities – local as at 28 February 2025 are as follows: (continued)

<u>Name of counter</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Technology</u>				
CTOS Digital Berhad	789,200	1,052,570	899,688	0.80
Frontken Corporation Berhad	758,400	2,828,545	2,836,416	2.50
Inari Amertron Berhad	1,615,000	4,800,874	3,343,050	2.95
ITMAX System Berhad	1,905,900	4,913,154	7,433,010	6.56
MY E.G Services Berhad	3,499,300	3,283,893	3,061,888	2.70
	<u>8,567,800</u>	<u>16,879,036</u>	<u>17,574,052</u>	<u>15.51</u>
<u>Telecommunication & Media</u>				
Telekom Malaysia Berhad	234,700	1,557,991	1,603,000	1.42
<u>Utilities</u>				
Tenaga Nasional Berhad	119,000	1,551,186	1,618,400	1.43
YTL Corporation Berhad	909,000	1,823,636	1,718,010	1.52
YTL Power International Bhd	558,000	1,751,789	1,768,860	1.56
	<u>1,586,000</u>	<u>5,126,611</u>	<u>5,105,270</u>	<u>4.51</u>
Total quoted equities – local	<u>45,202,360</u>	<u>86,220,644</u>	<u>93,897,854</u>	<u>82.90</u>
Accumulated unrealised gain on quoted equities – local		<u>7,677,210</u>		
Total quoted equities – local		<u>93,897,854</u>		

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

(a) Quoted equities – local (continued)

(ii) Quoted equities – local as at 29 February 2024 are as follows:

<u>Name of counter</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Consumer Products & Services</u>				
Aeon Co. (M) Berhad	1,666,800	2,218,402	1,866,816	2.17
Sime Darby Berhad	1,310,300	2,937,256	3,537,810	4.12
	<u>2,977,100</u>	<u>5,155,658</u>	<u>5,404,626</u>	<u>6.29</u>
<u>Energy</u>				
Dialog Group Berhad	1,259,300	2,962,927	2,644,530	3.08
Yinson Holdings Berhad	1,652,000	3,880,140	4,212,600	4.90
	<u>2,911,300</u>	<u>6,843,067</u>	<u>6,857,130</u>	<u>7.98</u>
<u>Financial Services</u>				
AEON Credit Service (M) Berhad	450,000	2,740,330	2,853,000	3.32
CIMB Group Holdings Berhad	815,994	4,262,090	5,263,161	6.13
Hong Leong Bank Berhad	110,200	2,083,322	2,170,940	2.53
Hong Leong Financial Group Berhad	37,700	615,252	638,638	0.74
Insas Berhad	697,000	894,460	773,670	0.90
	<u>2,110,894</u>	<u>10,595,454</u>	<u>11,699,409</u>	<u>13.62</u>
<u>Health Care</u>				
Hartalega Holdings Berhad	808,400	1,522,528	2,029,084	2.36
Kossan Rubber Industries Berhad	1,177,100	1,487,965	2,212,948	2.58
KPJ Healthcare Berhad	3,396,200	3,705,781	5,603,730	6.52
	<u>5,381,700</u>	<u>6,716,274</u>	<u>9,845,762</u>	<u>11.46</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

(a) Quoted equities – local (continued)

(ii) Quoted equities – local as at 29 February 2024 are as follows: (continued)

<u>Name of counter</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Industrial Products & Services</u>				
Binastra Corporation Berhad	409,100	613,650	634,105	0.74
Hiap Teck Venture Berhad	7,565,900	2,965,630	2,875,042	3.35
SKP Resources Bhd	3,280,000	2,439,193	2,476,400	2.88
Sunway Berhad	903,000	1,416,113	2,528,400	2.95
	<u>12,158,000</u>	<u>7,434,586</u>	<u>8,513,947</u>	<u>9.92</u>
<u>Plantations</u>				
Kuala Lumpur Kepong Berhad	73,255	1,629,234	1,640,912	1.91
<u>Property</u>				
Eco World Development Group Berhad	982,100	566,300	1,266,909	1.48
Mah Sing Group Berhad	2,848,000	2,671,112	2,776,800	3.23
	<u>3,830,100</u>	<u>3,237,412</u>	<u>4,043,709</u>	<u>4.71</u>
<u>Technology</u>				
CTOS Digital Berhad	1,513,000	2,105,847	2,254,370	2.62
Frontken Corporation Berhad	298,200	947,545	1,088,430	1.27
Inari Amertron Berhad	796,000	2,513,259	2,507,400	2.92
ITMAX System Berhad	1,621,400	2,446,136	3,680,578	4.29
	<u>4,228,600</u>	<u>8,012,787</u>	<u>9,530,778</u>	<u>11.10</u>
<u>Telecommunication & Media</u>				
Telekom Malaysia Berhad	427,913	2,309,637	2,588,874	3.02
TIME dotCom Berhad	539,000	2,559,447	2,964,500	3.45
	<u>966,913</u>	<u>4,869,084</u>	<u>5,553,374</u>	<u>6.47</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

(a) Quoted equities – local (continued)

(ii) Quoted equities – local as at 29 February 2024 are as follows: (continued)

<u>Name of counter</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Transportation & Logistics</u>				
Malaysia Airports Holdings Berhad	554,000	3,986,477	4,653,600	5.42
<u>Utilities</u>				
Mega First Corporation Bhd	673,000	2,436,530	2,658,350	3.10
Tenaga Nasional Bhd	258,000	2,365,109	2,905,080	3.38
	931,000	4,801,639	5,563,430	6.48
Total quoted equities – local	36,122,862	63,281,672	73,306,677	85.36
Accumulated unrealised gain on quoted equities – local		10,025,005		
Total quoted equities – local		73,306,677		

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

(b) Unquoted fixed income securities – local

(i) Unquoted fixed income securities – local as at 28 February 2025 are as follows:

<u>Name of counter</u>	<u>Nominal value</u> RM	<u>Adjusted cost</u> RM	<u>Fair value</u> RM	<u>Percentage of NAV</u> %
4.15% AmBank (M) Berhad 19.6.2034 (AA2)	1,000,000	1,008,186	1,012,046	0.89
4.50% Bank Pembangunan Malaysia Bhd 4.11.2026 (AAA)	1,000,000	1,014,464	1,026,214	0.91
4.75% CIMB Group Holdings Berhad Call: 23.10.2028 (A1)	1,500,000	1,554,275	1,557,417	1.37
4.662% Government Investment Issue (GII) 31.3.2038 (NR)	1,000,000	1,096,143	1,093,758	0.97
4.76% IJM Corporation Bhd 10.4.2029 (AA3)	500,000	529,688	526,619	0.46
4.03% Malayan Banking Bhd Call 31.1.2029 (AA1)	500,000	501,601	503,026	0.44
5.70% MMC Corp Berhad 24.3.2028 (AA-)	1,000,000	1,075,759	1,073,772	0.95
4.46% MNRB Holdings Berhad Call: 22.3.2029 (A1)	500,000	509,714	517,299	0.46
4.44% Projek Lebuhraya Usahasama Berhad 12.1.2028 (AAA)	1,500,000	1,520,643	1,534,241	1.35
4.10% PONS Capital Berhad 28.5.2031 (AA2)	500,000	505,223	508,428	0.45
5.90% UiTM Solar Power Sdn Bhd 27.4.2029 (A+)	1,000,000	1,086,073	1,051,984	0.93
5.45% WCT Holdings Bhd 18.12.2026 (A+)	1,000,000	1,011,333	1,010,391	0.89
4.97% YTL Corporation Bhd 10.4.2031 (AA1)	500,000	530,725	536,413	0.48
Total unquoted fixed income securities – local	<u>11,500,000</u>	<u>11,943,827</u>	<u>11,951,608</u>	<u>10.55</u>
Accumulated unrealised gain on unquoted fixed income securities – local		<u>7,781</u>		
Total unquoted fixed income securities – local		<u>11,951,608</u>		

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

(b) Unquoted fixed income securities – local (continued)

(ii) Unquoted fixed income securities – local as at 29 February 2024 are as follows:

<u>Name of counter</u>	<u>Nominal value RM</u>	<u>Adjusted cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
4.50% Bank Pembangunan Malaysia Bhd 04.11.2026 (AAA)	1,000,000	1,014,341	1,033,451	1.20
4.55% DRB-Hicom Berhad 12.12.2024 (A+)	1,000,000	1,014,305	1,013,793	1.18
3.422% Government Investment Issue (GII) 30.09.2027 (NR)	1,000,000	1,044,819	1,010,805	1.18
4.76% IJM Corporation Bhd 10.4.2029 (AA3)	500,000	534,275	526,169	0.61
4.03% Malayan Banking Bhd Call 31.01.2029 (AA1)	500,000	501,656	503,901	0.59
5.75% Malaysia Airports Holdings Bhd Call: 13.12.2024 (AA2)	1,000,000	1,022,192	1,022,420	1.19
5.7% MMC Corp Berhad 24.3.2028 (AA-)	1,000,000	1,091,399	1,085,678	1.26
4.44% Projek Lebuhraya Usahasama Berhad 12.1.2028 (AAA)	1,500,000	1,524,903	1,541,896	1.80
5.90% UiTM Solar Power Sdn Bhd 27.04.2029 (A+)	1,000,000	1,100,660	1,051,737	1.22
Total unquoted fixed income securities – local	<u>8,500,000</u>	<u>8,848,550</u>	<u>8,789,850</u>	<u>10.23</u>
Accumulated unrealised loss on unquoted fixed income securities – local		<u>(58,700)</u>		
Total unquoted fixed income securities – local		<u>8,789,850</u>		

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

10 CASH AND CASH EQUIVALENTS

	<u>2025</u> RM	<u>2024</u> RM
Cash and bank balances	29,810	2,296,560
Deposits with licensed financial institutions	8,851,479	-
	<u>8,881,289</u>	<u>2,296,560</u>

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

	<u>2025</u> %	<u>2024</u> %
Deposits with licensed financial institutions	<u>3.00</u>	<u>-</u>

Deposits with licensed financial institutions have an average remaining maturity period of 3 days (2024: nil day).

11 NUMBER OF UNITS IN CIRCULATION

	<u>2025</u> No. of units	<u>2024</u> No. of units
At the beginning of the financial year	274,703,000	275,023,000
Creation of units arising from applications	90,488,288	37,938,000
Creation of units arising from distribution	12,097,712	951,158
Cancellation of units	(65,401,000)	(39,209,158)
At the end of the financial year	<u>311,888,000</u>	<u>274,703,000</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

12 TRANSACTIONS WITH BROKERS AND DEALERS

- (i) Details of transactions with the top 10 brokers and dealers for the financial year ended 28 February 2025 are as follows:

<u>Name of brokers/dealers</u>	<u>Value of trade</u> RM	<u>Percentage</u> <u>of total</u> <u>trade</u> %	<u>Brokerage</u> <u>fees</u> RM	<u>Percentage</u> <u>of total</u> <u>brokerage</u> <u>fees</u> %
UOB Kay Hian Securities (M) Sdn Bhd	59,329,863	24.09	148,424	25.25
CLSA Securities Malaysia Sdn Bhd	21,685,182	8.81	39,961	6.80
RHB Investment Bank Bhd	21,116,944	8.57	48,636	8.27
Maybank Investment Bank Bhd	15,070,256	6.12	37,211	6.33
CGS International Securities Malaysia Sdn. Bhd.	13,857,376	5.63	37,734	6.42
Kenanga Investment Bank Berhad	13,782,054	5.60	36,366	6.19
Macquarie Capital Securities (Malaysia) Sdn Bhd	12,515,177	5.08	31,304	5.33
Public Investment Bank Berhad	11,242,884	4.57	28,107	4.78
Affin Hwang investment Bank Berhad	11,068,632	4.49	22,852	3.89
J.P. Morgan Securities (Malaysia) Sdn Bhd	8,345,059	3.39	20,863	3.55
Others	58,249,443	23.65	136,348	23.19
	<u>246,262,870</u>	<u>100.00</u>	<u>587,806</u>	<u>100.00</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

12 TRANSACTIONS WITH BROKERS AND DEALERS (CONTINUED)

- (ii) Details of transactions with the top 10 brokers and dealers for the financial year ended 29 February 2024 are as follows:

<u>Name of brokers/dealers</u>	<u>Value of trade</u> RM	<u>Percentage</u> <u>of total</u> <u>trade</u> %	<u>Brokerage</u> <u>fees</u> RM	<u>Percentage</u> <u>of total</u> <u>brokerage</u> <u>fees</u> %
Affin Hwang Investment Bank Berhad	18,196,974	10.10	44,777	11.61
Maybank Investment Bank Bhd	14,880,578	8.26	35,813	9.29
RHB Investment Bank Berhad	11,204,934	6.22	28,040	7.27
CLSA Securities Malaysia Sdn Bhd	11,013,081	6.11	21,798	5.65
Public Investment Bank Berhad	11,006,742	6.11	27,517	7.14
UBS Securities Malaysia Sdn Bhd	10,896,768	6.05	27,257	7.07
Macquarie Capital Securities (Malaysia) Sdn Bhd	10,604,323	5.87	26,511	6.88
UOB Kay Hian Securities (M) Sdn Bhd	9,909,848	5.50	24,775	6.43
J.P. Morgan Securities (Malaysia) Sdn Bhd	7,653,009	4.25	19,134	4.96
AllianceBernstein Holding L.P.	7,387,362	4.10	3,694	0.96
Others	67,438,795	37.43	126,220	32.74
	<u>180,192,414</u>	<u>100.00</u>	<u>385,536</u>	<u>100.00</u>

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

The related parties of and their relationship 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 TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

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

The units held by the Manager as at the end of the financial year are as follows:

	<u>2025</u>		<u>2024</u>	
	No. of units	RM	No. of units	RM
<u>The Manager:</u>				
AHAM Asset Management Berhad (The units are held legally for booking purpose)	<u>506,370</u>	<u>183,914</u>	<u>3,084</u>	<u>964</u>
<u>Director of the Manager:</u>				
Director of AHAM Asset Management Berhad (The units are held beneficially)	<u>3,479,656</u>	<u>1,263,811</u>	<u>3,584,204</u>	<u>1,120,422</u>

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

AHAM TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025 (CONTINUED)

14 TOTAL EXPENSE RATIO (“TER”)

	<u>2025</u> %	<u>2024</u> %
TER	<u>1.63</u>	<u>1.70</u>

TER is derived from the following calculation:

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

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

The average net asset value of the Fund for the financial year calculated on daily basis is RM102,501,256 (2024: RM77,390,067).

15 PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2025</u>	<u>2024</u>
PTR (times)	<u>1.15</u>	<u>1.18</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial year = RM130,551,552 (2024: RM96,013,080)
total disposal for the financial year = RM104,510,035 (2024: RM86,492,644)

AHAM TACTICAL 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 41 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 28 February 2025 and of its financial performance, changes in equity and cash flows for the financial year ended 28 February 2025 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 April 2025

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF AHAM TACTICAL FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of AHAM Tactical Fund (“the Fund”) give a true and fair view of the financial position of the Fund as at 28 February 2025, 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 28 February 2025, 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 41.

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 TACTICAL FUND (CONTINUED)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Information other than the financial statements and auditors' report thereon (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.

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.

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

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements (continued)

- (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 TACTICAL 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 April 2025

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