



KAF VISION FUND

ANNUAL REPORT

31 MARCH 2024

MANAGER'S REPORT

We are pleased to present the Manager's Report for the financial year ended 31 March 2024 ("the period").

1. Launch Date

KAF Vision Fund ("KVF/the Fund") commenced operations on 1 March 2000 and will continue its operations until terminated according to the Deed dated 24 January 2000, Supplemental Deed dated 20 July 2001, Second Supplemental Deed dated 9 January 2014, Third Supplemental Deed dated 7 October 2014, Fourth Supplemental Deed dated 12 March 2015 and Fifth Supplemental Deed dated 20 March 2023.

2. Type of Fund

Growth Fund.

3. Category of Fund

Equity Fund.

4. Fund's Objective, Benchmark and Distribution Policy

KVF's aims to provide unit holders with medium to long-term capital growth.

The Fund's strategic asset allocation is subject to a maximum of 65% of its net asset value ("NAV") in small and medium capitalisation stocks with a market capitalization not exceeding RM1 billion at the time of purchase. Small and medium capitalisation stocks provide the potential to achieve high capital appreciation and may grow at a faster rate but conversely, market prices of such stocks tend to be more volatile and hence, involve a higher risk. In addition, the Fund can invest up to a maximum 30% of its NAV in large capitalisation stocks with a market capitalisation exceeding RM1 billion at the time of purchase.

The FTSE Bursa Malaysia Emas Index ("FBM EMAS") is the Fund's benchmark.

Income distribution (if any) is incidental.

MANAGER'S REPORT

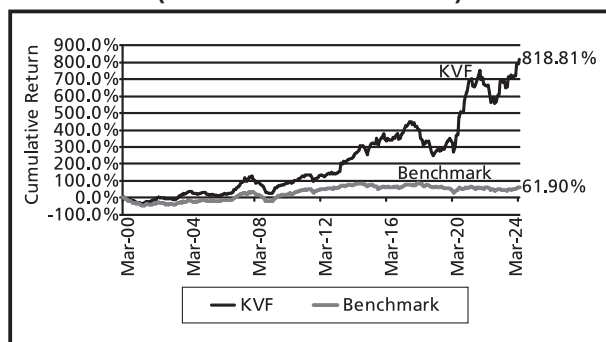
5. Review of Fund Operations and Performance

For the financial year under review, the Fund based on its NAV per unit, recorded a return of 17.79% compared with the benchmark which recorded a return of 11.06%. The outperformance is largely due to the Fund's higher exposure to the Energy and Utilities sector which outperformed the broad market.

Since inception, based on its NAV, KVF recorded a return of 818.81% compared to its benchmark, the composite FTSE Bursa Malaysia Emas Index which rose by 61.90%. As such, the Fund outperformed its benchmark by 756.91 percentage points.

No cross-trade transaction carried out during the reported period ended 31 March 2024. The Fund has not undertaken any securities lending or repurchase transaction for the reported period.

**Performance Chart since Inception
(1 March 2000 – 31 March 2024)**



Source: Novagni Analytics and Advisory Sdn Bhd, an independent source.

KVF's performance against the Benchmark and Indices of Bursa Malaysia

Fund/Index	31/03/2023	31/03/2024	Change (%)
KVF (RM)	1.5230	1.7939	17.79
FBM Emas Index (benchmark)	10,419.63	11,571.59	11.06
FBM Small Cap Index	15,259.85	17,297.26	13.35
FBM-KLCI	1,422.59	1,536.07	7.98

MANAGER'S REPORT

Fund Performance as ranked by Lipper Asia Limited

Period	KVF		Mean of Equity Malaysia Small & Mid Cap Non-Islamic Fund Category
	% Change	Rank	% Change
3 months 29/12/2023 – 29/03/2023	12.03	6/16	9.27
6 months 29/09/2023 – 29/03/2024	11.31	10/16	10.69
1 year 29/03/2023 – 29/3/2024	18.38	7/16	14.77
3 years 29/03/2021 – 29/03/2024	13.90	3/16	4.21
5 years 29/03/2019 – 29/03/2024	141.27	1/16	52.37

Source: The Edge, 8 April 2024 issue, Edge-Lipper Fund Performance Table, an independent source.

Past performance is not necessarily indicative of future performance.

During the financial year under review, KVF realised a total net gain amounting to RM3.45 million arising from realised gain of RM1.88 million from disposal of shares and RM1.57 million of income from dividend and interest income. At end of the financial year, KVF's unrealised gain stood at RM18.80 million.

The Fund size increased to RM77.70 million as at 31 March 2024 from RM71.36 million as at 31 March 2023. The Fund's NAV per unit increased to RM1.7939 as at 31 March 2024 from RM1.5230 as at 31 March 2023 due to the strong performance of the stocks within our portfolio.

6. Asset Allocation and Investment Strategies

During the financial year under review, KVF the equity exposure increased from 87.38% to 94.51% as we remain cautiously optimistic of the near term outlook for Malaysian equities.

MANAGER'S REPORT

Other than the investment strategy stated in the Replacement Master Prospectus dated 30 September 2023, the designated Fund Manager has not employed any other investment strategy.

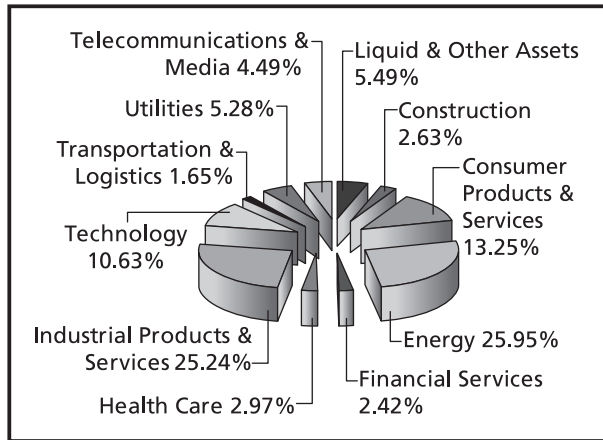
There were no significant changes in the Fund's state of affairs during the year.

There were no circumstances which could materially affect any interest of the unit holders.

Asset Allocation

Asset Class	Percentage of NAV as at		Changes in Exposure over period (%)
	31/03/2023 (%)	31/03/2024 (%)	
Equity & derivative securities	87.38	94.51	7.13
Liquid & other assets	12.62	5.49	(7.13)

Portfolio of Investments and Other Assets as at 31 March 2024



MANAGER'S REPORT

7. Review of the Stock Market

During the year of review, the MSCI World and MSCI Asia Pacific increased by 23.15% and 9.12% while the MSCI ASEAN continued to lag declining by 6.17%. MSCI ASEAN Small Cap also declined by 10.44% despite the MSCI World Small Cap and MSCI Asia Pacific Small Cap increasing by 13.93% and 14.87% during the period review. Over in the US, the S&P 500, Dow Jones Industrial Index and NASDAQ increased by 27.72%, 19.49% and 34.18% during the review period. Key Malaysian indices outperformed most of their ASEAN peers during this period making Malaysia one of the best-performing markets in this region as the FBM KLCI, FBM Emas and FBM Small Caps returned 7.59%, 10.62% and 13.02% respectively.

Global bond yields climbed steadily throughout February as the resilient US economy continued to demonstrate strength and printed robust figures during the recent major economic data releases. Investors who were anticipating imminent rate cuts, the so-called "bond bulls" witnessed their narrative of impending easing erode and were ultimately forced to concede to the reality that the US Federal Reserve ("the Fed") will cut rates slower and fewer times than previously expected. In contrast, the Malaysian fixed-income market experienced a subdued start to the year. Bank Negara Malaysia ("BNM") maintained the Overnight Policy Rate ("OPR") at 3.00% during the January 2024 MPC meeting and stated that the current level is appropriate for Malaysia's economic conditions while also taking into account potential external risks to the domestic economy.

The Malaysian Government Securities ("MGS") benchmark 3-year, 5-year and 10-year yields closed at 3.50%, 3.59% and 3.85% from 3.38%, 3.51% and 3.91% respectively in the previous period. US Treasury benchmark 2-year, 5-year and 10-year yields increased to 4.62%, 4.21% and 4.20% from 4.02%, 3.57% and 3.47% during the review period. The Malaysian Ringgit depreciated against the US Dollar during this period closing at RM4.73 from RM4.42 previously.

MANAGER'S REPORT

Malaysia's Gross Domestic Product ("GDP") accelerated to 3.9% Year-on-Year ("Y-o-Y") in the first quarter of 2024 compared to the 3.0% Y-o-Y expansion in the fourth quarter of 2023. The improvement in the first quarter GDP growth was driven by a rebound in manufacturing activities and strong performance in construction, mining and services activities. However, Malaysian exports continued to contract by 0.8% Y-o-Y largely due to the steeper drop in agriculture exports. The Business Condition Index of the Malaysia Institute of Economic Research increased to 89.0 in the fourth quarter of 2023 compared to 79.7 in the previous quarter.

8. Market Outlook and Strategy

We anticipate that the US Federal Reserve ("the Fed") will commence interest rate cuts in the second half of 2024 although the magnitude of these rate reductions remains uncertain. As guided by the Fed, economic conditions will likely to be the primary factor that will determine the pace of rate cuts. We reiterate our view that inflation is on track to eventually decline over time as the impact of higher interest rates gradually permeates through the economy. With the exception of Japan which intends to exit its negative interest rate policy, we expect rest of the developed world to begin cutting rates as well. Nonetheless, interest rates will still remain relatively elevated even after the expected rate cuts later in 2024.

Despite the robust performance of risky assets at start the year, our analysis suggests that equities have not yet entered bubble territory as noted by several key valuation metrics which are still trading in line with their 10-year historical averages. Moreover, ASEAN equities present an attractive opportunity as they are currently trading below their pre-pandemic levels which leaves ample room for them to catch up to their developed market peers. While we reiterate our cautious optimism regarding the near-term outlook for risky assets, we foresee potential challenges in the coming months. We remain steadfast in our approach of diligently scrutinizing our investment universe to identify pockets of opportunity and positioning our portfolios optimally to navigate the ever-changing market landscape.

MANAGER'S REPORT

9. Changes made to the Fund's Prospectus

There were no changes made to the Fund's prospectus during the reporting period.

10. Soft Commission

The Manager had received a soft commission (in the form of goods and services) during the year under review, which intended to bring direct benefit or advantage to the management of KVF from one broker/dealer by virtue of transactions conducted for KVF. The broker/dealer had also executed trades for other funds or investments managed by the Manager.

The soft commission received is in the form of research services that can add value to the investment process by analysing data to extract insights and arrive at meaningful conclusions. Such data assists the Manager in the investment decision-making process which is of demonstrable benefit to unit holders of KVF and other funds or investments managed by the Manager.

The soft commissions received were for the benefit of the Fund, and there was no churning of trades.

KEY PERFORMANCE DATA

Portfolio Composition	As at 31 March		
	2024	2023	2022
	(Percentage of NAV)		
	%	%	%
Quoted Equities			
Construction	2.63	2.80	0.92
Consumer Products & Services	13.25	14.63	13.56
Energy	25.95	14.77	15.84
Financial Services	2.42	3.75	8.52
Health Care	2.97	2.08	1.58
Industrial Products & Services	25.24	23.80	20.00
Plantation	-	0.60	5.87
Technology	10.63	17.79	12.63
Telecommunications & Media	4.49	1.16	0.11
Transportation & Logistics	1.65	1.64	7.05
Utilities	5.28	4.36	3.11
Total Quoted Equities	94.51	87.38	89.19
Liquid and other assets	5.49	12.62	10.81
Total	100.00	100.00	100.00
Total return for the year	RM'000	RM'000	RM'000
Capital growth	9,832	2,514	(8,307)
Income distribution	2,072	(664)	4,635

Performance	Income Return	Capital Return	Annual Total Return	
	%	%	KVF %	Benchmark %
Financial year ended				
31/03/2024	-	17.79	17.79	11.06
31/03/2023	-	2.87	2.87	(8.50)
31/03/2022	-	(4.61)	(4.61)	(1.96)
31/03/2021	-	116.14	116.14	25.70
31/03/2020	-	(3.43)	(3.43)	(20.03)

KEY PERFORMANCE DATA

	Average Total Return	
	KVF %	Benchmark %
One (1) year	17.79	11.06
Three (3) years	5.19	(0.12)
Five (5) years	28.25	0.03

Source: Novagni Analytics and Advisory Sdn Bhd, an independent source.

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:-

$$\begin{aligned} \text{Capital return} &= \text{NAV per Unit end} / \text{NAV per Unit begin} - 1 \\ \text{Income return} &= \text{Income distribution per Unit} / \text{NAV per Unit ex-date} \\ \text{Total return} &= (1 + \text{Capital return}) \times (1 + \text{Income return}) - 1 \end{aligned}$$

KEY PERFORMANCE DATA

NAV and Units in Circulation	As at 31 March		
	2024	2023	2022
Total NAV (RM'000)	77,699	71,357	71,698
Units in circulation (in '000)	43,313	46,853	48,428
NAV per unit (RM)	1.7939	1.5230	1.4805
Unit Prices for the year (RM per unit)			
NAV (year high)	1.7984	1.5954	1.6895
NAV (year low)	1.4381	1.2029	1.3273
NAV (year high, ex-distribution)	Nil	Nil	Nil
NAV (year low, ex-distribution)	Nil	Nil	Nil
NAV	1.7939	1.5230	1.4805
Distributions	Nil	Nil	Nil
Unit split	Nil	Nil	Nil
Total Expense Ratio ("TER")	1.65%	1.65%	1.61%
Portfolio Turnover Ratio ("PTR")	0.38 times	0.67 times	0.73 times

Note: Total Expense Ratio ("TER") is calculated by taking the total fees and recovered expenses incurred by the Fund divided by the average fund size. Portfolio Turnover Ratio ("PTR") is calculated by taking the average of the acquisition and disposal of the Fund divided by the average fund size.

The TER remained consistent with those of the previous year (refer to note 13).

The PTR was lower than the previous years due to decrease in portfolio rebalancing activities undertaken by the Fund (refer to Note 14).

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

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF
KAF VISION FUND ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 March 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, **KAF Investment Funds Berhad** ("the Manager") has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

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

For **RHB Trustees Berhad**

MOHD SOFIAN BIN KAMARUDDIN
Vice President

LIM BEE FANG
Assistant Vice President

Kuala Lumpur, Malaysia
24 May 2024

STATEMENT BY THE MANAGER

TO THE UNIT HOLDERS OF
KAF VISION FUND

We, **Datuk Khatijah Ahmad** and **Mohammed Reza Tan Sri Abu Talib**, two of the Directors of **KAF Investment Funds Berhad**, do hereby state that, in the opinion of the Manager, the audited financial statements set out on pages 17 to 61 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 31 March 2024 and of its financial performance, changes in equity and cash flows of the Fund for the financial year ended on that date in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
KAF Investment Funds Berhad

Datuk Khatijah Ahmad **Mohammed Reza Tan Sri Abu Talib**
Director Executive Director

Kuala Lumpur, Malaysia
24 May 2024

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF
KAF VISION FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of **KAF Vision Fund** ("the Fund") give a true and fair view of the financial position of the Fund as at 31 March 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 31 March 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, comprising material accounting policy information, and other explanatory information, as set out on pages 17 to 61.

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.

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF
KAF VISION FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

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.

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.

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF
KAF VISION FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

Auditors' responsibilities for the audit of the financial statements

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

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

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

INDEPENDENT AUDITORS' REPORT

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

TO THE UNIT HOLDERS OF
KAF VISION FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

Auditors' responsibilities for the audit of the financial statements (cont'd)

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

(e) Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

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

OTHER MATTERS

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

PRICEWATERHOUSECOOPERS PLT

LLP0014401-LCA & AF 1146

Chartered Accountants

Kuala Lumpur
24 May 2024

	Note	2024 RM	2023 RM
INCOME			
Dividend income		1,392,565	2,367,526
Interest income from financial assets at amortised cost		174,917	224,180
Net gain on financial assets at fair value through profit or loss	6	11,713,327	683,637
		<u>13,280,809</u>	<u>3,275,343</u>
EXPENSES			
Manager's fee	3	(1,078,932)	(1,000,198)
Trustee's fee	4	(50,350)	(46,676)
Transaction costs		(187,251)	(324,438)
Audit fee		(8,000)	(5,500)
Tax agent's fee		(6,350)	(5,250)
Other expenses		(46,274)	(43,080)
		<u>(1,377,157)</u>	<u>(1,425,142)</u>
NET PROFIT BEFORE TAXATION		11,903,652	1,850,201
TAXATION	5	-	-
NET PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>11,903,652</u>	<u>1,850,201</u>
Net profit after taxation is made up of the following:			
Realised amount		2,071,725	(663,791)
Unrealised amount		9,831,927	2,513,992
		<u>11,903,652</u>	<u>1,850,201</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2024

	Note	2024 RM	2023 RM
ASSETS			
Cash and cash equivalents	7	4,078,874	8,215,626
Financial assets at fair value through profit or loss	6	73,435,471	62,348,112
Amount due from brokers	8	-	1,414,075
Amount due from Manager - creation of units		125,587	-
Dividend receivables		245,253	159,395
TOTAL ASSETS		77,885,185	72,137,208
LIABILITIES			
Amount due to brokers	8	-	580,989
Amount due to Manager			
- Cancellation of units		53,532	76,150
- Manager's fee		96,334	92,346
Amount due to Trustee		4,496	4,309
Other payables and accruals	9	31,749	26,852
TOTAL LIABILITIES		186,111	780,646
NET ASSET VALUE ("NAV") OF THE FUND		77,699,074	71,356,562
EQUITY			
Unit holders' capital		31,313,158	36,874,298
Retained earnings		46,385,916	34,482,264
TOTAL NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		77,699,074	71,356,562
NUMBER OF UNITS IN CIRCULATION			
	10	43,312,538	46,852,538
NAV PER UNIT		1.7939	1.5230

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

	Unit holders' capital RM	Retained earnings RM	Total RM
BALANCE AS AT 1 APRIL 2023	36,874,298	34,482,264	71,356,562
Movement in unit holders' capital:			
Creation of units arising from applications	7,632,549	-	7,632,549
Cancellation of units	(13,193,689)	-	(13,193,689)
	(5,561,140)	-	(5,561,140)
Total comprehensive income for the financial year	-	11,903,652	11,903,652
BALANCE AS AT 31 MARCH 2024	31,313,158	46,385,916	77,699,074
BALANCE AS AT 1 APRIL 2022	39,066,295	32,632,063	71,698,358
Movement in unit holders' capital:			
Creation of units arising from applications	3,738,594	-	3,738,594
Cancellation of units	(5,930,591)	-	(5,930,591)
	(2,191,997)	-	(2,191,997)
Total comprehensive income for the financial year	-	1,850,201	1,850,201
BALANCE AS AT 31 MARCH 2023	36,874,298	34,482,264	71,356,562

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

	Note	2024 RM	2023 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of investments		29,986,101	43,060,862
Purchase of investments		(28,714,297)	(41,932,557)
Dividends received		1,306,707	2,282,079
Interest received		174,917	224,180
Manager's fee paid		(1,074,944)	(995,643)
Trustee's fee paid		(50,164)	(46,464)
Payment of other fees and expenses		(55,727)	(51,529)
Net cash generated from operating activities		1,572,593	2,540,928
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		7,506,962	3,841,522
Payments for cancellation of units		(13,216,307)	(5,869,058)
Net cash used in financing activities		(5,709,345)	(2,027,536)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(4,136,752)	513,392
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		8,215,626	7,702,234
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	7	4,078,874	8,215,626
ANALYSIS OF CASH AND CASH EQUIVALENTS			
Cash at bank		105,510	63,724
Deposits with licensed financial institutions		3,973,364	8,151,902
	7	4,078,874	8,215,626

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 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 provisions of 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 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 revenues 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.

Estimates and judgement 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.

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 K.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D)

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

- Amendments to MFRS 101 and MFRS Practice Statement 2 'Disclosure of Accounting Policies'.
- Amendments to MFRS 108 'Definition of Accounting Estimates'.
- Amendments to MFRS 101 'Classification of liabilities as current or non-current'.

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 but not yet effective

There are no new standards, amendments to standards or interpretations that have yet to be effective and are applicable to the Fund.

B INCOME RECOGNITION

Dividend income is recognised on the ex-dividend date, when the right to receive the dividend has been established.

Interest income from deposits with licensed financial institutions are recognised using the 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).

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

B INCOME RECOGNITION (CONT'D)

Realised gains or losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the investments, which is determined on a weighted average cost basis.

C 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.

D 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.

E 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 fair value through other comprehensive income. Consequently, all investments are measured at fair value through profit or loss.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(i) Classification (cont'd)

The Fund classifies cash and cash equivalents, amount due from brokers, amount due from Manager - creation of units and dividend receivables 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, amounts due to Manager, amount due to Trustee 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 are presented in the statement of comprehensive income within net gain/(loss) on financial assets at fair value through profit or loss in the period in which they arise.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(ii) Recognition and measurement (cont'd)

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 when the Fund's right to receive payments is established.

In accordance to the Deeds, quoted investments in Malaysia are valued at the last traded market price quoted on the Bursa Malaysia Securities Berhad ("Bursa Securities") at the date of the statement of financial position. In circumstances where the last traded market 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.

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated on the effective interest method over the period from the date of placement to the date of maturity of the respective deposits.

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

(iii) Impairment for assets carried at amortised cost

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 and lifetime expected credit losses as any such impairment would be wholly insignificant to the Fund.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(iii) Impairment for assets carried at amortised cost (cont'd)

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 unlikeliness 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 creditor relating to the debtor's financial difficulty;
- it is becoming probable that the debtor will enter bankruptcy or other financial reorganisation; and
- the debtor is insolvent.

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

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(iii) Impairment for assets carried at amortised cost (cont'd)

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 pay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There were no write-offs/recoveries during the financial year.

F CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash at bank and deposits held with licensed financial institutions with original maturities of 3 months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

G AMOUNT DUE FROM/(TO) BROKERS

Amounts due from/(to) brokers represent receivables for quoted equities sold and payables for quoted equities 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.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

G AMOUNT DUE FROM/(TO) BROKERS (CONT'D)

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from brokers at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

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

H TRANSACTION COSTS

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

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

I CREATION AND CANCELLATION OF UNITS

The Fund issues cancellable units, which are cancelled at the unit holder's option and are classified as equity. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV. The outstanding units are carried at the redemption amount that is payable as at the date of the statement of financial position if the unit holder exercises the right to put the units back to the Fund.

Units are created and cancelled at the unit holder's 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.

J UNIT HOLDERS' CAPITAL

The unit holders' capital to the Fund meets the definition of puttable instruments classified as equity instruments under MFRS 132 'Financial Instruments: Presentation'. Those criteria include:

- the units entitle the unit holder to a proportionate share of the Fund's 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 in the Fund 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.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

K CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENT 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 of the estimates, certain key variables that are anticipated to have material impact to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

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

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

KAF Vision Fund (hereinafter referred to as "the Fund") was constituted pursuant to a Deed dated 24 January 2000 (hereinafter referred to as "the Deed"), between KAF Investment Funds Berhad ("the Manager") and RHB Trustees Berhad ("the Trustee") as well as the subsequent issuance of the Supplemental Deed dated 20 July 2001, Second Supplemental Deed dated 9 January 2014, Third Supplemental deed dated 7 October 2014, Fourth Supplemental Deed dated 12 March 2015 and Fifth Supplemental Deed dated 20 March 2023 (collectively referred as "the Deeds").

The principal activity of the Fund is to invest in "Permitted Investments" as defined under schedule 7 of the Deed, which includes stocks and shares of companies quoted on Bursa Securities and short term investment. The Fund commenced operations on 1 March 2000 and will continue its operations until terminated according to the conditions in the Deeds.

All investments will be subject to the SC's Guidelines on Unit Trust Funds, the Deeds, except where exemptions and variations have been approved by the SC, internal policies and procedures and the Fund's objective.

The Manager, KAF Investment Funds Berhad, is incorporated in Malaysia. Its principal activities are the management of unit trust funds and provision of fund management.

The principal place of business of the Manager is located at Level 13 Menara IQ, Lingkar TRX, Tun Razak Exchange, 55188 Kuala Lumpur.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund as at the financial year end are as follows:

	Financial assets at fair value through profit or loss RM	Financial assets at amortised cost RM	Total RM
2024			
Cash and cash equivalents	-	4,078,874	4,078,874
Financial assets at fair value through profit or loss	73,435,471	-	73,435,471
Amount due from Manager - creation of units	-	125,587	125,587
Dividend receivables	-	245,253	245,253
	<u>73,435,471</u>	<u>4,449,714</u>	<u>77,885,185</u>
2023			
Cash and cash equivalents	-	8,215,626	8,215,626
Financial assets at fair value through profit or loss	62,348,112	-	62,348,112
Amount due from brokers	-	1,414,075	1,414,075
Dividend receivables	-	159,395	159,395
	<u>62,348,112</u>	<u>9,789,096</u>	<u>72,137,208</u>

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

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

Market risk

(a) Price risk

The Fund is exposed to price risk because of investments held by the Fund and classified at fair value through profit or loss. Price risk is the risk that the fair value of an investment will fluctuate because of changes in market prices (other than those arising from interest rate risk). Such fluctuation may cause the Fund's NAV and price of units to fall as well as rise and income produced by the Fund may also fluctuate. The price risk is managed through diversification and selection of securities and other financial instruments within specified limits according to the Deed.

The table below shows the financial assets of the Fund as at 31 March which are exposed to price risk:

	2024 RM	2023 RM
Investments		
- Quoted equities at fair value through profit or loss	73,435,471	62,348,112

The following table summarises the sensitivity of the Fund's investments to price risk movements as at 31 March. The analysis is based on the assumptions that the market price increased and decreased by 5% (2023: 5%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted equities, having regard to the historical volatility of the prices. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Market risk (cont'd)

(a) Price risk (cont'd)

	Change in price	Impact on profit before taxation/NAV
	%	RM
2024		
- Quoted equities at fair value through profit or loss	+/- 5	<u>3,671,774</u>
2023		
- Quoted equities at fair value through profit or loss	+/- 5	<u>3,117,406</u>

(b) Interest rate risk

Interest rate risk is the risk that the value of the Fund will fluctuate because of changes in market interest rates.

The Fund's exposure to the interest rate risk is mainly confined to short-term deposits with a licensed financial institution. Interest rate risk is actively managed by duration targeting based on the interest rate outlook. The Manager overcomes the exposure to interest rate risk of short-term deposits with a licensed financial institutions by way of maintaining deposits with a licensed financial institution on a short-term basis.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTI'D)

Market risk (cont'd)

(b) Interest rate risk (cont'd)

The effective weighted average interest rates per annum and the average remaining maturities of deposits with licensed financial institutions as at the date of the statement of financial position are as follows:

	Weighted average interest rates		Average remaining maturities	
	2024 %	2023 %	2024 Days	2023 Days
Deposits with licensed financial institutions	3.20	2.94	2	5

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulties in meeting its financial obligations. The Manager manages this risk by maintaining sufficient levels of liquid assets to meet anticipated payment and cancellations of units by unit holders. Liquid assets comprise cash at bank, deposits with a 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 cashflows.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Liquidity risk (cont'd)

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
As at 31 March 2024			
Amount due to Manager			
- Cancellation of units	53,532	-	53,532
- Manager's fees	96,334	-	96,334
Amount due to Trustee	4,496	-	4,496
Other payables and accruals	-	31,749	31,749
Contractual undiscounted cash outflows	154,362	31,749	186,111

As at 31 March 2023			
Amount due to brokers	580,989	-	580,989
Amount due to Manager			
- Cancellation of units	76,150	-	76,150
- Manager's fees	92,346	-	92,346
Amount due to Trustee	4,309	-	4,309
Other payables and accruals	-	26,852	26,852
Contractual undiscounted cash outflows	753,794	26,852	780,646

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Credit risk

Credit risk refers to the inability 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 placements in deposits with a 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 maximum exposure to credit risk before any credit enhancements is the carrying amount of the financial assets as set out below:

	2024 RM	2023 RM
Cash and cash equivalents	4,078,874	8,215,626
Other assets*	370,840	1,573,470
	4,449,714	9,789,096

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

	Cash and cash equivalents RM	Other assets* RM	Total RM
As at 31 March 2024			
Financial services			
- AAA	105,510	-	105,510
- AA3	3,973,364	-	3,973,364
Others			
- not rated	-	370,840	370,840
	4,078,874	370,840	4,449,714

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Credit risk (cont'd)

Cash and cash equivalents	Other assets*	Total
RM	RM	RM

As at 31 March 2023

Financial services

- AAA	273,861	-	273,861
- AA3	7,941,765	-	7,941,765

Others

- not rated	-	1,573,470	1,573,470
	<u>8,215,626</u>	<u>1,573,470</u>	<u>9,789,096</u>

*Other assets comprise amount due from brokers, amount due from Manager - creation of units and dividend receivables.

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.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Fair value estimation

Financial instruments comprise financial assets and financial liabilities. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. exit price).

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.

An active market is a market in which transactions for the assets and liabilities 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.

The carrying values of cash and cash equivalents, amount due from brokers, amount due from Manager - creation of units, dividend receivables and all current liabilities are reasonable approximation of their fair values due to their short-term nature.

Fair value hierarchy

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- 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).

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Fair value hierarchy (cont'd)

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.

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

Level 1	Level 2	Level 3	Total
RM	RM	RM	RM

As at 31
March 2024

Financial
assets at
fair value
through
profit or
loss

- Quoted equities	<u>73,435,471</u>	-	<u>- 73,435,471</u>
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Fair value hierarchy (cont'd)

Level 1	Level 2	Level 3	Total
RM	RM	RM	RM

As at 31
March 2023

Financial
assets at
fair value
through
profit or
loss

- Quoted equities	<u>62,348,112</u>	-	<u>- 62,348,112</u>
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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's policies on valuation of these financial assets are stated in Note E.

3. MANAGER'S FEE

Clause 14.1.2 of the Deed provides that the Manager is entitled to an annual management fee at a rate not exceeding 1.50% per annum based on the Fund's NAV on a daily basis before deducting the Manager's and Trustee's fee for that particular day.

The Manager's fee provided in the financial statements is computed on this basis at 1.50% per annum (2023: 1.50% per annum).

There will be no further liability to the Manager in respect of the Manager's fee other than the amounts recognised in the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

4. TRUSTEE'S FEE

Clause 14.2.2 of the Deed provides that the Trustee is entitled to an annual trustee fee at a rate not exceeding 0.10% per annum based on the Fund's NAV on a daily basis before deducting the Manager's and Trustee's fee calculated for that particular day and subject to a minimum of RM18,000 per annum.

The Trustee's fee provided in the financial statements is computed on this basis at 0.07% per annum (2023: 0.07% per annum).

There will be no further liability to the Trustee in respect of the Trustee's fee other than the amounts recognised in the financial statements.

5. TAXATION

	2024 RM	2023 RM
Current taxation		
- Malaysia taxation	-	-

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

	2024 RM	2023 RM
Net profit before taxation	11,903,652	1,850,201
Taxation at Malaysian statutory rate of 24% (2023: 24%)	2,856,876	444,048
Tax effects of:		
Investment income not subject to tax	(3,187,394)	(786,082)
Expenses not deductible for tax purposes	61,960	93,272
Restriction on tax deductible expenses for unit trust funds	268,558	248,762
Tax expense	-	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2024 RM	2023 RM
Net gain on financial assets at fair value through profit or loss:		
- realised gain/(loss) on sale of investments	1,881,400	(1,830,355)
- unrealised gain on fair value movement	9,831,927	2,513,992
	<u>11,713,327</u>	<u>683,637</u>
Financial assets at fair value through profit or loss:		
- Quoted equities	<u>73,435,471</u>	<u>62,348,112</u>

Details of quoted equities as at 31 March 2024 are set out as follows:

Name of counter	Quantity Units	Aggregate cost RM	Fair value as at 31/03/2024 RM	percentage of NAV of Fund %
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QUOTED EQUITIES

Construction

MIN Holdings Berhad	1,000,000	595,500	630,000	0.81
Southern Score Builders Berhad	4,100,000	820,000	1,414,500	1.82
	<u>5,100,000</u>	<u>1,415,500</u>	<u>2,044,500</u>	<u>2.63</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value		percentage of NAV of Fund
			as at 31/03/2024	as at 31/03/2024 expressed as	
	Units	RM	RM		%
QUOTED EQUITIES					
Consumer Products & Services					
Genting Berhad	300,000	1,175,970	1,410,000		1.81
Genting Malaysia Berhad	450,000	1,003,815	1,224,000		1.58
Hong Leong Industries Berhad	41,700	471,170	427,842		0.55
MSM Malaysia Holdings Berhad	1,200,000	2,610,289	3,900,000		5.02
MST Golf Group Berhad	2,165,900	1,667,355	974,655		1.25
Padini Holdings Berhad	365,000	1,010,274	1,251,950		1.61
RGB International Berhad	2,355,100	526,365	730,081		0.94
Synergy House Berhad	475,300	385,120	380,240		0.49
	<u>7,353,000</u>	<u>8,850,358</u>	<u>10,298,768</u>		<u>13.25</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value		percentage of NAV of Fund
			as at 31/03/2024	as at 31/03/2024 expressed as	
	Units	RM	RM		%
QUOTED EQUITIES					
Energy					
Bumi Armada Berhad	8,000,000	2,146,880	4,640,000		5.97
Carimin Petroleum Berhad	3,200,000	2,625,627	2,624,000		3.38
Coastal Contracts Berhad	750,000	1,296,795	1,110,000		1.43
Dayang Enterprise Holdings Berhad	800,000	1,337,895	1,928,000		2.48
Hibiscus Petroleum Berhad	1,080,000	2,488,324	2,797,200		3.60
Perdana Petroleum Berhad	2,600,000	587,000	858,000		1.10
T7 Global Berhad	925,000	483,500	485,625		0.63
Uzma Berhad	4,400,000	2,755,445	5,720,000		7.36
	<u>21,755,000</u>	<u>13,721,466</u>	<u>20,162,825</u>		<u>25.95</u>
Financial Services					
Tune Protect Group Berhad	5,871,000	2,268,964	1,878,720		2.42

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value	
			as at 31/03/2024	percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Health Care				
DC Healthcare Holdings Berhad	2,640,000	1,236,400	726,000	0.93
KPJ Healthcare Berhad	823,200	787,532	1,580,544	2.04
	<u>3,463,200</u>	<u>2,023,932</u>	<u>2,306,544</u>	<u>2.97</u>
Industrial Products & Services				
CPE Technology Berhad	1,943,100	2,079,117	2,059,686	2.65
Critical Holdings Berhad	650,000	382,605	552,500	0.71
DS Sigma Holdings Berhad	635,500	232,529	206,538	0.27
EG Industries Berhad	3,464,200	3,079,367	4,399,534	5.66
EG Industries Berhad - WD	285,500	-	65,665	0.08
Hiap Teck Venture Berhad	1,508,000	757,375	588,120	0.76

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value	
			as at 31/03/2024	percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Industrial Products & Services				
HSS Engineers Berhad	2,843,300	1,387,534	3,298,228	4.24
Kelington Group Berhad	940,900	1,393,274	2,502,794	3.22
L&P Global Berhad	3,432,300	1,374,935	1,304,274	1.68
Pantech Group Holdings Berhad	2,800,000	1,504,752	2,632,000	3.39
Powerwell Holdings Berhad	2,600,000	994,250	1,066,000	1.37
SKP Resources Berhad	685,800	1,036,636	620,649	0.80
Wentel Engineering Holdings Berhad	1,000,000	260,000	320,000	0.41
	<u>22,788,600</u>	<u>14,482,374</u>	<u>19,615,988</u>	<u>25.24</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 31/03/2024	
			as at 31/03/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED EQUITIES

Technology

Frontken Corporation Berhad	500,000	1,240,682	1,940,000	2.50
Infoline Tec Group Berhad	1,700,000	1,360,000	1,334,500	1.72
Infomina Berhad	1,800,000	1,762,560	2,844,000	3.66
SFP Tech Holdings Berhad	855,900	212,566	607,689	0.78
VisDynamics Holdings Berhad	3,450,000	1,745,384	1,397,250	1.80
VisDynamics Holdings Berhad - WC	862,500	-	133,687	0.17
	<u>9,168,400</u>	<u>6,321,192</u>	<u>8,257,126</u>	<u>10.63</u>

Telecommunications & Media

OCC Group Berhad	2,800,000	1,509,981	1,736,000	2.23
REDtone Digital Berhad	1,800,000	960,490	1,755,000	2.26
	<u>4,600,000</u>	<u>2,470,471</u>	<u>3,491,000</u>	<u>4.49</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 31/03/2024	
			as at 31/03/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED EQUITIES

Transportation & Logistics

AGX Group Berhad	4,000,000	1,400,000	1,280,000	1.65
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Utilities

Mega First Corporation Berhad	500,000	1,066,467	2,165,000	2.79
YTL Power International Bhd	500,000	612,508	1,935,000	2.49
	<u>1,000,000</u>	<u>1,678,975</u>	<u>4,100,000</u>	<u>5.28</u>

TOTAL QUOTED EQUITIES

	<u>85,099,200</u>	<u>54,633,232</u>	<u>73,435,471</u>	<u>94.51</u>
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UNREALISED GAIN ON QUOTED EQUITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

18,802,239

FAIR VALUE OF TOTAL QUOTED EQUITIES

73,435,471

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2023 are set out as follows:

Name of counter	Quantity	Aggregate cost	Fair value	
			as at 31/03/2023	percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Construction				
Muhibbah Engineering (M) Berhad	1,537,700	943,450	1,099,455	1.54
Southern Score Builders Berhad	4,100,000	820,000	902,000	1.26
	<u>5,637,700</u>	<u>1,763,450</u>	<u>2,001,455</u>	<u>2.80</u>
Consumer Products & Services				
Berjaya Food Berhad	2,500,000	1,038,010	2,300,000	3.22
Formosa Prosonic Industries Berhad	600,000	2,250,067	1,770,000	2.48
Genting Berhad	300,000	1,175,970	1,398,000	1.96
Genting Malaysia Berhad	450,000	1,003,815	1,192,500	1.67
Hong Leong Industries Berhad	41,700	471,170	375,300	0.53

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2023 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value	
			as at 31/03/2023	percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Consumer Products & Services				
Padini Holdings Berhad	365,000	1,010,274	1,456,350	2.04
RGB International Berhad	10,000,000	2,235,000	1,950,000	2.73
	<u>14,256,700</u>	<u>9,184,306</u>	<u>10,442,150</u>	<u>14.63</u>
Energy				
Bumi Armada Berhad	8,000,000	2,146,880	5,040,000	7.06
Coastal Contracts Berhad	750,000	1,296,795	1,702,500	2.39
Hibiscus Petroleum Berhad	2,700,000	2,488,324	2,673,000	3.75
Petron Malaysia Refining & Marketing Berhad	112,100	651,895	494,361	0.69
Uzma Berhad	1,000,000	681,445	630,000	0.88
	<u>12,562,100</u>	<u>7,265,339</u>	<u>10,539,861</u>	<u>14.77</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2023 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 31/03/2023 expressed as	
			as at 31/03/2023	percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Financial Services				
Tune Protect Group Berhad	6,597,500	2,549,734	2,671,987	3.75
Health Care				
KPJ Healthcare Berhad	823,200	787,532	930,216	1.30
Supercomnet Technologies Berhad	391,400	642,309	551,874	0.78
	1,214,600	1,429,841	1,482,090	2.08
Industrial Products & Services				
AWC Berhad	3,000,000	1,698,743	1,530,000	2.15
Cape EMS Berhad	2,000,000	2,800,800	2,520,000	3.53
Coraza Integrated Technology Berhad	1,000,000	770,294	835,000	1.17
EG Industries Berhad	3,214,200	2,791,417	3,921,324	5.50
Hiap Teck Venture Berhad	1,508,000	757,375	512,720	0.72

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2023 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 31/03/2023 expressed as	
			as at 31/03/2023	percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Industrial Products & Services				
HSS Engineers Berhad	1,443,300	687,534	750,516	1.05
Kelington Group Berhad	940,900	1,393,274	1,383,123	1.94
Kobay Technology Berhad	280,000	1,551,135	702,800	0.98
Kumpulan Perangsang Selangor Berhad	224,200	210,508	159,182	0.22
P.I.E. Industrial Berhad	424,800	1,439,403	1,529,280	2.14
Pantech Group Holdings Berhad	2,800,000	1,504,752	2,198,000	3.08
SKP Resources Berhad	750,000	1,326,958	937,500	1.32
	17,585,400	16,932,193	16,979,445	23.80
Plantation				
Sarawak Oil Palms Berhad	180,000	646,752	430,200	0.60

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2023 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 31/03/2023 expressed as	
			as at 31/03/2023	percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Technology				
D&O Green Technologies Berhad	158,700	649,121	685,584	0.96
Frontken Corporation Berhad	500,000	1,240,682	1,560,000	2.19
Greatech Technology Berhad	260,000	1,300,000	1,287,000	1.80
Infomina Berhad	2,000,000	1,958,400	2,940,000	4.12
LGMS Berhad	509,900	539,355	601,682	0.84
SFP Tech Holdings Berhad	1,484,100	1,105,745	3,814,137	5.35
Unisem (M) Berhad	100,000	300,077	310,000	0.43
VisDynamics Holdings Berhad	2,300,000	1,745,384	1,495,000	2.10
	<u>7,312,700</u>	<u>8,838,764</u>	<u>12,693,403</u>	<u>17.79</u>
Telecommunications & Media				
REDtone Digital Berhad	1,602,300	797,980	825,185	1.16

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 31 March 2023 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 31/03/2023 expressed as	
			as at 31/03/2023	percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Transportation & Logistics				
TASCO Berhad	1,388,800	1,579,932	1,173,536	1.64
Utilities				
Gas Malaysia Berhad	430,000	1,323,042	1,358,800	1.90
Mega First Corporation Berhad	500,000	1,066,467	1,750,000	2.46
	<u>930,000</u>	<u>2,389,509</u>	<u>3,108,800</u>	<u>4.36</u>
TOTAL QUOTED EQUITIES	<u>69,267,800</u>	<u>53,377,800</u>	<u>62,348,112</u>	<u>87.38</u>
UNREALISED GAIN ON QUOTED EQUITIES AT FAIR VALUE THROUGH PROFIT OR LOSS			<u>8,970,312</u>	
FAIR VALUE OF TOTAL QUOTED EQUITIES			<u>62,348,112</u>	

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

7. CASH AND CASH EQUIVALENTS

	2024	2023
	RM	RM
Cash at bank	105,510	63,724
Deposits with a licensed financial institution*	3,973,364	8,151,902
	<u>4,078,874</u>	<u>8,215,626</u>

*A total of RM3,973,364 (2023: RM7,941,765) of the short-term deposits are placed with KAF Investment Bank Berhad, the intermediate holding company of the Manager.

The weighted average interest rates per annum and the average remaining maturities of deposits with a licensed financial institutions are shown in Note 2(b) to the financial statements.

8. AMOUNT DUE FROM/(TO) BROKERS

The amount due from/(to) brokers which relates to sale/ (purchase) of investment securities and instruments are unsecured, interest-free and receivable/(payable) according to the settlement rules of the applicable stock exchange.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

9. OTHER PAYABLES AND ACCRUALS

	2024	2023
	RM	RM
Audit and tax agent's fees	15,349	11,952
Custodian fees	2,000	500
Sundry accruals	14,400	14,400
	<u>31,749</u>	<u>26,852</u>

10. NUMBER OF UNITS IN CIRCULATION

	2024	2023
	Number of units	Number of units
At the beginning of the financial year	46,852,538	48,427,538
Creation of units arising from applications	4,680,000	2,605,000
Cancellation of units	(8,220,000)	(4,180,000)
At the end of the financial year	<u>43,312,538</u>	<u>46,852,538</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

11. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial year ended 31 March are as follows:

Name of brokers	Percentage		Brokerage fees	Percentage	
	Value of trades	of total trades		RM	of total brokerage
	RM	%	RM	%	
2024					
CIMB Securities Sdn Bhd (formerly known as KAF Equities Sdn Bhd)	15,693,011	27.67	35,309	29.62	
Public Investment Bank Berhad	10,209,491	18.00	22,999	19.29	
Maybank Investment Bank Berhad	9,100,790	16.05	15,550	13.04	
Affin Hwang Investment Bank Berhad	4,756,296	8.38	9,513	7.98	
CIMB Investment Bank Berhad	3,106,248	5.48	4,173	3.50	
Hong Leong Investment Bank Berhad	2,935,577	5.17	5,431	4.56	
RHB Investment Bank Berhad	2,460,409	4.34	5,548	4.65	
KAF Investment Bank Berhad#	2,079,117	3.66	-	-	
Kenanga Investment Bank Berhad	2,074,000	3.66	-	-	
Phillip Capital Sdn Berhad	2,045,511	3.61	4,091	3.43	
TA Securities Holdings Berhad	1,660,000	2.93	16,600	13.93	
M&A Securities Sdn Berhad	595,500	1.05	-	-	
	56,715,950	100.00	119,214	100.00	

11. TRANSACTIONS WITH BROKERS (CONT'D)

Details of transactions with brokers for the financial year ended 31 March are as follows: (cont'd)

Name of brokers	Percentage		Brokerage Fees	Percentage	
	Value of trades	of total trades		RM	of total Brokerage
	RM	%	RM	%	
2023					
Public Investment Bank Berhad	30,795,600	35.72	69,328	36.44	
KAF Equities Sdn Bhd*	29,673,920	34.41	66,766	35.10	
Maybank Investment Bank Berhad	5,792,730	6.72	11,585	6.09	
RHB Investment Bank Berhad	5,369,047	6.23	15,493	8.14	
Affin Hwang Investment Bank Berhad	4,938,305	5.73	11,541	6.07	
Hong Leong Investment Bank Berhad	4,167,581	4.83	7,710	4.05	
CIMB Investment Bank Berhad	3,906,873	4.53	7,814	4.11	
Kenanga Investment Bank Berhad	1,200,000	1.39	-	-	
M&A Securities Sdn Berhad	378,390	0.44	-	-	
	86,222,446	100.00	190,237	100.00	

#The intermediate holding company of the Manager.

*A related company to the Manager.

The Manager is of the opinion that all the transactions with the related company have been entered into in the normal course of business and have been established on terms and conditions that have been agreed upon by the parties involved.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2024

12. UNITS HELD BY THE MANAGER AND RELATED PARTIES

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

Related parties	Relationships
KAF Investment Funds Berhad	The Manager
KAF-Seagroatt & Campbell Berhad	Immediate holding company of the Manager
AKKA Sdn Berhad	Ultimate holding company of the Manager
Subsidiaries and associates of the ultimate holding company of the Manager as disclosed in its financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager

Significant related party transactions and balances that are not already disclosed in other notes to the financial statements are set out below:

	2024		2023	
	No. of Units	RM	No. of Units	RM
KAF Investment Funds Berhad	65,178	116,923	15,927	24,257

The above units were transacted at the prevailing market price. All related party units are held legally.

13. TOTAL EXPENSE RATIO ("TER")

	2024	2023
TER	1.65%	1.65%

TER is derived from the following calculation:

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

- A = Manager's fee
- B = Trustee's fee and custodian fees
- C = Audit fee
- D = Tax agent's fee
- E = Other expenses
- F = 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 was RM71,925,740 (2023: RM66,677,001).

14. PORTFOLIO TURNOVER RATIO ("PTR")

	2024	2023
PTR	0.38 times	0.67 times

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 = RM28,044,990 (2023: RM42,358,884)
- total disposal for the financial year = RM26,789,559 (2023: RM46,475,067)

CORPORATE INFORMATION

Manager

KAF Investment Funds Berhad
Reg. No: 199501004999

Registered Office

Level 13A, Menara IQ
Lingkaran TRX, Tun Razak Exchange
55188 Kuala Lumpur

Business Office

Level 13, Menara IQ
Lingkaran TRX, Tun Razak Exchange
55188 Kuala Lumpur
Tel: 03-9767 6000 Fax: 03-9767 6001
Website: www.kaf.com.my

Board of Directors

Datuk Khatijah binti Ahmad
Tan Sri Abu Talib Othman
Mohammed Reza Tan Sri Abu Talib
Mohd Hasnul Ismar bin Mohd Ismail
Nor Rejina binti Abdul Rahim

Secretary

Siti Nurmazita binti Mustapha (LS 0009160)

Trustee

RHB Trustees Berhad

Auditor & Reporting Accountant

PricewaterhouseCoopers PLT

Tax Adviser

PricewaterhouseCoopers Taxation Services Sdn Bhd

Banker

Standard Chartered Bank Malaysia Berhad

KAF Investment Funds Berhad Reg. No: 199501004999
Level 13, Menara IQ,
Lingkaran TRX, Tun Razak Exchange
55188 Kuala Lumpur
Tel: 03-9767 6000 Fax: 03-9767 6001

For more information,
log on to www.kaf.com.my