

Annual Report for

Global Agribusiness

31 May 2024



AmInvest

Growing Your Investments in a Changing World

TRUST DIRECTORY

Manager

AmFunds Management Berhad
9th & 10th Floor, Bangunan AmBank Group
55 Jalan Raja Chulan
50200 Kuala Lumpur

Board of Directors

Jeyaratnam A/L Tamotharam Pillai
Ng Chih Kaye
Jas Bir Kaur A/P Lol Singh
Arnold Lim Boon Lay
Goh Wee Peng

Investment Committee

Arnold Lim Boon Lay
Tracy Chen Wee Keng
Goh Wee Peng

Trustee

HSBC (Malaysia) Trustee Berhad

Auditors and Reporting Accountants

Ernst & Young PLT

Taxation Adviser

Deloitte Tax Services Sdn Bhd

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MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the audited accounts of Global Agribusiness ("Fund") for the financial year ended 31 May 2024.

Salient Information of the Fund

Name	Global Agribusiness ("Fund")
Category Type	Feeder (Global Equity) / Growth
Name of Target Fund	DWS Invest Global Agribusiness
Fund Objective	<p>The investment objective is to gain the greatest possible return on investments by investing in global agribusiness equities from agricultural commodities to consumer products.</p> <p><i>Note: Any material change to the investment objective of the Fund would require Unit Holders' approval.</i></p>
Duration	<p>The Fund was established on 3 May 2007 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.</p>
Performance Benchmark	<p>The MSCI World is only used as a reference benchmark as the Fund is benchmark independent ("MSCI World"). (Available at www.aminvest.com)</p> <p><i>Notes: The risk profile of the performance benchmark is not the same as the risk profile of the Fund.</i></p> <p><i>Source: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com).</i></p>
Income Distribution Policy	Income distribution (if any) is incidental.

Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 31 May are as follows:		
	As at 31 May		
	2024 %	2023 %	2022 %
Foreign collective investment scheme	91.14	96.93	96.77
Money market deposits and cash equivalents	8.86	3.07	3.23
Total	100.00	100.00	100.00
	<i>Note: The abovementioned percentages are calculated based on total net asset value.</i>		
Performance Details	Performance details of the Fund for the financial years ended 31 May are as follows:		
	FYE 2024	FYE 2023	FYE 2022
Net asset value (RM)	19,305,555	25,792,571	37,538,331
Units in circulation	12,306,167	16,197,630	20,738,909
Net asset value per unit (RM)	1.5688	1.5924	1.8100
Highest net asset value per unit (RM)	1.7216	1.8146	1.8915
Lowest net asset value per unit (RM)	1.4960	1.5357	1.4875
Benchmark performance (%)	24.01	4.32	-2.58
Total return (%) ⁽¹⁾	-1.48	-11.99	15.24
- Capital growth (%)	-1.48	-12.02	15.24
- Income distribution (%)	-	0.03	-
Gross distribution (sen per unit)	-	0.06	-
Net distribution (sen per unit)	-	0.06	-
Total expense ratio (%) ⁽²⁾	1.21	1.19	1.25
Portfolio turnover ratio (times) ⁽³⁾	0.80	0.83	2.55
	<i>Note:</i>		
	(1) Total return is the actual return of the Fund for the respective financial years computed based on the net asset value per unit and net of all fees.		
	(2) Total expense ratio ("TER") is calculated based on the total fees and expenses incurred by the Fund divided by the average fund size calculated on a daily basis. The TER increased by 0.02% as compared to 1.19% per annum for the financial year ended 31 May 2023 mainly due to decrease in average fund size.		
	(3) Portfolio turnover ratio ("PTR") is calculated based on the average of the total acquisitions and total disposals of investment securities of the Fund divided by the average fund size calculated on a daily basis. The decrease in the PTR for 2024 and 2023 were due mainly to investing activities.		
	Average Total Return (as at 31 May 2024)		
	Global Agribusiness^(a) %	MSCI World^(b) %	
One year	-1.48	24.01	
Three years	-0.03	8.01	
Five years	5.52	12.42	
Ten years	4.18	10.54	

Annual Total Return

Financial Years Ended (31 May)	Global Agribusiness^(a) %	MSCI World^(b) %
2024	-1.48	24.01
2023	-11.99	4.32
2022	15.24	-2.58
2021	37.20	32.37
2020	-4.57	7.71

(a) Source: Novagni Analytics and Advisory Sdn. Bhd.

(b) Morgan Stanley Capital International (MSCI) World (“MSCI World”).

- The benchmark, MSCI World, is only used as a reference benchmark as the Fund is benchmark independent. (Available at www.aminvest.com)

The Fund performance is calculated based on the net asset value per unit of the Fund. Average total return of the Fund and its benchmark for a period is computed based on the absolute return for that period annualised over one year.

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

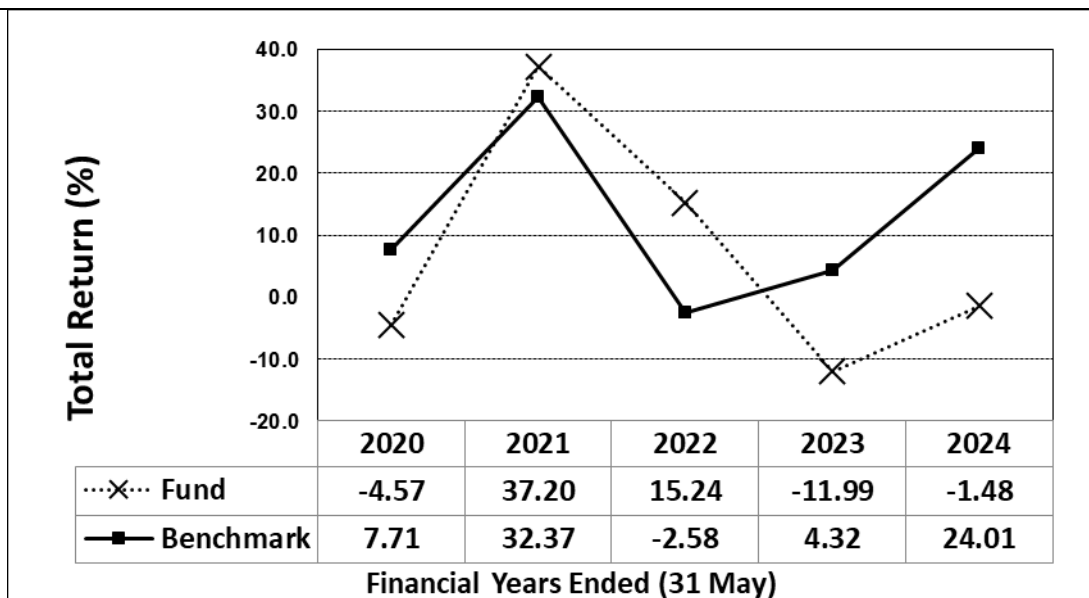
Fund Performance

For the financial year under review, the Fund registered a negative return of 1.48% which is entirely capital in nature.

Thus, the Fund’s negative return of 1.48% has underperformed the benchmark’s return of 24.01% by 25.49%.

As compared with the financial year ended 31 May 2023, the net asset value (“NAV”) per unit of the Fund decreased by 1.48% from RM1.5924 to RM1.5688, while units in circulation decreased by 24.02% from 16,197,630 units to 12,306,167 units.

The following line chart shows comparison between the annual performances of Global Agribusiness and its benchmark, MSCI World, for the financial years ended 31 May.



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

Performance of the Target Fund

Fund Performance Review of the Target Fund – DWS Invest Global Agribusiness (the “Target Fund”)

During the period (1st June 2023 to 31 May 2024) DWS Global Agribusiness decreased by -1.45% (FC-share class in USD) which compares to the general equity market MSCI World Net Total Return, which increased by 24.69% (all in USD).

Grain prices over the same period have shown a negative performance by approximately 15% (in USD), thus Agribusiness related equities have outperformed the underlying agricultural commodities.

The largest positive contributors of DWS Global Agribusiness performance came from fertilizers, agriculture machinery companies and transportation and the largest negative contributors came from seed and crop protection companies.

Source: DWS, as at 31 May 2024

Strategies and Policies Employed

Strategies and Policies employed by Target Fund

The general strategy of DWS Global Agribusiness strategy is to provide investors with exposure to agricultural related companies reflecting a broad value chain. We invest not only in classical agricultural chemical companies like fertilizer, seed- and crop protection producers, but also in themes like agricultural machinery (tractors and combines), agricultural producers (grains, vegetables, fruits), protein producers (chicken, pork- and cattle producers), storage (grain handling), transportation (railroads), supermarkets, restaurants, farmland, aquaculture (salmon producers), precision farming and food delivery.

To follow this strategy, we generally only invest in equities and normally do not hedge currencies.

Source: DWS, as at 31 May 2024

Strategies and Policies of the Fund

For the financial year under review, a minimum of 85% of its NAV was invested in the share class denominated in USD of the Target Fund.

Target Fund's Top 10 Holdings

Fund Name	Principal Holdings	in % of fund volume (as of 31 May 2023)
DWS Invest Global Agribusiness	Corteva Inc	3.5
	FMC Corp	3.5
	McDonald's Corp	3.4
	Bayer AG	3.3
	AGCO Corp	3.2
	Archer-Daniels-Midland Co	3.1
	Nutrien Ltd	3.1
	Canadian Paci.Kansas City	3.0
	Kerry Group PLC	2.7
	Bunge Ltd	2.6
Total	31.4	

Fund Name	Principal Holdings	in % of fund volume (as of 31 May 2024)
DWS Invest Global Agribusiness	Waste Management Inc	3.5
	Coca-Cola Europacific Partners PLC	3.2
	Mowi ASA	3.1
	Corteva Inc	2.9
	Nestle SA	2.9
	Tractor Supply Co	2.8
	Mondelez International Inc	2.8
	Koninklijke Ahold Delhaize NV	2.7
	McDonald's Corp	2.6
	Canadian Paci.Kansas City	2.5
	Total	29.0

Source: DWS, as at 31 May 2024

Portfolio Structure

The table below is the asset allocation of the Fund as at 31 May 2024 and 31 May 2023.

	As at 31.05.2024 %	As at 31.05.2023 %	Changes %
Foreign collective investment scheme	91.14	96.93	-5.79
Money market deposits and cash equivalents	8.86	3.07	5.79
Total	100.00	100.00	

For the financial year under review, the Fund has invested 91.14% of its NAV in the foreign collective investment scheme and the balance 8.86% of its NAV in money market deposits and cash equivalents.

Securities Lending / Repurchase Transactions

The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as "securities financing transactions").

Cross Trade	There were no cross trades undertaken during the financial year under review.
Distribution/ unit splits	There is no income distribution and unit split declared for the financial year under review.
State of Affairs	There has been neither significant changes to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unitholders during the financial year under review.
Rebates and Soft Commission	During the financial year, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.
Market Review	<p>Grain prices had a weak performance between June 23 and May 24. United States corn, the largest agricultural market, was down by -15.3%. Soybeans and wheat showed also weak results with -14.3% and -20.4% respectively. Main reason for the decline in prices has been a solid harvest season with no major problems on the supply side, which have lifted stock-to-use ratios to more comfortable levels compared the lows of 2022/2023. Also a stronger United States Dollar (USD) over the time period has been a headwind for commodities in general.</p> <p>The underlying farmers profitability has clearly come down compared to the record levels we had during the outbreak of the war of Russia on Ukraine. Current pricing is not very strong but still on slightly higher levels compared to the 10y average. Over the time period the Target Fund management team has significantly reduced exposure to companies in the upstream sector (everything what is happening on the farm level), that is historically the part of the value chain which has the highest correlation to grain prices. Overall the current portfolio is rather balanced and almost fully invested.</p> <p>Source: DWS, as at 31 May 2024</p>
Market Outlook	<p>The outlook for agricultural commodity prices for the second half of 2024 and beyond is bolstered by ongoing geopolitical risks that continue to hamper supply-side normalization, weather issues in South America and lower expectations for the Russian Wheat harvest could trigger a price rally. Weather developments during July and August will be key to crop yields in the Northern hemisphere.</p> <p>Agricultural production costs remain elevated, but grain production margins have fallen. Following an improvement in grain and oilseed supplies through 2023/24 prices have shifted lower, reducing production margins and deteriorating production economics. Soft-commodity supply constraints continue amid El Niño, supporting a bullish price outlook relative to forward curves. Compelling margins for sugar production will likely take some years to materialize into a supply-side response. Soybeans and corn should be monitored closely amid threatening weather across Brazil which may yet constrain soybean yields, and delay safrinha corn plantings, in addition to existing disruptions to logistics and export shipments.</p> <p>Despite a historically large supply response across grain and soybean markets in 2023/2024 and solid production levels forecast into 2024/25, low carry in stocks and a recovery in demand present headwinds for inventory builds. However, the more price-sensitive inventories of United States corn and wheat have built through 2023/24, and edge lower through 2024/2025, while United States soybean inventories are likely to build slightly albeit remaining below 5-year-average levels. With very tight trade balances across grain and oilseed markets, we look for the US to increase export market share in 2024/2025.</p> <p>Source: DWS, as at 31 May 2024</p>

Additional Information	<p>The following information was updated:</p> <p>The Eleventh Supplementary Master Prospectus dated 1 March 2024 has been registered with the Securities Commission Malaysia. The issuance of the Eleventh Supplementary Master Prospectus is to update the risk of a passive strategy of the Fund. Notice of the issuance for the Eleventh Supplementary Master Prospectus dated 1 March 2024 was published on our website at www.aminvest.com and sent to the unit holders on 13 March 2024.</p>
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Kuala Lumpur, Malaysia
AmFunds Management Berhad

19 July 2024

Independent auditors' report to the unit holders of Global Agribusiness

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Global Agribusiness (the "Fund"), which comprise the statement of financial position as at 31 May 2024, and statement of comprehensive income, statement of changes in equity and statement of cash flows of the Fund for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 12 to 35.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 May 2024, and of its financial performance and cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

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 audit 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 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 (the "Manager") is responsible for the other information. The other information comprises the information included in the annual report of the Fund, 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.

Independent auditors' report to the unit holders of Global Agribusiness (cont'd.)

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

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 the fact. We have nothing to report in this regard.

Responsibilities of the Manager and the Trustee for the financial statements

The Manager 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 cease operations, or has no realistic alternative but to do so.

The Trustee is responsible for overseeing the Fund's financial reporting process. The Trustee is also responsible for ensuring that the Manager maintains proper accounting and other records as are necessary to enable true and fair presentation of these financial statements.

Auditors' responsibilities for the audit of the financial statements

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

Independent auditors' report to the unit holders of Global Agribusiness (cont'd.)

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

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

- 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.
- 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- 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.
- 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
Global Agribusiness (cont'd.)**

Other matters

This report is made solely to the unit holders of the Fund, as a body, in accordance with the Guidelines on Unit Trust Funds issued by Securities Commission Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Ernst & Young PLT
202006000003 (LLP0022760-LCA) & AF 0039
Chartered Accountants

Ng Sue Ean
No. 03276/07/2026 J
Chartered Accountant

Kuala Lumpur, Malaysia
19 July 2024

Global Agribusiness

**STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2024**

	Note	2024 RM	2023 RM
ASSETS			
Investment	4	17,594,421	25,000,854
Amount due from Target Fund Manager	5	244,561	-
Cash at banks		1,568,027	836,933
TOTAL ASSETS		<u>19,407,009</u>	<u>25,837,787</u>
LIABILITIES			
Amount due to Manager	6	84,271	27,421
Amount due to Trustee	7	847	1,105
Sundry payables and accruals		16,336	16,690
TOTAL LIABILITIES		<u>101,454</u>	<u>45,216</u>
NET ASSET VALUE (“NAV”) OF THE FUND		<u>19,305,555</u>	<u>25,792,571</u>
EQUITY			
Unit holders’ capital	9(a)	42,747,763	49,111,134
Accumulated losses	9(b)(c)	(23,442,208)	(23,318,563)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	9	<u>19,305,555</u>	<u>25,792,571</u>
UNITS IN CIRCULATION	9(a)	<u>12,306,167</u>	<u>16,197,630</u>
NAV PER UNIT (RM)		<u>1.5688</u>	<u>1.5924</u>

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

Global Agribusiness

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 MAY 2024

	Note	2024 RM	2023 RM
INVESTMENT INCOME/(LOSS)			
Interest income		26,318	27,573
Net gain/(loss) from investment:			
– Financial assets at fair value through profit or loss (“FVTPL”)	8	242,507	(3,143,573)
Other net realised losses on foreign currency exchange		(86,958)	(66,249)
Other net unrealised gain on foreign currency exchange		104	-
		<u>181,971</u>	<u>(3,182,249)</u>
EXPENDITURE			
Manager’s fee	6	(275,252)	(325,377)
Trustee’s fee	7	(12,583)	(15,098)
Audit fee		(8,000)	(8,000)
Tax agent’s fee		(3,800)	(3,800)
Other expenses		(5,981)	(6,637)
		<u>(305,616)</u>	<u>(358,912)</u>
Net losses before taxation		(123,645)	(3,541,161)
Taxation	11	-	-
Net losses after taxation, representing total comprehensive losses for the financial year		<u>(123,645)</u>	<u>(3,541,161)</u>
Total comprehensive losses comprises the following:			
Realised (loss)/income		(919,336)	5,803
Unrealised gain/(loss)		795,691	(3,546,964)
		<u>(123,645)</u>	<u>(3,541,161)</u>
Distribution for the financial year			
Net distribution	12	-	9,715
Gross distribution per unit (sen)	12	-	0.06
Net distribution per unit (sen)	12	-	0.06

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

Global Agribusiness

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 MAY 2024

	Note	Unit holders' capital RM	Accumulated losses RM	Total equity RM
At 1 June 2023		49,111,134	(23,318,563)	25,792,571
Total comprehensive loss for the financial year		-	(123,645)	(123,645)
Creation of units	9(a)	17,572,397	-	17,572,397
Cancellation of units	9(a)	(23,935,768)	-	(23,935,768)
Balance at 31 May 2024		<u>42,747,763</u>	<u>(23,442,208)</u>	<u>19,305,555</u>
At 1 June 2022		57,306,018	(19,767,687)	37,538,331
Total comprehensive loss for the financial year		-	(3,541,161)	(3,541,161)
Creation of units	9(a)	30,096,969	-	30,096,969
Reinvestment of distribution	9(a)	9,715	-	9,715
Cancellation of units	9(a)	(38,301,568)	-	(38,301,568)
Distribution	12	-	(9,715)	(9,715)
Balance at 31 May 2023		<u>49,111,134</u>	<u>(23,318,563)</u>	<u>25,792,571</u>

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

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STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 MAY 2024

	2024 RM	2023 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investment	23,573,682	46,388,290
Purchases of investment	(16,256,157)	(20,869,058)
Interest received	26,318	27,573
Manager's fee paid	(280,977)	(342,880)
Trustee's fee paid	(12,841)	(15,910)
Tax agent's fee paid	(3,800)	(3,800)
Payments for other expenses	(14,335)	(14,998)
Net cash generated from operating and investing activities	<u>7,031,890</u>	<u>25,169,217</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	17,572,397	30,168,411
Payments for cancellation of units	(23,873,193)	(56,144,556)
Net cash used in financing activities	<u>(6,300,796)</u>	<u>(25,976,145)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	731,094	(806,928)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	<u>836,933</u>	<u>1,643,861</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	<u>1,568,027</u>	<u>836,933</u>
Cash and cash equivalents comprise:		
Cash at banks	<u>1,568,027</u>	<u>836,933</u>

Global Agribusiness

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

1. GENERAL INFORMATION

Global Agribusiness (the “Fund”) was established pursuant to a Deed dated 2 April 2007 as amended by Deeds supplemental thereto (the “Deeds”), between AmFunds Management Berhad as the Manager, HSBC (Malaysia) Trustee Berhad as the Trustee and all unit holders.

The Fund was set up with the objective of gaining the greatest possible return on investments by investing in the Luxembourg-based DWS Invest Global Agribusiness (“Target Fund”) which invests in global equities across diverse sectors of the agribusiness chain. Being a feeder fund, a minimum of 85% of the Fund’s NAV will be invested in the Target Fund, which is a separate unit trust fund managed by DWS Investment S.A. (“Target Fund Manager”). As provided in the Deeds, the financial year shall end on 31 May and the units in the Fund were first offered for sale on 3 May 2007.

The financial statements were authorised for issue by the Manager on 19 July 2024.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the Fund have been prepared on a historical cost basis, except as otherwise stated in the accounting policies and comply with Malaysian Financial Reporting Standards (“MFRS”) as issued by the Malaysian Accounting Standards Board (“MASB”) and International Financial Reporting Standards (“IFRS”).

Standards effective during the financial year

The adoption of the following MFRS and amendments to MFRS which became effective during the financial year did not have any material financial impact to the financial statements.

Description	Effective for financial periods beginning on or after
MFRS 17 <i>Insurance Contracts</i> and Amendments to MFRS 17*	1 January 2023
Initial Application of MFRS 17 and MFRS 9 - <i>Comparative Information</i> (Amendments to MFRS 17 <i>Insurance Contracts</i>)*	1 January 2023
Amendments to MFRS 101 <i>Presentation of Financial Statements: Classification of Liabilities as Current or Non-Current</i>	1 January 2023
Amendments to MFRS 101 <i>Presentation of Financial Statements: Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 108 <i>Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 112 <i>Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
Amendments to MFRS 112 <i>Income Taxes: International Tax Reform - Pillar Two Model Rules</i>	1 January 2023

Global Agribusiness

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

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D.)

Standards issued but not yet effective

The new and amended standards that have been issued but not yet effective up to the date of issuance of the Fund's financial statements are disclosed below. The Fund intends to adopt these new pronouncements, if applicable, when they become effective.

Description	Effective for financial periods beginning on or after
Amendments to MFRS 16 <i>Leases: Lease Liability in a Sale and Leaseback*</i>	1 January 2024
Amendments to MFRS 101 <i>Presentation of Financial Statements: Non-Current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 107 <i>Statement of Cash Flows</i> and MFRS 7 <i>Financial Instruments: Disclosures: Supplier Finance Arrangements</i>	1 January 2024
Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures: Amendments to the Classifications and Measurement of Financial Instruments</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures*</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*</i>	Deferred

* These MFRS and Amendments to MFRSs are not relevant to the Fund.

3. SUMMARY OF ACCOUNTING POLICIES

3.1 Income recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the income can be reliably measured. Income is measured at the fair value of consideration received or receivable.

(i) Interest income

Interest income on short-term deposits is recognised on an accrual basis using the effective interest method.

(ii) Gain or loss on disposal of investment

On disposal of investment, the net realised gain or loss on disposal is measured as the difference between the net disposal proceeds and the carrying amount of the investment. The net realised gain or loss is recognised in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MAY 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.2 Income tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

3.3 Functional and presentation currency

Functional currency is the currency of the primary economic environment in which the Fund operates that most faithfully represents the economic effects of the underlying transactions. The functional currency of the Fund is Ringgit Malaysia ("RM") which reflects the currency in which the Fund competes for funds, issues and redeems units. The Fund has also adopted RM as its presentation currency.

3.4 Foreign currency transactions

Transactions in currencies other than the Fund's functional currency (foreign currencies) are recorded in the functional currency using exchange rates prevailing at the transaction dates. At each reporting date, foreign currency monetary items are translated into RM at exchange rates ruling at the reporting date. All exchange gains or losses are recognised in profit or loss.

3.5 Statement of cash flows

The Fund adopts the direct method in the preparation of the statement of cash flows.

Cash and cash equivalents are short-term, highly liquid investment that is readily convertible to cash with insignificant risk of changes in value.

3.6 Distribution

Distribution is at the discretion of the Manager. A distribution to the Fund's unit holders is accounted for as a deduction from the retained earnings and realised income. Realised income is the income earned from interest income and net gain on disposal of investments after deducting expenses and taxation. A proposed distribution is recognised as a liability in the period in which it is approved. Distribution is either reinvested or paid in cash to the unit holders on the distribution payment date. Reinvestment of units is based on the NAV per unit on the distribution payment date, which is also the time of creation.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MAY 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.7 Unit holders' capital

The unit holders' capital of the Fund meets the definition of puttable instruments and are classified as equity instruments under MFRS 132 *Financial Instruments: Presentation* ("MFRS 132").

3.8 Financial assets – initial recognition and measurement

(i) Initial recognition

Financial assets and financial liabilities are recognised when the Fund becomes a party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognised using trade date accounting or settlement date accounting. The method used is applied consistently for all purchases and sales of financial assets that belong to the same category of financial assets.

(ii) Initial measurement

All financial assets are recognised initially at fair value, in the case of financial assets not recorded at FVTPL, transaction costs that are attributable to the acquisition of the financial asset. All financial liabilities are recognised initially at fair value and, in the case of financial liabilities not recorded at FVTPL, net of directly attributable transaction costs.

(iii) "Day 1" profit or loss

At initial measurement, if the transaction price differs from the fair value, the Fund immediately recognises the difference between the transaction price and fair value (a "Day 1" profit or loss) in profit or loss provided that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. Level 1 input) or based on a valuation technique that uses only data from observable markets. In all other cases, the difference between the transaction price and model value is recognised in profit or loss on a systematic and rational basis that reflects the nature of the instrument over its tenure.

3.9 Financial assets under MFRS 9

Classification and measurement

The classification of financial assets depends on the Fund's business model of managing the financial assets in order to generate cash flows ("business model test") and the contractual cash flow characteristics of the financial instruments ("SPPI test"). The business model test determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both and the assessment is performed on a portfolio basis. The SPPI test determines whether the contractual cash flows are solely for payments of principal and interest and the assessment is performed on a financial instrument basis.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MAY 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.9 Financial assets under MFRS 9 (cont'd.)

Classification and measurement (cont'd.)

The Fund may classify its financial assets under the following categories:

Financial assets at amortised cost

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets include in this category are deposits with licensed financial institutions, cash at banks, amount due from Target Fund Manager, amount due from Manager, amount due from brokers/financial institutions, dividend/distribution receivables and other receivables.

Financial assets at FVOCI

A financial asset is measured at fair value through other comprehensive income ("FVOCI") if its business model is both to hold the asset to collect contractual cash flows and to sell the financial assets. In addition, the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the outstanding principal.

These investments are initially recorded at fair value and transaction costs are expensed in the profit or loss. Subsequent to initial recognition, these investments are remeasured at fair value. All fair value adjustments are initially recognised through OCI. Debt instruments at FVOCI are subject to impairment assessment.

Financial assets at FVTPL

Any financial assets that are not measured at amortised cost or FVOCI are measured at FVTPL. Subsequent to initial recognition, financial assets at FVTPL are measured at fair value. Changes in the fair value of those financial instruments are recorded in "Net gain or loss on financial assets at FVTPL". Interest earned element of such instrument is recorded in "Interest income". Exchange differences on financial assets at FVTPL are not recognised separately in profit or loss but are included in net gain or net loss on changes in fair value of financial assets at FVTPL.

Instruments that qualify for amortised cost or FVOCI may be irrevocably designated as FVTPL, if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Equity instruments are normally measured at FVTPL, nevertheless, the Fund is allowed to irrevocably designate equity instruments that are not held for trading as FVOCI, with no subsequent reclassification of gains or losses to profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MAY 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.9 Financial assets under MFRS 9 (cont'd.)

Classification and measurement (cont'd.)

The Fund may classify its financial assets under the following categories: (cont'd.)

Financial assets at FVTPL (cont'd.)

The Fund subsequently measures its investment in Collective Investment Scheme ("CIS") at FVTPL. Distribution earned whilst holding the investment in CIS is recognised in profit or loss when the right to receive the payment has been established. Gains and losses on the investment in CIS, realised and unrealised, are included in profit or loss.

3.10 Financial liabilities – classification and subsequent measurement

Financial liabilities issued by the Fund are classified as financial liabilities at amortised cost, where the substance of the contractual arrangement results in the Fund having an obligation either to deliver cash or another financial asset to the holder. After initial measurement, financial liabilities are subsequently measured at amortised cost using the effective interest method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

3.11 Derecognition of financial instruments

(i) Derecognition of financial asset

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised when:

- the rights to receive cash flows from the asset have expired, or
- the Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and either:
 - the Fund has transferred substantially all the risks and rewards of the asset, or
 - the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

For investments classified as FVOCI - debt instruments, the cumulative fair value change recognised in OCI is recycled to profit or loss.

(ii) Derecognition of financial liability

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Gains and losses are recognised in profit or loss when the liabilities are recognised, and through the amortisation process.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MAY 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.12 Financial instruments – expected credit losses (“ECL”)

The Fund assesses the ECL associated with its financial assets at amortised cost using simplified approach. Therefore, the Fund does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The ECL in respect of financial assets at amortised cost, if any, is recognised in profit or loss.

Financial assets together with the associated allowance are written off when it has exhausted all practical recovery efforts and there is no realistic prospect of future recovery. The Fund may also write-off financial assets that are still subject to enforcement activity when there is no reasonable expectation of full recovery. If a write-off is later recovered, the recovery is credited to profit or loss.

3.13 Determination of fair value

For investment in CIS, fair value is determined based on the closing NAV per unit of the foreign CIS. Purchased cost is the quoted price that the Fund paid when buying its investment. The difference between purchased cost and fair value is treated as unrealised gain or loss and is recognised in profit or loss. Unrealised gains or losses recognised in profit or loss are not distributable in nature.

3.14 Classification of realised and unrealised gains and losses

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period's unrealised gains and losses for financial instruments which were realised (i.e. sold, redeemed or matured) during the reporting period.

Realised gains and losses on disposals of financial instruments classified at FVTPL are calculated using the weighted average method. They represent the difference between an instrument's initial carrying amount and disposal amount.

3.15 Significant accounting estimates and judgments

The preparation of the Fund's financial statements requires the Manager to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability in the future.

The Fund classifies its investment as financial assets at FVTPL as the Fund may sell its investment in the short-term for profit-taking or to meet unit holders' cancellation of units.

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

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.15 Significant accounting estimates and judgments (cont'd.)

No major judgments have been made by the Manager in applying the Fund's accounting policies. There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4. INVESTMENT

	2024 RM	2023 RM
Financial asset at FVTPL		
At cost:		
Foreign CIS	<u>17,869,473</u>	<u>26,071,493</u>
At fair value:		
Foreign CIS	<u>17,594,421</u>	<u>25,000,854</u>

Details of investment are as follows:

Foreign CIS	Number of units	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
2024				
DWS Invest Global Agribusiness ("Target Fund")	<u>21,471</u>	<u>17,594,421</u>	<u>17,869,473</u>	<u>91.14</u>
Shortfall of fair value over purchased cost		<u>(275,052)</u>		

5. AMOUNT DUE FROM TARGET FUND MANAGER

The amount due from Target Fund Manager arose from the sale of investments. The settlement period is within five business days from the transaction date.

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

6. AMOUNT DUE TO MANAGER

	Note	2024 RM	2023 RM
Due to Manager			
Cancellation of units	(i)	63,176	601
Manager's fee payable	(ii)	21,095	26,820
		<u>84,271</u>	<u>27,421</u>

- (i) This represents amount payable to the Manager for units cancelled.

The normal credit period in the previous and current financial years for cancellation of units is three business days.

- (ii) As the Fund is investing in the Target Fund, the Manager's fee was charged as follows:

	2024 % p.a.	2023 % p.a.
Manager's fee charged by the Target Fund Manager, on the NAV of the Target Fund	0.75	0.75
Manager's fee charged by the Manager, on the NAV of investment in the Target Fund (Note a)	1.05	1.05
Manager's fee charged by the Manager, on the remaining NAV of the Fund (Note a)	1.80	1.80

Note a) The Manager's fee is charged on 1.05% of the NAV of investment in the Target Fund and 1.80% on the remaining NAV of the Fund.

The normal credit period in the previous and current financial years for Manager's fee payable is one month.

7. AMOUNT DUE TO TRUSTEE

The Trustee's fee is at a rate of 0.05% (2023: 0.05%) per annum on the NAV of the Fund, calculated on a daily basis.

The normal credit period in the previous and current financial years for Trustee's fee payable is one month.

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

8. NET GAIN/(LOSS) FROM INVESTMENT

	2024 RM	2023 RM
Net gain/(loss) on financial assets at FVTPL comprised:		
– Net realised losses on sale of investment	(1,498,768)	(420,821)
– Net realised gains on foreign currency exchange	945,688	824,212
– Net unrealised gain/(loss) on changes in fair value of investment	1,439,127	(4,417,912)
– Net unrealised (loss)/gain on foreign currency fluctuation of investment denominated in foreign currency	(643,540)	870,948
	<u>242,507</u>	<u>(3,143,573)</u>

9. TOTAL EQUITY

Total equity is represented by:

	Note	2024 RM	2023 RM
Unit holders' capital	(a)	42,747,763	49,111,134
Accumulated losses			
– Realised losses	(b)	(23,167,260)	(22,247,924)
– Unrealised losses	(c)	(274,948)	(1,070,639)
		<u>19,305,555</u>	<u>25,792,571</u>

(a) Unit holders' capital/Units in circulation

	2024		2023	
	Number of units	RM	Number of units	RM
At beginning of the financial year	16,197,630	49,111,134	20,738,909	57,306,018
Creation during the financial year	11,305,508	17,572,397	18,010,802	30,096,969
Reinvestment of distribution	-	-	5,942	9,715
Cancellation during the financial year	<u>(15,196,971)</u>	<u>(23,935,768)</u>	<u>(22,558,023)</u>	<u>(38,301,568)</u>
At end of the financial year	<u>12,306,167</u>	<u>42,747,763</u>	<u>16,197,630</u>	<u>49,111,134</u>

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

9. TOTAL EQUITY (CONT'D.)

(b) Realised

	2024 RM	2023 RM
At beginning of the financial year	(22,247,924)	(22,244,012)
Net realised (loss)/income for the financial year	(919,336)	5,803
Distribution out of realised income (Note 12)	-	(9,715)
At end of the financial year	<u>(23,167,260)</u>	<u>(22,247,924)</u>

(c) Unrealised - non-distributable

	2024 RM	2023 RM
At beginning of the financial year	(1,070,639)	2,476,325
Net unrealised gain/(loss) for the financial year	795,691	(3,546,964)
At end of the financial year	<u>(274,948)</u>	<u>(1,070,639)</u>

10. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES

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

Related parties

AmFunds Management Berhad
AmInvestment Bank Berhad
AMMB Holdings Berhad ("AMMB")
Subsidiaries and associates of AMMB
as disclosed in its financial statements

Relationships

The Manager
Holdings company of the Manager
Ultimate holding company of the Manager
Subsidiaries and associate companies of the
ultimate holding company of the Manager

There are no units held by the Manager or any other related party as at 31 May 2024 and 31 May 2023.

11. TAXATION

Income tax payable is calculated on investment income less deduction for permitted expenses as provided under Section 63B of the Income Tax Act, 1967.

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

11. TAXATION (CONT'D.)

A reconciliation of income tax expense applicable to net losses before tax at the statutory income tax rate to income tax expense at the effective income tax rate of the Fund is as follows:

	2024 RM	2023 RM
Net losses before tax	<u>(123,645)</u>	<u>(3,541,161)</u>
Taxation at Malaysian statutory rate of 24% (2023: 24%)	(29,675)	(849,879)
Tax effects of:		
Income not subject to tax	(578,697)	(413,456)
Losses not allowed for tax deduction	535,024	1,177,196
Restriction on tax deductible expenses for unit trust fund	61,183	72,009
Non-permitted expenses for tax purposes	5,367	6,128
Permitted expenses not used and not available for future financial years	<u>6,798</u>	<u>8,002</u>
Tax expense for the financial years	<u>-</u>	<u>-</u>

12. DISTRIBUTION

No distribution has been declared to unit holders during the current financial year.

Details of distribution to unit holders for the previous financial year are as follows:

	2023 RM
Gross distribution per unit (sen)	<u>0.06</u>
Net distribution per unit (sen)	<u>0.06</u>

Financial year ended 31 May 2023

Distribution Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
25 May 2023	<u>0.06</u>	<u>0.06</u>	<u>9,715</u>
		2024 RM	2023 RM
Total amount available for distribution		<u>-</u>	<u>-</u>

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

12. DISTRIBUTION (CONT'D.)

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

The distribution declared for the financial year ended 31 May 2023 was been proposed before taking into account the net unrealised loss of RM3,546,964 arising during the financial year which was carried forward to the current financial year.

13. TOTAL EXPENSE RATIO (“TER”)

The Fund’s TER is as follows:

	2024	2023
	% p.a.	% p.a.
Manager’s fee	1.09	1.08
Trustee’s fee	0.05	0.05
Fund’s other expenses	0.07	0.06
Total TER	<u>1.21</u>	<u>1.19</u>

The TER of the Fund is the ratio of the sum of fees and expenses incurred by the Fund to the average NAV of the Fund calculated on a daily basis.

14. PORTFOLIO TURNOVER RATIO (“PTR”)

The PTR of the Fund, which is the ratio of average total acquisitions and disposals of investment to the average NAV of the Fund calculated on a daily basis, is 0.80 times (2023: 0.83 times).

15. SEGMENTAL REPORTING

As stated in Note 1, the Fund is a feeder fund whereby a minimum of 85% of the Fund’s NAV will be invested in the Target Fund.

As the Fund operates substantially as a feeder fund which invests primarily in the Target Fund, it is not possible or meaningful to classify its investment by separate business or geographical segments.

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

16. TRANSACTIONS WITH THE TARGET FUND MANAGER

Details of transactions with the Target Fund Manager for the financial year ended 31 May 2024 are as follows:

Target Fund Manager	Transaction value	
	RM	%
DWS Investment S.A.	40,161,254	100.00

The above transactions are in respect of investment in foreign CIS. Transactions in this investment do not involve any commission or brokerage fee.

17. FINANCIAL INSTRUMENTS

(a) Classification of financial instruments

The accounting policies in Note 3 describe how the classes of financial instruments are measured, and how income and expenses, including fair value gains and losses, are recognised. The following table analyses the financial assets and financial liabilities of the Fund in the statement of financial position by the class of financial instrument to which they are assigned, and therefore by the measurement basis.

	Financial assets at FVTPL RM	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Total RM
2024				
Financial assets				
Investment	17,594,421	-	-	17,594,421
Amount due from Target Fund Manager	-	244,561	-	244,561
Cash at banks	-	1,568,027	-	1,568,027
Total financial assets	<u>17,594,421</u>	<u>1,812,588</u>	<u>-</u>	<u>19,407,009</u>
Financial liabilities				
Amount due to Manager	-	-	84,271	84,271
Amount due to Trustee	-	-	847	847
Total financial liabilities	<u>-</u>	<u>-</u>	<u>85,118</u>	<u>85,118</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MAY 2024**

17. FINANCIAL INSTRUMENTS (CONT'D.)

(a) Classification of financial instruments (cont'd.)

	Financial assets at FVTPL RM	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Total RM
2023				
Financial assets				
Investment	25,000,854	-	-	25,000,854
Cash at banks	-	836,933	-	836,933
Total financial assets	25,000,854	836,933	-	25,837,787
Financial liabilities				
Amount due to Manager	-	-	27,421	27,421
Amount due to Trustee	-	-	1,105	1,105
Total financial liabilities	-	-	28,526	28,526
			Income, expense, gains and losses	
			2024	2023
			RM	RM
Net gain/(loss) on financial assets at FVTPL			242,507	(3,143,573)
Income, of which derived from:				
– Interest income from financial assets at amortised cost			26,318	27,573
– Other net realised losses on foreign currency exchange			(86,958)	(66,249)
– Other net unrealised gain on foreign currency exchange			104	-

(b) Financial instruments that are carried at fair value

The Fund's financial assets and liabilities are carried at fair value.

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable; either directly or indirectly; or

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

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

17. FINANCIAL INSTRUMENTS (CONT'D.)

(b) Financial instruments that are carried at fair value (cont'd.)

The following table shows an analysis of financial instruments recorded at fair value by the level of the fair value hierarchy:

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2024				
Financial assets at FVTPL	-	17,594,421	-	17,594,421
2023				
Financial assets at FVTPL	-	25,000,854	-	25,000,854

(c) Financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value

The following are classes of financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value due to their short period to maturity or short credit period:

- Amount due from Target Fund Manager
- Cash at banks
- Amount due to Manager
- Amount due to Trustee

There are no financial instruments which are not carried at fair value and whose carrying amounts are not reasonable approximation of their respective fair value.

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks that include market risk, credit risk, liquidity risk, single issuer risk, regulatory risk, country risk, management risk and non-compliance risk.

Risk management is carried out by closely monitoring, measuring and mitigating the above said risks, careful selection of investments coupled with stringent compliance to investment restrictions as stipulated by the Capital Market and Services Act 2007, Securities Commission Malaysia's Guidelines on Unit Trust Funds and the Deeds as the backbone of risk management of the Fund.

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

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(a) Market risk

The Fund's principal exposure to market risk arises primarily due to changes in the market environment, global economic and geo-political developments.

The Fund's market risk is affected primarily by the following risks:

(i) Price risk

Price risk refers to the uncertainty of an investment's future prices. In the event of adverse price movements, the Fund might endure potential loss on its investment in the Target Fund. In managing price risk, the Manager actively monitors the performance and risk profile of the investment portfolio.

The result below summarised the price risk sensitivity of the Fund's NAV due to movements of price by -5.00% and +5.00% respectively:

Percentage movements in price by:	Sensitivity of the Fund's NAV	
	2024 RM	2023 RM
-5.00%	(879,721)	(1,250,043)
+5.00%	879,721	1,250,043

(ii) Interest rate risk

Interest rate risk will affect the value of the Fund's investment, given the interest rate movements, which are influenced by regional and local economic developments as well as political developments.

Domestic interest rates on deposits and placements with licensed financial institution are determined based on prevailing market rates.

(iii) Currency risk

Currency risk is associated with the Fund's financial assets and financial liabilities that are denominated in currencies other than the Fund's functional currency. Currency risk refers to the potential loss the Fund might face due to unfavorable fluctuations of currencies other than the Fund's functional currency against the Fund's functional currency.

The result below summarised the currency risk sensitivity of the Fund's NAV due to appreciation/depreciation of the Fund's functional currency against currencies other than the Fund's functional currency.

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

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(a) Market risk (cont'd.)

(iii) Currency risk (cont'd.)

Percentage movements in currencies other than the Fund's functional currency:	Sensitivity of the Fund's NAV	
	2024 RM	2023 RM
-5.00%	(892,067)	(1,250,114)
+5.00%	892,067	1,250,114

The net unhedged financial assets of the Fund that are not denominated in Fund's functional currency are as follows:

Financial assets denominated in	2024		2023	
	RM equivalent	% of NAV	RM equivalent	% of NAV
United States Dollar				
Investment	17,594,421	91.14	25,000,854	96.93
Cash at bank	2,352	0.01	1,417	0.01
Amount due from Target Fund Manager	244,561	1.27	-	-
	<u>17,841,334</u>	<u>92.42</u>	<u>25,002,271</u>	<u>96.94</u>

(b) Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge an obligation. Credit risk applies to short-term deposits and distribution receivable. The issuer of such instruments may not be able to fulfill the required interest payments or repay the principal invested or amount owing. These risks may cause the Fund's investment to fluctuate in value.

The Fund, as a feeder fund, invests significantly all its assets in the Target Fund. The Target Fund manages the risk by setting internal counterparty limits and undertaking internal credit evaluation to minimise such risk.

Cash at banks are held for liquidity purposes and are not exposed to significant credit risk.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MAY 2024**

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(c) Liquidity risk

Liquidity risk is defined as the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. Exposure to liquidity risk arises because of the possibility that the Fund could be required to pay its financial liabilities or redeem its units earlier than expected. This is also the risk of the Fund experiencing large redemptions, when the Investment Manager could be forced to sell large volumes of its holdings at unfavourable prices to meet redemption requirements.

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by unit holders. Liquid assets comprise of cash at banks, deposits with licensed financial institutions and other instruments, which is capable of being converted into cash within 5 to 7 days. The Fund's policy is to always maintain a prudent level of liquid assets so as to reduce liquidity risk.

The Fund's financial liabilities have contractual maturities of not more than six months.

(d) Single issuer risk

The Fund, as a feeder fund, invests significantly all its assets in the Target Fund. The Target Fund is restricted from investing in securities issued by any issuer in excess of a certain percentage of its NAV. Under such restriction, the risk exposure to the securities of any single issuer is diversified and managed by the Target Fund Manager based on internal/external ratings.

(e) Regulatory risk

Any changes in national policies and regulations may have effects on the capital market and the NAV of the Fund.

(f) Country risk

The risk of price fluctuation in foreign securities may arise due to political, financial and economic events in foreign countries. If this occurs, there is a possibility that the NAV of the Fund may be adversely affected.

(g) Management risk

Poor management of the Fund may cause considerable losses to the Fund that in turn may affect the NAV of the Fund.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MAY 2024**

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(h) Non-compliance risk

This is the risk of the Manager, the Trustee or the Fund not complying with internal policies, the Deeds of the Fund, securities laws or guidelines issued by the regulators. Non-compliance risk may adversely affect the investment of the Fund when the Fund is forced to rectify the non-compliance.

The specific risks associated to the Target Fund include market risk, securities risk, emerging market risk, settlement and credit risks, regulatory and accounting standards risks, political risk, custody risk and liquidity risk.

19. CAPITAL MANAGEMENT

The primary objective of the Fund's capital management is to ensure that it maximises unit holders' value by expanding its fund size to benefit from economies of scale and achieving growth in NAV from the performance of its investment.

The Fund manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Fund may issue new or bonus units or make distribution payment.

No changes were made in the objective, policies or processes during the financial years ended 31 May 2024 and 31 May 2023.

Global Agribusiness

STATEMENT BY THE MANAGER

I, Goh Wee Peng, being the Director of and on behalf of the Board of Directors of AmFunds Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying financial statements are drawn up in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards so as to give a true and fair view of the financial position of Global Agribusiness (the “Fund”) as at 31 May 2024 and of the comprehensive income, the changes in equity and cash flows for the financial year then ended.

For and of behalf of the Manager

GOH WEE PENG

Executive Director

Kuala Lumpur, Malaysia

19 July 2024

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF GLOBAL AGRIBUSINESS ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 May 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AmFunds Management Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

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

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur, Malaysia
19 July 2024

DIRECTORY

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55, Jalan Raja Chulan, 50200 Kuala Lumpur
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Email: enquiries@aminvest.com

Postal Address

AmFunds Management Berhad
P.O Box 13611, 50816 Kuala Lumpur

*For enquiries about this or any of the other Funds offered by AmFunds Management Berhad
Please call 2032 2888 between 8.45 a.m. to 5.45 p.m. (Monday to Thursday),
Friday (8.45 a.m. to 5.00 p.m.)*

