

RHB BIG CAP CHINA ENTERPRISE FUND

ANNUAL REPORT 2024

For the financial year ended 31 December 2024

GENERAL INFORMATION ABOUT THE FUND

Name, Category and Type

Fund Name - RHB Big Cap China Enterprise Fund

Fund Category - Equity Fund

Fund Type - Growth

Investment Objective, Policy and Strategy

Objective of the Fund

This Fund aims to achieve long term* capital appreciation through investments in securities of companies with high growth potential.

Note: * “long term” in this context refers to a period between 5-7 years.

Strategy

The Fund will seek to achieve its investment objective through a diversified portfolio of equities and equity-linked securities issued by companies whose businesses are related to/exposed to the People’s Republic of China.

The Fund’s direct investments in China are those of companies whose securities are listed on the Hong Kong, Shanghai and Shenzhen Stock Exchanges, including China companies that are listed in other non-China markets such as the United States of America, London and Singapore Stock Exchanges. These are companies that have at least 50% of its business operations located in China and/or have at least 50% of its revenues derived from China. The Fund’s investments will also include collective investment schemes domiciled in Singapore, Luxembourg, Hong Kong, United Kingdom and United States of America investing primarily in the China markets. Notwithstanding, the Fund may also invest up to 30% of the Fund’s Net Asset Value in equities and equities-related securities of non-China companies which have operations in, exposure to, or derive part of their revenue from China, wherever they may be listed.

The Fund’s direct investment in the equities and equity-linked securities issued by companies whose businesses are in China are those companies with a market capitalisation of at least USD 1 billion. Hence the Fund’s name ‘Big Cap’. The restriction on the market capitalisation is determined at the point of purchase.

The Fund’s direct investments are not sector specific and can invest in a broad range of sectors and industries. It seeks to add value by investing in a selective range of opportunities identified by the External Investment Manager as having a strong attraction based on company fundamentals.

In managing the Fund, the External Investment Manager will employ a multi-step investment process, combining a bottom-up investment process that involves rigorous company research with a top-down process to review asset allocation at the sector levels. Sector allocation is derived after analysing macro economic trends and country dynamics. Sector exposure limits are in place to mitigate the risks of the investments. The External Investment Manager believes long-term investment performance can be achieved by employing a rigorous research process that enables them to identify sound and profitable companies that generate superior returns as well as by identifying companies that are undervalued.

The Fund's portfolio will be structured as follows:

Minimum 70% of the Fund's Net Asset Value

- Investments in equities and equity-linked securities issued by companies whose businesses are in China and are listed on the China markets and/or other markets.

The balance of the Fund's Net Asset Value

- Investments in liquid assets including money market instruments and Deposits.

Subject to the range stipulated above, the asset allocation will be reviewed from time to time depending on the judgment of the External Investment Manager as to the general market and economic conditions. Although the Fund is actively managed, how active or the frequency of its trading strategy will very much depend on market opportunities.

The risk management strategies and techniques employed by the External Investment Manager include diversification of the Fund's investments in terms of its exposure to various industries, sectors and asset classes and/or type of investments (i.e. equity, fixed income securities and money market instruments). Financial derivatives may also be used for hedging purposes where appropriate. Generally, the assets of the Fund will be invested over a medium to long term period with disposal of the investments when necessary to control risk as well as to optimise capital gains. This is especially so when the full growth potential of the investment is deemed to have been reduced over a prolonged rise in equity values and the other available investments may present cheaper valuations and potential higher returns. The Fund also complies with the permitted investments and restrictions imposed by the Securities Commission. Adherence to the permitted investments and restrictions also helps the External Investment Manager to risk-manage the Fund's portfolio in terms of diversification. Moreover, the External Investment Manager in making their investment decisions shall at all times comply with the investment restrictions of the Fund and requirements as set out in the Deed.

For investments in foreign markets, the External Investment Manager in managing the principal risks such as country risk and currency risk will always take into consideration its evaluation of the historical developments and its prior experience in such markets. Such practice will be managed through active management and constant review, drawing on its resources and infrastructure as an established global fund manager. Investments will ultimately be made based on risk-reward.

The External Investment Manager may take temporary defensive positions that may be inconsistent with the Fund's principal strategy in attempting to respond to adverse economic, political or any other market conditions. In such circumstances, the External Investment Manager may reallocate up to 100% of the Fund's equity investments into other asset classes such as fixed income securities, money market instruments and deposits, which are defensive in nature.

When appropriate for all Classes (except USD Class), the Manager may participate in financial derivatives, which include but is not limited to forwards and swaps, for the purpose of hedging the currency risk exposure (if any) of the various currency Classes. The benefit of any upside of currency movement is limited when hedging the various currency Class exposures to foreign currency risk as the primary interest is to protect the value of the various currency Classes.

Performance Benchmark

Effective from 30 September 2023, the performance of the Fund is benchmarked against the 90% Morgan Stanley Capital International ("MSCI") China Index (USD) and 10% RHB Bank Berhad's 12-month fixed deposit rate.

Prior to 30 September 2023, the performance of the Fund was benchmarked against MSCI China Index (RM).

Permitted Investment

This Fund may invest in equities and fixed income securities traded on the Bursa Malaysia Securities Berhad or any other market considered as an eligible market, unlisted securities, collective investment schemes, securities/instruments in foreign markets, financial derivatives, structured products, money market instruments, Deposits and any other investments permitted by the Securities Commission from time to time.

Distribution Policy

Consistent with the Fund's objective which aims to achieve long term* capital appreciation, distributions will therefore be of secondary importance. Distributions, if any, after deduction of taxation and expenses will be reinvested.

Note: * "long term" in this context refers to a period between 5-7 years.

MANAGER'S REPORT

MARKET REVIEW

Morgan Stanley Capital International China Index rallied 19.00% in Hong Kong Dollar in year 2024 given stimulus expectation and supportive measures by the government to address key issues such as property downturn and high unemployment.

In January 2024, China's latest macro data showed retail growth below expectations, the China Economic Work Conference ("CEWC") was in line with low expectations, and property and local government financing vehicle risks are still unfolding. The CEWC brought no surprise. The policy focus on industrial transformation and higher productivity via innovation does boost the outlook for hard technology and digital infrastructure names. The meeting called for efforts to pursue progress while ensuring stability, consolidate stability through progress and prioritising development before addressing problems, the latter two terms are new this year. High quality development was reiterated many times.

In February 2024, market rebounded strongly. Drivers were better than expected high frequency data (e.g. January 2024 credit report, Lunar New Year consumption), a surprisingly large 25 basis points cut in the 5 year Loan Prime Rate ("LPR"), the national team's buying of key A share index-linked exchange traded funds (CSI300, CSI500, CSI1000, ChiNext and A50), and a new reform-minded China Securities Regulatory Commission ("CSRC") chairman.

National People's Congress headlines were in line to slightly better than expected including a year 2024 5.00% Gross Domestic Product ("GDP") growth target, "new quality productivity" and "old-swapping-new" scheme for selected equipment and appliance, and a multi year special sovereign bond issuance plan. Fourth quarter of year 2023 results saw beats from index heavy internet names on cost cut led margin expansion, and improving shareholder return plans (higher payout and buyback).

On 12 April 2024, the State Council released Nine Initiative 3.0 on capital markets, a once every decade guideline to help boost A shares. On 16 April 2024, China's first quarter of year 2024 GDP growth of 5.30% Year-on-Year ("YoY") came in better than expected. Although industrial production came in below expectations, rising 4.50% YoY.

The April 2024 politburo meeting noted more efforts to coordinate the study of policy measures to digest existing housing inventory and to optimise new housing development. The Politburo meeting announced to hold the Third Plenum in July 2024. Further loosening property measures ensued, Beijing and Tianjin announced to ease property purchase restrictions, a first in 13 years for Beijing, late on 30 April 2024.

On 17 May 2024, China's housing policy combo boosted financial or property names. President Xi Jinping's enterprise symposium on 23 May 2024 was seen by some investors as a shift toward pro market mechanism. On 21 and 23 May 2024, President Xi Jinping's statement and Ministry of Industry and Information Technology's recent actions were

aimed at overcapacity in solar and New Energy Vehicle (“NEV”) sectors. In late May 2024, the CSRC tightened loopholes over major shareholder stake sales. At end of May 2024, China’s State Administration for Market Regulation released a draft proposal to promote fair business practices in the platform economy, including regulating platforms’ commission rates to merchants. Office of the United States (“US”) Trade Representative proposed to hike tariffs on more China imports (NEV, battery parts, solar, aluminum and etc.)

In June 2024, lower expectations for strong policy stimulus by the Third Plenum, mixed economic activity data, M1 contraction and no medium term lending facility or LPR cut, as well as a depreciating Chinese Yuan versus (“vs”) US Dollar, sent China equities lower. The Third Plenum Communique was high level and the decision was comprehensive with a five year horizon, but the end of July 2024 Politburo meeting highlighted three items the market cares about boosting domestic consumption, addressing overcapacity, and aligning non-economic and economic policy actions. 5.00% GDP growth for year 2024 was reiterated.

People’s Bank of China, CSRC and China Banking and Insurance Regulatory Commission’s stimulus combo on September 2024 and the surprise Politburo meeting call for stronger stimulus sent the market into a rebound. However, markets remain volatile. National Development and Reform Commission, Ministry of Finance and Ministry of Housing and Urban-Rural Development failed expectations as policy direction prioritised risk mitigation over growth stimulation.

ECONOMIC REVIEW AND OUTLOOK

In June 2024, market declined as China’s May 2024 activity data sent mixed signals, with steady export activity and a modest upside surprise in retail sales. But Fixed Asset Investment (“FAI”) growth disappointed somewhat amid the ongoing housing market drag. China’s May 2024 trade report showed rather steady export activity, growing 7.60% YoY.

Nominal retail sales came in above expectations, growing 3.70% YoY in May 2024. Real estate investment weakened further, contracting 11.00% YoY in May 2024 vs -10.50% YoY in April 2024.

China’s November 2024 macro data continued to highlight an imbalance between solid production activity and underlying softness in domestic demand. Retail sales rose 3.00% YoY in November 2024, implying a sequential fall of 1.10% Month-on-Month (“MoM”). Industrial production was in line with expectations, rising 5.40% YoY, reflecting a solid sequential gain of 1.00% mom. FAI came in a touch below expectations, growing 2.40% YoY in November 2024 vs +3.40% YoY in October 2024. The breakdown showed that manufacturing investment continued to outperform (9.30% YoY), while real estate investment remained weak (-11.50% YoY).

China is expected to grow 5.00% and expand its fiscal deficit ratio to about 4.00% in year 2025.

REVIEW OF FUND PERFORMANCE DURING THE FINANCIAL YEAR

For the financial year under review, the Fund registered a return of 4.37%* against its benchmark return of 11.99%*. The Fund thus underperformed its benchmark by 7.62% during the financial year under review. The Net Asset Value per unit of the Fund was USD0.1160 (2023: USD0.1082) as at 31 December 2024.

The key contributors came from stock picks and overweight in the Consumer Discretionary sector e.g. leisure and e-commerce space. The underweight in Healthcare was also a positive contributor with stock selection in the biologics space. Stock selection in the Utilities space and stock picks and underweight in the Energy sector. Key detractors came from the stock picks in Communication Services, underweight and stock picks in Financials, and overweight in Real Estate sector and underweight in Industrials sector.

** Source: Lipper Investment Management (“Lipper IM”), 6 January 2025*

MARKET OUTLOOK AND STRATEGY GOING FORWARD

We anticipate that China’s recovery will be bumpy. We believe that the re-opening play in China has been played out and will be still focusing on State Owned Enterprises (“SOE”) reforms in year 2025. We are maintaining our infrastructure theme. Under the infrastructure theme, we continue to be aligned to the Politburo’s policies in the renewable energy, information technology, platforms and industrial sectors. Supportive policies for technological innovation with an emphasis to strengthen technological innovation and industrial supply chain resilience. For SOE reform, there will be an aligning of SOE’s operational and development with China’s strategic goals notably self-sufficiency in technology, energy and food supply with additional focus on return on equity and operating cash flows as key performance indicators. We also favour selective consumer bets given the government’s support for consumption in year 2025.

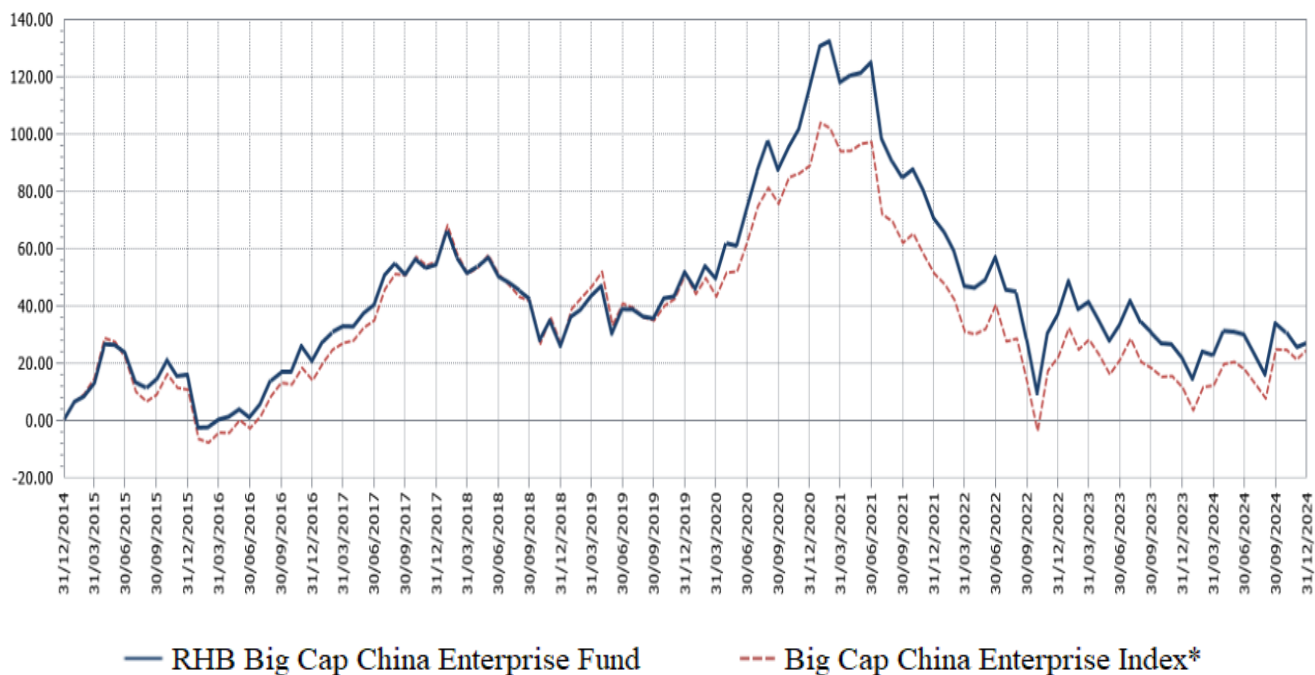
We believe the property sector will take some time to recover but there are opportunities for the strong property companies and property management companies to gain in times of difficulties.

PERFORMANCE DATA

	Annual Total Returns				
	Financial Year Ended 31 December				
	2024	2023	2022	2021	2020
	%	%	%	%	%
RHB Big Cap China Enterprise Fund					
- Capital Return	4.37	(11.24)	(19.46)	(21.05)	34.07
- Income Return	-	-	-	-	5.86
- Total Return	4.37	(11.24)	(19.46)	(21.05)	41.93
Big Cap China Enterprise Index*	11.99	(8.83)	(19.21)	(20.04)	25.20

	Average Annual Returns			
	1 Year	3 Years	5 Years	10 Years
	31.12.2023-31.12.2024	31.12.2021-31.12.2024	31.12.2019-31.12.2024	31.12.2014-31.12.2024
	%	%	%	%
RHB Big Cap China Enterprise Fund	4.37	(9.29)	(3.52)	2.42
Big Cap China Enterprise Index*	11.99	(6.21)	(3.75)	2.22

**Performance of RHB Big Cap China Enterprise Fund
for the period from 31 December 2014 to 31 December 2024
Cumulative Return Over The Period (%)**



Source: Lipper IM, 6 January 2025

The abovementioned performance figures are indicative returns based on daily Net Asset Value of a unit (as per Lipper Database) since 31 December 2014.

The calculation of the above returns is based on computation methods of Lipper.

* Effective from 30 September 2023, the Fund’s composite benchmark (Big Cap China Enterprise Index) is changed from MSCI China Index (RM) to 90% MSCI China Index (USD) and 10% RHB Bank Berhad’s 12-month fixed deposit rate. The Fund’s composite benchmark performance has been adjusted to reflect the new benchmark.

A combination of benchmark/composite benchmark has been used for the performance computation as follows:

From 16 October 2007 to 29 September 2023	MSCI China Index (RM)
From 30 September 2023 onwards	90% MSCI China Index (USD) and 10% RHB Bank Berhad’s 12-month fixed deposit rate

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

The abovementioned performance computations have been adjusted to reflect distribution payments and unit splits wherever applicable.

Fund Size	As at 31 December		
	2024	2023	2022 Restated
Net Asset Value (USD million)	195.35	211.65	232.77
Units In Circulation (million)	1,684.47	1,955.79	1,830.67
Net Asset Value Per Unit (USD)	0.1160	0.1082	0.1272

Historical Data	Financial Year Ended 31 December		
	2024	2023	2022 Restated
Unit Prices			
NAV - Highest (USD)	0.1463	0.1395	0.1624
- Lowest (USD)	0.0964	0.1033	0.1016
Distribution and Unit Split	-	-	-
Others			
Total Expense Ratio (TER) (%) #	1.90	2.10	1.89
Portfolio Turnover Ratio (PTR) (times) ##	1.92	1.45	1.38

The TER for the financial year was lower compared with the previous financial year due to lower expenses incurred for the financial year under review.

The PTR for the financial year was higher compared with previous financial year due to more investment activities during the financial year under review.

DISTRIBUTION

For the financial year under review, no distribution has been proposed by the Fund.

PORTFOLIO STRUCTURE

The asset allocations of the Fund as at reporting date were as follows:

Sectors	As at 31 December		
	2024	2023	2022
	%	%	Restated %
Equities			
Advanced Medical Equipment	-	0.96	-
Aluminum	0.98	0.98	-
Appliances / Tools / Housewares	2.60	-	-
Apparel / Accessories	-	1.33	-
Auto / Truck / Motorcycle Parts	-	0.50	-
Auto / Truck Manufacturers	2.99	4.35	-
Auto Vehicles, Parts & Service Retailers	0.43	-	-
Banks	5.11	10.01	-
Beverages - Brewers	1.63	-	-
Beverages - Distillers / Wineries	-	3.20	-
Biotechnology & Medical Research	1.27	-	-
Casinos / Gaming	1.00	0.64	-
Coal - Industry	-	0.62	-
Computer Hardware	-	0.94	-
Construction Materials - Industry	0.78	0.72	-
Consumer Products & Services	1.26	-	37.15
Courier / Postal / Air Freight & Land-Based Logistics	0.82	-	-
Electrical Components / Equipment	-	1.41	-
Electronic Equipments & Parts	1.49	0.67	-
Energy	-	-	4.22
Entertainment Production	0.78	4.27	-
Financial Services	2.89	-	12.64
Food Processing	2.57	1.20	-
Gold	0.95	0.94	-
Health Care	-	-	5.17
Independent Power Producers	-	1.61	-
Industrial Machinery / Equipment	-	0.95	-
Industrial Products & Services	2.63	-	5.40
Insurance - Life / Health	5.68	1.50	-
Insurance - Property / Casualty	-	1.23	-
Investment Banking & Brokerage Services	0.89	1.21	-
Leisure / Recreation	3.94	3.09	-
Materials	-	-	3.62
Mining	-	-	0.85
Mining / Metals - Specialty	-	0.54	-

PORTFOLIO STRUCTURE (CONTINUED)

The asset allocations of the Fund as at reporting date were as follows: (continued)

	As at 31 December		
	2024	2023	2022
	%	%	Restated %
Sectors (continued)			
Equities (continued)			
Oil / Gas	0.82	1.04	-
Oil / Gas Exploration / Production	0.95	1.01	-
Online Services	16.89	16.03	-
Personal Services	-	1.84	-
Pharmaceuticals - Diversified	2.15	2.93	-
Phones & Handheld Devices	4.30	2.36	-
Property	-	-	4.14
Real Estate Rental, Development & Operations	1.79	3.38	-
Real Estate Services	0.84	0.62	-
Restaurants	2.65	-	-
Retail - Discount Stores	-	0.85	-
Retail - Internet / Catalog Order	16.60	12.69	-
Semiconductor Equipment / Testing	1.01	0.56	-
Semiconductors	1.04	1.14	-
Technology	-	-	3.63
Telecommunications & Media	0.85	-	16.46
Utilities - Natural Gas	-	0.60	-
Wireless Telecommunications Services	-	3.35	-
	90.58	91.27	93.28
Collective investment scheme	3.17	0.83	1.75
Liquid assets and other net current assets	6.25	7.90	4.97
	100.00	100.00	100.00

The asset allocation was reflective of the Manager's stance to risk manage its portfolio in an environment of volatile markets.

SECURITIES FINANCING TRANSACTIONS

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

CROSS TRADE

The Fund has not carried out any cross trade transactions for the financial year under review.

SOFT COMMISSION

Soft commissions were received by the management company for the financial year under review from brokers/dealers who have also executed trades for other funds or investment managed by the management company or Fund Manager. The soft commissions were utilised for research data and materials that assist in the decision making process relating to the Fund's investment. The soft commissions received were for the benefit of the funds and there were no churning of trades.

**RHB BIG CAP CHINA ENTERPRISE FUND
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024**

	<u>Note</u>	<u>2024</u> <u>USD</u>	<u>2023</u> <u>USD</u>
ASSETS			
Bank balances	5	16,673,482	19,477,427
Deposits with licensed financial institutions	5	-	579,657
Investments	6	183,143,709	194,925,396
Amount due from brokers		-	1,479,151
Amount due from Manager		-	2,588
Dividend receivables		-	346,281
Tax recoverable		940,483	1,142,791
TOTAL ASSETS		<u>200,757,674</u>	<u>217,953,291</u>
LIABILITIES			
Amount due to brokers		5,129,132	5,693,602
Amount due to Manager		97,677	295,700
Accrued management fee		86,395	299,989
Amount due to Trustee		82,435	9,999
Other payables and accruals		9,106	3,015
TOTAL LIABILITIES		<u>5,404,745</u>	<u>6,302,305</u>
NET ASSET VALUE		<u>195,352,929</u>	<u>211,650,986</u>
EQUITY			
Unit holders' capital		329,819,420	360,633,111
Accumulated losses		(103,815,255)	(118,330,889)
Foreign currency translation		(30,651,236)	(30,651,236)
		<u>195,352,929</u>	<u>211,650,986</u>
UNITS IN CIRCULATION (UNITS)	7	<u>1,684,474,530</u>	<u>1,955,785,530</u>
NET ASSET VALUE PER UNITS (USD)		<u>0.1160</u>	<u>0.1082</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCY (RM)		<u>0.5183</u>	<u>0.4966</u>

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

**RHB BIG CAP CHINA ENTERPRISE FUND
STATEMENT OF INCOME AND EXPENSES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

	<u>Note</u>	<u>2024</u> <u>USD</u>	<u>2023</u> <u>USD</u>
INCOME/(LOSS)			
Dividend income		5,370,583	6,016,176
Interest income from deposits with licensed financial institutions		137,792	233,399
Net realised loss on disposal		(387,323)	(35,742,423)
Net unrealised gain on changes in fair value		16,093,151	4,993,905
Net gain on foreign currency exchange		64,712	743,955
		<u>21,278,915</u>	<u>(23,754,988)</u>
EXPENSES			
Management fee	8	(3,643,199)	(4,153,871)
Trustee's fee	9	(121,440)	(138,467)
Audit fee		(1,800)	(1,747)
Tax agent's fee		(3,300)	(473)
Transaction costs		(2,180,438)	(1,918,480)
Other expenses		(454,751)	(136,929)
		<u>(6,404,928)</u>	<u>(6,349,967)</u>
Net income/(loss) before taxation		14,873,987	(30,104,955)
Taxation	10	(358,353)	415,606
Net income/(loss) after taxation		<u>14,515,634</u>	<u>(29,689,349)</u>
OTHER COMPREHENSIVE INCOME/(LOSS)			
Items that will not be reclassified to profit or loss:			
Foreign currency translation		-	(9,122,551)
Net income/(loss) after taxation		<u>14,515,634</u>	<u>(38,811,900)</u>
Net income/(loss) after taxation is made up as follow:			
Realised amount		(1,993,064)	(35,637,804)
Unrealised amount		16,508,698	5,948,455
		<u>14,515,634</u>	<u>(29,689,349)</u>

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

RHB BIG CAP CHINA ENTERPRISE FUND
STATEMENT OF CHANGES IN NET ASSET VALUE
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	Unit holders’ capital USD	Accumulated loss USD	Foreign currency translation USD	Total net asset value USD
Balance as at 1 January 2023	342,941,682	(88,641,540)	(21,528,685)	232,771,457
Movement in net asset value:				
Net loss after taxation	-	(29,689,349)	-	(29,689,349)
Creation of units arising from applications	39,134,994	-	-	39,134,994
Cancellation of units	(21,443,565)	-	-	(21,443,565)
Foreign currency translation	-	-	(9,122,551)	(9,122,551)
Balance as at 31 December 2023	<u>360,633,111</u>	<u>(118,330,889)</u>	<u>(30,651,236)</u>	<u>211,650,986</u>
Balance as at 1 January 2024	360,633,111	(118,330,889)	(30,651,236)	211,650,986
Movement in net asset value:				
Net income after taxation	-	14,515,634	-	14,515,634
Creation of units arising from applications	19,918,643	-	-	19,918,643
Cancellation of units	(50,732,334)	-	-	(50,732,334)
Balance as at 31 December 2024	<u>329,819,420</u>	<u>(103,815,255)</u>	<u>(30,651,236)</u>	<u>195,352,929</u>

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

RHB BIG CAP CHINA ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	<u>Note</u>	<u>2024</u> <u>USD</u>	<u>2023</u> <u>USD</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of investments		402,216,095	315,919,054
Purchase of investments		(375,994,337)	(318,165,557)
Dividends received		5,336,194	5,236,008
Interest received from deposits with licensed financial institutions		137,792	233,399
Management fee paid		(3,856,793)	(4,205,908)
Trustee's fee paid		(49,004)	(140,203)
(Payment)/refund for other fees and expenses		(73,090)	318,126
Net realised foreign exchange loss		(350,835)	(210,595)
Tax paid		(156,045)	(887,379)
Net cash generated from/(used in) operating activities		<u>27,209,977</u>	<u>(1,903,055)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		19,921,231	39,642,671
Cash paid for units cancelled		(50,930,357)	(21,147,865)
Net cash (used in)/generated from financing activities		<u>(31,009,126)</u>	<u>18,494,806</u>
Net (decrease)/increase in cash and cash equivalents		(3,799,149)	16,591,751
Foreign currency translation differences		415,547	(8,106,129)
Cash and cash equivalents at the beginning of the financial year		<u>20,057,084</u>	<u>11,571,462</u>
Cash and cash equivalents at the end of the financial year	5	<u>16,673,482</u>	<u>20,057,084</u>

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

**RHB BIG CAP CHINA ENTERPRISE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

The RHB Big Cap China Enterprise (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of a Deed dated 16 October 2007 as modified via its first supplemental deed dated 4 September 2013, second supplemental deed dated 16 February 2015, third supplemental deed dated 3 June 2015 and fourth supplemental deed dated 22 March 2023 (collectively referred to as “the Deeds”) between RHB Asset Management Sdn Bhd (“the Manager”) and HSBC (Malaysia) Trustee Berhad (“the Trustee”).

The Fund was launched on 3 December 2007 and will continue its operations until terminated according to the conditions provided in the Deeds. The principal activity of the Fund is to invest in Permitted Investments as set out in the Deeds.

The functional and presentation currency of the Fund has been revised to USD effective from 30 September 2023 as stipulated in the Prospectus.

All investments will be subject to the Securities Commission Malaysia (“SC”)’s Guidelines on Unit Trust Funds, SC’s requirements, the Deeds, except where exemptions or variations have been approved by the SC, internal policies and procedures and objective of the Fund.

The main objective of the Fund is to achieve long term capital appreciation through investments in securities of companies with high growth potential.

The Manager, a company incorporated in Malaysia, is a wholly-owned subsidiary of RHB Investment Bank Berhad, effective 6 January 2003. Its principal activities include rendering of investment management services, management of unit trust funds and private retirement schemes and provision of investment advisory services.

These financial statements were authorised for issue by the Manager on 24 February 2025.

2. MATERIAL ACCOUNTING POLICY INFORMATION

2.1 Basis of preparation of the financial statements

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative instruments) at fair value through profit or loss, except those as disclosed in the material accounting policy information, and in accordance with Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

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 income and expenses during the 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. There were no areas involving higher degree of judgement or complexity, or areas where assumptions and estimates are material to the financial statements.

(a) Standards and amendments to existing standards effective 1 January 2024

The Fund has applied the following standards and amendments for the first time for the financial period beginning 1 January 2024:

- Amendments to MFRS 101 ‘Classification of liabilities as current or non-current’ clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the entity’s expectations or events after the reporting date (e.g. the receipt of a waiver or a breach of covenant).

The adoption of the above accounting standard, annual improvement and improvement does not give rise to any material financial impact to the Fund.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.1 Basis of preparation of the financial statements (continued)

- (b) New standards, amendments and interpretations effective after 1 January 2024 and have not been early adopted
- Amendments to MFRS 9 and MFRS 7 ‘Amendments to the Classification and Measurement of Financial Instruments’ (effective 1 January 2025)
 - The new MFRS introduces a new structure of profit or loss statement. The amendments clarify that financial assets are derecognised when the rights to the cash flows expire or when the asset is transferred, and financial liabilities are derecognised at the settlement date (i.e. when the liability is extinguished or qualifies for derecognition.).
 - There is an optional exception to derecognise a financial liability at a date earlier than the settlement date if the cash transfer takes place through an electronic payment system, provided that all the specified criteria are met;
 - The amendments also clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (“SPPI”) criterion;
 - There are additional new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets); and
 - The amendments update the disclosures for equity instruments designated at fair value through other comprehensive income (“FVOCI”).

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.1 Basis of preparation of the financial statements (continued)

(b) New standards, amendments and interpretations effective after 1 January 2024 and have not been early adopted (continued)

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

The Fund is currently still assessing the effect of the above standards and amendments. No other new standards or amendments to standards are expected to have a material effect on the financial statements of the Fund.

2.2 Financial assets

Classification

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

- those to be measured subsequently at fair value through profit or loss (“FVTPL”), and
- those to be measured at amortised cost.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.2 Financial assets (continued)

Classification (continued)

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as financial assets measured at fair value through other comprehensive income. The contractual cash flows of the Fund's debt securities are solely payment of principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

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

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. Financial assets at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of income and expenses.

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

Subsequent to initial recognition, all financial assets at fair value through profit or loss are measured at fair value. 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 statement of income and expenses within net unrealised gains or losses on changes in fair value in the financial year in which they arise.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.2 Financial assets (continued)

Recognition and measurement (continued)

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of income and expenses within dividend income when the Fund's right to receive payments is established.

Quoted investments and collective investment scheme are initially recognised at fair value and subsequently re-measured at fair value based on the market price quoted on the relevant stock exchanges at the close of the business on the valuation day, where the close price falls within the bid-ask spread. In circumstances where the close price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

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

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 the statement of financial position, which is a reasonable estimate of fair value due to the short-term nature of the deposits.

Financial assets at amortised cost are subsequently carried at amortised cost using the effective interest method.

Impairment of financial assets

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 the 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.2 Financial assets (continued)

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 or a counterparty credit rating which has fallen below BBB/Baa.

Definition of default and credit-impaired financial assets

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

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on the unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial year.

2.3 Financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

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

The Fund's financial liabilities which include amount due to brokers, amount due to Manager, accrued management fee, amount due to Trustee, other payables and accruals and net assets attributable to unit holders are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

A financial liability is derecognised when the obligation under the liability is extinguished. Gains and losses are recognised in statement of income and expenses when the liabilities are derecognised, and through the amortisation process.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.4 Unit holders' capital

The unit holders' contributions to the Fund meet the criteria of the definition of puttable instruments to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". These criteria include:

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

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

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

2.5 Income recognition

Dividend income from quoted investments and collective investment scheme are recognised when the Fund's right to receive payment is established. Dividend income is received from financial assets measured at FVTPL.

Interest income from short-term deposits with licensed financial institutions is recognised on an accrual basis using the effective interest method.

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 assets (after deduction of the loss allowance).

Realised gains or losses on disposal of quoted investments and collective investment scheme are arrived at after accounting for cost of investments, determined on the weighted average cost method.

Net income or loss is the total of income less expenses.

2.6 Taxation

Current tax expense is determined according to Malaysian tax laws at the current rate and includes all taxes based upon the taxable income earned during the financial year.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.7 Cash and cash equivalents

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

2.8 Amount due from/to brokers

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

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

2.9 Presentation and functional 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 United States Dollar (“USD”), which is the Fund’s presentation and functional currency.

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

- The Fund’s units are denominated in USD.
- The Fund’s significant expenses are denominated in USD.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

2.10 Foreign currency translation

Foreign currency transactions in the Fund are accounted for at exchange rates prevailing at the transaction dates. Foreign currency monetary assets and liabilities are translated at exchange rates prevailing at the reporting date. Exchange differences arising from the settlement of foreign currency transactions and from the translation of foreign currency monetary assets and liabilities are recognised in statement of income and expenses.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

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

Market risk

Securities may decline in value due to factors affecting securities markets generally or particular industries represented in the securities markets. The value of a security may decline due to general market conditions which are not specifically related to a particular company, such as real or perceived adverse economic conditions, changes in the general outlook for corporate earnings, changes in interest or currency rates or adverse investors' sentiment generally. They may also decline due to factors that affect a particular industry or industries, such as labour shortages or increased production costs and competitive conditions within an industry. Equity securities generally have greater price volatility than fixed income securities. The market price of securities owned by a unit trust fund might go down or up, sometimes rapidly or unpredictably.

Price risk

Price risk is the risk that the fair value of an investment of the Fund will fluctuate because of changes in market prices.

The Fund is also exposed to equity securities and collective investment scheme (other than those arising from interest rate risk) price risk for its investments of USD183,143,709 (2023: USD194,925,396) in equity securities and collective investment scheme.

The sensitivity analysis is based on the assumption that the price of the quoted securities investments and collective investment scheme fluctuate by +/- 5% with all other variables held constant, the impact on the statement of income and expenses and net asset value is +/- USD9,157,185 (2023: USD9,746,270).

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Interest rate risk

Interest rate risk is the risk that the cost or the value of the financial instruments will fluctuate due to changes in market interest rates. The Fund's exposure to the interest rate risk is mainly from short term placements with financial institutions. The Manager overcomes the exposure by way of maintaining deposits on short term basis. Therefore, exposure to interest rate fluctuation is minimal.

Currency risk

The Fund is denominated in USD, as such investors who are converting from Ringgit Malaysia ("RM") to USD to invest into the Fund will be subject to currency risk, as the distribution and payment at maturity is in USD. When USD moves unfavourably against the RM, investors may face currency losses if they convert from USD to RM.

The analysis is based on the assumption that the foreign exchange rate fluctuates by +/- 5% with all other variables held constant, the impact on the statement of income and expenses and net asset value is +/- USD9,472,180 (2023: USD9,579,331).

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

	<u>Investments</u> USD	<u>Cash and cash equivalents</u> USD	<u>Other financial assets/ (liabilities)*</u> USD	<u>Total</u> USD
<u>2024</u>				
Chinese Yuan	21,959,512	15	-	21,959,527
Hong Kong Dollar	153,646,521	16,389,368	(5,129,132)	164,906,757
Malaysian Ringgit	-	284,099	2,293,225	2,577,324
	<u>175,606,033</u>	<u>16,673,482</u>	<u>(2,835,907)</u>	<u>189,443,608</u>
<u>2023</u>				
Chinese Yuan	15,622,761	130,142	-	15,752,903
Hong Kong Dollar	160,961,784	19,336,180	(5,119,146)	175,178,818
Malaysian Ringgit	-	590,760	64,147	654,907
	<u>176,584,545</u>	<u>20,057,082</u>	<u>(5,054,999)</u>	<u>191,586,628</u>

* Comprise amount due from/(to) brokers, amount due from/(to) Managers, dividend receivables, accrued management fee, amount due to Trustee, and other payables and accruals.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Credit risk

Credit risk refers to the possibility that the issuer of a particular investment will not be able to make timely or full payments of principal or income due on that investment. The risk arising from cash and cash equivalents is managed by ensuring that the Fund will only maintain cash balances and place deposits with reputable licensed financial institutions. For amount due from brokers, the settlement terms are governed by the relevant rules and regulations as prescribed by the relevant foreign stock exchange. The settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC's Guidelines on Unit Trust Funds.

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

	Cash and cash equivalents	Other financial assets*	Total
	USD	USD	USD
<u>2024</u>			
AAA	16,673,482	-	16,673,482
<hr/>			
<u>2023</u>			
AAA	20,057,084	-	20,057,084
Others	-	1,828,020	1,828,020
	20,057,084	1,828,020	21,885,104
<hr/>			

* Comprise amount due from brokers, amount due from Manager and dividend receivables.

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

Liquidity risk exists when particular investments are difficult to sell, possibly preventing a unit trust fund from selling such illiquid securities at an advantageous time or price. Unit trust funds with principal investment strategies that involve securities or securities with substantial market and/or credit risk tend to have the greater exposure to liquidity risk. As part of its risk management, the Manager will attempt to manage the liquidity of the Fund through asset allocation and diversification strategies within the portfolio. The Manager will also conduct constant fundamental research and analysis to forecast future liquidity of its investments.

3. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Liquidity risk (continued)

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining period from the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 <u>month</u> USD	Between 1 <u>month to 1 year</u> USD
<u>2024</u>		
Amount due to brokers	5,129,132	-
Amount due to Manager	97,677	-
Accrued management fee	86,395	-
Amount due to Trustee	82,435	-
Other payables and accruals	-	9,106
	5,395,639	9,106
<u>2023</u>		
Amount due to brokers	5,693,602	-
Amount due to Manager	295,700	-
Accrued management fee	299,989	-
Amount due to Trustee	9,999	-
Other payables and accruals	-	3,015
	6,299,290	3,015

Capital risk

The capital of the Fund is represented by equity consisting of unit holders' capital of USD329,819,420 (2023 USD360,633,111) and accumulated losses of USD103,815,255 (2023: USD118,330,889). 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.

4. FAIR VALUE ESTIMATION

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

The fair value of financial assets and financial liabilities traded in an active market (such as publicly traded derivatives and 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 or liabilities take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets and financial liabilities that are not traded in an active market is determined by using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each financial year end date. Valuation techniques used for non-standardised financial instruments such as options, currency swaps and other over-the-counter derivatives, include the use of comparable recent transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

The fair values are based on the following methodologies and assumptions:

- (i) For bank balances and deposits with licensed financial institutions with maturities less than 1 year, the carrying value is a reasonable estimate of fair value.
- (ii) The carrying value of receivables and payables are assumed to approximate their fair values due to their short term nature.

Fair value hierarchy

The Fund adopted MFRS 13 “Fair Value Measurement” in respect of disclosures about the degree of reliability of fair value measurement. This requires the Fund to classify 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:

- Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities
- Level 2: 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 3: Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs)

4. FAIR VALUE ESTIMATION (CONTINUED)

Fair value hierarchy (continued)

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

	<u>Level 1</u> USD	<u>Level 2</u> USD	<u>Level 3</u> USD	<u>Total</u> USD
<u>2024</u>				
Financial assets at FVTPL:				
- Quoted investments	176,945,119	-	-	176,945,119
- Collective investment scheme	6,198,590	-	-	6,198,590
	183,143,709	-	-	183,143,709
<u>2023</u>				
Financial assets at FVTPL:				
- Quoted investments	193,160,793	-	-	193,160,793
- Collective investment scheme	1,764,603	-	-	1,764,603
	194,925,396	-	-	194,925,396

Investments in active listed equities, i.e. published investments and collective investment scheme whose values are based on published market prices in active markets are classified within Level 1. The Fund does not adjust the published prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note 2.2.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprised:

	<u>2024</u> USD	<u>2023</u> USD
Bank balance	16,673,482	19,477,427
Deposits with licensed financial institutions	-	579,657
	16,673,482	20,057,084

6. INVESTMENTS

	<u>2024</u> USD	<u>2023</u> USD
Investments:		
- Quoted investments - foreign	176,945,119	193,160,793
- Collective investment scheme	6,198,590	1,764,603
	183,143,709	194,925,396

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2024 are as follows:

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN				
<u>CHINA</u>				
Appliances / Tools / Housewares				
Midea Group Co Ltd	205,500	2,086,293	2,105,611	1.08
Haier Smart Home Co Ltd	763,567	2,880,873	2,961,199	1.52
		<u>4,967,166</u>	<u>5,066,810</u>	<u>2.60</u>
Electronic Equipments & Parts				
Luxshare Precision Industry Co Ltd	351,700	<u>1,963,935</u>	<u>1,952,718</u>	<u>1.00</u>
Food Processing				
Foshan Haitian Flavouring & Food Co Ltd	154,932	<u>964,461</u>	<u>968,694</u>	<u>0.50</u>
Industrial Products & Services				
Contemporary Ampere Technology Co Ltd	141,920	<u>4,764,867</u>	<u>5,142,309</u>	<u>2.63</u>
Pharmaceuticals - Diversified				
Jiangsu Hengrui Medicine Co Ltd	278,253	<u>1,783,743</u>	<u>1,739,745</u>	<u>0.89</u>
Semiconductor Equipment / Testing				
NAURA Technology Group Co Ltd	37,200	<u>2,099,200</u>	<u>1,981,311</u>	<u>1.01</u>
Semiconductors				
JCET Group Co Ltd	365,100	<u>1,686,570</u>	<u>2,032,091</u>	<u>1.04</u>
TOTAL CHINA		<u>18,229,942</u>	<u>18,883,678</u>	<u>9.67</u>
<u>HONG KONG</u>				
Aluminum				
China Hongqiao Group Ltd	1,267,000	<u>2,001,558</u>	<u>1,918,189</u>	<u>0.98</u>
Auto / Truck Manufacturers				
BYD Co Ltd	170,000	<u>5,054,172</u>	<u>5,834,674</u>	<u>2.99</u>

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2024 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net Asset Value</u> %
QUOTED INVESTMENTS - FOREIGN (CONTINUED)				
<u>HONG KONG (CONTINUED)</u>				
Auto Vehicles, Parts & Service Retailers				
Zhongsheng Group Holdings Ltd	463,500	1,028,636	832,996	0.43
Banks				
China Construction Bank Corporation	9,573,000	7,831,815	7,986,024	4.09
Industrial & Commercial Bank of China Ltd	2,964,000	1,968,483	1,988,033	1.02
		9,800,298	9,974,057	5.11
Beverages - Brewers				
China Resources Beer Holdings Co Ltd	979,500	3,686,724	3,184,002	1.63
Biotechnology & Medical Research				
BeiGene Ltd	118,700	1,909,305	1,668,710	0.85
Sichuan Kelun-Biotech Biopharmaceutical Co Ltd	38,700	785,192	813,588	0.42
		2,694,497	2,482,298	1.27
Casinos / Gaming				
Galaxy Entertainment Group Ltd	462,000	2,077,115	1,962,743	1.00
Construction Materials - Industry				
Anhui Conch Cement Co Ltd	597,500	1,664,860	1,529,191	0.78
Consumer Products & Services				
Geely Automobile Holdings Ltd	1,294,000	2,149,609	2,468,823	1.26
Courier / Postal / Air Freight & Land-Based Logistics				
ZTO Express Cayman Inc	82,000	1,940,385	1,597,204	0.82

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2024 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN				
(CONTINUED)				
<u>HONG KONG (CONTINUED)</u>				
Electronic Equipments & Parts				
AAC Technologies Holdings Inc	200,500	999,968	967,951	0.49
Entertainment Production				
NetEase Inc	85,800	1,567,694	1,528,731	0.78
Financial Services				
China Merchants Bank Co Ltd	1,097,000	5,262,053	5,649,034	2.89
Food Processing				
China Mengniu Dairy Co Ltd	1,788,000	3,934,683	4,042,030	2.07
Gold				
Zijin Mining Group Co Ltd	1,016,000	2,054,834	1,849,484	0.95
Insurance - Life / Health				
Ping An Insurance Group Company of China Ltd	1,249,000	6,306,165	7,404,566	3.79
China Pacific Insurance (Group) Co Ltd	1,137,400	3,403,547	3,689,957	1.89
		9,709,712	11,094,523	5.68
Investment Banking & Brokerage Services				
CITIC Securities Co Ltd	630,500	1,585,118	1,732,968	0.89
Leisure / Recreation				
Trip.Com Group Ltd	110,850	3,977,949	7,706,142	3.94
Oil / Gas				
PetroChina Co Ltd	2,032,000	1,576,599	1,598,352	0.82
Oil / Gas Exploration / Production				
CNOOC Ltd	755,000	1,484,597	1,858,414	0.95

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2024 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN				
(CONTINUED)				
<u>HONG KONG (CONTINUED)</u>				
Online Services				
Meituan Dianping	648,200	10,079,227	12,659,081	6.48
Tencent Holdings Ltd	378,900	12,764,052	20,340,809	10.41
		<u>22,843,279</u>	<u>32,999,890</u>	<u>16.89</u>
Pharmaceuticals - Diversified				
Innovent Biologics Inc	313,000	1,580,189	1,474,800	0.75
Wuxi Biologics Cayman Inc	439,000	984,503	992,422	0.51
		<u>2,564,692</u>	<u>2,467,222</u>	<u>1.26</u>
Phones & Handheld Devices				
Xiaomi Corporation	1,890,000	4,991,206	8,394,377	4.30
Real Estate Rental, Development & Operations				
China Resources Land Ltd	1,204,000	3,946,320	3,495,269	1.79
Restaurants				
Yum China Holdings Inc	107,350	4,614,127	5,171,463	2.65
Retail - Internet / Catalog Order				
Alibaba Group Holding Ltd	1,568,900	14,992,256	16,642,939	8.52
JD.Com Inc	490,000	9,466,235	8,579,116	4.39
Kuaishou Technology	244,200	1,402,627	1,299,956	0.67
		<u>25,861,118</u>	<u>26,522,011</u>	<u>13.58</u>
Telecommunications & Media				
Bilibili Inc	90,900	1,891,201	1,661,727	0.85
TOTAL HONG KONG		<u>130,963,004</u>	<u>150,523,765</u>	<u>77.05</u>

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2024 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN (CONTINUED)				
<u>UNITED STATES</u>				
Real Estate Services				
KE Holdings Inc	88,670	1,458,719	1,633,301	0.84
Retail - Internet / Catalog Order				
Prosus N.V.	743,624	5,990,599	5,904,375	3.02
TOTAL UNITED STATES		7,449,318	7,537,676	3.86
TOTAL QUOTED INVESTMENTS – FOREIGN		156,642,264	176,945,119	90.58
COLLECTIVE INVESTMENT SCHEMES – FOREIGN				
<u>CHINA</u>				
Huatai-Pinebridge CSI 300 ETF	5,614,200	3,126,124	3,075,834	1.57
<u>HONG KONG</u>				
ChinaAMC CSI 300 Index ETF	556,600	3,658,194	3,122,756	1.60
TOTAL COLLECTIVE INVESTMENT SCHEMES – FOREIGN		6,784,318	6,198,590	3.17
TOTAL INVESTMENTS		163,426,582	183,143,709	93.75

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2023 are as follows:

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> <u>USD</u>	<u>Fair Value</u> <u>USD</u>	<u>% of Net</u> <u>Asset</u> <u>Value</u> <u>%</u>
QUOTED INVESTMENTS - FOREIGN				
<u>CHINA</u>				
Advanced Medical Equipment				
Shenzhen Mindray Bio-Medical Electronics Co Ltd	34,994	1,414,370	1,428,206	0.68
Beverages - Distillers / Wineries				
Kweichow Moutai Co Ltd	27,905	7,167,362	6,764,326	3.20
Electrical Components / Equipment				
Montage Technology Co Ltd	141,675	1,096,642	1,169,167	0.55
Shenzhen Inovance Technology Co Ltd	205,569	1,971,143	1,822,904	0.86
		3,067,785	2,992,071	1.41
Industrial Machinery / Equipment				
Zhongji Innolight Co Ltd	127,295	1,651,059	2,018,578	0.95
Semiconductors				
Maxscend Microelectronics Co Ltd	61,200	1,103,054	1,211,915	0.57
Will Semiconductor Co Ltd	80,386	1,151,749	1,207,665	0.57
		2,254,803	2,419,580	1.14
TOTAL CHINA		15,555,379	15,622,761	7.38
<u>HONG KONG</u>				
Advanced Medical Equipment				
Alibaba Health Information Technology Ltd	1,082,000	690,956	587,539	0.28
Aluminum				
Aluminum Corporation of China Ltd	4,172,000	2,018,445	2,083,783	0.98

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2023 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN				
(CONTINUED)				
<u>HONG KONG (CONTINUED)</u>				
Apparel / Accessories				
Samsonite International S.A.	205,200	643,011	676,703	0.32
Shenzhou International Group Holdings Ltd	208,100	2,083,993	2,142,751	1.01
		<u>2,727,004</u>	<u>2,819,454</u>	<u>1.33</u>
Auto / Truck / Motorcycle Parts				
Weichai Power Co Ltd	628,000	1,034,608	1,048,771	0.50
Auto / Truck Manufacturers				
BYD Co Ltd	193,000	5,818,892	5,299,386	2.50
Li Auto Inc	169,000	3,189,140	3,183,779	1.50
XPeng Inc	100,700	887,864	731,233	0.35
		<u>9,895,896</u>	<u>9,214,398</u>	<u>4.35</u>
Banks				
Agricultural Bank of China Ltd	2,787,000	1,037,255	1,074,353	0.51
Bank of China Ltd	18,382,000	6,565,225	7,015,401	3.32
China Construction Bank Corporation	13,410,000	7,943,480	7,985,925	3.77
Industrial & Commercial Bank of China Ltd	10,425,000	4,783,058	5,100,150	2.41
		<u>20,329,018</u>	<u>21,175,829</u>	<u>10.01</u>
Casinos / Gaming				
Sands China Ltd	460,000	1,011,446	1,346,132	0.64
Coal – Industry				
Yankuang Energy Group Co Ltd	696,000	1,371,203	1,322,777	0.62
Computer Hardware				
Lenovo Group Ltd	1,424,000	1,702,544	1,991,481	0.94

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2023 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN				
(CONTINUED)				
<u>HONG KONG (CONTINUED)</u>				
Construction Materials - Industry				
Anhui Conch Cement Co Ltd	416,000	1,176,388	961,111	0.45
China Resources Cement Holdings Ltd	2,654,000	640,343	577,821	0.27
		<u>1,816,731</u>	<u>1,538,932</u>	<u>0.72</u>
Electronic Equipments & Parts				
Sunny Optical Technology Group Co Ltd	155,700	1,344,904	1,412,772	0.67
Entertainment Production				
NetEase Inc	501,800	8,799,794	9,035,652	4.27
Food Processing				
China Mengniu Dairy Co Ltd	947,000	2,854,810	2,546,905	1.20
Gold				
Zijin Mining Group Co Ltd	1,226,000	1,633,328	1,997,198	0.94
Independent Power Producers				
China Resources Power Holdings Co Ltd	1,698,000	3,703,629	3,401,089	1.61
Insurance - Life / Health				
Ping An Insurance Group Company of China Ltd	699,000	3,786,120	3,164,536	1.50
Insurance - Property / Casualty				
PICC Property & Casualty Co Ltd	2,198,000	2,574,332	2,612,277	1.23
Investment Banking & Brokerage Services				
CITIC Securities Co Ltd	1,254,500	2,724,267	2,560,958	1.21

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2023 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN				
(CONTINUED)				
<u>HONG KONG (CONTINUED)</u>				
Investment Services				
WuXi XDC Cayman Inc	1,374	3,620	5,631	0.00
Leisure / Recreation				
Trip.Com Group Ltd	183,650	5,940,985	6,529,109	3.09
Mining / Metals – Specialty				
CMOC Group Ltd	2,076,000	1,242,545	1,135,269	0.54
Oil / Gas				
PetroChina Co Ltd	3,324,000	1,508,931	2,196,616	1.04
Oil / Gas Exploration / Production				
CNOOC Ltd	1,286,000	1,872,436	2,141,055	1.01
Online Services				
Meituan Dianping	255,200	2,709,003	2,676,752	1.27
Tencent Holdings Ltd	511,300	17,224,228	19,225,399	9.08
		19,933,231	21,902,151	10.35
Personal Services				
New Oriental Education & Technology Group Inc	97,700	652,968	691,306	0.33
Pharmaceuticals – Diversified				
CSPC Pharmaceutical Group Ltd	3,110,000	2,502,567	2,891,615	1.37
Innovent Biologics Inc	603,000	2,513,569	3,301,391	1.56
		5,016,136	6,193,006	2.93
Phones & Handheld Devices				
Xiaomi Corporation	2,499,600	4,060,357	4,993,886	2.36

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2023 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN				
(CONTINUED)				
<u>HONG KONG (CONTINUED)</u>				
Real Estate Rental, Development & Operations				
China Overseas Land & Investment Ltd	1,084,500	2,499,377	1,911,136	0.90
China Resources Land Ltd	1,212,000	4,749,342	4,346,144	2.05
China Vanke Co Ltd	980,700	1,089,122	906,811	0.43
		<u>8,337,841</u>	<u>7,164,091</u>	<u>3.38</u>
Retail - Internet / Catalog Order				
Alibaba Group Holding Ltd	1,838,300	23,042,526	17,798,430	8.41
JD.Com Inc	418,250	5,523,313	6,026,040	2.85
Kuaishou Technology	444,700	3,383,463	3,015,620	1.43
		<u>31,949,302</u>	<u>26,840,090</u>	<u>12.69</u>
Semiconductor Equipment / Testing				
ASMPT Ltd	123,700	1,302,626	1,180,238	0.56
Utilities - Natural Gas				
China Resources Gas Group Ltd	386,800	1,154,385	1,268,148	0.60
Wireless Telecommunications Services				
Baidu Inc	328,550	5,316,847	4,885,142	2.31
China Telecom Corporation Ltd	4,616,000	2,568,441	2,210,960	1.04
		<u>7,885,288</u>	<u>7,096,102</u>	<u>3.35</u>
TOTAL HONG KONG		<u>160,879,686</u>	<u>159,197,181</u>	<u>75.23</u>
<u>UNITED STATES</u>				
Online Services				
PDD Holdings Inc	82,157	7,320,506	12,020,391	5.68

6. INVESTMENTS (CONTINUED)

Investments as at 31 December 2023 are as follows: (continued)

<u>Name of Counter</u>	<u>Quantity</u>	<u>Cost</u> USD	<u>Fair Value</u> USD	<u>% of Net</u> <u>Asset</u> <u>Value</u> %
QUOTED INVESTMENTS - FOREIGN				
(CONTINUED)				
<u>UNITED STATES (CONTINUED)</u>				
Personal Services				
New Oriental Education & Technology Group Inc	43,651	2,518,999	3,198,745	1.51
Real Estate Services				
KE Holdings Inc	81,510	1,345,380	1,321,277	0.62
Retail - Discount Stores				
Vipshop Holdings Ltd	101,376	1,583,007	1,800,438	0.85
TOTAL UNITED STATES		12,767,892	18,340,851	8.66
TOTAL QUOTED INVESTMENTS - FOREIGN		189,202,957	193,160,793	91.27
COLLECTIVE INVESTMENT SCHEMES - FOREIGN				
<u>HONG KONG</u>				
iShares FTSE China A50 ETF	1,142,500	2,098,463	1,764,603	0.83
TOTAL COLLECTIVE INVESTMENT SCHEMES – FOREIGN		2,098,463	1,764,603	0.83
TOTAL INVESTMENTS		191,301,420	194,925,396	92.10

7. UNITS IN CIRCULATION

	<u>2024</u> Units	<u>2023</u> Units
At beginning of the financial year	1,955,785,530	1,830,668,530
Creation of units arising from applications during the financial year	167,291,000	305,732,000
Cancellation of units during the financial year	<u>(438,602,000)</u>	<u>(180,615,000)</u>
At end of the financial year	<u>1,684,474,530</u>	<u>1,955,785,530</u>

8. MANAGEMENT FEE

In accordance with the Master Prospectus, the management fee provided in the financial statements is 1.80% (2023: 1.80%) per annum based on the net asset value of the Fund, calculated on a daily basis for the financial year.

9. TRUSTEE'S FEE

In accordance with the Master Prospectus, the Trustee's fee provided in the financial statements is 0.06% (2023: 0.06%) per annum based on the net asset value of the Fund, calculated on a daily basis for the financial year.

10. TAXATION

(a) Tax charge for the financial year

	<u>2024</u> USD	<u>2023</u> USD
Current taxation	358,353	149,901
Overprovision of tax in prior year	<u>-</u>	<u>(565,507)</u>
	<u>358,353</u>	<u>(415,606)</u>

10. TAXATION (CONTINUED)

(b) Numerical reconciliation of income tax expense

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

	<u>2024</u> USD	<u>2023</u> USD
Net income/(loss) before taxation	14,873,987	(30,104,955)
Tax calculated at a statutory tax rate of 24%	3,569,757	(7,225,189)
Tax effects of:		
- (Investment income not subject to tax)/Investment loss not brought to tax	(5,106,941)	5,851,098
- Expenses not deductible for tax purposes	662,357	526,644
- Restriction on tax deductible expense for unit trust funds	874,827	997,348
- Current taxation	358,353	-
- Overprovision of tax in prior year	-	(565,507)
Tax expense	358,353	(415,606)

11. TOTAL EXPENSE RATIO (“TER”)

	<u>2024</u> %	<u>2023</u> %
TER	1.90	2.10

The TER ratio is calculated based on total expenses excluding investment transaction related cost of the Fund to the average net asset value of the Fund calculated on a daily basis.

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2024</u>	<u>2023</u>
PTR (times)	1.92	1.45

The PTR ratio is calculated based on average of acquisition and disposals of the Fund for the financial year to the average net asset value of the Fund calculated on a daily basis.

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

The number of units held by the Manager and related parties are as follows:

	2024		2023	
	Units	USD	Units	USD
The Manager	5,345	620	5,938	642
RHB Capital Nominees (Tempatan) Sdn Bhd	207,001,374	24,012,159	236,918,167	25,634,546
RHB Nominees (Asing) Sdn Bhd	167,689	19,452	167,689	18,144
RHB Nominees (Tempatan) Sdn Bhd	6,462,079	749,601	2,655,838	287,362

The units are held beneficially by the Manager for booking purposes. The Manager is of the opinion that all transactions with the related parties have been entered into in the normal course of business at agreed terms between the related parties.

The units held by RHB Capital Nominees (Tempatan) Sdn Bhd, a wholly owned subsidiary of ultimate holding company of the Manager, RHB Nominees (Asing) Sdn Bhd and RHB Nominees (Tempatan) Sdn Bhd, both wholly owned subsidiaries of holding company of the Manager, are under nominees structure.

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

The holding company and the ultimate holding company of the Manager is RHB Investment Bank Berhad and RHB Bank Berhad respectively. The Manager treats RHB Bank Berhad group of companies including RHB Investment Bank Berhad and its subsidiaries as related parties.

14. TRANSACTIONS BY THE FUND

Details of transactions by the Fund for the financial year ended 31 December 2024 are as follows:

Brokers/ <u>Financial institutions</u>	Value of <u>trades</u> USD	Percentage of total <u>trades</u> %	Brokerage <u>fees</u> USD	Percentage of total brokerage <u>fees</u> %
Macquarie Capital Securities (Malaysia) Sdn Bhd	120,245,108	15.49	240,490	15.56
CIMB Investment Bank Berhad	84,933,493	10.94	169,867	10.99
J.P. Morgan Securities (Asia Pacific) Ltd	79,575,251	10.25	159,150	10.29
Citigroup Global Markets Ltd	76,847,217	9.89	153,695	9.94
China International Capital Corporation Hong Kong Securities Ltd	70,379,035	9.07	140,758	9.11
CLSA Ltd	68,043,610	8.77	136,087	8.80
Citigroup Global Markets	66,240,975	8.53	159,096	10.29
Haitong International Securities Group Ltd	61,144,604	7.88	122,289	7.91
Instinet Pacific Ltd	57,494,280	7.41	114,989	7.44
RHB Investment Bank Berhad*	48,037,015	6.19	96,074	6.21
Others	41,315,525	5.58	52,423	3.46
	<u>776,256,113</u>	<u>100.00</u>	<u>1,545,918</u>	<u>100.00</u>

14. TRANSACTIONS BY THE FUND (CONTINUED)

Details of transactions by the Fund for the financial year ended 31 December 2023 are as follows:

Brokers/ <u>Financial institutions</u>	Value of <u>trades</u> USD	Percentage of total <u>trades</u> %	Brokerage <u>fees</u> USD	Percentage of total brokerage <u>fees</u> %
Citigroup Global Markets Asia Ltd	108,581,405	17.05	224,544	18.18
J.P. Morgan Securities PLC	84,333,062	13.24	168,666	13.66
KAF Equities Sdn Bhd	78,702,072	12.36	157,404	12.75
Macquarie Capital (Australia) Ltd	77,344,718	12.14	152,415	12.34
CLSA Ltd	64,020,490	10.05	128,041	10.37
Credit Suisse (Hong Kong) Ltd	48,288,748	7.58	96,577	7.82
China International Capital Corporation Hong Kong Securities Ltd	44,390,169	6.97	88,780	7.19
Instinet Pacific Ltd	33,310,855	5.23	66,622	5.39
RHB Investment Bank Berhad*	31,302,491	4.92	62,605	5.07
J.P. Morgan Securities LLC	21,006,221	3.30	9,128	0.74
Others	45,593,637	7.16	80,189	6.49
	<u>636,873,868</u>	<u>100.00</u>	<u>1,234,971</u>	<u>100.00</u>

* Included in transactions by the Fund are trades with RHB Investment Bank Berhad, the holding company of the Manager. The Manager is of the opinion that all transactions with the related company have been entered into in the normal course of business at agreed terms between the related parties.

15. FINANCIAL INSTRUMENTS BY CATEGORIES

	<u>2024</u>	<u>2023</u>
	USD	USD
Financial assets		
Financial assets at FVTPL		
• Quoted investments	176,945,119	193,160,793
• Collective investment scheme	6,198,590	1,764,603
	<u>183,143,709</u>	<u>194,925,396</u>
Financial assets at amortised cost		
• Bank balances	16,673,482	19,477,427
• Deposits with licensed financial institutions	-	579,657
• Amount due from brokers	-	1,479,151
• Amount due from Manager	-	2,588
• Dividend receivables	-	346,281
	<u>16,673,482</u>	<u>21,885,104</u>
Financial liabilities		
Financial liabilities at amortised cost		
• Amount due to brokers	5,129,132	5,693,602
• Amount due to Manager	97,677	295,700
• Accrued management fee	86,395	299,989
• Amount due to Trustee	82,435	9,999
• Other payables and accruals	9,106	3,015
	<u>5,404,745</u>	<u>6,302,305</u>

**STATEMENT BY MANAGER
RHB BIG CAP CHINA ENTERPRISE FUND**

We, Chin Yoong Kheong and Ng Chze How, two of the Directors of RHB Asset Management Sdn Bhd, do hereby state that in the opinion of the Directors of the Manager, the accompanying statement of financial position, statement of income and expenses, statement of changes in net asset value, statement of cash flows and the accompanying notes, 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 the Fund as at 31 December 2024 and of its financial performance and cash flows for the financial year then ended and comply with the provisions of the Deeds.

On behalf of the Manager,

Chin Yoong Kheong
Director

Ng Chze How
Director

24 February 2025

TRUSTEE'S REPORT

To the unit holders of RHB Big Cap China Enterprise Fund (“Fund”)

We have acted as Trustee of the Fund for the financial year ended 31 December 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, RHB Asset Management Sdn Bhd 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

Lee Cincee
Senior Manager, Trustee and Fiduciary Services

Kuala Lumpur
24 February 2025

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS' OF RHB BIG CAP CHINA ENTERPRISE FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of RHB Big Cap China Enterprise Fund (“the Fund”) give a true and fair view of the financial position of the Fund as at 31 December 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 December 2024, and the statement of income and expenses, statement of changes in net asset value and statement of cash flows for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 13 to 48.

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 RHB BIG CAP CHINA ENTERPRISE FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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 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 RHB BIG CAP CHINA ENTERPRISE FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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 TO THE UNIT HOLDERS' OF RHB BIG CAP CHINA ENTERPRISE FUND (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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

- (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 February 2025

CORPORATE INFORMATION

MANAGER

RHB Asset Management Sdn Bhd

REGISTERED OFFICE

Level 10, Tower One, RHB Centre, Jalan Tun Razak, 50400 Kuala Lumpur

PRINCIPAL AND BUSINESS OFFICE

Level 8, Tower Two & Three, RHB Centre, Jalan Tun Razak, 50400 Kuala Lumpur

Email address: rhbam@rhbgroup.com

Tel: 03-9205 8000

Fax: 03-9205 8100

Website: <https://rhbgroup.com/myinvest>

BOARD OF DIRECTORS

Mr Chin Yoong Kheong (*Independent Non-Executive Chairman*)

YBhg Dato' Darawati Hussain (*Senior Independent Non-Executive Director*)

Puan Sharizad Binti Juma'at (*Independent Non-Executive Director*)

Tuan Syed Ahmad Taufik Albar (*Non-Independent Non-Executive Director*)
(*Resigned with effect from 29 February 2024*)

Encik Mohd Farid Bin Kamarudin (*Chief Executive Officer / Managing Director*)
(*Resigned with effect from 14 June 2024*)

Mr Ng Chze How (*Chief Executive Officer / Managing Director*)
(*Appointed with effect from 11 September 2024*)

INVESTMENT COMMITTEE MEMBERS

YBhg Dato' Darawati Hussain (*Independent Chairperson*)

Mr Chin Yoong Kheong

Puan Sharizad Binti Juma'at

CHIEF EXECUTIVE OFFICER / MANAGING DIRECTOR

Encik Mohd Farid Bin Kamarudin (*Resigned with effect from 14 June 2024*)

Mr Ng Chze How (*Appointed with effect from 11 September 2024*)

SECRETARIES

Encik Azman Shah Md Yaman (LS No. 0006901)

Izafaniz Binti Abdullah Kamir (MACS01851)

Filza Zainal Abidin (LS No: 0008413)

BRANCH OFFICE

Shah Alam Office

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Level 1 & 2, No 53 Jalan Radin Tengah
Bandar Baru Seri Petaling
57000 Kuala Lumpur
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Ipoh Office

No. 7A, Persiaran Greentown 9
Pusat Perdagangan Greentown
30450 Ipoh, Perak
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Johor Bahru Office

No 34 Jalan Kebun Teh 1
Pusat Perdagangan Kebun Teh
80250 Johor Bahru, Johor
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2nd Floor, 21 & 23
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81100 Johor Bahru, Johor
Tel: 07-358 3587 Fax: 07-358 3581

Kuantan Office

1st Floor, Lot 10, Jalan Putra Square 1
Putra Square
25300 Kuantan, Pahang
Tel: 09-517 3611 / 09-517 3615
Fax: 09-517 3612

Kuching Office

Lot 133, Section 20, Sublot 2 & 3
1st Floor, Jalan Tun Ahmad Zaidi Adruce
93200 Kuching, Sarawak
Tel: 082-550 838 Fax: 082-550 508

Yung Kong Abell, Units 1-10
2nd Floor Lot 365
Section 50 Jalan Abell
93100 Kuching, Sarawak
Tel: 082-245 611 Fax: 082-230 326

Kota Bharu Office	Ground Floor, No 3486-G Jalan Sultan Ibrahim 15050 Kota Bharu, Kelantan Tel: 09-740 6891 Fax: 09-740 6890
Kota Kinabalu Office	Lot No. C-02-04, 2nd Floor Block C, Warisan Square Jalan Tun Fuad Stephens 88000 Kota Kinabalu, Sabah Tel: 088-528 686 / 088-528 692 Fax: 088-528 685
Melaka Office	581B, Taman Melaka Raya 75000 Melaka Fax: 06-292 2212
Penang Office	3rd Floor, 44 Lebuhr Pantai 10300 Georgetown, Penang Tel: 04-264 5639
Prai Office	No 38, First Floor Jalan Todak 2 Seberang Jaya 13700 Perai, Penang Tel: 04-386 6670 Fax: 04-386 6528

TRUSTEE	HSBC (Malaysia) Trustee Berhad
BANKER	RHB Bank Berhad
AUDITORS	PricewaterhouseCoopers PLT
TAX ADVISER	PricewaterhouseCoopers Taxation Services Sdn Bhd
DISTRIBUTORS	RHB Asset Management Sdn Bhd RHB Bank Berhad RHB Investment Bank Berhad Affin Bank Berhad Alliance Bank (M) Berhad AmBank (M) Berhad AmInvestment Bank Berhad Astute Fund Management Berhad (APEX) Areca Capital Sdn Bhd CIMB Bank Berhad CIMB Private Banking Citibank Berhad Hong Leong Bank Berhad HSBC Bank (M) Berhad iFast Capital Sdn Bhd Kenanga Investors Berhad Manulife Asset Management Services Berhad Maybank Berhad OCBC Bank (M) Berhad Phillip Mutual Berhad Standard Chartered Bank (M) Berhad Standard Financial Adviser Sdn Bhd TA Investment Management Berhad United Overseas Bank (M) Berhad UOB Kay Hian Securities (M) Sdn Bhd

RHB  **Asset Management**

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