

Semi-Annual Report for

ABF Malaysia Bond Index Fund

30 June 2024



AmInvest

Growing Your Investments in a Changing World

ABF Malaysia Bond Index Fund

Semi-Annual Report

30 June 2024

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

CORPORATE DIRECTORY

AmFunds Management Berhad

Registered Office

22nd Floor, Bangunan AmBank Group
No. 55, Jalan Raja Chulan, 50200 Kuala Lumpur
Tel: 03-2036 2633

Head Office

9th & 10th Floor, Bangunan AmBank Group
No. 55, Jalan Raja Chulan, 50200 Kuala Lumpur
Tel: 03-2032 2888
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E-mail: enquiries@aminvest.com
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Secretary

Koh Suet Peng
(MAICSA 7019861)
(SSM Practising Cert. No. 202008002984)
22nd Floor, Bangunan AmBank Group
No. 55 Jalan Raja Chulan
50200 Kuala Lumpur

HSBC (Malaysia) Trustee Berhad

Registered & Business Office
Level 19, Menara IQ
Lingkaran TRX
55188 Tun Razak Exchange
Kuala Lumpur
Tel: 603 2075 7800
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MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the unaudited accounts of ABF Malaysia Bond Index Fund ("Fund") for the financial period from 1 January 2024 to 30 June 2024.

Salient Information of the Fund

Name	ABF Malaysia Bond Index Fund ("Fund")				
Category/ Type	Fixed Income ETF / Income				
Objective	<p>The investment objective of the Fund is to achieve a total return for the Fund Assets that closely tracks the total return of the benchmark.</p> <p><i>Note: Any material change to the Fund's investment objective will require the Unit Holder's approval by way of a resolution of not less than two-thirds of all Unit Holders at a meeting of Unit Holders duly convened and held in accordance with the Deed.</i></p>				
Index Component	Details of the index component as at 30 June 2024 are as follows:				
	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VG220230	Danga Capital Bhd	4.020	30 June 2025	1,200,000,000
	MY050003	Malaysia Government Bond	4.837	15 July 2025	3,000,000,000
	VI200155	PR1MA Corp Malaysia	2.380	30 July 2025	500,000,000
	GL180001	Malaysia Government Investment Issue	4.128	15 August 2025	12,500,000,000
	VL170263	Prasarana Malaysia Bhd	4.340	12 September 2025	850,000,000
	MO150001	Malaysia Government Bond	3.955	15 September 2025	27,172,200,000
	VN150193	Pengurusan Air SPV Berhad	4.630	26 September 2025	860,000,000
	GO150004	Malaysia Government Investment Issue	3.990	15 October 2025	24,500,000,000
	VK180296	Lembaga Pembiayaan Perumahan Sektor Awam	4.200	31 October 2025	500,000,000
	VI200297	Lembaga Pembiayaan Perumahan Sektor Awam	2.350	6 November 2025	500,000,000
	VK180329	DanaInfra Nasional Bhd	4.320	26 November 2025	955,000,000
	VK190031	Danum Capital Bhd	4.300	13 February 2026	500,000,000
	VN160022	Danga Capital Bhd	4.600	23 February 2026	1,500,000,000
	VN160028	Prasarana Malaysia Bhd	4.470	26 February 2026	500,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VI210048	Federal Land Development Authority	3.040	24 March 2026	655,000,000
GK190003	Malaysia Government Investment Issue	3.726	31 March 2026	25,500,000,000
VK190069	DanaInfra Nasional Bhd	4.030	1 April 2026	700,000,000
VK190080	Lembaga Pembiayaan Perumahan Sektor Awam	4.000	10 April 2026	500,000,000
MS110003	Malaysia Government Bond	4.392	15 April 2026	8,434,330,000
VN160127	DanaInfra Nasional Bhd	4.290	30 April 2026	500,000,000
UG230155	Cagamas Berhad	3.900	29 May 2026	780,000,000
UG230190	Cagamas Berhad	3.900	3 July 2026	700,000,000
ML190001	Malaysia Government Bond	3.906	15 July 2026	20,500,000,000
VN160231	Perbadanan Tabung Pendidikan Tinggi Nasional	4.200	27 July 2026	1,000,000,000
VN160235	Jambatan Kedua Sdn Bhd	4.200	28 July 2026	1,000,000,000
VS110260	Prasarana Malaysia Bhd	4.350	4 August 2026	1,200,000,000
VH220310	Lembaga Pembiayaan Perumahan Sektor Awam	3.900	25 August 2026	675,000,000
VI210330	Prasarana Malaysia Bhd	2.980	27 August 2026	500,000,000
VP140207	Perbadanan Tabung Pendidikan Tinggi Nasional	4.530	27 August 2026	500,000,000
MX060002	Malaysia Government Bond	4.709	15 September 2026	2,310,000,000
VN160279	Lembaga Pembiayaan Perumahan Sektor Awam	4.050	21 September 2026	700,000,000
GO160003	Malaysia Government Investment Issue	4.070	30 September 2026	29,500,000,000
VI210363	PR1MA Corp Malaysia	3.050	30 September 2026	500,000,000
VG230414	Cagamas Berhad	3.970	5 October 2026	540,000,000
VN160319	DanaInfra Nasional Bhd	4.090	20 October 2026	600,000,000
VN160330	Bank Pembangunan Malaysia Berhad	4.500	4 November 2026	850,000,000
VK190270	DanaInfra Nasional Bhd	3.530	27 November 2026	705,000,000
MO160003	Malaysia Government Bond	3.900	30 November 2026	22,980,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VN170037	GovCo Holdings Bhd	4.550	22 February 2027	500,000,000
MS120002	Malaysia Government Bond	3.892	15 March 2027	4,250,000,000
VK200069	Danum Capital Bhd	3.140	13 May 2027	500,000,000
VN170160	DanaInfra Nasional Bhd	4.370	25 May 2027	500,000,000
MX070003	Malaysia Government Bond	3.502	31 May 2027	22,000,000,000
VI220214	Pengurusan Air SPV Berhad	4.400	3 June 2027	645,000,000
VK200085	Pengurusan Air SPV Berhad	3.320	4 June 2027	850,000,000
VI220220	Johor Corporation	4.720	11 June 2027	1,215,000,000
GS120059	Malaysia Government Investment Issue	3.899	15 June 2027	5,000,000,000
VS120272	DanaInfra Nasional Bhd	4.040	20 July 2027	900,000,000
GO170001	Malaysia Government Investment Issue	4.258	26 July 2027	11,000,000,000
VI2202734	PR1MA Corp Malaysia	4.000	29 July 2027	500,000,000
VK200156	PR1MA Corp Malaysia	2.580	30 July 2027	500,000,000
PS120074	Prasarana Malaysia Bhd	4.000	6 September 2027	1,000,000,000
VN170245	Danga Capital Bhd	4.520	6 September 2027	1,500,000,000
VK200196	DanaInfra Nasional Bhd	2.660	23 September 2027	600,000,000
GL200001	Malaysia Government Investment Issue	3.422	30 September 2027	25,500,000,000
DS120018	Khazanah Nasional Bhd	0.000	12 October 2027	1,000,000,000
VI220418	Cagamas Berhad	4.620	4 November 2027	1,000,000,000
VK200298	Lembaga Pembiayaan Perumahan Sektor Awam	2.660	5 November 2027	500,000,000
MO170004	Malaysia Government Bond	3.899	16 November 2027	24,500,000,000
VS120395	Turus Pesawat Sdn Bhd	4.120	19 November 2027	750,000,000
UI220349	Cagamas Berhad	4.500	13 December 2027	1,000,000,000
VI230006	Cagamas Berhad	4.260	18 January 2028	500,000,000
VK210002	Danga Capital Bhd	2.960	25 January 2028	1,500,000,000
VK210005	Pengurusan Air SPV Berhad	3.070	4 February 2028	500,000,000
VK210014	DanaInfra Nasional Bhd	2.840	24 February 2028	700,000,000
VS130090	Perbadanan Tabung Pendidikan Tinggi Nasional	4.220	28 February 2028	830,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VK210054	Lembaga Pembiayaan Perumahan Sektor Awam	3.510	24 March 2028	515,000,000
MI230002	Malaysia Government Bond	3.519	20 April 2028	15,000,000,000
VK210156	Pengurusan Air SPV Berhad	3.750	28 April 2028	500,000,000
VN180152	DanaInfra Nasional Bhd	4.550	2 May 2028	700,000,000
VS130151	Perbadanan Tabung Pendidikan Tinggi Nasional	4.190	31 May 2028	500,000,000
VK210216	Pengurusan Air SPV Berhad	3.730	2 June 2028	550,000,000
VI230185	Pengurusan Air SPV Berhad	3.700	6 June 2028	500,000,000
MS130005	Malaysia Government Bond	3.733	15 June 2028	24,000,000,000
VI230247	Cagamas Berhad	3.980	28 June 2028	500,000,000
VI230255	Lembaga Pembiayaan Perumahan Sektor Awam	3.750	6 July 2028	510,000,000
GJ230001	Malaysia Government Investment Issue	3.599	31 July 2028	20,500,000,000
GT130001	Malaysia Government Investment Issue	3.871	8 August 2028	3,000,000,000
VI230345	Cagamas Berhad	4.000	29 August 2028	500,000,000
VS130241	Prasarana Malaysia Bhd	4.580	29 August 2028	500,000,000
MX080003	Malaysia Government Bond	5.248	15 September 2028	3,840,000,000
VI230427	Cagamas Berhad	4.060	10 October 2028	780,000,000
VL200226	Prasarana Malaysia Bhd	2.780	20 October 2028	700,000,000
VL200276	Perbadanan Tabung Pendidikan Tinggi Nasional	2.770	27 October 2028	950,000,000
GO180002	Malaysia Government Investment Issue	4.369	31 October 2028	24,500,000,000
VN180297	Lembaga Pembiayaan Perumahan Sektor Awam	4.390	31 October 2028	550,000,000
VN180330	DanaInfra Nasional Bhd	4.470	24 November 2028	740,000,000
VI230476	Bank Pembangunan Malaysia Berhad	4.020	1 December 2028	600,000,000
GS130072	Malaysia Government Investment Issue	4.943	6 December 2028	5,000,000,000
VI230488	Cagamas Berhad	4.020	15 December 2028	500,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VN190019	Pengurusan Air SPV Berhad	4.340	7 February 2029	600,000,000
VN190024	DanaInfra Nasional Bhd	4.360	12 February 2029	700,000,000
VN190050	Perbadanan Tabung Pendidikan Tinggi Nasional	4.270	1 March 2029	700,000,000
VS140056	Rantau Abang Capital Bhd	5.200	26 March 2029	1,000,000,000
VK220146	Perbadanan Tabung Pendidikan Tinggi Nasional	3.730	29 March 2029	600,000,000
MK220003	Malaysia Government Bond	4.504	30 April 2029	10,000,000,000
VK220231	Danga Capital Bhd	4.680	29 June 2029	800,000,000
GO190001	Malaysia Government Investment Issue	4.130	9 July 2029	21,500,000,000
VM200121	Prasarana Malaysia Bhd	3.060	10 July 2029	700,000,000
VL210293	Prasarana Malaysia Bhd	3.370	3 August 2029	800,000,000
MO190002	Malaysia Government Bond	3.885	15 August 2029	25,500,000,000
VL210336	Lembaga Pembiayaan Perumahan Sektor Awam	3.440	30 August 2029	785,000,000
VS140224	Bank Pembangunan Malaysia Berhad	4.750	12 September 2029	900,000,000
VX090825	Prasarana Malaysia Bhd	5.070	28 September 2029	1,500,000,000
VK220395	DanaInfra Nasional Bhd	4.440	19 October 2029	500,000,000
VN190231	Pengurusan Air SPV Berhad	3.900	30 October 2029	500,000,000
VS150002	Danga Capital Bhd	4.880	29 January 2030	1,500,000,000
VK230017	DanaInfra Nasional Bhd	4.150	31 January 2030	600,000,000
VK230028	Pengurusan Air SPV Berhad	4.560	31 January 2030	1,045,000,000
VS150025	Perbadanan Tabung Pendidikan Tinggi Nasional	4.630	12 February 2030	500,000,000
VN200013	Prasarana Malaysia Bhd	3.090	25 February 2030	600,000,000
VS150043	Prasarana Malaysia Bhd	4.640	22 March 2030	1,100,000,000
MX100003	Malaysia Government Bond	4.498	15 April 2030	27,770,000,000
VN200070	Danum Capital Bhd	3.290	13 May 2030	1,000,000,000
VN200075	DanaInfra Nasional Bhd	3.010	20 May 2030	600,000,000
VS150104	Jambatan Kedua Sdn Bhd	4.520	28 May 2030	700,000,000
VK230264	Johor Corporation	4.450	5 July 2030	600,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VN200197	DanaInfra Nasional Bhd	2.860	23 September 2030	500,000,000
GT150003	Malaysia Government Investment Issue	4.245	30 September 2030	22,000,000,000
GO200002	Malaysia Government Investment Issue	3.465	15 October 2030	28,000,000,000
VS160029	Prasarana Malaysia Bhd	4.750	26 February 2031	700,000,000
VP190053	Prasarana Malaysia Bhd	4.380	12 March 2031	700,000,000
MO200002	Malaysia Government Bond	2.632	15 April 2031	24,500,000,000
UK240132	Cagamas Berhad	4.030	2 May 2031	670,000,000
VS160128	DanaInfra Nasional Bhd	4.570	2 May 2031	700,000,000
VX110056	Rantau Abang Capital Bhd	5.050	12 May 2031	1,000,000,000
VL230198	DanaInfra Nasional Bhd	3.910	6 June 2031	600,000,000
VN210218	Bank Pembangunan Malaysia Berhad	4.050	6 June 2031	700,000,000
VS160151	GovCo Holdings Bhd	4.730	6 June 2031	550,000,000
MX110004	Malaysia Government Bond	4.232	30 June 2031	13,893,000,000
VS160232	Perbadanan Tabung Pendidikan Tinggi Nasional	4.500	25 July 2031	500,000,000
GL240002	Malaysia Government Investment Issue	3.804	8 October 2031	4,500,000,000
VS160320	DanaInfra Nasional Bhd	4.480	20 October 2031	700,000,000
VS170036	GovCo Holdings Bhd	4.950	20 February 2032	1,250,000,000
VS170042	Bank Pembangunan Malaysia Berhad	4.980	2 March 2032	700,000,000
VS170113	Perbadanan Tabung Pendidikan Tinggi Nasional	4.860	12 March 2032	855,000,000
VS170119	DanaInfra Nasional Bhd	4.950	19 March 2032	1,065,000,000
MX120004	Malaysia Government Bond	4.127	15 April 2032	3,584,538,000
VS170147	Lembaga Pembiayaan Perumahan Sektor Awam	4.940	16 April 2032	700,000,000
VS170161	DanaInfra Nasional Bhd	4.890	25 May 2032	700,000,000
MO220001	Malaysia Government Bond	3.582	15 July 2032	18,000,000,000
VS170237	Perbadanan Tabung Pendidikan Tinggi Nasional	4.930	17 August 2032	1,300,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VN220314	Lembaga Pembiayaan Perumahan Sektor Awam	4.200	25 August 2032	910,000,000
VN220321	Prasarana Malaysia Bhd	4.180	27 August 2032	600,000,000
DX120016	Khazanah Nasional Bhd	0.000	3 September 2032	1,000,000,000
GO220001	Malaysia Government Investment Issue	4.193	7 October 2032	21,000,000,000
VN220396	DanaInfra Nasional Bhd	4.580	20 October 2032	500,000,000
VS170376	DanaInfra Nasional Bhd	4.900	16 November 2032	500,000,000
VX120396	Turus Pesawat Sdn Bhd	4.360	19 November 2032	1,650,000,000
VS180036	Perbadanan Tabung Pendidikan Tinggi Nasional	4.900	21 January 2033	500,000,000
VS180037	Danga Capital Bhd	4.940	26 January 2033	1,500,000,000
VS180082	Prasarana Malaysia Bhd	4.940	8 March 2033	500,000,000
VS180135	Lembaga Pembiayaan Perumahan Sektor Awam	4.900	5 April 2033	1,500,000,000
MX130004	Malaysia Government Bond	3.844	15 April 2033	14,000,000,000
VS180153	DanaInfra Nasional Bhd	4.900	29 April 2033	700,000,000
GT170006	Malaysia Government Investment Issue	4.724	15 June 2033	12,500,000,000
VN230309	Perbadanan Tabung Pendidikan Tinggi Nasional	3.950	29 July 2033	1,395,000,000
GX130068	Malaysia Government Investment Issue	4.582	30 August 2033	22,500,000,000
VT180093	Danga Capital Bhd	5.020	21 September 2033	2,000,000,000
VN230425	Cagamas Berhad	4.310	27 October 2033	500,000,000
VX130278	DanaInfra Nasional Bhd	4.800	31 October 2033	900,000,000
MT180003	Malaysia Government Bond	4.642	7 November 2033	25,000,000,000
VN240013	Pengurusan Air SPV Berhad	4.140	7 February 2034	650,000,000
VS190025	DanaInfra Nasional Bhd	4.650	10 February 2034	500,000,000
VS190032	Danga Capital Bhd	4.680	14 February 2034	1,000,000,000
VS190049	Perbadanan Tabung Pendidikan Tinggi Nasional	4.580	28 February 2034	1,600,000,000
VS190054	Prasarana Malaysia Bhd	4.530	10 March 2034	700,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VS190071	DanaInfra Nasional Bhd	4.300	31 March 2034	800,000,000
MS190004	Malaysia Government Bond	3.828	5 July 2034	18,500,000,000
VX140199	DanaInfra Nasional Bhd	4.930	24 July 2034	500,000,000
VS190136	Prasarana Malaysia Bhd	3.920	4 August 2034	500,000,000
VQ210337	Lembaga Pembiayaan Perumahan Sektor Awam	3.860	1 September 2034	600,000,000
VX140225	Bank Pembangunan Malaysia Berhad	4.850	12 September 2034	900,000,000
VS190272	DanaInfra Nasional Bhd	3.930	27 November 2034	870,000,000
VX140364	DanaInfra Nasional Bhd	4.790	27 November 2034	500,000,000
GT190006	Malaysia Government Investment Issue	4.119	30 November 2034	20,000,000,000
VS200006	Lembaga Pembiayaan Perumahan Sektor Awam	3.450	13 February 2035	665,000,000
VS200011	Danum Capital Bhd	3.420	21 February 2035	1,500,000,000
VS200014	Prasarana Malaysia Bhd	3.280	23 February 2035	500,000,000
VS200076	DanaInfra Nasional Bhd	3.270	18 May 2035	600,000,000
MY150004	Malaysia Government Bond	4.254	31 May 2035	16,108,000,000
VS200122	Prasarana Malaysia Bhd	3.560	10 July 2035	500,000,000
VR210338	Lembaga Pembiayaan Perumahan Sektor Awam	4.000	30 August 2035	600,000,000
VS200198	DanaInfra Nasional Bhd	3.350	21 September 2035	500,000,000
GX150006	Malaysia Government Investment Issue	4.786	31 October 2035	7,000,000,000
VR210430	DanaInfra Nasional Bhd	4.230	23 November 2035	615,000,000
VX150340	Prasarana Malaysia Bhd	5.050	11 December 2035	500,000,000
VX160030	Prasarana Malaysia Bhd	4.970	26 February 2036	600,000,000
VP240035	Perbadanan Tabung Pendidikan Tinggi Nasional	4.030	7 March 2036	550,000,000
VS210039	Perbadanan Tabung Pendidikan Tinggi Nasional	4.170	10 March 2036	700,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VS210050	Federal Land Development Authority	4.500	24 March 2036	900,000,000
VS210056	Lembaga Pembiayaan Perumahan Sektor Awam	4.460	25 March 2036	600,000,000
VX160129	DanaInfra Nasional Bhd	4.760	2 May 2036	500,000,000
GT210001	Malaysia Government Investment Issue	3.447	15 July 2036	21,500,000,000
VS210328	Prasarana Malaysia Bhd	4.110	27 August 2036	600,000,000
VX160280	Lembaga Pembiayaan Perumahan Sektor Awam	4.620	19 September 2036	900,000,000
VX160321	DanaInfra Nasional Bhd	4.650	20 October 2036	800,000,000
VS210380	DanaInfra Nasional Bhd	4.340	27 October 2036	860,000,000
VV190072	DanaInfra Nasional Bhd	4.530	1 April 2037	600,000,000
MX170003	Malaysia Government Bond	4.762	7 April 2037	26,000,000,000
VS220166	DanaInfra Nasional Bhd	4.530	7 April 2037	870,000,000
GX170005	Malaysia Government Investment Issue	4.755	4 August 2037	14,500,000,000
VX170249	Lembaga Pembiayaan Perumahan Sektor Awam	5.050	7 September 2037	1,000,000,000
VX170264	Prasarana Malaysia Bhd	5.010	14 September 2037	650,000,000
VS230024	Prasarana Malaysia Bhd	4.380	29 January 2038	550,000,000
VX180072	DanaInfra Nasional Bhd	5.110	19 February 2038	1,500,000,000
GT220003	Malaysia Government Investment Issue	4.662	31 March 2038	10,000,000,000
VS230187	Pengurusan Air SPV Berhad	4.140	4 June 2038	960,000,000
MX180004	Malaysia Government Bond	4.893	8 June 2038	23,500,000,000
VS230199	DanaInfra Nasional Bhd	4.210	8 June 2038	850,000,000
VS230202	DanaInfra Nasional Bhd	4.180	11 June 2038	550,000,000
VS230260	Lembaga Pembiayaan Perumahan Sektor Awam	4.210	6 July 2038	1,070,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VX180298	Lembaga Pembiayaan Perumahan Sektor Awam	4.850	29 October 2038	900,000,000
VX180332	DanaInfra Nasional Bhd	5.000	26 November 2038	520,000,000
VX180350	Prasarana Malaysia Bhd	5.020	3 December 2038	500,000,000
VX190048	Perbadanan Tabung Pendidikan Tinggi Nasional	4.800	1 March 2039	700,000,000
VS240036	Perbadanan Tabung Pendidikan Tinggi Nasional	4.110	7 March 2039	900,000,000
VX190083	Lembaga Pembiayaan Perumahan Sektor Awam	4.580	11 April 2039	600,000,000
MS240001	Malaysia Government Bond	4.054	18 April 2039	5,000,000,000
VZ140102	DanaInfra Nasional Bhd	5.380	21 April 2039	700,000,000
VT230261	Lembaga Pembiayaan Perumahan Sektor Awam	4.250	6 July 2039	550,000,000
VV210339	Lembaga Pembiayaan Perumahan Sektor Awam	4.270	2 September 2039	900,000,000
GY190002	Malaysia Government Investment Issue	4.467	15 September 2039	30,800,000,000
VX200015	Prasarana Malaysia Bhd	3.440	24 February 2040	1,000,000,000
VX200058	Prasarana Malaysia Bhd	3.750	23 March 2040	650,000,000
VZ150047	DanaInfra Nasional Bhd	4.950	6 April 2040	1,000,000,000
VX200077	DanaInfra Nasional Bhd	3.570	18 May 2040	600,000,000
MY190005	Malaysia Government Bond	3.757	22 May 2040	24,700,000,000
VY190174	Lembaga Pembiayaan Perumahan Sektor Awam	3.690	18 September 2040	1,300,000,000
VX200199	DanaInfra Nasional Bhd	3.720	21 September 2040	600,000,000
VZ150257	DanaInfra Nasional Bhd	5.040	12 November 2040	800,000,000
VZ160031	Prasarana Malaysia Bhd	5.070	26 February 2041	755,000,000
VZ160130	DanaInfra Nasional Bhd	4.850	3 May 2041	1,000,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VZ160233	Perbadanan Tabung Pendidikan Tinggi Nasional	4.850	26 July 2041	1,500,000,000
VZ160237	Jambatan Kedua Sdn Bhd	4.860	26 July 2041	900,000,000
GY210002	Malaysia Government Investment Issue	4.417	30 September 2041	19,000,000,000
VZ160322	DanaInfra Nasional Bhd	4.780	18 October 2041	1,000,000,000
VY200299	Lembaga Pembiayaan Perumahan Sektor Awam	3.820	6 November 2041	1,500,000,000
VX220106	Prasarana Malaysia Bhd	4.540	3 March 2042	500,000,000
VZ170163	DanaInfra Nasional Bhd	5.200	23 May 2042	780,000,000
VZ170265	Prasarana Malaysia Bhd	5.110	12 September 2042	600,000,000
MY220002	Malaysia Government Bond	4.696	15 October 2042	25,000,000,000
VZ200300	Lembaga Pembiayaan Perumahan Sektor Awam	3.870	6 November 2042	1,450,000,000
VZ170377	DanaInfra Nasional Bhd	5.220	14 November 2042	600,000,000
VZ180073	DanaInfra Nasional Bhd	5.240	20 February 2043	1,000,000,000
VZ180084	Prasarana Malaysia Bhd	5.250	6 March 2043	1,200,000,000
VZ190073	DanaInfra Nasional Bhd	4.720	1 April 2043	500,000,000
GY230002	Malaysia Government Investment Issue	4.291	14 August 2043	20,500,000,000
MZ130007	Malaysia Government Bond	4.935	30 September 2043	8,258,462,000
VZ200301	Lembaga Pembiayaan Perumahan Sektor Awam	3.910	6 November 2043	1,350,000,000
MX240002	Malaysia Government Bond	4.180	16 May 2044	5,000,000,000
VZ140201	DanaInfra Nasional Bhd	5.290	22 July 2044	500,000,000
VZ190175	Lembaga Pembiayaan Perumahan Sektor Awam	3.770	15 September 2044	700,000,000
VZ190181	DanaInfra Nasional Bhd	3.800	26 September 2044	500,000,000
VZ140366	DanaInfra Nasional Bhd	5.160	25 November 2044	500,000,000
VZ200057	Prasarana Malaysia Bhd	3.900	24 March 2045	700,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VZ210057	Lembaga Pembiayaan Perumahan Sektor Awam	4.790	24 March 2045	765,000,000
VZ150046	DanaInfra Nasional Bhd	5.050	6 April 2045	1,000,000,000
VZ200200	DanaInfra Nasional Bhd	3.870	22 September 2045	600,000,000
VZ150258	DanaInfra Nasional Bhd	5.150	10 November 2045	800,000,000
MZ160002	Malaysia Government Bond	4.736	15 March 2046	11,300,000,000
VZ210058	Lembaga Pembiayaan Perumahan Sektor Awam	4.810	23 March 2046	700,000,000
VZ160131	DanaInfra Nasional Bhd	5.020	3 May 2046	1,000,000,000
VZ160281	Lembaga Pembiayaan Perumahan Sektor Awam	4.900	21 September 2046	800,000,000
VZ160323	DanaInfra Nasional Bhd	4.950	19 October 2046	1,000,000,000
VZ170149	Lembaga Pembiayaan Perumahan Sektor Awam	5.220	17 April 2047	500,000,000
GZ170004	Malaysia Government Investment Issue	4.895	8 May 2047	9,000,000,000
VZ170164	DanaInfra Nasional Bhd	5.250	24 May 2047	720,000,000
VZ170250	Lembaga Pembiayaan Perumahan Sektor Awam	5.260	6 September 2047	1,000,000,000
VZ170266	Prasarana Malaysia Bhd	5.230	13 September 2047	600,000,000
VZ170378	DanaInfra Nasional Bhd	5.350	15 November 2047	900,000,000
VZ180074	DanaInfra Nasional Bhd	5.360	21 February 2048	500,000,000
VZ190074	DanaInfra Nasional Bhd	4.820	1 April 2048	800,000,000
MZ180005	Malaysia Government Bond	4.921	6 July 2048	16,469,000,000
VZ190176	Lembaga Pembiayaan Perumahan Sektor Awam	3.860	18 September 2048	1,000,000,000
VZ180299	Lembaga Pembiayaan Perumahan Sektor Awam	5.100	30 October 2048	500,000,000
VZ180333	DanaInfra Nasional Bhd	5.170	26 November 2048	755,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VZ190028	DanaInfra Nasional Bhd	5.060	12 February 2049	1,000,000,000
VZ200007	Lembaga Pembiayaan Perumahan Sektor Awam	3.970	12 February 2049	500,000,000
VZ190084	Lembaga Pembiayaan Perumahan Sektor Awam	4.800	9 April 2049	1,000,000,000
VZ190182	DanaInfra Nasional Bhd	3.900	24 September 2049	600,000,000
GZ190005	Malaysia Government Investment Issue	4.638	15 November 2049	19,500,000,000
VZ200008	Lembaga Pembiayaan Perumahan Sektor Awam	4.000	11 February 2050	850,000,000
VZ200016	Prasarana Malaysia Bhd	3.800	25 February 2050	1,000,000,000
VZ200078	DanaInfra Nasional Bhd	3.890	20 May 2050	600,000,000
MZ200001	Malaysia Government Bond	4.065	15 June 2050	27,843,199,000
VZ200201	DanaInfra Nasional Bhd	4.010	23 September 2050	1,200,000,000
VZ210017	DanaInfra Nasional Bhd	4.360	24 February 2051	700,000,000
VZ210060	Lembaga Pembiayaan Perumahan Sektor Awam	4.910	24 March 2051	720,000,000
VZ210167	DanaInfra Nasional Bhd	4.640	5 May 2051	500,000,000
VZ210342	Lembaga Pembiayaan Perumahan Sektor Awam	4.580	1 September 2051	580,000,000
VZ220168	DanaInfra Nasional Bhd	4.800	5 April 2052	560,000,000
GZ220002	Malaysia Government Investment Issue	5.357	15 May 2052	23,000,000,000
MZ230001	Malaysia Government Bond	4.457	31 March 2053	15,925,000,000
GZ240001	Malaysia Government Investment Issue	4.280	23 March 2054	5,000,000,000

(Source: Markit Indices Limited)

Duration

The Fund was established on 13 July 2005 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.

Performance Benchmark	<p>Markit iBoxx® ABF Malaysia Bond Index (“iBoxx Index”) (Available at www.aminvest.com)</p> <p><i>The iBoxx® ABF Malaysia (the “Index”) referenced herein is the property of Markit Indices GmbH (“Index Sponsor”) and has been licensed for use in connection with ABF Malaysia Bond Index Fund. Each party acknowledges and agrees that ABF Malaysia Bond Index Fund is not sponsored, endorsed or promoted by the Index Sponsor. The Index Sponsor makes no representation whatsoever, whether express or implied, and hereby expressly disclaims all warranties (including, without limitation, those of merchantability or fitness for a particular purpose or use), with respect to the Index or any data included therein or relating thereto, and in particular disclaims any warranty either as to the quality, accuracy and/or completeness of the Index or any data included therein, the results obtained from the use of the Index and/or the composition of the Index at any particular time on any particular date or otherwise and/or the creditworthiness of any entity, or the likelihood of the occurrence of a credit event or similar event (however defined) with respect to an obligation, in the Index at any particular time on any particular date or otherwise. The Index Sponsor shall not be liable (whether in negligence or otherwise) to the parties or any other person for any error in the Index, and the Index Sponsor is under no obligation to advise the parties or any person of any error therein.</i></p> <p><i>The Index Sponsor makes no representation whatsoever, whether express or implied, as to the advisability of purchasing or selling ABF Malaysia Bond Index Fund, the ability of the Index to track relevant markets’ performances, or otherwise relating to the Index or any transaction or product with respect thereto, or of assuming any risks in connection therewith. The Index Sponsor has no obligation to take the needs of any party into consideration in determining, composing or calculating the Index. No party purchasing or selling ABF Malaysia Bond Index Fund, nor the Index Sponsor, shall have any liability to any party for any act or failure to act by the Index Sponsor in connection with the determination, adjustment, calculation or maintenance of the Index.</i></p>																																							
Income Distribution Policy	Income distribution, if any, will be on a semi-annual basis.																																							
Breakdown of Unit Holdings by Size	<p>For the financial period under review, the size of the Fund stood at 1,430,421,800 units.</p> <table border="1" data-bbox="336 1400 1495 1794"> <thead> <tr> <th rowspan="2">Size of holding</th> <th colspan="2">As at 30 June 2024</th> <th colspan="2">As at 31 December 2023</th> </tr> <tr> <th>No of units held</th> <th>Number of unitholders</th> <th>No of units held</th> <th>Number of unitholders</th> </tr> </thead> <tbody> <tr> <td>Less than 100</td> <td>200</td> <td>11</td> <td>200</td> <td>10</td> </tr> <tr> <td>100-1,000</td> <td>47,300</td> <td>120</td> <td>48,100</td> <td>115</td> </tr> <tr> <td>1,001-10,000</td> <td>275,500</td> <td>71</td> <td>295,900</td> <td>77</td> </tr> <tr> <td>10,001-100,000</td> <td>435,200</td> <td>13</td> <td>456,300</td> <td>13</td> </tr> <tr> <td>100,001 to less than 5% of issue units</td> <td>38,255,730</td> <td>13</td> <td>38,213,430</td> <td>12</td> </tr> <tr> <td>5% and above of issue units</td> <td>1,391,407,870</td> <td>1</td> <td>1,391,407,870</td> <td>1</td> </tr> </tbody> </table>	Size of holding	As at 30 June 2024		As at 31 December 2023		No of units held	Number of unitholders	No of units held	Number of unitholders	Less than 100	200	11	200	10	100-1,000	47,300	120	48,100	115	1,001-10,000	275,500	71	295,900	77	10,001-100,000	435,200	13	456,300	13	100,001 to less than 5% of issue units	38,255,730	13	38,213,430	12	5% and above of issue units	1,391,407,870	1	1,391,407,870	1
Size of holding	As at 30 June 2024		As at 31 December 2023																																					
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Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 30 June 2024 and for the past five financial years are as follows:						
	As at 30.06.2024 %	As at 31 December					
		2023 %	2022 %	2021 %	2020 %	2019 %	
Malaysian Government Securities	46.35	50.41	52.61	52.15	52.64	53.36	
Government Investment Issues	42.07	39.54	41.93	42.29	43.87	42.55	
Quasi-Government bonds	9.44	8.42	6.88	4.75	4.48	4.91	
Cagamas bonds	1.14	0.87	0.61	-	-	-	
Money market deposits and cash equivalents	1.00	0.76	-2.03	0.81	-0.99	-0.82	
Total	100.00	100.00	100.00	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 period ended 30 June 2024 and five financial years ended 31 December are as follows:						
		FPE 30.06.2024	FYE 2023	FYE 2022	FYE 2021	FYE 2020	FYE 2019
	Net asset value (RM'000)	1,779,326	1,745,900	1,613,726	1,648,920	1,627,416	1,558,872
	Units in circulation ('000)	1,430,422	1,430,422	1,402,922	1,402,922	1,320,422	1,292,922
	Net asset value per unit (RM)	1.2439	1.2205	1.1503	1.1753	1.2325	1.2057
	Highest net asset value per unit (RM)	1.2439	1.2205	1.1900	1.2359	1.2657	1.2216
	Lowest net asset value per unit (RM)	1.2165	1.1524	1.1190	1.1577	1.1878	1.1470
	Closing quoted price (RM/unit)	1.2450	1.2160	1.1520	1.1830	1.2340	1.2050
	Highest quoted price (RM/unit)	1.2450	1.2230	1.1900	1.2350	1.3400	1.2220

	FPE 30.06.2024	FYE 2023	FYE 2022	FYE 2021	FYE 2020	FYE 2019
Lowest quoted price (RM/unit)	1.1700	1.1500	1.1250	1.1600	1.1800	1.1000
Benchmark performance (%)	1.98	6.76	1.27	-1.46	7.29	9.00
Total return (%) ⁽¹⁾	1.92	6.49	1.15	-1.62	7.32	8.74
- Capital growth (%)	1.92	6.09	-2.13	-4.62	2.32	5.32
- Income distribution (%)	-	0.40	3.28	3.00	5.00	3.42
Gross distribution (sen per unit)	-	0.46	3.85	3.70	6.03	3.92
Net distribution (sen per unit)	-	0.46	3.85	3.70	6.03	3.92
Distribution yield (%) ⁽²⁾	-	0.38	3.35	3.13	4.89	3.25
Total expense ratio (%) ⁽³⁾	0.08	0.15	0.15	0.15	0.15	0.16
Portfolio turnover ratio (times) ⁽⁴⁾	0.06	0.12	0.12	0.11	0.14	0.19

Note:

- (1) Total return is the actual return of the Fund for the respective financial period/years computed based on the net asset value per unit and net of all fees.
- (2) Distribution yield is calculated based on the total distribution for the respective financial years divided by the closing quoted price.
- (3) 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.
- (4) 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.

Average Total Return (as at 30 June 2024)

	ABFMY1 ^(a) %	iBoxx Index ^(b) %
One year	4.14	4.29
Three years	3.37	3.55
Five years	3.66	3.80
Ten years	4.10	4.30

Annual Total Return

Financial Years Ended (31 December)	ABFMY1 ^(a) %	iBoxx Index ^(b) %
2023	6.49	6.76
2022	1.15	1.27
2021	-1.62	-1.46
2020	7.32	7.29
2019	8.74	9.00

(a) Source: Novagni Analytics and Advisory Sdn. Bhd.
 (b) Markit iBoxx® ABF Malaysia Bond Index (“iBoxx Index”) (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

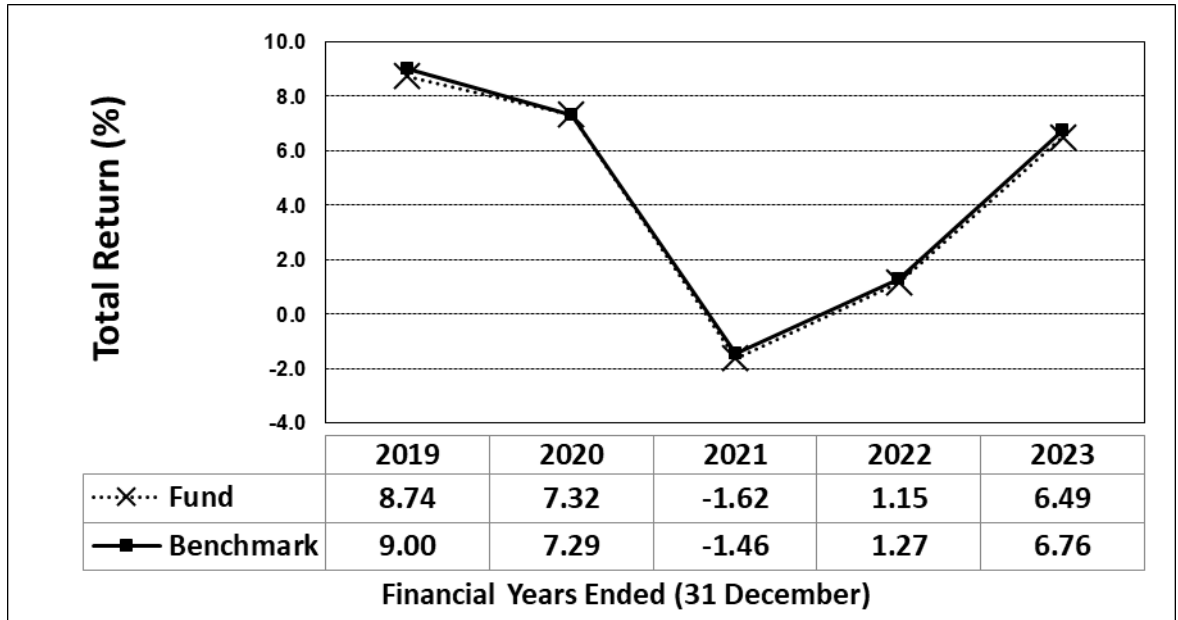
For the financial period under review, the Fund registered a return of 1.92% which is entirely capital growth in nature.

Thus, the Fund’s return of 1.92% has underperformed the benchmark’s return of 1.98% by 0.06%.

As compared with the financial year ended 31 December 2023, the net asset value (“NAV”) per unit of the Fund increased by 1.92% from RM1.2205 to RM1.2439, while units in circulation remain unchanged at 1,430,421,800 units.

The closing price quoted at Bursa Malaysia of the Fund increased by 2.38% from RM1.2160 to RM1.2450.

The following line chart shows the comparison between the annual performance of ABFMY1 and its benchmark, iBoxx Index, for the financial years ended 31 December.



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

Strategies and Policies Employed

For the financial period under review, the Fund used a passive strategy whereby the Manager aims, by way of representative sampling, to achieve a return on the Fund Assets that closely tracks the returns of the benchmark index.

Portfolio Structure	<p>The table below is the asset allocation of the Fund as at 30 June 2024 and 31 December 2023.</p> <table border="1" data-bbox="354 255 1487 622"> <thead> <tr> <th></th> <th>As at 30.06.2024 %</th> <th>As at 31.12.2023 %</th> <th>Changes %</th> </tr> </thead> <tbody> <tr> <td>Malaysian Government Securities</td> <td>46.35</td> <td>50.41</td> <td>-4.06</td> </tr> <tr> <td>Government Investment Issues</td> <td>42.07</td> <td>39.54</td> <td>2.53</td> </tr> <tr> <td>Quasi-Government bonds</td> <td>9.44</td> <td>8.42</td> <td>1.02</td> </tr> <tr> <td>Cagamas bonds</td> <td>1.14</td> <td>0.87</td> <td>0.27</td> </tr> <tr> <td>Money market deposits and cash equivalents</td> <td>1.00</td> <td>0.76</td> <td>0.24</td> </tr> <tr> <td>Total</td> <td>100.00</td> <td>100.00</td> <td></td> </tr> </tbody> </table> <p>For the financial period under review, the Fund invested 46.35% of its NAV in Malaysian Government Securities (MGS), 42.07% in Government Investment Issues, 9.44% in Quasi-Government bonds, 1.14% in Cagamas bonds and the remaining 1.00% in money market deposits and cash equivalents.</p>		As at 30.06.2024 %	As at 31.12.2023 %	Changes %	Malaysian Government Securities	46.35	50.41	-4.06	Government Investment Issues	42.07	39.54	2.53	Quasi-Government bonds	9.44	8.42	1.02	Cagamas bonds	1.14	0.87	0.27	Money market deposits and cash equivalents	1.00	0.76	0.24	Total	100.00	100.00	
	As at 30.06.2024 %	As at 31.12.2023 %	Changes %																										
Malaysian Government Securities	46.35	50.41	-4.06																										
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Total	100.00	100.00																											
Securities Lending / Repurchase Transactions	The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).																												
Cross Trades	There were no cross trades undertaken during the financial period under review.																												
Distribution/ unit splits	There is no income distribution and unit split declared for the financial period under review.																												
State of Affairs	There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the financial period under review.																												
Rebates and Soft Commission	During the period, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.																												
Market Review	<p>The Malaysia bond market kicked start the year 2024 with a sell-off amid profit taking as the Malaysia Government Securities (MGS) yields were 4bps to 17bps higher across the yield curve following the strong year-end rally and cautious move ahead of United States (US) non-farm payroll data announcement. Following stronger US economic data and hawkish comments from the Federal Reserve (Fed) members, the local market traded sideways. Local market sentiment turned better in the last week of January, tracking United States Treasuries (UST) movements amid lower Personal Consumption Expenditures (PCE) readings which resulted in an expectation the US Fed would start unwinding its policy tightening. Bank Negara Malaysia (BNM) at its 24 January 2024 meeting kept its policy rate unchanged at 3.00% in line with market expectation. Language of the Monetary Policy Committee (MPC) statement remained neutral and depicting the current Overnight Policy Rate (OPR) level as supportive.</p> <p>As the US Fed pushed back on dovish market expectations of US rate cuts following the 31 January Federal Open Market Committee (FOMC) meeting, coupled by the strong US jobs data and higher than expected US inflation prints, the local bond market saw some sell-down in Malaysian Government Securities (MGS) in the belly</p>																												

	<p>of the curve. Some buying interest returned to ringgit bonds as United States (US) rates began to show some signs of stabilization, however not fully reversing the sell-off in the earlier part of February 2024.</p> <p>As market players lack strong conviction amid subdued market sentiment in the US, the Malaysian bond market was trading in a tight range of 4-9bps during the month of March. The widely expected pause in Bank Negara Malaysia's (BNM) Overnight Policy Rate (OPR) on 7 March 2024 had little impact with muted movements in the bond market post – Monetary Policy Committee (MPC) meeting. The local bond market sentiment was lifted by a relief rally in the US post - Federal Open Market Committee (FOMC) meeting on 21 March 2024 as the absence of hawkish guidance from the Federal Reserve (Fed) reversed some defensive bets in the United States Treasury (UST). Overall, Malaysian Government Security (MGS) yield curve remained largely unchanged month-on-month (MoM).</p> <p>In April, Malaysian bond market weaken following a sell-off in UST as sticky inflation and a resilient labor market have given more reasons for the US Fed to stand pat on key rates. Apart from that, thin market liquidity and rising geopolitical risk in the Middle East also dented local bond market sentiment. Premised on all the developments above, MGS curve was repriced higher by 6 to 16 basis points (bps) on a MoM basis.</p> <p>Moving towards May, Malaysian bond market strengthened driven primarily by lower-than-expected US Job data released at the beginning of the month and dovish tone from the US Fed in its post-FOMC meeting speech. While BNM maintained the OPR at 3.00% during policy meeting with a neutral monetary stance, positive sentiment in local bond market was reflected in the three sovereign bond auctions which garnered strong demand and recorded bid-to-cover (BTC) ratio between 1.965x to 3.085x. As investors were adjusting their view that the US Fed is not in a rush to cut rates, local bonds weakened slightly towards end of the month, reflecting the trend in the UST market. Overall, the MGS curve bull-flattened in May with yields declined by 2-12bps on a MoM basis.</p> <p>In the last month of the second quarter, Malaysian bond market further strengthened driven by similar movement in the UST as the US economic data showed some signs of moderating inflation. Both US headline and core Personal Consumption Expenditure (PCE) cooled to 2.6% on a year-on-year (YoY) basis, the lowest level in more than three years. The MGS curve experienced a bull steepening in June, with yields declining by 1 to 6bps on a MoM basis, led by the 3-year and 7-year.</p>
<p>Market Outlook</p>	<p>Strong demand in long-end government bond auctions and corporate bond primary issuances suggest that domestic liquidity remains ample. Market participants continue to ignore the record low credit spreads, with continued strong demand in bonds yielding 4% and above. As domestic liquidity is expected to remain healthy and Bank Negara Malaysia (BNM) is likely to stay pat on Overnight Policy Rate (OPR), we expect the local bond market to continue to trade in range bound. Current cheap funding cost should attract bond issuers to tap the market in coming months that will provide more investment opportunities.</p>

Kuala Lumpur, Malaysia
AmFunds Management Berhad

20 August 2024

ABF Malaysia Bond Index Fund

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

		30.06.2024	31.12.2023
		(unaudited)	(audited)
	Note	RM	RM
ASSETS			
Investments	4	1,761,588,815	1,732,568,973
Deposit with licensed financial institution	5	17,550,543	13,113,287
Interest receivables		634,800	634,800
Cash at banks		11,955	12,126
TOTAL ASSETS		<u>1,779,786,113</u>	<u>1,746,329,186</u>
LIABILITIES			
Amount due to Manager	6	155,269	157,262
Amount due to Trustee	7	58,235	59,118
Amount due to Index provider	8	183,878	147,456
Sundry payables and accruals		62,415	65,110
TOTAL LIABILITIES		<u>459,797</u>	<u>428,946</u>
NET ASSET VALUE (“NAV”) OF THE FUND		<u>1,779,326,316</u>	<u>1,745,900,240</u>
EQUITY			
Unit holders’ capital	10(a)	1,531,772,853	1,531,772,853
Retained earnings	10(b)(c)	247,553,463	214,127,387
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	<u>1,779,326,316</u>	<u>1,745,900,240</u>
UNITS IN CIRCULATION	10(a)	<u>1,430,421,800</u>	<u>1,430,421,800</u>
NAV PER UNIT (RM)		<u>1.2439</u>	<u>1.2205</u>

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

ABF Malaysia Bond Index Fund

STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

	Note	01.01.2024 to 30.06.2024 RM	01.01.2023 to 30.06.2023 RM
INVESTMENT INCOME			
Interest income		34,181,729	33,000,659
Net gains from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	9	578,202	37,729,110
		<u>34,759,931</u>	<u>70,729,769</u>
EXPENDITURE			
Manager’s fee	6	(876,308)	(843,437)
Trustee’s fee	7	(350,523)	(337,375)
Licence fee	8	(84,355)	(84,586)
Audit fee		(5,959)	(5,938)
Tax agent’s fee		(2,039)	(2,033)
Other expenses		(14,671)	(22,506)
		<u>(1,333,855)</u>	<u>(1,295,875)</u>
Net income before taxation		33,426,076	69,433,894
Taxation	12	-	-
Net income after taxation, representing total comprehensive income for the financial period		<u>33,426,076</u>	<u>69,433,894</u>
Total comprehensive income comprises the following:			
Realised income		33,628,054	31,453,521
Unrealised (loss)/gain		(201,978)	37,980,373
		<u>33,426,076</u>	<u>69,433,894</u>
Distribution for the financial period			
Net distribution	13	-	6,579,940
Gross distribution per unit (sen)	13	-	0.46
Net distribution per unit (sen)	13	-	0.46

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

ABF Malaysia Bond Index Fund

STATEMENT OF CHANGES IN EQUITY *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

	Note	Unit holders' capital RM	Retained earnings RM	Total equity RM
At 1 January 2024		1,531,772,853	214,127,387	1,745,900,240
Total comprehensive income for the financial period		-	33,426,076	33,426,076
Balance at 30 June 2024		<u>1,531,772,853</u>	<u>247,553,463</u>	<u>1,779,326,316</u>
At 1 January 2023		1,499,952,603	113,773,655	1,613,726,258
Total comprehensive income for the financial period		-	69,433,894	69,433,894
Creation of units		31,820,250	-	31,820,250
Distribution	13	-	(6,579,940)	(6,579,940)
Balance at 30 June 2023		<u>1,531,772,853</u>	<u>176,627,609</u>	<u>1,708,400,462</u>

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

ABF Malaysia Bond Index Fund

STATEMENT OF CASH FLOWS *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

	01.01.2024 to 30.06.2024 RM	01.01.2023 to 30.06.2023 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investments	86,659,625	102,288,500
Purchases of investments	(116,180,800)	(128,307,100)
Interest received	35,261,264	34,467,511
Manager's fee paid	(878,301)	(851,490)
Trustee's fee paid	(351,406)	(335,326)
Licence fee paid	(47,933)	(92,716)
Payments for other expenses	(25,364)	(36,057)
Net cash generated from operating and investing activities	<u>4,437,085</u>	<u>7,133,322</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	-	31,820,250
Distribution paid	-	(54,012,489)
Net cash used in financing activities	<u>-</u>	<u>(22,192,239)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	4,437,085	(15,058,917)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>13,125,413</u>	<u>21,610,123</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>17,562,498</u>	<u>6,551,206</u>
Cash and cash equivalents comprise:		
Deposit with licensed financial institution	17,550,543	6,539,537
Cash at banks	11,955	11,669
	<u>17,562,498</u>	<u>6,551,206</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

1. GENERAL INFORMATION

ABF Malaysia Bond Index Fund (the “Fund”) was established pursuant to a Deed dated 12 July 2005 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 for investors who seek an “index-based” approach to investing in a portfolio of Ringgit Malaysia denominated Government and quasi-Government debt securities. As provided in the Deeds, the year shall end on 31 December and the units in the Fund were first offered for sale on 13 July 2005.

Pursuant to the Replacement Prospectus dated 6 August 2021, the Fund has changed its investment objective to achieve a total return for the Fund Assets that closely tracks the total return of the Benchmark, Markit iBoxx® ABF Malaysia Bond Index.

The financial statements were authorised for issue by the Manager on 20 August 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 134: *Interim Financial Reporting* (“MFRS 134”) as issued by the Malaysian Accounting Standards Board (“MASB”).

Standards effective during the financial period

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

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

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 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 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

For all interest-bearing financial assets, interest income is calculated using the effective interest method. Effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. The calculation takes into account all contractual terms of the financial instrument and includes any fees or incremental costs that are directly attributable to the instrument and are an integral part of the effective interest rate, but not future credit losses.

Once the recorded value of a financial asset or a group of similar financial assets has been reduced due to an impairment loss, interest income continues to be recognised using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

3.1 Income recognition (cont'd.)

(ii) Gain or loss on disposal of investments

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

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 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 investments that are readily convertible to cash with insignificant risk of changes in value.

3.5 Distribution

Distribution is at the discretion of the Manager. A distribution to the Fund's unit holders is accounted for as a deduction from 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.

3.6 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").

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

3.6 Unit holders' capital (cont'd.)

(i) In-Kind Creation

In order for the new units to be created, Participating Dealer (PD) will apply to the Manager for the issue of units on a Dealing Day by generally tendering the In-Kind Creation basket which comprise Creation Securities and the Cash Component (if any).

(ii) In-Kind Redemption

Following receipt of Redemption Application from a holder through a PD on each Dealing Day, the Manager may determine the In-Kind Redemption Basket which comprise Redemption Securities and payment in cash of the Cash Component (if any) in exchange for redemption of units.

3.7 Financial instruments – 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 assets. 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.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

3.8 Financial assets

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.

Business model

The business model reflects how the Fund manages the financial assets in order to generate cash flows. That is, whether the Fund's objective is solely to collect the contractual cash flows from the assets, or is to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable (e.g. the financial assets are held for trading purposes), then the financial assets are classified as part of "other" business model. Factors considered by the Fund in determining the business model for a portfolio of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, and how risks are assessed and managed.

Cash flow characteristics

Where the business model is to hold the financial assets to collect contractual cash flows, or to collect contractual cash flows and sell, the Fund assesses whether the financial assets' contractual cash flows represent solely payment of principal and interest ("SPPI"). In making this assessment, the Fund considers whether the contractual cash flows are consistent with a basic lending arrangement, i.e. interest includes only consideration for time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are SPPI.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

3.8 Financial assets (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".

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 PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024**

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

3.9 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 holders. 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.

3.10 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.

3.11 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.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

3.12 Determination of fair value

Investments are stated at fair value on a portfolio basis in accordance with the provisions of the Deeds. Fair value is determined based on prices provided by the Index provider, Markit Indices Limited, plus accrued interest. Adjusted cost of investments relates to the purchased cost plus accrued interest, adjusted for amortisation of premium and accretion of discount, if any, calculated over the period from the date of acquisition to the date of maturity of the respective securities as approved by the Manager and the Trustee. The difference between the adjusted 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.

3.13 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.

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

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 period.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

4. INVESTMENTS

	30.06.2024 RM	31.12.2023 RM
Financial assets at FVTPL		
At nominal value:		
Cagamas bonds	20,000,000	15,000,000
Quasi-Government bonds	155,000,000	135,000,000
Malaysian Government Securities	801,680,000	855,180,000
Government Investment Issues	717,660,000	661,160,000
	<u>1,694,340,000</u>	<u>1,666,340,000</u>
At fair value:		
Cagamas bonds	20,352,325	15,223,761
Quasi-Government bonds	167,979,232	146,945,440
Malaysian Government Securities	824,775,508	880,023,548
Government Investment Issues	748,481,750	690,376,224
	<u>1,761,588,815</u>	<u>1,732,568,973</u>

Details of investments as at 30 June 2024 are as follows:

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Cagamas bonds						
30.09.2024	Cagamas Berhad	AAA	5,000,000	5,026,797	5,020,956	0.28
31.01.2025	Cagamas Berhad	AAA	5,000,000	5,062,271	5,051,830	0.28
04.11.2027	Cagamas Berhad	AAA	5,000,000	5,162,305	5,138,795	0.29
29.08.2028	Cagamas Berhad	AAA	5,000,000	5,100,952	5,096,727	0.29
Total Cagamas bonds			<u>20,000,000</u>	<u>20,352,325</u>	<u>20,308,308</u>	<u>1.14</u>
Quasi-Government bonds						
30.06.2025	Danum Capital Berhad	AAA	5,000,000	5,019,537	4,986,608	0.28
13.02.2026	Danum Capital Berhad	AAA	5,000,000	5,128,041	5,089,909	0.29

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Quasi-Government bonds (cont'd.)						
27.08.2026	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,173,109	5,127,481	0.29
22.02.2027	GovCo Holdings Berhad	NR**	5,000,000	5,194,328	5,101,809	0.29
30.07.2027	PR1MA Corporation Malaysia	NR**	5,000,000	4,889,019	4,885,801	0.28
25.01.2028	Danga Capital Berhad	AAA	5,000,000	4,928,262	4,934,873	0.28
20.10.2028	Prasarana Malaysia Berhad	NR**	5,000,000	4,840,504	4,849,793	0.27
28.09.2029	Prasarana Malaysia Berhad	NR**	5,000,000	5,371,197	5,150,664	0.30
19.10.2029	DanaInfra Nasional Berhad	NR**	5,000,000	5,204,944	5,196,063	0.29
12.03.2032	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,387,957	5,389,528	0.30
17.08.2032	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,441,445	5,442,741	0.31
21.09.2033	Danga Capital Berhad	AAA	5,000,000	5,461,338	5,381,310	0.31

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Quasi-Government bonds (cont'd.)						
31.10.2033	DanaInfra Nasional Berhad	NR**	5,000,000	5,369,130	5,365,791	0.30
07.03.2034	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,075,635	5,063,085	0.29
21.02.2035	Danum Capital Berhad	AAA	5,000,000	4,796,199	4,758,490	0.27
25.03.2036	Lembaga Pembiayaan Perumahan Sektor Awam	NR**	5,000,000	5,275,356	5,226,391	0.30
19.02.2038	DanaInfra Nasional Berhad	NR**	5,000,000	5,635,354	5,959,124	0.32
29.10.2038	Lembaga Pembiayaan Perumahan Sektor Awam	NR**	10,000,000	10,906,895	10,636,608	0.61
27.05.2039	1Malaysia Development Berhad	NR**	35,000,000	41,165,119	37,962,981	2.31
26.02.2041	Prasarana Malaysia Berhad	NR**	10,000,000	11,282,136	10,470,342	0.63
26.07.2041	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,550,141	4,989,018	0.31

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Quasi-Government bonds (cont'd.)						
26.07.2041	Jambatan Kedua Sdn. Bhd.	NR**	5,000,000	5,487,763	5,376,532	0.31
18.08.2042	DanInfra Nasional Berhad	NR**	5,000,000	5,395,823	5,084,173	0.30
Total Quasi-Government bonds			155,000,000	167,979,232	162,429,115	9.44

Malaysian Government Securities

15.09.2025	Government of Malaysia	NR**	20,000,000	20,380,519	20,317,639	1.15
15.04.2026	Government of Malaysia	NR**	20,000,000	20,522,357	20,345,274	1.15
15.07.2026	Government of Malaysia	NR**	25,180,000	25,851,735	25,765,797	1.45
30.11.2026	Government of Malaysia	NR**	30,000,000	30,395,758	30,521,799	1.71
15.03.2027	Government of Malaysia	NR**	10,000,000	10,209,784	10,375,402	0.57
31.05.2027	Government of Malaysia	NR**	30,000,000	30,045,935	30,523,608	1.69
16.11.2027	Government of Malaysia	NR**	30,000,000	30,469,014	30,128,268	1.71
20.04.2028	Government of Malaysia	NR**	20,000,000	20,073,108	20,140,767	1.13
15.06.2028	Government of Malaysia	NR**	40,000,000	40,224,722	39,229,213	2.26
15.09.2028	Government of Malaysia	NR**	10,000,000	10,773,603	11,011,878	0.60
30.04.2029	Government of Malaysia	NR**	30,000,000	31,333,619	30,687,432	1.76
15.08.2029	Government of Malaysia	NR**	40,000,000	40,992,603	41,369,826	2.30
15.04.2030	Government of Malaysia	NR**	27,500,000	28,811,899	27,632,519	1.62

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Malaysian Government Securities (cont'd.)						
15.04.2031	Government of Malaysia	NR**	35,000,000	32,758,684	34,573,089	1.84
30.06.2031	Government of Malaysia	NR**	30,000,000	30,733,308	29,835,430	1.73
15.04.2032	Government of Malaysia	NR**	10,000,000	10,254,847	10,399,218	0.58
15.07.2032	Government of Malaysia	NR**	20,000,000	19,920,464	20,197,922	1.12
15.04.2033	Government of Malaysia	NR**	30,000,000	30,141,908	29,291,808	1.69
07.11.2033	Government of Malaysia	NR**	22,500,000	24,002,287	22,808,652	1.35
05.07.2034	Government of Malaysia	NR**	41,500,000	42,085,415	43,694,639	2.37
31.05.2035	Government of Malaysia	NR**	20,000,000	20,614,151	20,245,829	1.16
07.04.2037	Government of Malaysia	NR**	30,000,000	32,603,386	31,851,969	1.83
08.06.2038	Government of Malaysia	NR**	30,000,000	32,828,070	31,140,868	1.84
22.05.2040	Government of Malaysia	NR**	40,000,000	38,662,466	39,660,243	2.17
15.10.2042	Government of Malaysia	NR**	40,000,000	43,380,790	41,727,179	2.44
30.09.2043	Government of Malaysia	NR**	20,000,000	22,351,443	20,649,346	1.26
15.03.2046	Government of Malaysia	NR**	20,000,000	21,828,171	20,581,655	1.23
06.07.2048	Government of Malaysia	NR**	20,000,000	22,596,447	21,908,024	1.27
15.06.2050	Government of Malaysia	NR**	40,000,000	38,990,700	38,322,290	2.19
31.03.2053	Government of Malaysia	NR**	20,000,000	20,938,315	21,149,973	1.18
Total Malaysian Government Securities			801,680,000	824,775,508	816,087,556	46.35

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Government Investment Issues						
15.10.2025	Government of Malaysia	NR**	20,000,000	20,337,999	20,200,262	1.14
31.03.2026	Government of Malaysia	NR**	30,000,000	30,429,004	30,687,788	1.71
30.09.2026	Government of Malaysia	NR**	45,000,000	46,054,501	45,777,140	2.59
15.06.2027	Government of Malaysia	NR**	20,000,000	20,237,206	20,104,049	1.14
26.07.2027	Government of Malaysia	NR**	20,000,000	20,779,287	20,479,147	1.17
30.09.2027	Government of Malaysia	NR**	30,000,000	30,130,292	30,947,156	1.69
31.07.2028	Government of Malaysia	NR**	30,000,000	30,424,746	30,474,398	1.71
31.10.2028	Government of Malaysia	NR**	30,000,000	31,070,352	30,377,999	1.75
06.12.2028	Government of Malaysia	NR**	10,000,000	10,553,904	10,167,780	0.59
09.07.2029	Government of Malaysia	NR**	36,160,000	37,634,795	37,398,149	2.12
30.09.2030	Government of Malaysia	NR**	30,000,000	31,115,727	30,727,628	1.75
15.10.2030	Government of Malaysia	NR**	42,500,000	42,099,766	42,826,542	2.37
08.10.2031	Government of Malaysia	NR**	10,000,000	10,089,484	10,026,300	0.57
07.10.2032	Government of Malaysia	NR**	20,000,000	20,666,465	19,858,527	1.16
15.06.2033	Government of Malaysia	NR**	20,000,000	21,291,084	20,211,412	1.20
30.08.2033	Government of Malaysia	NR**	30,000,000	32,035,485	30,380,381	1.80
30.11.2034	Government of Malaysia	NR**	35,000,000	35,785,945	37,453,428	2.01
31.10.2035	Government of Malaysia	NR**	20,000,000	21,702,562	20,652,818	1.22

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Government Investment Issues (cont'd.)						
15.07.2036	Government of Malaysia	NR**	19,000,000	18,391,105	19,325,702	1.03
04.08.2037	Government of Malaysia	NR**	20,000,000	21,977,552	21,865,967	1.24
31.03.2038	Government of Malaysia	NR**	10,000,000	10,797,489	10,052,400	0.61
15.09.2039	Government of Malaysia	NR**	30,000,000	31,903,583	31,775,622	1.79
30.09.2041	Government of Malaysia	NR**	30,000,000	31,533,509	31,240,235	1.77
14.08.2043	Government of Malaysia	NR**	40,000,000	41,469,803	41,385,973	2.33
08.05.2047	Government of Malaysia	NR**	20,000,000	22,119,230	20,514,541	1.23
15.11.2049	Government of Malaysia	NR**	30,000,000	32,129,516	31,124,819	1.81
15.05.2052	Government of Malaysia	NR**	30,000,000	35,570,914	34,516,017	2.00
23.03.2054	Government of Malaysia	NR**	10,000,000	10,150,445	10,078,372	0.57
Total Government Investment Issues			717,660,000	748,481,750	740,630,552	42.07
Total financial assets at FVTPL			1,694,340,000	1,761,588,815	1,739,455,531	99.00
Excess of fair value over adjusted cost				22,133,284		

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

4. INVESTMENTS (CONT'D.)

The weighted average effective yield on investments are as follows:

	30.06.2024	Effective yield* 31.12.2023
	%	%
Cagamas bond	3.66	3.71
Quasi-Government bonds	3.98	4.04
Malaysian Government Securities	3.82	3.78
Government Investment Issues	3.83	3.82

* As provided by Markit Indices Limited.

** Non-rated

Analysis of the remaining maturities of investments as at 30 June 2024 and 31 December 2023 are as follows:

	Less than 1 year RM	1 year to 5 years RM	More than 5 years RM
30.06.2024			
At nominal value:			
Cagamas bonds	10,000,000	10,000,000	-
Quasi-Government bonds	5,000,000	30,000,000	120,000,000
Malaysian Government Securities	-	265,180,000	536,500,000
Government Investment Issues	-	235,000,000	482,660,000
	<u>-</u>	<u>235,000,000</u>	<u>482,660,000</u>
31.12.2023			
At nominal value:			
Cagamas bonds	5,000,000	10,000,000	-
Quasi-Government bonds	-	30,000,000	105,000,000
Malaysian Government Securities	-	307,680,000	547,500,000
Government Investment Issues	-	228,500,000	432,660,000
	<u>-</u>	<u>228,500,000</u>	<u>432,660,000</u>

5. DEPOSIT WITH LICENSED FINANCIAL INSTITUTION

	30.06.2024	31.12.2023
	RM	RM
At nominal value:		
Short-term deposit	17,546,000	13,110,000
	<u>17,546,000</u>	<u>13,110,000</u>
At carrying value:		
Short-term deposit	17,550,543	13,113,287
	<u>17,550,543</u>	<u>13,113,287</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

5. DEPOSIT WITH LICENSED FINANCIAL INSTITUTION (CONT'D.)

Details of deposit with licensed financial institution are as follows:

Maturity date	Financial institution	Nominal value RM	Carrying value RM	Carrying value as a percentage of NAV %
30.06.2024				
Short-term deposit				
01.07.2024	Malayan Banking Berhad	17,546,000	17,550,543	0.99

The weighted average effective interest rate and weighted average remaining maturities of short-term deposit are as follows:

	Weighted average effective interest rate		Weighted average remaining maturities	
	30.06.2024 %	31.12.2023 %	30.06.2024 Day	31.12.2023 Days
Short-term deposit	3.15	3.05	1	2

6. AMOUNT DUE TO MANAGER

	30.06.2024 RM	31.12.2023 RM
Due to Manager		
Manager's fee payable	155,269	157,262

Manager's fee is at a rate of 0.10% (31.12.2023: 0.10%) per annum on the NAV of the Fund, calculated on a daily basis.

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

7. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.04% (31.12.2023: 0.04%) per annum on the NAV of the Fund, calculated on a daily basis.

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

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

8. AMOUNT DUE TO INDEX PROVIDER

Amount due to Index provider is the licence fee payable to Markit Indices Limited, the provider of the benchmark index.

Licence fee is calculated on a daily basis at the following rate:

Fund size	% p.a.
From 1 July 2008 onwards	
For amount equal to or less than Initial Funding	0.0175
For amount above Initial Funding, but equal to or less than 275% of Initial Funding	0.01
For amount above 275% of Initial Funding	No charge

Subject to a minimum annual fee of USD21,234

* Initial Funding for the Fund was USD115,400,000.

9. NET GAINS FROM INVESTMENTS

	01.01.2024 to 30.06.2024 RM	01.01.2023 to 30.06.2023 RM
Net gains on financial assets at FVTPL comprised:		
– Net realised gain/(loss) on sale of investments	780,180	(251,263)
– Net unrealised (loss)/gain on changes in fair value of investments	(201,978)	37,980,373
	<u>578,202</u>	<u>37,729,110</u>

10. TOTAL EQUITY

Total equity is represented by:

	Note	30.06.2024 RM	31.12.2023 RM
Unit holders' capital	(a)	1,531,772,853	1,531,772,853
Retained earnings			
– Realised income	(b)	225,420,179	191,792,125
– Unrealised gains	(c)	22,133,284	22,335,262
		<u>1,779,326,316</u>	<u>1,745,900,240</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

10. TOTAL EQUITY (CONT'D.)

(a) Unit holders' capital/Units in circulation

	30.06.2024		31.12.2023	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	1,430,421,800	1,531,772,853	1,402,921,800	1,499,952,603
Creation during the financial period/year	-	-	27,500,000	31,820,250
At end of the financial period/year	<u>1,430,421,800</u>	<u>1,531,772,853</u>	<u>1,430,421,800</u>	<u>1,531,772,853</u>

(b) Realised – distributable

	30.06.2024 RM	31.12.2023 RM
At beginning of the financial period/year	191,792,125	134,059,282
Net realised income for the financial period/year	33,628,054	64,312,783
Distribution out of realised income	-	(6,579,940)
At end of the financial period/year	<u>225,420,179</u>	<u>191,792,125</u>

(c) Unrealised – non-distributable

	30.06.2024 RM	31.12.2023 RM
At beginning of the financial period/year	22,335,262	(20,285,627)
Net unrealised (loss)/gain for the financial period/year	(201,978)	42,620,889
At end of the financial period/year	<u>22,133,284</u>	<u>22,335,262</u>

11. 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
Holding company of the Manager
Ultimate holding company of the Manager
Subsidiaries and associate companies of the
ultimate holding company of the Manager

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

11. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES (CONT'D.)

	30.06.2024		31.12.2023	
	Number of units	RM	Number of units	RM
AmBank (M) Berhad	2,494,330	3,105,441 [^]	2,826,230	3,436,696 [^]

* The financial institution related to the Manager is the legal and beneficial owner of the units. The Manager and other related parties did not hold any units in the Fund as at 30 June 2024 and 31 December 2023.

[^] Closing quoted price published in Bursa Malaysia Berhad as at 30 June 2024 was RM1.2450 (31.12.2023: RM1.2160).

Other than those disclosed elsewhere in the financial statements, the significant related party balance as at reporting date is as follows:

	30.06.2024 RM	31.12.2023 RM
Significant related party balance		
<u>AmBank (M) Berhad</u>		
Cash at bank	961	967

12. 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.

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

	01.01.2024 to 30.06.2024 RM	01.01.2023 to 30.06.2023 RM
Net income before taxation	33,426,076	69,433,894
Taxation at Malaysian statutory rate of 24% (2023: 24%)	8,022,258	16,664,135
Tax effects of:		
Income not subject to tax	(8,487,338)	(17,035,448)
Losses not allowed for tax deduction	144,955	60,303
Restriction on tax deductible expenses for exchange traded fund	190,570	183,465
Non-permitted expenses for tax purposes	108,381	107,160
Permitted expenses not used and not available for future financial periods	21,174	20,385
Tax expense for the financial period	-	-

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

13. DISTRIBUTION

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

Details of distribution to unit holders for the previous financial period is as follows:

	01.01.2023 to 30.06.2023 RM
Gross distribution per unit (sen)	<u>0.46</u>
Net distribution per unit (sen)	<u>0.46</u>
Cum-Distribution - 22 June 2023	
NAV	<u>1,711,984,510</u>
NAV per unit	<u>1.1968</u>
Ex-Distribution - 22 June 2023	
NAV	<u>1,705,404,570</u>
NAV per unit	<u>1.1922</u>

Details of distribution to unit holders for the previous financial period is as follows:

Financial period ended 30 June 2023

Distribution Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
22 June 2023	<u>0.46</u>	<u>0.46</u>	<u>6,579,940</u>
		01.01.2024 to 30.06.2024 RM	01.01.2023 to 30.06.2023 RM
Total amount available for distribution		<u>225,420,179</u>	<u>158,932,863</u>

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

The payment date for the distribution declared was on 12 July 2023.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

14. TOTAL EXPENSE RATIO (“TER”)

The Fund’s TER is as follows:

	01.01.2024 to 30.06.2024 % p.a.	01.01.2023 to 30.06.2023 % p.a.
Manager’s fee	0.05	0.05
Trustee’s fee	0.02	0.02
Licence fee	0.01	0.01
Fund’s other expenses	-*	-*
Total TER	<u>0.08</u>	<u>0.08</u>

* represents less than 0.01%

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.

15. PORTFOLIO TURNOVER RATIO (“PTR”)

The PTR of the Fund, which is the ratio of average total acquisitions and disposals of investments to the average NAV of the Fund calculated on a daily basis, is 0.06 times (01.01.2023 to 30.06.2023: 0.07 times).

16. SEGMENTAL REPORTING

In accordance with the objective of the Fund, substantially all of the Fund’s investments are made in the form of fixed income instruments in Malaysia. The Manager is of the opinion that the risk and rewards from these investments are not individually or segmentally distinct and hence the Fund does not have a separately identifiable business or geographical segments.

17. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial period ended 30 June 2024 are as follows:

	Transaction value	
	RM	%
Citibank Berhad	53,720,083	26.21
CIMB Bank Berhad	41,334,550	20.16
CIMB Islamic Bank Berhad	33,823,684	16.50
JP Morgan Securities (M) Sdn. Bhd.	31,011,695	15.13
RHB Investment Bank Berhad	15,941,157	7.78
Standard Chartered Bank Malaysia Berhad	10,182,174	4.97
United Overseas Bank (Malaysia) Bhd.	9,100,868	4.44
AmBank Islamic Berhad*	5,000,000	2.44
Hong Leong Islamic Bank Berhad	4,858,136	2.37
Total	<u>204,972,347</u>	<u>100.00</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

17. TRANSACTIONS WITH BROKERS (CONT'D.)

* A financial institution related to the Manager.

The Manager is of the opinion that the above transactions have been entered into the normal course of business and have been established under terms that are no less favourable than those arranged with independent third parties.

The above transactions are in respect of fixed income instruments. Transactions in these investments do not involve any commission or brokerage fee.

18. 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 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
30.06.2024				
Financial assets				
Investments	1,761,588,815	-	-	1,761,588,815
Deposit with licensed financial institution	-	17,550,543	-	17,550,543
Interest receivables	-	634,800	-	634,800
Cash at banks	-	11,955	-	11,955
Total financial assets	<u>1,761,588,815</u>	<u>18,197,298</u>	<u>-</u>	<u>1,779,786,113</u>
Financial liabilities				
Amount due to Manager	-	-	155,269	155,269
Amount due to Trustee	-	-	58,235	58,235
Amount due to Index provider	-	-	183,878	183,878
Total financial liabilities	<u>-</u>	<u>-</u>	<u>397,382</u>	<u>397,382</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

18. 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
31.12.2023				
Financial assets				
Investments	1,732,568,973	-	-	1,732,568,973
Deposit with licensed financial institution	-	13,113,287	-	13,113,287
Interest receivables	-	634,800	-	634,800
Cash at banks	-	12,126	-	12,126
Total financial assets	<u>1,732,568,973</u>	<u>13,760,213</u>	<u>-</u>	<u>1,746,329,186</u>
Financial liabilities				
Amount due to Manager	-	-	157,262	157,262
Amount due to Trustee	-	-	59,118	59,118
Amount due to Index provider	-	-	147,456	147,456
Total financial liabilities	<u>-</u>	<u>-</u>	<u>363,836</u>	<u>363,836</u>
			Income, expenses, gains and losses	
			01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023
			RM	RM
Net gains from financial assets at FVTPL			578,202	37,729,110
Income, of which derived from:				
– Interest income from financial assets at FVTPL			33,940,595	32,715,467
– Interest income from financial assets at amortised cost			<u>241,134</u>	<u>285,192</u>

(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;

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

18. FINANCIAL INSTRUMENTS (CONT'D.)

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

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique: (cont'd.)

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.

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
30.06.2024				
Financial assets at FVTPL	-	1,761,588,815	-	1,761,588,815
31.12.2023				
Financial assets at FVTPL	-	1,732,568,973	-	1,732,568,973

(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:

- Deposit with licensed financial institution
- Interest receivables
- Cash at banks
- Amount due to Manager
- Amount due to Trustee
- Amount due to Index provider

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.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks that include market risk, credit risk, liquidity risk, regulatory 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 Exchange Traded Funds and the Deeds as the backbone of risk management of the Fund.

(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) Interest rate risk

Interest rate risk will affect the value of the Fund's investments, 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 institutions are determined based on prevailing market rates.

The result below summarised the interest rate sensitivity of the Fund's NAV, or theoretical value due to the parallel movement assumption of the yield curve by +100bps and -100bps respectively:

Percentage shift in yield curve by:	Sensitivity of the Fund's NAV, or theoretical value	
	30.06.2024	31.12.2023
	RM	RM
+100 bps	(122,420,374)	(119,078,840)
-100 bps	139,219,981	135,268,653

(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. The Fund can invests up to 100% of the NAV in fixed income instruments. As such the Fund would be exposed to the risk of bond issuers and licensed financial institutions defaulting on its repayment obligations which in turn would adversely affect the NAV of the Fund.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

(b) Credit risk (cont'd.)

(i) Credit quality of financial assets

The following table analyses the Fund's portfolio of debt securities by rating category as at 30 June 2024 and 31 December 2023:

Credit rating	RM	As a % of debt securities	As a % of NAV
30.06.2024			
AAA	45,685,702	2.59	2.57
NR	1,715,903,113	97.41	96.43
	<u>1,761,588,815</u>	<u>100.00</u>	<u>99.00</u>
31.12.2023			
AAA	40,514,135	2.34	2.32
NR	1,692,054,838	97.66	96.92
	<u>1,732,568,973</u>	<u>100.00</u>	<u>99.24</u>

For deposits with licensed financial institutions, the Fund only makes placements with licensed financial institutions with sound rating of P1/MARC-1 and above. The following table presents the Fund's portfolio of deposit by rating category as at 30 June 2024 and 31 December 2023:

Credit rating	RM	As a % of deposits	As a % of NAV
30.06.2024			
P1/MARC-1	<u>17,550,543</u>	<u>100.00</u>	<u>0.99</u>
31.12.2023			
P1/MARC-1	<u>13,113,287</u>	<u>100.00</u>	<u>0.75</u>

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

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

(b) Credit risk (cont'd.)

(ii) Credit risk concentration

Concentration of risk is monitored and managed based on sectorial distribution. The table below analyses the Fund's portfolio of debt securities by sectorial distribution as at 30 June 2024 and 31 December 2023:

Sectors	RM	As a % of debt securities	As a % of NAV
30.06.2024			
Financial services	72,313,989	4.10	4.06
Public administration	1,657,404,207	94.09	93.15
Real estate	4,889,019	0.28	0.27
Transportation and storage	26,981,600	1.53	1.52
	<u>1,761,588,815</u>	<u>100.00</u>	<u>99.00</u>
31.12.2023			
Financial services	51,223,969	2.96	2.94
Public administration	1,654,448,399	95.49	94.76
Transportation and storage	26,896,605	1.55	1.54
	<u>1,732,568,973</u>	<u>100.00</u>	<u>99.24</u>

(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. 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 are 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.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

(c) Liquidity risk (cont'd.)

The following table presents the undiscounted contractual cash flows from different financial assets and financial liabilities classes in the Fund:

	Contractual cash flows (undiscounted)					
	0 – 1 year RM	1 – 2 years RM	2 – 3 years RM	3 – 4 years RM	4 – 5 years RM	More than 5 years RM
30.06.2024						
Financial assets						
Investments	86,911,320	165,047,100	235,104,732	213,676,073	172,121,234	1,594,075,890
Deposit with licensed financial institution	17,550,543	-	-	-	-	-
Interest receivables	634,800	-	-	-	-	-
Cash at banks	11,955	-	-	-	-	-
Total financial assets	105,108,618	165,047,100	235,104,732	213,676,073	172,121,234	1,594,075,890
Financial liabilities						
Amount due to Manager	155,269	-	-	-	-	-
Amount due to Trustee	58,235	-	-	-	-	-
Amount due to Index provider	183,878	-	-	-	-	-
Total financial liabilities	397,382	-	-	-	-	-

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

(c) Liquidity risk (cont'd.)

The following table presents the undiscounted contractual cash flows from different financial assets and financial liabilities classes in the Fund: (cont'd.)

	Contractual cash flows (undiscounted)					
	0 – 1 year RM	1 – 2 years RM	2 – 3 years RM	3 – 4 years RM	4 – 5 years RM	More than 5 years RM
31.12.2023						
Financial assets						
Investments	75,716,717	205,160,965	213,623,448	197,488,068	201,360,840	1,523,276,456
Deposit with licensed financial institution	13,114,382	-	-	-	-	-
Interest receivables	634,800	-	-	-	-	-
Cash at banks	12,126	-	-	-	-	-
Total financial assets	89,478,025	205,160,965	213,623,448	197,488,068	201,360,840	1,523,276,456
Financial liabilities						
Amount due to Manager	157,262	-	-	-	-	-
Amount due to Trustee	59,118	-	-	-	-	-
Amount due to Index provider	147,456	-	-	-	-	-
Total financial liabilities	363,836	-	-	-	-	-

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

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

(d) Regulatory risk

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

(e) Management risk

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

(f) Non-compliance risk

This is the risk of the Manager or the Trustee not complying with the respective internal policies, the Deed and its Supplemental Deeds, securities laws or guidelines issued by the regulators relevant to each party, which may adversely affect the performance of the Fund.

20. CAPITAL MANAGEMENT

The capital of the Fund can vary depending on the demand for creation and cancellation of units to the Fund.

The Fund's objectives for managing capital are:

- (a) To invest in investments meeting the description, risk exposure and expected return indicated in its prospectus;
- (b) To maintain sufficient liquidity to meet the expenses of the Fund, and to meet cancellation requests as they arise; and
- (c) To maintain sufficient fund size to make the operations of the Fund cost-efficient.

No changes were made to the capital management objectives, policies or processes during the current and previous financial periods.

ABF Malaysia Bond Index Fund

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 134: *Interim Financial Reporting* (“MFRS 134”) so as to give a true and fair view of the financial position of ABF Malaysia Bond Index Fund (the “Fund”) as at 30 June 2024 and of the comprehensive income, the changes in equity and cash flows for the financial period then ended.

For and on behalf of the Manager

GOH WEE PENG

Executive Director

Kuala Lumpur, Malaysia

20 August 2024

DIRECTORY

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*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.)*

