

Semi-Annual Report for

# AmCumulative Growth

31 December 2024



**AmInvest**

Growing Your Investments in a Changing World

## TRUST DIRECTORY

### **Manager**

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

### **Trustee**

HSBC (Malaysia) Trustee Berhad

### **Auditors and Reporting Accountants**

Ernst & Young PLT

### **Taxation Adviser**

Deloitte Tax Services Sdn Bhd

## **CONTENTS**

- 1** Manager's Report
- 7** Statement of Financial Position
- 8** Statement of Comprehensive Income
- 9** Statement of Changes In Equity
- 10** Statement of Cash Flows
- 11** Notes to the Financial Statements
- 35** Statement by the Manager
- 36** Trustee's Report
- 37** Directory

## MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the unaudited accounts of AmCumulative Growth ("Fund") for the financial period from 1 July 2024 to 31 December 2024.

### Salient Information of the Fund

<b>Name</b>	AmCumulative Growth ("Fund")
<b>Category/ Type</b>	Equity / Growth
<b>Objective</b>	<p>The Fund aims to provide long-term capital growth mainly through investments in securities with superior growth potential*. As such, income** will be incidental to the overall capital growth objective and a substantial portion of the income from investments will be reinvested, rather than distributed.</p> <p><i>Notes:</i> <i>Any material change to the investment objective of the Fund would require Unit Holders' approval.</i> <i>*Superior growth potential in this context refers to earnings growth higher than the market average.</i> <i>**The income could be in the form of units or cash.</i></p>
<b>Duration</b>	<p>The Fund was established on 24 July 1996 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.</p>
<b>Performance Benchmark</b>	<p>MSCI Far East Ex-Japan Composite Index. ("MXFEJI") (Available at <a href="http://www.aminvest.com">www.aminvest.com</a>)</p> <p><i>Notes: The benchmark does not imply that the risk profile of the Fund is the same as the risk profile of the benchmark. Investors of the Fund will assume a higher risk compared to the benchmark. Hence, the returns of the Fund may be potentially higher due to the higher risk faced by the investors.</i></p> <p><i>Source: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (<a href="http://www.msci.com">www.msci.com</a>).</i></p>

<b>Income Distribution Policy</b>	Income distribution (if any) is incidental.
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## Fund Performance Data

<b>Portfolio Composition</b>	Details of portfolio composition of the Fund as at 31 December 2024 and for the past three financial years are as follows:				
		<b>As at 31.12.2024 %</b>	<b>As at 30 June</b>		
			<b>2024 %</b>	<b>2023 %</b>	<b>2022 %</b>
	Consumer discretionary	14.03	12.21	18.79	8.58
	Consumer staples	4.24	3.82	4.36	4.78
	Energy	-	-	-	3.25
	Financials	14.57	12.46	14.98	19.81
	Industrials	-	-	-	3.60
	Information technology	40.28	41.07	24.96	14.21
	Materials	-	-	1.24	2.71
	Real estate/REITs	2.20	2.41	1.44	21.67
	Telecommunication services	13.31	17.03	20.52	4.80
	Utilities	-	0.01	0.93	0.02
	Collective Investment Scheme	5.43	5.10	4.76	5.47
Money market deposits and cash equivalents	5.94	5.89	8.02	11.10	
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	
	Note: The abovementioned percentages are calculated based on total net asset value.				
<b>Performance Details</b>	Performance details of the Fund for the financial period ended 31 December 2024 and three financial years ended 30 June are as follows:				
		<b>FPE 31.12.2024</b>	<b>FYE 2024</b>	<b>FYE 2023</b>	<b>FYE 2022</b>
	Net asset value (RM)	12,194,863	13,848,314	14,642,693	15,822,022
	Units in circulation	13,299,709	14,505,915	15,259,550	16,214,790
	Net asset value per unit (RM)	0.9169	0.9547	0.9596	0.9758
	Highest net asset value per unit (RM)	0.9996	0.9811	1.0229	1.1601
	Lowest net asset value per unit (RM)	0.8183	0.8676	0.8836	0.9758
	Benchmark performance (%)	-2.52	6.89	-0.62	-24.88
	Total return (%) <sup>(1)</sup>	-3.99	-0.48	-1.66	-15.14
	- Capital growth (%)	-3.99	-0.48	-1.66	-15.66
	- Income distribution (%)	-	-	-	0.52
	Gross distribution (sen per unit)	-	-	-	0.60
	Net distribution (sen per unit)	-	-	-	0.60
	Total expense ratio (%) <sup>(2)</sup>	1.05	2.60	2.13	2.15
Portfolio turnover ratio (times) <sup>(3)</sup>	0.21	0.39	0.77	0.76	

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) Total expenses 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.
- (3) Portfolio turnover ratio (“PTR”) is calculated based on the average of the total acquisitions and total disposals of investment securities of the Fund divided by the average fund size calculated on a daily basis.

**Average Total Return (as at 31 December 2024)**

	<b>AmCumulative Growth<sup>(a)</sup></b> %	<b>Benchmark<sup>(b)</sup></b> %
One year	-1.16	6.83
Three years	-5.22	-3.27
Five years	-3.33	0.40
Ten years	1.98	3.85

**Annual Total Return**

<b>Financial Years Ended (30 June)</b>	<b>AmCumulative Growth<sup>(a)</sup></b> %	<b>Benchmark<sup>(b)</sup></b> %
2024	-0.48	6.89
2023	-1.66	-0.62
2022	-15.14	-24.88
2021	11.88	30.98
2020	-3.43	5.15

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

(b) MSCI Far East Ex-Japan Composite Index (MXFEJI)  
(Available at [www.aminvest.com](http://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 fluctuate.**

**Fund Performance**

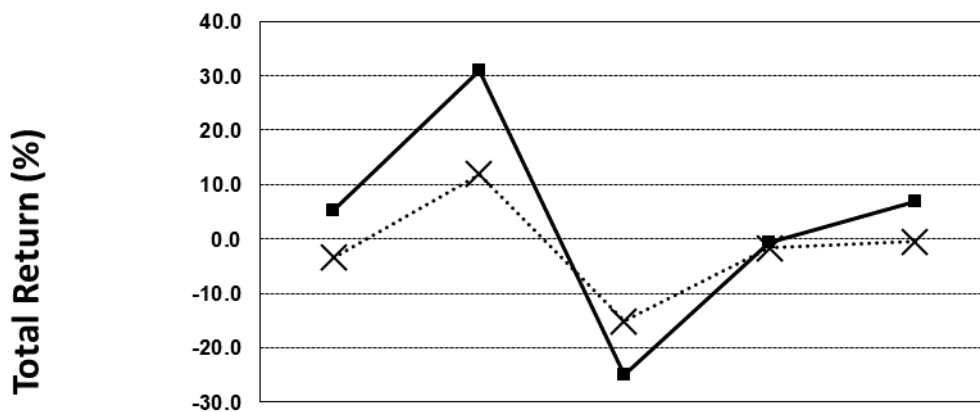
For the financial period under review, the Fund registered a negative return of 3.99%<sup>(a)</sup> which is entirely capital in nature.

Thus, the Fund’s negative return of 3.99%<sup>(a)</sup> has underperformed the benchmark’s negative return of 2.52% by 1.47%.

As compared with the financial year ended 30 June 2024, the net asset value (“NAV”) per unit of the Fund decreased by 3.96% from RM0.9547 to RM0.9169, while units in circulation decreased by 8.32% from 14,505,915 units to 13,299,709 units.

(a) Fund return based on the published price (last business day).

The following line chart shows comparison between the annual performances of AmCumulative Growth and its benchmark for the financial years ended 30 June.



	2020	2021	2022	2023	2024
...x... Fund	-3.43	11.88	-15.14	-1.66	-0.48
—■— Benchmark	5.15	30.98	-24.88	-0.62	6.89

Financial Years Ended (30 June)

**Note: Past performance is not necessarily indicative of future performance and that unit prices and investment returns may fluctuate.**

#### Strategies and Policies Employed

For the financial period under review, the Fund may invest 80% to 95% of its net asset value (NAV) in equities. In managing the Fund, the Manager may opt to invest in the investment either directly or via collective investment schemes. Value-add from equities investments is derived from active stock selection with focus on undervalued stock relative to its earnings growth potential and/or its intrinsic value.

The Fund invests in Malaysia and in foreign eligible markets.

The Fund is actively managed. However, the frequency of its trading strategy will depend on investment opportunities.

#### Portfolio Structure

The table below is the asset allocation of the Fund as at 31 December 2024 and 30 June 2024.

	As at 31.12.2024 %	As at 30.06.2024 %	Changes %
Consumer discretionary	14.03	12.21	1.82
Consumer staples	4.24	3.82	0.42
Financials	14.57	12.46	2.11
Information technology	40.28	41.07	-0.79
Real estate/REITs	2.20	2.41	-0.21
Telecommunication services	13.31	17.03	-3.72
Utilities	-	0.01	-0.01
Collective Investment Scheme	5.43	5.10	0.33
Money market deposits and cash equivalents	5.94	5.89	0.05
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	

	<p>For the financial period under review, there were some changes to the sector weights, the most notable being the decrease in telecommunication services, information technology, real estate/ REITs, utilities, whereby the weightings decreased by 3.72%, 0.79%, 0.21 and 0.01% respectively. These were offset by financials, consumer discretionary, consumer staples and Collective Investment Scheme, whereby the weightings were increased by 2.11%, 1.82%, 0.42% and 0.33% respectively.</p>
<b>Securities Lending / Repurchase Transactions</b>	<p>The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).</p>
<b>Cross Trades</b>	<p>There were no cross trades undertaken during the financial period under review.</p>
<b>Distribution/ Unit splits</b>	<p>There is no income distribution and unit split declared for the financial period under review.</p>
<b>State of Affairs</b>	<p>There has been neither significant changes to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unitholders during the financial period under review.</p>
<b>Rebates and Soft Commission</b>	<p>During the period, the management company received soft commissions by virtue of transactions conducted for the Fund, in the form of research services, systems and services relating to performance measurement of portfolios and subscription fees for fund’s benchmark indices. All of these assist in the investment decision making process which are of demonstrable benefit to unitholders of the Fund.</p> <p>The company has soft commission arrangement with a total of 12 brokers, who execute trades for the Fund and other funds or investments managed by the company. The soft commission received would be in the form of research services, systems and services relating to performance measurement of portfolios and/or subscription fees for fund’s benchmark indices. All of these assist in the investment decision making process which are of demonstrable benefit to unitholders of the Fund and other funds or investments managed by the company.</p> <p>Soft commissions received were for the benefit of the Fund and there was no churning of trades.</p>
<b>Market Review</b>	<p>The regional equity markets, as proxied by the MSCI Far East Ex Japan, commenced the financial period under review at 588.52 points. The index fell 1.84% in July 2024 amid geopolitical uncertainty over impending United States (US) Presidential Elections which have affected market sentiment in general.</p> <p>The index rebounded in August, gaining 2.01%, led by Hong Kong and ASEAN markets. In September, the index jumped another 10.06% following China’s government stimulus combo fuelled by a short squeeze, margin financing and retail excitement.</p> <p>The positive momentum faded in October and November, with the index declining 3.59% and 4.15%, respectively. Limited news on China’s domestic stimulus, concerns over increased US-China tension following Trump’s red sweep and a strong US have contributed to the decline.</p> <p>After the sell-offs, the market rebounded in December 2024, with the MSCI Far</p>



	<p>East Ex Japan index gaining 0.93% to 604.97 points, registering a return of 2.76% (-2.49% in Ringgit terms) for the financial period under review.</p>
<p><b>Market Outlook</b></p>	<p>We remain vigilant on the Asian markets as the Trump's new policies unfold. Nonetheless, the US bond yields and dollar coming off the recent peak should lead to a reprieve for the Asian equities markets in the near term. As such, our investment focus is on sectors and stocks that benefit from domestic consumption, domestic policies and China+1 policies (i.e. sectors and companies that benefit from (i) shift in demand from high-tariff Chinese exports to other exporters that are levied a lower trade tariff; and/or (ii) relocation of manufacturing facilities out of China to different markets to avoid high trade tariffs against made-in-China products).</p> <p>We also like the technology, financials, and consumer sectors that benefit from secular trends and robust domestic demand. Meanwhile for defensiveness during periods of uncertainty, we pick companies that generate stable income stream and grow their dividends consistently.</p>

Kuala Lumpur, Malaysia  
AmFunds Management Berhad

18 February 2025

## AmCumulative Growth

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	Note	31.12.2024 (unaudited) RM	30.06.2024 (audited) RM
<b>ASSETS</b>			
Investments	4	11,470,377	13,033,539
Amount due from Manager	5(a)	2,956	4,597
Amount due from brokers	6	-	63,749
Dividend/Distribution receivables		9,684	37,523
Tax recoverable		87,714	33,344
Cash at banks		662,944	818,013
<b>TOTAL ASSETS</b>		<u>12,233,675</u>	<u>13,990,765</u>
<b>LIABILITIES</b>			
Amount due to Manager	5(b)	16,114	16,965
Amount due to brokers	6	-	104,718
Amount due to Trustee	7	525	567
Sundry payables and accruals		22,173	20,201
<b>TOTAL LIABILITIES</b>		<u>38,812</u>	<u>142,451</u>
<b>NET ASSET VALUE (“NAV”) OF THE FUND</b>		<u>12,194,863</u>	<u>13,848,314</u>
<b>EQUITY</b>			
Unit holders’ capital	9(a)	(65,295,162)	(64,174,073)
Retained earnings	9(b)(c)	77,490,025	78,022,387
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>	9	<u>12,194,863</u>	<u>13,848,314</u>
<b>UNITS IN CIRCULATION</b>	9(a)	<u>13,299,709</u>	<u>14,505,915</u>
<b>NAV PER UNIT (RM)</b>		<u>0.9169</u>	<u>0.9547</u>

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

## AmCumulative Growth

### STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

	Note	01.07.2024 to 31.12.2024 RM	01.07.2023 to 31.12.2023 RM
<b>INVESTMENT LOSSES</b>			
Dividend/Distribution income		150,796	183,577
Interest income		2,848	8,829
Net losses from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	8	(504,680)	(448,363)
Other net realised (loss)/gain on foreign currency exchange		(40,895)	2,903
Other net unrealised gain/(loss) on foreign currency exchange		87	(59)
		<u>(391,844)</u>	<u>(253,113)</u>
<b>EXPENDITURE</b>			
Manager’s fee	5	(88,246)	(98,636)
Trustee’s fee	7	(3,151)	(3,492)
Audit fee		(4,045)	(4,029)
Tax agent’s fee		(9,745)	(2,614)
Brokerage and other transaction fees		(19,670)	(26,667)
Custodian’s fee		(21,345)	(26,037)
Other expenses		(4,340)	(2,712)
		<u>(150,542)</u>	<u>(164,187)</u>
<b>Net losses before taxation</b>		(542,386)	(417,300)
<b>Taxation</b>	11	10,024	(76,491)
<b>Net losses after taxation representing total comprehensive losses for the financial period</b>		<u>(532,362)</u>	<u>(493,791)</u>
Total comprehensive losses comprises the following:			
Realised losses		(472,753)	(193,786)
Unrealised losses		(59,609)	(300,005)
		<u>(532,362)</u>	<u>(493,791)</u>

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

## AmCumulative Growth

### STATEMENT OF CHANGES IN EQUITY *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

	Note	Unit holders' capital RM	Retained earnings RM	Total equity RM
At 1 July 2024		(64,174,073)	78,022,387	13,848,314
Total comprehensive loss for the financial period		-	(532,362)	(532,362)
Creation of units	9(a)	196,768	-	196,768
Cancellation of units	9(a)	(1,317,857)	-	(1,317,857)
Balance at 31 December 2024		<u>(65,295,162)</u>	<u>77,490,025</u>	<u>12,194,863</u>
At 1 July 2023		(63,473,632)	78,116,325	14,642,693
Total comprehensive loss for the financial period		-	(493,791)	(493,791)
Creation of units		12,202	-	12,202
Cancellation of units		(417,375)	-	(417,375)
Balance at 31 December 2023		<u>(63,878,805)</u>	<u>77,622,534</u>	<u>13,743,729</u>

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

## AmCumulative Growth

### STATEMENT OF CASH FLOWS *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

	01.07.2024 to 31.12.2024 RM	01.07.2023 to 31.12.2023 RM
<b>CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES</b>		
Proceeds from sale of investments	3,125,932	3,326,979
Purchases of investments	(2,140,796)	(3,330,529)
Capital repayments received	455	-
Dividend/Distribution received	153,572	220,762
Interest received	2,848	8,829
Manager's fee paid	(89,097)	(99,793)
Trustee's fee paid	(3,193)	(3,528)
Custodian's fee paid	(21,345)	(26,037)
Tax paid	(28,169)	(59,201)
Payments for other expenses	(35,828)	(36,026)
Net cash generated from operating and investing activities	<u>964,379</u>	<u>1,456</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from creation of units	198,409	14,742
Payments for cancellation of units	(1,317,857)	(412,390)
Net cash used in financing activities	<u>(1,119,448)</u>	<u>(397,648)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(155,069)	(396,192)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<u>818,013</u>	<u>1,148,678</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<u>662,944</u>	<u>752,486</u>
Cash and cash equivalents comprise:		
Cash at banks	<u>662,944</u>	<u>752,486</u>

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 1. GENERAL INFORMATION

AmCumulative Growth (the “Fund”) was established pursuant to a Deed dated 19 January 1996 as amended by Deeds supplemental thereto (the “Deeds”), between AmFunds Management Berhad as the Manager, HSBC (Malaysia) Trustee Berhad as the Trustee and all unit holders.

The Fund was set up with the objective of providing investors with long-term capital growth mainly through investment in securities with superior growth potential. As provided in the Deeds, the financial year shall end on 30 June and the units in the Fund were first offered for sale on 24 July 1996.

The financial statements were authorised for issue by the Manager on 18 February 2025.

#### 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

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 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
Amendments that are part of Annual Improvements - Volume 11: Amendments to MFRS 1 <i>First-time Adoption of Malaysian Financial Reporting Standards</i>	1 January 2026
Amendments to MFRS 7 <i>Financial Instruments: Disclosures</i>	
Amendments to MFRS 9 <i>Financial Instruments</i>	
Amendments to MFRS 10 <i>Consolidated Financial Statements*</i>	
Amendments to MFRS 107 <i>Statement of Cash Flows</i>	
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) Dividend/Distribution income

Dividend/Distribution income is recognised when the Fund's right to receive payment is established.

(ii) Interest income

Interest income is recognised on an accrual basis using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024**

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

**3.1 Income recognition (cont'd.)**

(iii) 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 Foreign currency transactions**

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

**3.5 Statement of cash flows**

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

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



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024**

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

**3.6 Distribution**

Distribution is at the discretion of the Manager. A distribution to the Fund's unit holders is accounted for as a deduction from retained earnings and realised income. Realised income is the income earned from dividend/distribution income, 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.

**3.7 Unit holders' capital**

The unit holders' capital of the Fund meets the definition of puttable instruments and is classified as equity instruments as it meets all criteria for such classification under MFRS 132 *Financial Instruments: Presentation* ("MFRS 132").

**3.8 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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024**

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

**3.9 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.

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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024**

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

**3.9 Financial assets (cont'd.)**

Classification and measurement (cont'd.)

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

*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". Dividend/Distribution revenue and interest earned elements of such instruments are recorded separately in "Dividend/Distribution income" and "Interest income" respectively. Exchange differences on financial assets at FVTPL are not recognised separately in profit or loss but are included in net gain or net loss on changes in fair value of financial assets at FVTPL.

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

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

**3.10 Financial liabilities – classification and subsequent measurement**

Financial liabilities issued by the Fund are classified as financial liabilities at amortised cost, where the substance of the contractual arrangement results in the Fund having an obligation either to deliver cash or another financial asset to the 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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024**

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

**3.11 Derecognition of financial instruments**

(i) Derecognition of financial asset

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

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

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

(ii) Derecognition of financial liability

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

(iii) Capital repayment received

Capital repayment received are cash received by the Fund as a result of capital reduction, a corporate action executed by a REIT entities in which the Fund is holding units of shares as its investments. A capital reduction is made out of an entity's contributed share capital. The shareholders will receive a return of capital and the cost of the shareholder's investments are reduced accordingly by the amount of capital returned.

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

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

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024**

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

**3.13 Determination of fair value**

For investments in local quoted equity securities, fair value is determined based on the closing price quoted on Bursa Malaysia Berhad. For investments in foreign listed securities, which are quoted in the respective stock exchanges, fair value will be determined based on the published market price quoted by the respective stock exchanges at the end of each business day. For investments in unquoted CIS, fair value is determined based on the closing NAV per unit of the CIS. Purchased cost is the quoted price that the Fund paid when buying its investments. The difference between the purchased cost and fair value is treated as unrealised gain or loss and is recognised in profit or loss. Unrealised gains or losses recognised in profit or loss are not distributable in nature.

**3.14 Classification of realised and unrealised gains and losses**

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

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

**3.15 Significant accounting estimates and judgments**

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

The Fund classifies its 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.

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 4. INVESTMENTS

	31.12.2024 RM	30.06.2024 RM
<b>Financial assets at FVTPL</b>		
Quoted equity securities - local	129,310	183,690
Quoted equity securities - foreign	10,679,402	12,143,642
Unquoted CIS - local	661,665	706,207
	<u>11,470,377</u>	<u>13,033,539</u>

Details of investments as at 31 December 2024 are as follows:

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
<b>Quoted equity securities - local</b>				
<b>Consumer discretionary</b>				
Genting Berhad	33,500	129,310	153,035	1.06
<b>Total quoted equity securities - local</b>	<u>33,500</u>	<u>129,310</u>	<u>153,035</u>	<u>1.06</u>
<b>Quoted equity securities - foreign</b>				
<b>Hong Kong</b>				
<b>Consumer discretionary</b>				
Alibaba Group Holding Limited	12,400	588,639	871,308	4.83
JD.com, Inc.	3,095	242,493	321,856	1.99
Meituan	1,200	104,874	125,233	0.86
Shenzhou International Group Holdings Limited	7,800	278,604	408,927	2.28
Yum China Holdings, Inc.	1,700	366,482	375,602	3.01
	<u>26,195</u>	<u>1,581,092</u>	<u>2,102,926</u>	<u>12.97</u>
<b>Consumer staples</b>				
China Resources Beer (Holdings) Company Limited	17,000	247,292	399,650	2.03
	<u>17,000</u>	<u>247,292</u>	<u>399,650</u>	<u>2.03</u>

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
<b>Quoted equity securities - foreign (cont'd.)</b>				
<b>Hong Kong (cont'd.)</b>				
<b>Financials</b>				
AIA Group Limited	10,000	324,346	482,153	2.66
China Life Insurance Company Limited	26,000	219,887	154,229	1.80
CITIC Securities Company Limited	20,000	245,996	184,548	2.02
Ping An Insurance (Group) Company of China, Ltd.	13,500	358,149	319,534	2.94
	<u>69,500</u>	<u>1,148,378</u>	<u>1,140,464</u>	<u>9.42</u>
<b>Information technology</b>				
BYD Electronic (International) Company Limited	10,000	242,251	206,339	1.99
Hua Hong Semiconductor Limited	15,000	187,090	238,585	1.53
Sunny Optical Technology (Group) Company Limited	9,300	368,882	440,360	3.02
	<u>34,300</u>	<u>798,223</u>	<u>885,284</u>	<u>6.54</u>
<b>Real estate</b>				
KE Holdings Inc.	3,800	103,768	112,729	0.85
<b>Telecommunication services</b>				
Baidu, Inc.	4,600	219,161	323,203	1.80
Kingsoft Corporation Limited	200	3,877	3,850	0.03
Tencent Holdings Limited	3,900	936,917	775,473	7.68
	<u>8,700</u>	<u>1,159,955</u>	<u>1,102,526</u>	<u>9.51</u>
<b>Total in Hong Kong</b>	<u>159,495</u>	<u>5,038,708</u>	<u>5,743,579</u>	<u>41.32</u>

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
<b>Quoted equity securities - foreign (cont'd.)</b>				
<b>Indonesia</b>				
<b>Financials</b>				
PT Bank Rakyat Indonesia (Persero) Tbk	214,000	242,291	320,191	1.99
<b>Telecommunication Services</b>				
PT Telkom Indonesia (Persero) Tbk	161,000	121,076	188,878	0.99
<b>Total in Indonesia</b>	<b>375,000</b>	<b>363,367</b>	<b>509,069</b>	<b>2.98</b>
<b>Philippines</b>				
<b>Real estate</b>				
SM Prime Holdings Inc.	85,000	164,461	214,156	1.35
<b>Total in Philippines</b>	<b>85,000</b>	<b>164,461</b>	<b>214,156</b>	<b>1.35</b>
<b>South Korea</b>				
<b>Information technology</b>				
LG Innotek Co.,Ltd.	184	90,089	176,343	0.74
Samsung Electronics Co., Ltd.	3,911	628,836	763,555	5.16
SK Hynix Inc.	270	141,906	153,576	1.16
	4,365	860,831	1,093,474	7.06
<b>Telecommunication services</b>				
NAVER Corporation	570	342,647	458,045	2.81
<b>Total in South Korea</b>	<b>4,935</b>	<b>1,203,478</b>	<b>1,551,519</b>	<b>9.87</b>



## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Name of company	Number of shares	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
<b>Quoted equity securities - foreign (cont'd.)</b>				
<b>Taiwan</b>				
<b>Information technology</b>				
ASE Technology Holding Co., Ltd.	12,000	264,738	239,172	2.17
Delta Electronics, Inc.	4,000	234,505	197,603	1.92
Hon Hai Precision Industry Co., Ltd.	17,000	425,977	321,616	3.49
Media Tek Inc.	2,000	385,395	307,446	3.16
Quanta Computer Inc.	4,000	156,337	154,456	1.28
Realtek Semiconductor Corp.	5,000	386,757	294,275	3.17
Taiwan Semiconductor Manufacturing Company Limited	7,600	1,112,607	506,832	9.13
Unimicron Technology Corporation	15,000	288,025	351,381	2.36
	<u>66,600</u>	<u>3,254,341</u>	<u>2,372,781</u>	<u>26.68</u>
<b>Total in Taiwan</b>	<u>66,600</u>	<u>3,254,341</u>	<u>2,372,781</u>	<u>26.68</u>
<b>Thailand</b>				
<b>Consumer Staples</b>				
CP All Public Company Limited	37,100	269,739	310,014	2.21
<b>Financials</b>				
Kasikornbank Public Company Limited	19,000	385,308	352,485	3.16
<b>Total in Thailand</b>	<u>56,100</u>	<u>655,047</u>	<u>662,499</u>	<u>5.37</u>
<b>Total quoted equity securities - foreign</b>	<u>747,130</u>	<u>10,679,402</u>	<u>11,053,603</u>	<u>87.57</u>

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Name of trust	Number of units	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
<b>Unquoted CIS - local</b>				
Amlslamic Global SRI*	634,204	661,665	634,422	5.43
<b>Total unquoted CIS - local</b>	<b>634,204</b>	<b>661,665</b>	<b>634,422</b>	<b>5.43</b>
<b>Total financial assets at FVTPL</b>	<b>1,414,834</b>	<b>11,470,377</b>	<b>11,841,060</b>	<b>94.06</b>
<b>Shortfall of fair value over purchased cost</b>		<b>(370,683)</b>		

\* This CIS is managed by the Manager.

#### 5. AMOUNT DUE FROM/TO MANAGER

	Note	31.12.2024 RM	30.06.2024 RM
<b>(a) Due from Manager</b>			
Creation of units	(i)	2,956	4,597
<b>(b) Due to Manager</b>			
Manager's fee payable	(ii)	16,114	16,965

(i) This represents amount receivable from the Manager for units created.

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

(ii) Manager's fee is at a rate of 1.50% (30.06.2024: 1.50%) per annum on the NAV of the Fund, calculated on a daily basis. As the Fund invested in the unquoted CIS, the Manager's fee related to CIS has been charged by the Manager.

According to Securities Commission Malaysia's Guidelines on Unit Trust Funds, the Manager's fee can only be charged once and hence, there is no Manager's fee can be charged on the NAV of the unquoted CIS of this Fund to avoid double charging of Manager's fee.

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

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 6. AMOUNT DUE FROM/TO BROKERS

Amount due from/to brokers arose from the sale/purchase of investments. The settlement period is within three business days from the transaction date.

#### 7. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.05% (30.06.2024: 0.05%) per annum on the NAV of the Fund, calculated on a daily basis.

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

#### 8. NET LOSSES FROM INVESTMENTS

	01.07.2024 to 31.12.2024 RM	01.07.2023 to 31.12.2023 RM
Net losses on financial assets at FVTPL comprised:		
– Net realised losses on sale of investments	(322,898)	(279,923)
– Net realised (loss)/gain on foreign currency exchange	(122,086)	131,506
– Net unrealised gain/(loss) on changes in fair value of investments	533,830	(74,695)
– Net unrealised losses on foreign currency fluctuation of investment denominated in foreign currency	(593,526)	(225,251)
	<u>(504,680)</u>	<u>(448,363)</u>

#### 9. TOTAL EQUITY

Total equity is represented by:

	Note	31.12.2024 RM	30.06.2024 RM
Unit holders' capital	(a)	(65,295,162)	(64,174,073)
Retained earnings			
– Realised income	(b)	77,860,657	78,333,410
– Unrealised losses	(c)	<u>(370,632)</u>	<u>(311,023)</u>
		<u>12,194,863</u>	<u>13,848,314</u>

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 9. TOTAL EQUITY (CONT'D.)

##### (a) Unit holders' capital/Units in circulation

	31.12.2024		30.06.2024	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	14,505,915	(64,174,073)	15,259,550	(63,473,632)
Creation during the financial period/year	211,587	196,768	196,182	182,968
Cancellation during the financial period/year	<u>(1,417,793)</u>	<u>(1,317,857)</u>	<u>(949,817)</u>	<u>(883,409)</u>
At end of the financial period/year	<u>13,299,709</u>	<u>(65,295,162)</u>	<u>14,505,915</u>	<u>(64,174,073)</u>

The negative balance of unit holders' capital was due to the cancellation of units at a higher NAV per unit following the price appreciation of the Fund as compared to the units being created at a lower NAV per unit in prior financial periods.

##### (b) Realised – distributable

	31.12.2024	30.06.2024
	RM	RM
At beginning of the financial period/year	78,333,410	78,616,662
Net realised losses for the financial period/year	<u>(472,753)</u>	<u>(283,252)</u>
At end of the financial period/year	<u>77,860,657</u>	<u>78,333,410</u>

##### (c) Unrealised – non-distributable

	31.12.2024	30.06.2024
	RM	RM
At beginning of the financial period/year	(311,023)	(500,337)
Net unrealised (loss)/gain for the financial period/year	<u>(59,609)</u>	<u>189,314</u>
At end of the financial period/year	<u>(370,632)</u>	<u>(311,023)</u>

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 10. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES

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

<u>Related parties</u>	<u>Relationships</u>
AmFunds Management Berhad	The Manager
AmInvestment Bank Berhad	Holding company of the Manager
AMMB Holdings Berhad (“AMMB”)	Ultimate holding company of the Manager
Subsidiaries and associates of AMMB as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Manager

There are no units held by the Manager or any related party as at 31 December 2024 and 30 June 2024.

#### 11. TAXATION

	<b>01.07.2024 to 31.12.2024</b>	<b>01.07.2023 to 31.12.2023</b>
	<b>RM</b>	<b>RM</b>
Local tax		
- current financial period	-	55,462
- over provision in previous financial period	(26,201)	-
Foreign tax	16,177	21,029
	<u>(10,024)</u>	<u>76,491</u>

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

Pursuant to the Finance Act 2021, income derived by a resident person from sources outside Malaysia and received in Malaysia from 1 January 2022 will no longer be exempted from tax. Foreign-sourced income (“FSI”) received in Malaysia will be taxed at the prevailing tax rate(s) of the tax payer and based on applicable tax rules. Bilateral or unilateral tax credits may be allowed if the same income has suffered foreign tax, and where relevant conditions are met.

Based on the Income Tax (Unit Trust in relation to Income Received in Malaysia from Outside Malaysia) (Exemption) Order 2024, a qualifying unit trust is exempted from the payment of income tax in respect of the gross income from all sources of income under section 4 of the Act which is received in Malaysia from outside Malaysia between 1 January 2024 to 31 December 2026.

The taxation charged for the financial period is related to withholding tax derived from countries including Hong Kong, Indonesia, South Korea, Philippines, Singapore, Taiwan, and Thailand calculated at the rates prevailing in these countries.

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 11. TAXATION (CONT'D.)

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

	<b>01.07.2024 to 31.12.2024 RM</b>	<b>01.07.2023 to 31.12.2023 RM</b>
Net losses before taxation	<u>(542,386)</u>	<u>(417,300)</u>
Taxation at Malaysian statutory rate of 24% (2023: 24%)	(130,172)	(100,152)
Tax effects of:		
Income not subject to tax	(161,661)	(1,944)
Losses not allowed for tax deduction	271,881	139,183
Restriction on tax deductible expenses for unit trust fund	19,935	22,176
Non-permitted expenses for tax purposes	13,980	14,765
Permitted expenses not used and not available for future financial periods	2,215	2,463
Over provision in previous financial period	(26,202)	-
Tax (credit)/expense for the financial period	<u>(10,024)</u>	<u>76,491</u>

#### 12. TOTAL EXPENSE RATIO (“TER”)

The Fund’s TER is as follows:

	<b>01.07.2024 to 31.12.2024 % p.a.</b>	<b>01.07.2023 to 31.12.2023 % p.a.</b>
Manager’s fee	0.71	0.71
Trustee’s fee	0.03	0.03
Fund’s other expenses	0.31	0.25
Total TER	<u>1.05</u>	<u>0.99</u>

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

#### 13. 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 0.21 times (01.07.2023 to 31.12.2023: 0.24 times).

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 14. SEGMENTAL REPORTING

The Manager and Investment Committee of the Fund are responsible for allocating resources available to the Fund in accordance with the overall investment strategies as set out in the Investment Guidelines of the Fund. The Fund is managed by two segments:

- A portfolio of equity instruments, including CIS; and
- A portfolio of fixed income instruments, including deposits with licensed financial institutions.

The investment objective of each segment is to achieve consistent returns from the investments in each segment while safeguarding capital by investing in diversified portfolios. There have been no changes in reportable segments in the current financial period.

	01.07.2024 to 31.12.2024			01.07.2023 to 31.12.2023		
	Equity portfolio RM	Fixed income portfolio RM	Total RM	Equity portfolio RM	Fixed income portfolio RM	Total RM
Dividend/ Distribution income	150,796	-	150,796	183,577	-	183,577
Interest income	-	2,848	2,848	-	8,829	8,829
Net losses from investments: - Financial assets at FVTPL	(504,680)	-	(504,680)	(448,363)	-	(448,363)
Other net realised (loss)/ gain on foreign currency exchange	(40,895)	-	(40,895)	2,903	-	2,903
Other net unrealised gain/(loss) on foreign currency exchange	87	-	87	(59)	-	(59)
Total segment investment losses for the financial period	<u>(394,692)</u>	<u>2,848</u>	<u>(391,844)</u>	<u>(261,942)</u>	<u>8,829</u>	<u>(253,113)</u>

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 14. SEGMENTAL REPORTING (CONT'D.)

	31.12.2024			30.06.2024		
	Equity portfolio RM	Fixed income RM	Total RM	Equity portfolio RM	Fixed income portfolio RM	Total RM
Financial assets at FVTPL	11,470,377	-	11,470,377	13,033,539	-	13,033,539
Amount due from brokers	-	-	-	63,749	-	63,749
Dividend/ Distribution receivables	9,684	-	9,684	37,523	-	37,523
<b>Total segment assets</b>	<b>11,480,061</b>	<b>-</b>	<b>11,480,061</b>	<b>13,134,811</b>	<b>-</b>	<b>13,134,811</b>
Amount due to brokers	-	-	-	104,718	-	104,718
<b>Total segment liability</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>104,718</b>	<b>-</b>	<b>104,718</b>

Expenses of the Fund are not considered part of the performance of any investment segment. The following table provides reconciliation between the net reportable segment investment losses and net losses after taxation:

	01.07.2024 to 31.12.2024 RM	01.07.2024 to 31.12.2023 RM
Net reportable segment investment losses	(391,844)	(253,113)
Less: Expenses	(150,542)	(164,187)
Net losses before taxation	(542,386)	(417,300)
Taxation	10,024	(76,491)
Net losses after taxation	(532,362)	(493,791)

In addition, certain assets and liabilities are not considered to be part of the net assets or liabilities of an individual segment. The following table provides reconciliation between the net reportable segment assets and liabilities and total assets and liabilities of the Fund.



## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

#### 14. SEGMENTAL REPORTING (CONT'D.)

	31.12.2024	30.06.2024
	RM	RM
Total segment assets	11,480,061	13,134,811
Amount due from Manager	2,956	4,597
Tax recoverable	87,714	33,344
Cash at banks	662,944	818,013
Total assets of the Fund	<u>12,233,675</u>	<u>13,990,765</u>
Total segment liabilities	-	104,718
Amount due to Manager	16,114	16,965
Amount due to Trustee	525	567
Sundry payables and accruals	22,173	20,201
Total liabilities of the Fund	<u>38,812</u>	<u>142,451</u>

#### 15. TRANSACTIONS WITH THE MANAGER AND BROKERS

Details of transactions with the Manager and brokers for the financial period ended 31 December 2024 are as follows:

Manager/Brokers	Transactions value		Brokerage fee, stamp duty and clearing fee	
	RM	%	RM	%
Daiwa Capital Markets Hong Kong Limited	1,539,615	29.90	4,552	23.14
Masterlink Securities Corporation	1,250,275	24.29	6,050	30.76
Macquarie Securities (Australia) Limited	759,176	14.75	2,712	13.79
Daishin Securities Co., Ltd.	654,761	12.72	2,810	14.29
CGS-CIMB Securities (Hong Kong) Limited	344,677	6.69	1,294	6.58
DBS Vickers Securities (Singapore) Pte Ltd.	170,877	3.32	496	2.52
Instinet Pacific Limited (Hong Kong)	120,176	2.33	606	3.08
CLSA Limited (Hong Kong)	103,928	2.02	478	2.43
CLSA Singapore Pte Ltd.	66,248	1.29	225	1.15
CLSA Securities Korea Ltd.	54,934	1.07	165	0.84
Others#	83,463	1.62	282	1.42
Total	<u>5,148,130</u>	<u>100.00</u>	<u>19,670</u>	<u>100.00</u>

# Included in the category of others is a transaction amounting to RM8,889 with the Manager.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024**

**15. TRANSACTIONS WITH THE MANAGER AND BROKERS (CONT'D.)**

The Manager is of the opinion that the above transactions have been entered in 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 listed equity securities and CIS. Transactions in unquoted CIS do not involve any commission or brokerage fee.

**16. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

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

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

**(a) Market risk**

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

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

**(i) Price risk**

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

**(ii) 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.

**(iii) Currency risk**

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

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

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

##### (a) Market risk (cont'd.)

##### (iii) Currency risk (cont'd.)

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

Financial assets/ (liability) denominated in	31.12.2024		30.06.2024	
	RM equivalent	% of NAV	RM equivalent	% of NAV
<b>Hong Kong Dollar</b>				
Investments	5,038,708	41.32	4,925,129	35.56
Amount due from brokers	-	-	63,749	0.46
Dividend receivables	-	-	25,409	0.18
Cash at bank	5	-*	5	-*
Amount due to brokers	-	-	(27,045)	(0.20)
	<u>5,038,713</u>	<u>41.32</u>	<u>4,987,247</u>	<u>36.00</u>
<b>Indonesian Rupiah</b>				
Investments	363,367	2.98	602,598	4.34
Dividend receivables	6,425	0.05	-	-
	<u>369,792</u>	<u>3.03</u>	<u>602,598</u>	<u>4.34</u>
<b>South Korean Won</b>				
Investments	1,203,478	9.87	2,016,706	14.56
Cash at bank	1	-*	1	-*
Amount due to brokers	-	-	(28,167)	(0.20)
	<u>1,203,479</u>	<u>9.87</u>	<u>1,988,540</u>	<u>14.36</u>
<b>Philippine Peso</b>				
Investments	164,461	1.35	195,556	1.41
<b>Singapore Dollar</b>				
Investments	-	-	374,015	2.70
<b>New Taiwan Dollar</b>				
Investments	3,254,341	26.68	3,487,109	25.19
Dividend receivables	3,270	0.03	12,115	0.09
Cash at bank	393,447	3.23	540,151	3.90
Amount due to brokers	-	-	(49,506)	(0.36)
	<u>3,651,058</u>	<u>29.94</u>	<u>3,989,869</u>	<u>28.82</u>

## AmCumulative Growth

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

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

##### (a) Market risk (cont'd.)

##### (iii) Currency risk (cont'd.)

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

Financial assets denominated in	31.12.2024		30.06.2024	
	RM equivalent	% of NAV	RM equivalent	% of NAV
<b>Thailand Baht</b>				
Investments	<u>655,047</u>	<u>5.37</u>	<u>542,529</u>	<u>3.92</u>
<b>United States Dollar</b>				
Cash at bank	<u>238,220</u>	<u>1.95</u>	<u>207,335</u>	<u>1.50</u>

\* represents less than 0.01%.

##### (b) Credit risk

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

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

##### (c) Liquidity risk

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

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by unit holders. Liquid assets comprise of cash at banks, deposits with licensed financial institutions and other instruments, which 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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024**

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

**(c) Liquidity risk (cont'd.)**

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

**(d) Single issuer risk**

Internal policy restricts the Fund from investing in securities issued by any issuer of not more than a certain percentage of its NAV. Under such restriction, the risk exposure to the securities of any single issuer is diversified and managed based on internal/external ratings.

**(e) Regulatory risk**

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

**(f) Country risk**

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

**(g) Management risk**

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

**(h) Non-compliance risk**

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

## **AmCumulative Growth**

### **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 AmCumulative Growth (the “Fund”) as at 31 December 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

18 February 2025

## **TRUSTEE'S REPORT**

### **TO THE UNIT HOLDERS OF AMCUMULATIVE GROWTH ("Fund")**

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

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

For HSBC (Malaysia) Trustee Berhad

Lee Cincee  
Senior Manager, Trustee and Fiduciary Services

Kuala Lumpur  
Date: 18 February 2025

## 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.)*



