

Quarterly Report for

AmIncome Focus

30 June 2024



AmInvest

Growing Your Investments in a Changing World

TRUST DIRECTORY

Manager

AmFunds Management Berhad
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Arnold Lim Boon Lay
Goh Wee Peng

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Tracy Chen Wee Keng
Goh Wee Peng

Trustee

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Auditors and Reporting Accountants

Ernst & Young PLT

Taxation Adviser

Deloitte Tax Services Sdn Bhd

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MANAGER'S REPORT

Dear Unitholder,

We are pleased to present you the Manager's report and the unaudited quarterly accounts of AmlIncome Focus ("Fund") for the financial period from 1 April 2024 to 30 June 2024.

Salient Information of the Fund

Name	AmlIncome Focus ("Fund")				
Category/ Type	Wholesale Fixed Income / Income				
Objective	The Fund seeks to provide regular income while aiming for maintaining capital preservation*. <i>Note:</i> <i>* The Fund is not a capital guaranteed or capital protected fund.</i> <i>Any material change to the investment objective of the Fund would require Unit Holders' approval.</i>				
Duration	The Fund was established on 27 August 2018 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	70% TR BPAM Corporates (3-7 Years) All Bond Index + 30% Malayan Banking Berhad Overnight Rate (Available at www.aminvest.com)				
Income Distribution Policy	Income distribution (if any) will be paid out at least on a quarterly basis.				
Breakdown of Unit Holdings by Size	For the financial period under review, the size of the Fund stood at 1,000 units.				
	Size of holding	As at 30 June 2024		As at 31 March 2024	
		No of units held	Number of unitholder	No of units held	Number of unitholder
	5,000 and below	1,000	1	1,000	1
	5,001-10,000	-	-	-	-
	10,001-50,000	-	-	-	-
	50,001-500,000	-	-	-	-
	500,001 and above	-	-	-	-

Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 30 June 2024, 31 March 2024 and for the past three financial years are as follows:					
		As at 30.06.2024 %	As at 31.03.2024 %	As at 31 December		
				2023 %	2022 %	2021 %
	Money market deposits and cash equivalents	100.00	100.00	100.00	100.00	100.00
	Total	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 periods ended 30 June 2024, 31 March 2024 and three financial years ended 31 December are as follows:					
		FPE 30.06.2024	FPE 31.03.2024	FYE 2023	FYE 2022	FYE 2021
	Net asset value (RM)	1,000	1,000	1,000	1,000	1,210
	Units in circulation	1,000	1,000	1,000	1,000	1,000
	Net asset value per unit (RM)	1.0000	1.0000	1.0000	1.0000	1.2101
	Highest net asset value per unit (RM)	1.0000	1.0000	1.0000	1.2627	1.2101
	Lowest net asset value per unit (RM)	1.0000	1.0000	1.0000	1.0000	1.0000
	Benchmark performance (%)	0.83	1.14	5.25	1.69	0.40
	Total return (%) ⁽¹⁾	0.00	0.00	0.00	-17.36	21.08
	- Capital growth (%)	0.00	0.00	0.00	-17.36	17.10
	- Income distribution (%)	-	-	-	-	3.98
	Gross distribution (sen per unit)	-	-	-	-	4.14
	Net distribution (sen per unit)	-	-	-	-	4.14
	Total expense ratio (%) ⁽²⁾	0.90	0.90	6.50	35.04	0.20
	Portfolio turnover ratio (times) ⁽³⁾	-	-	-	-	3.60
	<i>Note:</i>					
	<i>(1) Total return is the actual return of the Fund for the financial periods/years computed based on the net asset value per unit and net of all fees.</i>					
	<i>(2) Total expense ratio ("TER") is calculated based on the total fees and expenses incurred by the Fund divided by the average fund size calculated on a daily basis.</i>					
	<i>(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.</i>					

Average Total Return (as at 30 June 2024)

	AmlIncome Focus^(a) %	70% TR BPAM Corp 3Y-7Y All Bond + 30% MBB Overnight^{**}(b) %
One year	0.00	4.35
Three years	-2.52	3.08
Five years	1.66	3.39
Since launch (27 August 2018)	2.31	3.69

Annual Total Return

Financial Years Ended (31 December)	AmlIncome Focus^(a) %	70% TR BPAM Corp 3Y-7Y All Bond + 30% MBB Overnight^{**}(b) %
2023	0.00	5.25
2022	-17.36	1.69
2021	21.08	0.40
2020	5.39	5.17
2019	6.81	5.80

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

(b) 70% TR BPAM Corp 3Y-7Y All Bond + 30% MBB Overnight^{**}

^{**} Benchmark - from 27 August 2018 to 30 September 2018 - AmBank Overnight Repurchase Repo ("AMBB")

- from 1 October 2018 onwards - 70% TR BPAM Corporates 3Y-7Y All Bond Index + 30% Malayan Banking Berhad Overnight Rate
(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.

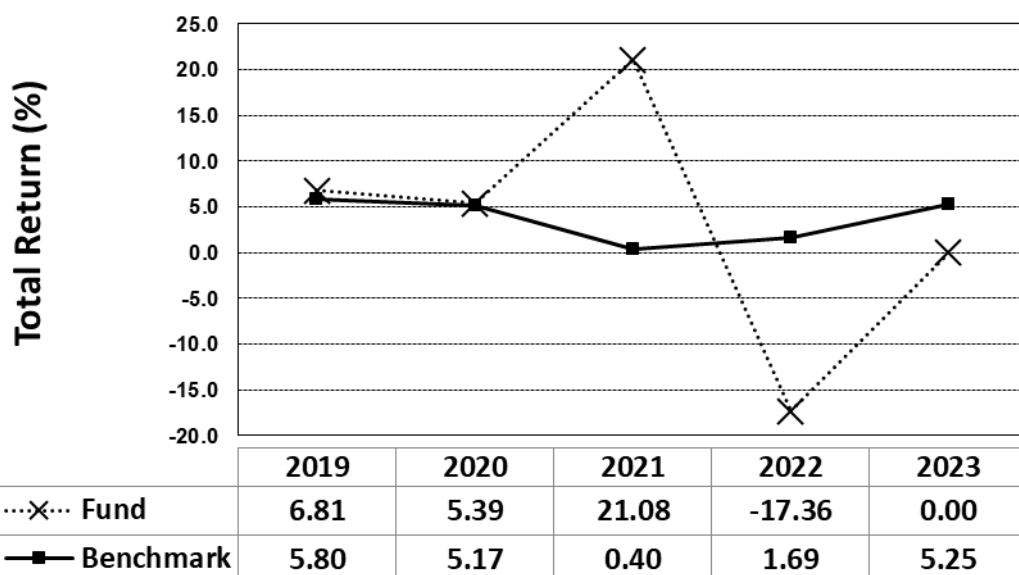
Note: Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

Fund Performance

For the financial period under review, the Fund's return is nil as compared to the benchmark's return of 0.83%.

As compared with the financial period ended 31 March 2024, the net asset value ("NAV") per unit of the Fund is maintained at RM1.0000, while units in circulation remain unchanged at 1,000 units.

The following line chart shows the comparison between the annual performances of AmlIncome Focus and its benchmark, 70% TR BPAM Corp 3Y-7Y All Bond + 30% MBB Overnight^{**} for the financial years ended 31 December.



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

The Fund has remained dormant following full redemption by investor, with token sum held in cash equivalents.

Portfolio Structure

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

	As at 30.06.2024 %	As at 31.03.2024 %	Changes %
Money market deposits and cash equivalents	100.00	100.00	-
Total	100.00	100.00	

As at 30 June 2024, the Fund remains inactive (without investment activity) and has invested 100% of its NAV in money market deposits and cash equivalents.

Cross Trade

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

The Fund has remained dormant following full redemption by investor.

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>In April, Malaysian bond market weaken following a sell-off in United States Treasuries (UST) as sticky inflation and a resilient labor market have given more reasons for the United States (US) Federal Reserve (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, Malaysian Government Securities (MGS) curve was repriced higher by 6 to 16 basis points (bps) on a month-on-month (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 - Federal Open Market Committee (FOMC) meeting speech. While Bank Negara Malaysia (BNM) maintained the Overnight Policy Rate (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 the end of the month, reflecting the trend in the UST market. Overall, the MGS curve bull-flattened in May with yields declined by 2-12 basis points (bps) 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 6 basis points on a MoM basis, led by the 3-year and 7-year.</p>
Market Outlook	<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 BNM is likely to stay pat on 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

AmlIncome Focus

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024**

	30.06.2024 (unaudited) RM	31.12.2023 (audited) RM
ASSET		
Cash at bank	1,013	1,009
TOTAL ASSET	<u>1,013</u>	<u>1,009</u>
LIABILITY		
Sundry payables and accruals	13	9
TOTAL LIABILITY	<u>13</u>	<u>9</u>
NET ASSET VALUE (“NAV”) OF THE FUND	<u>1,000</u>	<u>1,000</u>
EQUITY		
Unit holder’s capital	1,000	1,000
NET ASSETS ATTRIBUTABLE TO UNIT HOLDER	<u>1,000</u>	<u>1,000</u>
UNITS IN CIRCULATION	<u>1,000</u>	<u>1,000</u>
NAV PER UNIT (RM)	<u>1.0000</u>	<u>1.0000</u>

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

	01.04.2024 to 30.06.2024 RM	01.04.2023 to 30.06.2023 RM
INVESTMENT INCOME		
Interest income	<u>9</u>	<u>16</u>
EXPENDITURE		
Other expenses	<u>(9)</u>	<u>(16)</u>
Net income before taxation	-	-
Taxation	<u>-</u>	<u>-</u>
Net income after taxation, representing total comprehensive income for the financial period	<u>-</u>	<u>-</u>
Total comprehensive income comprises the following:		
Realised income	<u>-</u>	<u>-</u>

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STATEMENT OF CHANGES IN EQUITY (*Unaudited*)

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

	Unit holder's capital RM	Retained earnings RM	Total equity RM
At 1 April 2024	1,000	-	1,000
Balance at 30 June 2024	<u>1,000</u>	<u>-</u>	<u>1,000</u>
At 1 April 2023	1,000	-	1,000
Balance at 30 June 2023	<u>1,000</u>	<u>-</u>	<u>1,000</u>

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

	01.04.2024 to 30.06.2024 RM	01.04.2023 to 30.06.2023 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Interest received	9	16
Payments for other expenses	(14)	(11)
Net cash (used in)/generated from operating and investing activities	<u>(5)</u>	<u>5</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(5)	5
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>1,018</u>	<u>2,215</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>1,013</u>	<u>2,220</u>
Cash and cash equivalents comprise:		
Cash at bank	<u>1,013</u>	<u>2,220</u>

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.)*

