

Quarterly Report for

AmIncome Select

31 March 2024



AmInvest

Growing Your Investments in a Changing World

TRUST DIRECTORY

Manager

AmFunds Management Berhad
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Ng Chih Kaye
Jas Bir Kaur A/P Lol Singh
Arnold Lim Boon Lay
Goh Wee Peng

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Tracy Chen Wee Keng
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Trustee

Deutsche Trustees Malaysia Berhad

Auditors and Reporting Accountants

Ernst & Young PLT

Taxation Adviser

Deloitte Tax Services Sdn Bhd

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MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the unaudited quarterly accounts of AmlIncome Select ("Fund") for the financial period from 1 January 2024 to 31 March 2024.

Salient Information of the Fund

Name	AmlIncome Select ("Fund")																																					
Category/ Type	Wholesale Fixed Income / Income																																					
Objective	<p>The Fund aims to provide regular returns by investing mainly in fixed income instruments.</p> <p><i>Note: Any material change to the investment objective of the Fund would require Unit Holders' approval.</i></p>																																					
Duration	<p>The Fund was established on 27 June 2011 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.</p>																																					
Performance Benchmark	<p>Quantshop MGS All Index ("All MGS") (Available at www.aminvest.com)</p> <p><i>Note: The change of performance benchmark from Quantshop MGS Medium Index + 85 bps to Quantshop MGS All Index is to better reflect the investment universe of the Fund.</i></p>																																					
Income Distribution Policy	<p>Income distribution (if any) will be declared monthly.</p> <p><i>Note: Should there be realised income or gain, there may be income to be declared.</i></p>																																					
Breakdown of Unit Holdings by Size	<p>For the financial period under review, the size of the Fund stood at 1,078 units.</p> <table border="1"> <thead> <tr> <th rowspan="2">Size of holding</th> <th colspan="2">As at 31 March 2024</th> <th colspan="2">As at 31 December 2023</th> </tr> <tr> <th>No of units held</th> <th>Number of unitholder</th> <th>No of units held</th> <th>Number of unitholder</th> </tr> </thead> <tbody> <tr> <td>5,000 and below</td> <td>1,078</td> <td>1</td> <td>1,078</td> <td>1</td> </tr> <tr> <td>5,001-10,000</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> </tr> <tr> <td>10,001-50,000</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> </tr> <tr> <td>50,001-500,000</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> </tr> <tr> <td>500,001 and above</td> <td>-</td> <td>-</td> <td>-</td> <td>-</td> </tr> </tbody> </table>				Size of holding	As at 31 March 2024		As at 31 December 2023		No of units held	Number of unitholder	No of units held	Number of unitholder	5,000 and below	1,078	1	1,078	1	5,001-10,000	-	-	-	-	10,001-50,000	-	-	-	-	50,001-500,000	-	-	-	-	500,001 and above	-	-	-	-
Size of holding	As at 31 March 2024		As at 31 December 2023																																			
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Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 31 March 2024, 31 December 2023 and for the past three financial years are as follows:					
		As at 31.03.2024 %	As at 31.12.2023 %	As at 30 June		
				2023 %	2022 %	2021 %
	Malaysian Government Securities	-	-	-	14.13	93.15
	Quasi-government bonds	-	-	-	4.68	3.10
	Money market deposits and cash equivalents	100.00	100.00	100.00	81.19	3.75
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 31 March 2024, 31 December 2023 and three financial years ended 30 June are as follows:					
		FPE 31.03.2024	FPE 31.12.2023	FYE 2023	FYE 2022	FYE 2021
	Net asset value (RM)	1,000	1,000	1,000	56,092,443	89,494,758
	Units in circulation	1,078	1,078	1,078	60,580,097	93,045,989
	Net asset value per unit (RM)	0.9279	0.9279	0.9279	0.9259	0.9618
	Highest net asset value per unit (RM)	0.9279	0.9279	0.9283	0.9718	1.0683
	Lowest net asset value per unit (RM)	0.9279	0.9279	0.9262	0.9137	0.9531
	Benchmark performance (%)	0.89	2.35	8.07	-2.22	0.96
	Total return (%) ⁽¹⁾	0.00	0.00	0.22	-1.83	-0.14
	- Capital growth (%)	0.00	0.00	0.22	-3.77	-6.52
	- Income distribution (%)	-	-	-	1.94	6.38
	Gross distribution (sen per unit)	-	-	-	1.87	6.56
	Net distribution (sen per unit)	-	-	-	1.87	6.56
	Total expense ratio (%) ⁽²⁾	0.60	0.60	0.23	0.19	0.18
	Portfolio turnover ratio (times) ⁽³⁾	-	-	4.07	1.19	1.32
		<i>Note:</i>				
	<i>(1) Total return is the actual return of the Fund for the respective 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 31 March 2024)

	AmIncome Select^(a) %	All MGS/MMGS/ MBB^(b) %
One year	0.00	4.72
Three years	-0.23	3.32
Five years	1.75	4.04
Ten years	2.03	4.23

Annual Total Return

Financial Years Ended (30 June)	AmIncome Select^(a) %	All MGS/ MMGS/ MBB^(b) %
2023	0.22	8.07
2022	-1.83	-2.22
2021	-0.14	0.96
2020	8.03	8.57
2019	8.59	8.18

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

(b) Quantshop MGS All Index ("All MGS") (Available at www.aminvest.com)

- Benchmark – from 27 June 2011 until 28 January 2015 – Quantshop Medium MGS Index ("MMGS") + 85bps Malayan Banking Berhad overnight rate ("MBB")
- from 29 January 2015 until 31 July 2017 – Quantshop MGS (Medium) Index ("MMGS")
 - from 1 August 2017 onwards – Quantshop MGS All Index ("All MGS") (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.

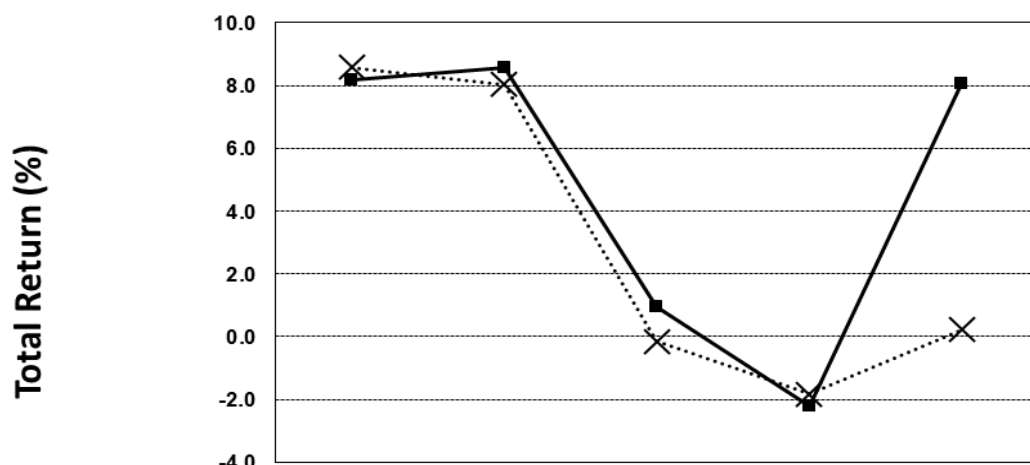
Note: Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

Fund Performance

For the financial period under review, the Fund's return is nil as compared to the benchmark's return of 0.89%.

As compared with the financial period ended 31 December 2023, the net asset value ("NAV") per unit of the Fund is maintained at RM0.9279, while units in circulation remain unchanged at 1,078 units.

The following line chart shows comparison between the annual performances of AmIncome Select and its benchmark, All MGS/MMGS/MBB, for the financial years ended 30 June.



	2019	2020	2021	2022	2023
.....x..... Fund	8.59	8.03	-0.14	-1.83	0.22
—■— Benchmark	8.18	8.57	0.96	-2.22	8.07

Financial Years Ended (30 June)

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 inactive following full redemption by investor.

Portfolio Structure

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

	As at 31.03.2024 %	As at 31.12.2023 %	Changes %
Money market deposits and cash equivalents	100.00	100.00	-
Total	100.00	100.00	

As at 31 March 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

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.

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 US 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 of the curve. Some buying interest returned to ringgit bonds as 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 BNM's OPR on 7 March 2024 had little impact with muted movements in the bond market post-MPC meeting. The local bond market sentiment was lifted by a relief rally in the US post-FOMC meeting on 21 March 2024 as the absence of hawkish guidance from the Fed reversed some defensive bets in the UST. Overall, MGS yield curve remained largely unchanged month-on-month.</p>
Market Outlook	<p>After an encouraging start in the first quarter, the rally in the bond market appears to have slowed. With bond yield spreads having compressed and the curve bullish flattened, valuations appear to be rich currently although liquidity has not dissipated on continued demand from local investors.</p> <p>We adopt a more cautious view in the 2nd quarter ahead, paying closer attention to economic data emanating from both the domestic economy and the US with growing concerns that the US Fed may not start cutting rates as anticipated given the still-elevated inflation and strong labour market in the US. The good news is that recent volatility in the US market has not significantly affected the sentiment in the Malaysian bond market amid strong institutional demand. We expect BNM to remain on hold with the OPR at 3.0% while inflation continues to stay below the policy rate of 3.0%.</p>

Kuala Lumpur, Malaysia
AmFunds Management Berhad

24 May 2024

AmlIncome Select

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

	31.03.2024 (unaudited) RM	30.06.2023 (audited) RM
ASSET		
Cash at bank	1,021	5,026
TOTAL ASSET	<u>1,021</u>	<u>5,026</u>
LIABILITY		
Sundry payables and accruals	21	4,026
TOTAL LIABILITY	<u>21</u>	<u>4,026</u>
NET ASSET VALUE (“NAV”) OF THE FUND	<u>1,000</u>	<u>1,000</u>
EQUITY		
Unit holder’s capital	5,951,832	5,951,832
Accumulated losses	(5,950,832)	(5,950,832)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDER	<u>1,000</u>	<u>1,000</u>
UNITS IN CIRCULATION	<u>1,078</u>	<u>1,078</u>
NAV PER UNIT (RM)	<u>0.9279</u>	<u>0.9279</u>

AmIncome Select

**STATEMENT OF COMPREHENSIVE INCOME (Unaudited)
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 31 MARCH 2024**

	01.01.2024 to 31.03.2024 RM	01.01.2023 to 31.03.2023 RM
INVESTMENT INCOME		
Interest income	<u>6</u>	<u>54</u>
EXPENDITURE		
Other expenses	<u>(6)</u>	<u>(54)</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>

AmlIncome Select

**STATEMENT OF CHANGES IN EQUITY (Unaudited)
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 31 MARCH 2024**

	Unit holder's capital RM	Accumulated losses RM	Total equity RM
At 1 January 2024	<u>5,951,832</u>	<u>(5,950,832)</u>	<u>1,000</u>
Balance at 31 March 2024	<u>5,951,832</u>	<u>(5,950,832)</u>	<u>1,000</u>
At 1 January 2023	<u>5,951,832</u>	<u>(5,950,832)</u>	<u>1,000</u>
Balance at 31 March 2023	<u>5,951,832</u>	<u>(5,950,832)</u>	<u>1,000</u>

AmIncome Select

**STATEMENT OF CASH FLOWS (Unaudited)
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2024 TO 31 MARCH 2024**

	01.01.2024 to 31.03.2024 RM	01.01.2023 to 31.03.2023 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Interest received	6	54
Payments for other expenses	-	(5,896)
Net cash generated from/(used in) operating and investing activities	<u>6</u>	<u>(5,842)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	6	(5,842)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>1,015</u>	<u>10,847</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>1,021</u>	<u>5,005</u>
Cash and cash equivalents comprise:		
Cash at bank	<u>1,021</u>	<u>5,005</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.)*

