

Semi-Annual Report for

AmPRS - Asia Pacific REITs

29 February 2024



AmInvest

Growing Your Investments in a Changing World

TRUST DIRECTORY

PRS Provider

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

Board of Directors

Jeyaratnam A/L Tamotharam Pillai
Ng Chih Kaye
Jas Bir Kaur A/P Lol Singh
Arnold Lim Boon Lay
Goh Wee Peng

Investment Committee

Arnold Lim Boon Lay
Tracy Chen Wee Keng
Goh Wee Peng

Audit and Risk Management Committee

Ng Chih Kaye
Zainal Abidin Bin Mohd Kassim
Jas Bir Kaur A/P Lol Singh
Azian Binti Kassim

Trustee

Deutsche Trustees Malaysia Berhad

Auditors and Reporting Accountants

Ernst & Young PLT

Taxation Adviser

Deloitte Tax Services Sdn Bhd

CONTENTS

- 1** PRS Provider's Report
- 8** Statement of Financial Position
- 9** Statement of Comprehensive Income
- 10** Statement of Changes in Net Assets Attributable to Members
- 11** Statement of Cash Flows
- 12** Notes to the Financial Statements
- 32** Statement by the PRS Provider
- 33** The Scheme Trustee's Report
- 34** Directory

PRS PROVIDER’S REPORT

Dear Members,

We are pleased to present you the PRS Provider’s report and the unaudited accounts of AmPRS – Asia Pacific REITs (“Fund”) for the financial period from 1 September 2023 to 29 February 2024.

Salient Information of the Fund

Name	AmPRS – Asia Pacific REITs (“Fund”)
Category/ Type	Real Estate (REITs) / Income and Growth
Objective	<p>The Fund aims to provide income* and to a lesser extent capital appreciation over the medium to long term by primarily investing in real estate investment trusts (REITs).</p> <p><i>Note:</i> <i>* Income distribution (if any) will be reinvested in the form of units.</i> <i>Any Material change to the investment objective of the Fund would require Members’ approval.</i></p>
Performance Benchmark	<p>S&P Pan Asia REITs Index (Available at www.aminvest.com and Bloomberg L.P.)</p> <p><i>The S&P Pan Asia REITs Index (the “Index”) is a product of S&P Dow Jones Indices LLC (“SPDJI”), and has been licensed for use by AmFunds Management Berhad. S&P® is a registered trademark of S&P Global (“S&P”); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC (“Dow Jones”); AmPRS - Asia Pacific REITs are not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, any of their respective affiliates (collectively, “S&P Dow Jones Indices”). S&P Dow Jones Indices makes no representation or warranty, express or implied, to the owners of the AmPRS - Asia Pacific REITs or any member of the public regarding the advisability of investing in securities generally or in AmPRS - Asia Pacific REITs particularly or the ability of the S&P Pan Asia REITs Index to track general market performance. S&P Dow Jones Indices’ only relationship to AmFunds Management Berhad with respect to the S&P Pan Asia REITs Index is the licensing of the Index and certain trademarks, service marks and/or trade names of S&P Dow Jones Indices and/or its licensors. The S&P Pan Asia REITs Index is determined, composed and calculated by S&P Dow Jones Indices without regard to AmFunds Management Berhad or the AmPRS - Asia Pacific REITs. S&P Dow Jones Indices have no obligation to take the needs of AmFunds Management Berhad or the owners of AmPRS - Asia Pacific REITs into consideration in determining, composing or calculating the S&P Pan Asia REITs Index. S&P Dow Jones Indices are not responsible for and have not participated in the determination of the prices, and amount of AmPRS - Asia Pacific REITs or the timing of the issuance or sale of AmPRS - Asia Pacific REITs or in the determination or calculation of the equation by which AmPRS - Asia Pacific REITs is to be converted into cash, surrendered or redeemed, as the case may be. S&P Dow Jones Indices have no obligation or liability in connection with the administration, marketing or trading of AmPRS - Asia Pacific REITs. There is no assurance that investment products based on the S&P Pan Asia REITs Index will accurately track index performance or provide positive investment returns. S&P Dow Jones Indices LLC is not an investment advisor. Inclusion of a security within an index is not a recommendation by S&P Dow Jones Indices to buy, sell, or hold such security, nor is it considered to be investment advice.</i></p>

Income Distribution Policy	Subject to availability of income, distribution (if any) is paid at least once a year and will be reinvested. <i>Note: Income distribution (if any) will be in the form of units.</i>
-----------------------------------	--

Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 29 February 2024 and for the past three financial years are as follows:				
		As at 29.02.2024 %	As at 31 August		
		2023 %	2022 %	2021 %	
	REITs	87.63	86.09	89.02	85.28
	Money markets deposits and cash equivalents	12.37	13.91	10.98	14.72
	Total	100.00	100.00	100.00	100.00
	<i>Note: The abovementioned percentages are based on total net asset value.</i>				
Performance Details	Performance details of the Fund for the financial period ended 29 February 2024 and three financial years ended 31 August are as follows:				
		FPE 29.02.2024	FYE 2023	FYE 2022	FYE 2021
	Net asset value (RM)				
	- Class D	14,015,475	13,309,390	13,948,382	13,829,243
	- Class I	12,338,511	12,120,822	12,578,162	12,172,646
	Units in circulation				
	- Class D	24,195,026	23,113,338	21,810,944	19,740,329
	- Class I	21,372,827	21,147,389	19,809,630	17,327,292
	Net asset value per unit (RM)				
	- Class D	0.5793	0.5758	0.6395	0.7006
	- Class I	0.5773	0.5732	0.6350	0.7025
	Highest net asset value per unit (RM)				
	- Class D	0.6057	0.6420	0.7089	0.7115
	- Class I	0.6034	0.6375	0.7109	0.7215
	Lowest net asset value per unit (RM)				
	- Class D	0.5324	0.5598	0.6146	0.6404
	- Class I	0.5301	0.5560	0.6176	0.6487
	Benchmark performance (%)				
	- Class D	-0.06	-7.84	-14.00	16.28
	- Class I	-0.06	-7.84	-14.00	16.28
	Total return (%) ⁽¹⁾				
	- Class D	0.40	-10.08	-8.12	10.63
	- Class I	0.50	-9.84	-7.89	10.91
	- Capital growth (%)				
	- Class D	0.40	-10.08	-8.41	3.71
	- Class I	0.50	-9.84	-9.31	2.90
	- Income distribution (%)				
	- Class D	-	-	0.29	6.92
	- Class I	-	-	1.42	8.01
	Gross distribution in respective class (sen per unit)				
	- Class D	-	-	0.20	4.70
	- Class I	-	-	1.00	5.50

	FPE 29.02.2024	FYE 2023	FYE 2022	FYE 2021
Net distribution in respective class (sen per unit)				
- Class D	-	-	0.20	4.70
- Class I	-	-	1.00	5.50
Total expense ratio (%) ⁽²⁾	0.77	1.64	2.03	1.91
Portfolio turnover ratio (times) ⁽³⁾	0.09	0.36	0.41	0.41

Note:

(1) Total return is the actual return of the Fund for the respective financial period/years computed based on the NAV per unit and net of all fees.

(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.

(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 29 February 2024)

	AmPRS - Asia Pacific REITs ^(a) %	S&P Pan Asia REITs Index ^(b) %
One year		
- Class D	-5.50	-3.10
- Class I	-5.27	-3.10
Three years		
- Class D	-3.17	-4.05
- Class I	-2.93	-4.05
Five years		
- Class D	-1.34	-2.08
- Class I	-1.09	-2.08
Since launch (19 November 2014)		
- Class D	3.16	2.42
- Class I	3.37	2.42

Annual Total Return

Financial Years Ended (31 August)	AmPRS - Asia Pacific REITs ^(a) %	S&P Pan Asia REITs Index ^(b) %
2023		
- Class D	-10.08	-7.84
- Class I	-9.84	-7.84
2022		
- Class D	-8.12	-14.00
- Class I	-7.89	-14.00
2021		
- Class D	10.63	16.28
- Class I	10.91	16.28
2020		
- Class D	-8.32	-15.20
- Class I	-8.11	-15.20

Financial Years Ended (31 August)	AmPRS - Asia Pacific REITs ^(a) %	S&P Pan Asia REITs Index ^(b) %
2019		
- Class D	16.73	19.72
- Class I	17.03	19.72

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

(b) S&P Pan Asia REITs Index (Available at www.aminvest.com and Bloomberg L.P.)

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

Class D

For the financial period under review, the Fund registered a return of 0.40% which is entirely capital growth in nature.

Thus, the Fund's return of 0.40% has outperformed the benchmark's negative return of 0.06% by 0.46%.

As compared with the financial year ended 31 August 2023, the net asset value ("NAV") per unit of the Fund increased by 0.61% from RM0.5758 to RM0.5793, while units in circulation increased by 4.68% from 23,113,338 units to 24,195,026 units.

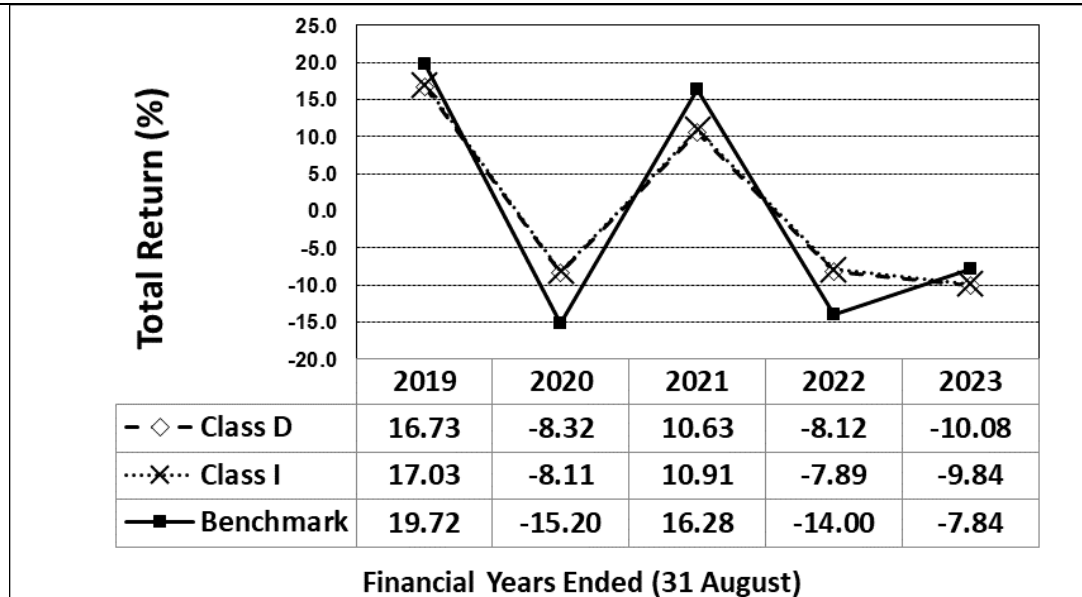
Class I

For the financial period under review, the Fund registered a return of 0.50% which is entirely capital growth in nature.

Thus, the Fund's return of 0.50% has outperformed the benchmark's negative return of 0.06% by 0.56%.

As compared with the financial year ended 31 August 2023, the net asset value ("NAV") per unit of the Fund increased by 0.72% from RM0.5732 to RM0.5773, while units in circulation increased by 1.07% from 21,147,389 units to 21,372,827 unit.

The following line chart shows comparison between the annual performances of AmPRS – Asia Pacific REITs for Class D and Class I and its benchmark, S&P Pan Asia REITs Index, for the financial years ended 31 August.



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

Strategies and Policies Employed

For the financial period under review, the Fund achieved its investment objective, where 70% to 98% of the Fund's Net Asset Value (NAV) was invested in REITs listed in the Asia Pacific region. In addition to country diversification, the Fund also diversified its REITs sector exposure in the residential, commercial and industrial segments. The Fund holds between 2% to 30% of its NAV in liquid assets. These strategies will continue to be applied going forward. The Manager employs an active allocation strategy, which means the asset allocation decisions will be made after reviewing the macroeconomic trends and REITs market outlook of the respective countries in the Asia Pacific region. The Manager will be targeting REITs with strong track records in generating regular income returns and which have potential for capital growth. In evaluating the suitability of a REIT, the Manager, amongst other factors, will review the underlying real estate market condition, track record, portfolio of assets, financial status, income distribution policy and cost factors of the REITs.

In an adverse market condition, the Manager may increase its asset allocation to lower risk assets such as liquid assets to preserve the Fund's capital. During such period, the Fund's investment may differ from the stipulated investment strategy.

Portfolio Structure

The table below is the asset allocation of the Fund as at 29 February 2024 and 31 August 2023.

	As at 29.02.2024 %	As at 31.08.2023 %	Changes %
REITs	87.63	86.09	1.54
Money markets deposits and cash equivalents	12.37	13.91	-1.54
Total	100.00	100.00	

For the financial period under review, the Fund invested 87.63% of its NAV in REITs and the remaining balance of 12.37% was held in money market deposits and cash equivalents.

Securities Lending / Repurchase Transactions	The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).
Cross Trade	There were no cross trades undertaken during the financial period under review.
Distribution/ Unit split	There is no income distribution and unit split declared for the financial period under review.
State of Affairs	There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the members during the financial period under review.
Rebates and Soft Commission	<p>During the period, the private retirement scheme provider 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 members of the Fund.</p> <p>The provider has soft commission arrangement with a total of 11 brokers, who execute trades for the Fund and other funds or investments managed by the provider. 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 members of the Fund and other funds or investments managed by the provider.</p> <p>Soft commissions received were for the benefit of the Fund and there was no churning of trades.</p>
Market Review	<p>During the financial period under review, conditions remain challenging for the real estate market as monetary conditions remain tight and assets valuation generally deteriorated. Transaction volume also continued to remain sparse with dealmaking often paralyzed by the standoff between potential buyers and sellers on pricing.</p> <p>Nonetheless, the latest reporting season in early 2024 saw the retail segment in Singapore and Australia continued to register positive rental reversions but remained weak in Hong Kong and China. Industrial operating metrics also remained strong in Australia and Singapore with high occupancy and double-digit releasing spreads. Meanwhile, office remained challenged, with the exception of Singapore, with no noticeable improvement in leasing spreads and activity still skewed to more premium assets. In the first two months of 2024, the REITs sector gave back part of the gains from the rebound in late 2023 as long term bond yields rose and market dialled back rate cut expectations.</p>
Market Outlook	A peaking of the United States (US) Federal Reserve (Fed) rate hike cycle typically bodes well for the rate-sensitive REITs sector. However, going into 2024 the REITs distributable income will still be affected by the elevated interest rate level as they roll over debts that were financed at lower rates previously. In the near term, we favour REITs with strong balance sheet and low leverage that will be able to weather the current high interest rate environment better.

Additional Information	<p>The following information was updated:</p> <ol style="list-style-type: none">1) Mr Tai Terk Lin, an Independent Non-Executive Director of AmFunds Management Berhad (AFM), has retired from the Board and the Fund Management Division's Audit and Risk Management Committee with effect from 15 December 2023.2) Mdm Jas Bir Kaur A/P Lol Singh, an Independent Non-Executive Director of AFM, has resigned as the Chairperson of the Investment Committee and has been appointed as a member of the Fund Management Division's Audit and Risk Management Committee with effect from 15 December 2023.3) Mr Arnold Lim Boon Lay has been appointed as an Independent Non-Executive Director of AFM and the Chairman of the Investment Committee with effect from 15 December 2023.
-------------------------------	--

Kuala Lumpur, Malaysia
AmFunds Management Berhad

18 April 2024

AmPRS – Asia Pacific REITs

**STATEMENT OF FINANCIAL POSITION
AS AT 29 FEBRUARY 2024**

	Note	29.02.2024 (unaudited) RM	31.08.2023 (audited) RM
ASSETS			
Investments	4	23,093,725	21,893,112
Amount due from Provider	5(a)	4,733	16,975
Distribution receivables		191,673	216,184
Capital repayment receivables	6	35,789	32,692
Tax recoverable		80,493	80,493
Cash at banks		3,022,144	3,234,135
TOTAL ASSETS		<u>26,428,557</u>	<u>25,473,591</u>
LIABILITIES			
Amount due to Provider	5(b)	64,233	33,473
Amount due to Trustee	7	847	856
Amount due to Private Pension Administrator (“PPA”)	8	847	856
Sundry payables and accruals		8,644	8,194
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO MEMBERS)		<u>74,571</u>	<u>43,379</u>
NET ASSET VALUE (“NAV”) OF THE FUND ATTRIBUTABLE TO MEMBERS		<u>26,353,986</u>	<u>25,430,212</u>
NET ASSETS ATTRIBUTABLE TO MEMBERS OF THE FUND COMPRISE:			
Members’ contribution	10(a)(b)	29,714,517	28,947,340
Accumulated losses	10(c)(d)	(3,360,531)	(3,517,128)
		<u>26,353,986</u>	<u>25,430,212</u>
NET ASSET VALUE			
– Class D		14,015,475	13,309,390
– Class I		12,338,511	12,120,822
		<u>26,353,986</u>	<u>25,430,212</u>
UNITS IN CIRCULATION			
– Class D	10(a)	24,195,026	23,113,338
– Class I	10(b)	21,372,827	21,147,389
NAV PER UNIT (RM)			
– Class D		0.5793	0.5758
– Class I		0.5773	0.5732

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

AmPRS – Asia Pacific REITs

STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024

	Note	01.09.2023 to 29.02.2024 RM	01.09.2022 to 28.02.2023 RM
INVESTMENT INCOME/(LOSS)			
Distribution income		590,734	529,237
Interest income		37,229	26,543
Other income		3,677	-
Net losses from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	9	(134,691)	(1,280,037)
Other net realised losses on foreign currency exchange		(81,044)	(71,906)
Other net unrealised (loss)/gain on foreign currency exchange		(212)	5,887
		<u>415,693</u>	<u>(790,276)</u>
EXPENDITURE			
Management fee	5	(176,105)	(174,863)
Trustee’s fee	7	(5,097)	(5,055)
PPA administrative fee	8	(5,097)	(5,055)
Audit fee		(2,230)	(2,220)
Tax agent’s fee		(1,492)	(1,488)
Brokerage and other transaction fees		(14,174)	(11,491)
Custodian’s fee		(5,588)	(17,911)
Other expenses		(2,505)	(2,402)
		<u>(212,288)</u>	<u>(220,485)</u>
Net income/(loss) before taxation		203,405	(1,010,761)
Taxation	12	<u>(46,808)</u>	<u>(51,722)</u>
Net income/(loss) after taxation, representing total comprehensive income/(loss) for the financial period		<u>156,597</u>	<u>(1,062,483)</u>
Total comprehensive income/(loss) comprises the following:			
Realised losses		(577,218)	(13,107)
Unrealised gain/(loss)		733,815	(1,049,376)
		<u>156,597</u>	<u>(1,062,483)</u>

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

AmPRS – Asia Pacific REITs

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO MEMBERS *(Unaudited)*
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024

	Note	Members’ contribution - Class D RM	Members’ contribution - Class I RM	Accumulated losses RM	Total RM
At 1 September 2023		15,121,572	13,825,768	(3,517,128)	25,430,212
Total comprehensive income for the financial period		-	-	156,597	156,597
Creation of units	10(a)(b)	722,580	609,070	-	1,331,650
Cancellation of units	10(a)(b)	(95,163)	(469,310)	-	(564,473)
Balance at 29 February 2024		<u>15,748,989</u>	<u>13,965,528</u>	<u>(3,360,531)</u>	<u>26,353,986</u>
At 1 September 2022		14,345,180	13,025,600	(844,236)	26,526,544
Total comprehensive loss for the financial period		-	-	(1,062,483)	(1,062,483)
Creation of units		906,487	765,985	-	1,672,472
Cancellation of units		(28,159)	(539,357)	-	(567,516)
Balance at 28 February 2023		<u>15,223,508</u>	<u>13,252,228</u>	<u>(1,906,719)</u>	<u>26,569,017</u>

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

AmPRS – Asia Pacific REITs**STATEMENT OF CASH FLOWS (Unaudited)
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

	01.09.2023 to 29.02.2024	01.09.2022 to 28.02.2023
	RM	RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investments	1,634,775	955,467
Purchases of investments	(3,096,389)	(2,522,285)
Capital repayments received	41,844	71,930
Distribution received	568,550	466,981
Interest received	37,229	26,543
Other income	3,677	-
Management fee paid	(178,257)	(177,587)
Trustee's fee paid	(5,106)	(5,193)
PPA administrative fee paid	(5,106)	(5,191)
Custodian's fee paid	(5,588)	(17,911)
Tax paid	-	(9,988)
Payments for other expenses	(19,951)	(15,577)
Net cash used in operating and investing activities	<u>(1,024,322)</u>	<u>(1,232,811)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	1,343,892	1,664,159
Payments for cancellation of units	(531,561)	(526,144)
Net cash generated from financing activities	<u>812,331</u>	<u>1,138,015</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(211,991)	(94,796)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>3,234,135</u>	<u>2,634,964</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>3,022,144</u>	<u>2,540,168</u>
Cash and cash equivalents comprise:		
Cash at banks	<u>3,022,144</u>	<u>2,540,168</u>

AmPRS – Asia Pacific REITs

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024

1. GENERAL INFORMATION

AmPRS – Asia Pacific REITs (the “Fund”) was established pursuant to a Deed dated 4 December 2012 as amended by Deeds supplemental thereto (the “Deeds”), between AmFunds Management Berhad as the PRS Provider (the “Provider”), Deutsche Trustees Malaysia Berhad as the Trustee and all members.

The Fund aims to provide income and to a lesser extent capital appreciation over the medium to long term by primarily investing in real estate investment trusts (REITs). As provided in the Deeds, the financial year shall end on 31 August and the units in the Fund were first offered for sale on 19 November 2014.

The financial statements were authorised for issue by the Provider on 18 April 2024.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the Fund have been prepared on a historical cost basis, except as otherwise stated in the accounting policies and comply with Malaysian Financial Reporting Standards 134: *Interim Financial Reporting* (“MFRS 134”) as issued by the Malaysian Accounting Standards Board (“MASB”).

Standards effective during the financial period

The adoption of the following MFRS 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
MFRS 17 <i>Insurance Contracts and Amendments to MFRS 17*</i>	1 January 2023
Initial Application of MFRS 17 and MFRS 9 - <i>Comparative Information (Amendments to MFRS 17 Insurance Contracts)*</i>	1 January 2023
Amendments to MFRS 101 <i>Presentation of Financial Statements: Classification of Liabilities as Current or Non-Current</i>	1 January 2023
Amendments to MFRS 101 <i>Presentation of Financial Statements: Disclosure of Accounting Policies</i>	1 January 2023
Amendments to MFRS 108 <i>Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates</i>	1 January 2023
Amendments to MFRS 112 <i>Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 January 2023
Amendments to MFRS 112 <i>Income Taxes: International Tax Reform - Pillar Two Model Rules</i>	1 January 2023

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D.)

Standards issued but not yet effective

The standards and amendments to 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 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 and MFRS 7 Financial Instruments: Disclosures: Supplier Finance Arrangements</i>	1 January 2024
Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability</i>	1 January 2025
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) Distribution income

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

(ii) Interest income

Interest income on short-term deposits is recognised on an accrual basis using effective interest method.

(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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

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.

3.6 Members’ contribution

The members’ contribution of the Fund are classified as liabilities under the requirements of MFRS 132 *Financial Instruments: Presentation* (“MFRS 132”).

Under MFRS 132, a unit trust fund with one common class of members is classified as equity as it meets the requirement of having identical features. In a multi-unit class fund, if any one class (or a group of classes) can be differentiated in terms of their features, then all the classes will be classified as liability.

The Fund issues cancellable units in two classes. Details are disclosed in Note 10.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

3.7 Distribution

Distribution is at the discretion of the Provider. A distribution to the Fund's members is accounted for as a deduction from realised income and recognised in the statement of comprehensive income, as the members' contribution are classified as financial liability as per Note 3.6. Realised income is the income earned from distribution income, interest income, other 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 members 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.

3.8 Capital repayment received

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

Capital repayments received is a financial asset and reduces the Fund's cost of investment on the REIT entity.

3.9 Financial assets – 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 asset. 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

3.9 Financial assets – initial recognition and measurement (cont'd.)

(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 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.

3.10 Financial assets under MFRS 9

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 Provider, 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 asset. 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

3.10 Financial assets under MFRS 9 (cont'd.)

Classification and measurement (cont'd.)

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

Financial assets at FVOCI (cont'd.)

These investments are initially recorded at fair value and transaction costs are expensed in the profit or loss. Subsequent to initial recognition, these investments are remeasured at fair value. All fair value adjustments are initially recognised through OCI. Debt instruments at FVOCI are subject to impairment assessment.

Financial assets at FVTPL

Any financial assets that are not measured at amortised cost or FVOCI are measured at FVTPL. Subsequent to initial recognition, financial assets at FVTPL are measured at fair value. Changes in the fair value of those financial instruments are recorded in “Net gain or loss on financial assets at FVTPL”. Distribution income and interest earned element of such instrument are recorded separately in “Distribution income” and “Interest income” respectively. Exchange differences on financial assets at FVTPL are 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 collective investment scheme (“CIS”) at FVTPL. Distributions earned whilst holding the investments are recognised in profit or loss when the right to the payment has been established. Gains and losses on the investments, realised and unrealised, are included in profit or loss.

3.11 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 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

3.12 Derecognition of financial instruments

(i) Derecognition of financial asset

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

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

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

(ii) Derecognition of financial liability

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

3.13 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.

3.14 Determination of fair value

For investments in 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 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

3.15 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 and are calculated using the weighted average method. They represent the difference between an instrument's initial carrying amount and disposal amount.

3.16 Significant accounting estimates and judgments

The preparation of the Fund's financial statements requires the Provider 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 members' cancellation of units.

No major judgments have been made by the Provider 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.

4. INVESTMENTS

	29.02.2024	31.08.2023
	RM	RM
Financial assets at FVTPL		
Quoted CIS - local	2,307,243	2,237,658
Quoted CIS - foreign	<u>20,786,482</u>	<u>19,655,454</u>
	<u>23,093,725</u>	<u>21,893,112</u>

AmPRS – Asia Pacific REITs

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 29 February 2024 are as follows:

Name of trust	Number of units	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
Quoted CIS - local				
REITs				
Axis Real Estate Investment Trust	383,000	677,910	718,238	2.57
IGB Real Estate Investment Trust	290,000	501,700	513,480	1.91
KLCCP Stapled Group	63,500	478,790	469,808	1.82
Pavilion Real Estate Investment Trust	510,900	648,843	711,538	2.46
Total quoted CIS - local	1,247,400	2,307,243	2,413,064	8.76
Quoted CIS - foreign				
Australia				
REITs				
Arena REIT	35,538	376,352	398,673	1.43
BWP Trust	40,368	434,980	504,362	1.65
Centuria Industrial REIT	57,082	592,168	627,552	2.25
Charter Hall Group	14,056	543,342	565,899	2.06
Charter Hall Long WALE REIT	38,769	446,478	575,755	1.69
Charter Hall Retail REIT	39,861	434,440	459,336	1.65
Goodman Group	17,598	1,624,581	1,149,476	6.16
Healthco Healthcare And Wellness REIT	75,000	320,714	337,207	1.22
HomeCo Daily Needs REIT	86,640	333,039	359,620	1.26
Mirvac Group	63,782	429,301	483,847	1.63
National Storage REIT	940	6,559	6,648	0.02
Scentre Group	16,405	157,523	143,631	0.60
Stockland Corporation Limited	55,709	772,287	743,124	2.93
The GPT Group	31,723	426,060	454,292	1.62
Waypoint REIT Limited	39,146	284,029	320,677	1.08
Total in Australia	612,617	7,181,853	7,130,099	27.25

AmPRS – Asia Pacific REITs

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 29 February 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 %
Quoted CIS - foreign (cont'd.)				
Hong Kong				
REITs				
Link Real Estate Investment Trust	67,500	1,594,956	2,048,122	6.05
Total in Hong Kong	67,500	1,594,956	2,048,122	6.05
Japan				
REITs				
CRE Logistics REIT, Inc.	75	338,612	581,458	1.28
GLP J-REIT	97	365,410	555,667	1.39
Healthcare & Medical Investment Corporation	95	391,887	500,906	1.49
Industrial & Infrastructure Fund Investment Corporation	73	291,420	519,244	1.10
Japan Hotel REIT Investment Corporation	172	395,632	400,892	1.50
Kenedix Office Investment Corporation	2	9,499	14,560	0.03
LaSalle LOGIPORT REIT	95	424,093	579,215	1.61
Mitsubishi Estate Logistics REIT Investment Corporation	34	376,489	603,946	1.43
Mitsui Fudosan Logistics Park Inc.	31	416,932	643,230	1.58
Nippon Accommodations Fund Inc.	13	233,947	298,011	0.89
Nippon Prologis REIT, Inc.	49	389,048	569,916	1.48
Total in Japan	736	3,632,969	5,267,045	13.78

AmPRS – Asia Pacific REITs

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 29 February 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 %
Quoted CIS - foreign (cont'd.)				
Singapore				
REITs				
CapitaLand Ascendas REIT	68,357	660,451	667,227	2.51
CapitaLand Ascott Trust	155,900	492,012	580,528	1.87
CapitaLand China Trust	151,087	394,245	546,348	1.50
CapitaLand Integrated Commercial Trust	79,400	548,761	570,383	2.08
CDL Hospitality Trusts	140,100	476,730	548,558	1.81
Digital Core REIT	232,900	640,559	807,977	2.43
Frasers Centrepoint Trust	149,903	1,157,608	1,140,543	4.39
Frasers Logistics & Commercial Trust	115,039	417,820	494,494	1.58
Keppel DC REIT	78,800	472,370	525,227	1.79
Keppel Pacific Oak US REIT	176,600	104,680	484,388	0.40
Keppel REIT	169,700	517,613	590,281	1.96
Lendlease Global Commercial REIT	234,545	475,555	547,628	1.80
Mapletree Industrial Trust	67,910	548,373	562,356	2.08
Mapletree Logistics Trust	92,757	484,078	512,766	1.84
Mapletree Pan Asia Commercial Trust	112,707	536,527	726,909	2.04
Parkway Life Real Estate Investment Trust	36,200	449,322	467,971	1.71
Total in Singapore	2,061,905	8,376,704	9,773,584	31.79
Total quoted CIS - foreign	2,742,758	20,786,482	24,218,850	78.87
Total financial assets at FVTPL	3,990,158	23,093,725	26,631,914	87.63
Shortfall of fair value over purchased cost		(3,538,189)		

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

5. AMOUNT DUE FROM/TO PROVIDER

	Note	29.02.2024 RM	31.08.2023 RM
(a) Due from Provider			
Creation of units	(i)	<u>4,733</u>	<u>16,975</u>
(b) Due to Provider			
Cancellation of units	(ii)	32,912	-
Management fee payable	(iii)	<u>31,321</u>	<u>33,473</u>
		<u>64,233</u>	<u>33,473</u>

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

(ii) This represents amount payable to the Provider for units cancelled.

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

(iii) Management fee is at a rate of 1.50% (31.08.2023: 1.50%) per annum for Class D and 1.25% (31.08.2023: 1.25%) per annum for Class I on the NAV of the Fund, calculated on a daily basis.

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

6. CAPITAL REPAYMENT RECEIVABLES

The amount relates to the capital repayment as a result of corporate action from its investment in securities.

7. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.04% (31.08.2023: 0.04%) per annum for both Class D and Class I on the NAV of the Fund, calculated on a daily basis.

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

8. AMOUNT DUE TO PPA

PPA administrative fee is at a rate of 0.04% (31.08.2023: 0.04%) per annum for both Class D and Class I on the NAV of the Fund, calculated on a daily basis.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

9. NET LOSSES FROM INVESTMENTS

	01.09.2023 to 29.02.2024 RM	01.09.2022 to 28.02.2023 RM
Net losses on financial assets at FVTPL comprised:		
- Net realised losses on sale of investments	(958,328)	(209,310)
- Net realised gain/(loss) on foreign currency exchange	89,610	(15,464)
- Net unrealised gain/(loss) on changes in fair value of investments	321,490	(1,447,046)
- Net unrealised gains on foreign currency fluctuation of investments denominated in foreign currency	412,537	391,783
	<u>(134,691)</u>	<u>(1,280,037)</u>

10. NAV ATTRIBUTABLE TO MEMBERS

Total NAV attributable to members is represented by:

	Note	29.02.2024 RM	31.08.2023 RM
Members' contribution			
- Class D	(a)	15,748,989	15,121,572
- Class I	(b)	13,965,528	13,825,768
Accumulated losses			
- Realised income	(c)	178,724	755,942
- Unrealised losses	(d)	(3,539,255)	(4,273,070)
		<u>26,353,986</u>	<u>25,430,212</u>

The Fund issues cancellable units in two classes as detailed below:

Classes of units	Currency denomination	Categories of investors	Distribution policy
Class D	RM	Distributor appointed by the PRS Provider	Paid once a year and will be reinvested, subject to availability of income
Class I	RM	Employer-Sponsored Retirement Schemes and also employees of any employers with prior arrangement with the PRS Provider	Paid once a year and will be reinvested, subject to availability of income

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

10. NAV ATTRIBUTABLE TO MEMBERS (CONT'D.)

The different charges and features for each class are as follows:

- (i) Sales charge
- (ii) Management fee charges

(a) Members' contribution/units in circulation – Class D

	29.02.2024		31.08.2023	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	23,113,338	15,121,572	21,810,944	14,345,180
Creation during the financial period/year	1,247,525	722,580	1,868,738	1,112,574
Cancellation during the financial period/year	<u>(165,837)</u>	<u>(95,163)</u>	<u>(566,344)</u>	<u>(336,182)</u>
At end of the financial period/year	<u>24,195,026</u>	<u>15,748,989</u>	<u>23,113,338</u>	<u>15,121,572</u>

(b) Members' contribution/units in circulation – Class I

	29.02.2024		31.08.2023	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	21,147,389	13,825,768	19,809,630	13,025,600
Creation during the financial period/year	1,056,926	609,070	2,475,299	1,468,477
Cancellation during the financial period/year	<u>(831,488)</u>	<u>(469,310)</u>	<u>(1,137,540)</u>	<u>(668,309)</u>
At end of the financial period/year	<u>21,372,827</u>	<u>13,965,528</u>	<u>21,147,389</u>	<u>13,825,768</u>

(c) Realised – distributable

	29.02.2024	31.08.2023
	RM	RM
At beginning of the financial period/year	755,942	633,402
Net realised (loss)/income for the financial period/year	<u>(577,218)</u>	<u>122,540</u>
At end of the financial period/year	<u>178,724</u>	<u>755,942</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

10. NAV ATTRIBUTABLE TO MEMBERS (CONT'D.)

(d) Unrealised – non-distributable

	29.02.2024	31.08.2023
	RM	RM
At beginning of the financial period/year	(4,273,070)	(1,477,638)
Net unrealised gain/(loss) for the financial period/year	733,815	(2,795,432)
At end of the financial period/year	<u>(3,539,255)</u>	<u>(4,273,070)</u>

11. 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 Provider
AmInvestment Bank Berhad	Holding company of the Provider
AMMB Holdings Berhad (“AMMB”)	Ultimate holding company of the Provider
Subsidiaries and associates of AMMB as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Provider

There are no units held by the Provider or any related party as at 29 February 2024 and 31 August 2023.

12. TAXATION

	01.09.2023 to 29.02.2024	01.09.2022 to 28.02.2023
	RM	RM
Local tax	5,885	4,710
Foreign tax	40,923	47,012
	<u>46,808</u>	<u>51,722</u>

Pursuant to Paragraph 20 of Schedule 6 of the Income Tax Act (“ITA”), any income received by an approved scheme as defined under Section 2 of the ITA is exempted from income tax.

The taxation charged for the financial period is related to withholding tax derived from countries including Australia, Japan, Malaysia and Singapore calculated at the rates prevailing in these countries.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

12. TAXATION (CONT'D.)

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

	01.09.2023 to 29.02.2024	01.09.2022 to 28.02.2023
	RM	RM
Net income/(loss) before taxation	<u>203,405</u>	<u>(1,010,761)</u>
Taxation at Malaysian statutory rate of 24% (2023: 24%)	48,817	(242,583)
Tax effects of:		
Income not subject to tax	(302,458)	(177,106)
Losses not allowed for tax deduction	249,500	418,494
Restriction on tax deductible expenses	38,520	38,251
Non-permitted expenses for tax purposes	8,149	10,417
Permitted expenses not used and not available for future financial periods	<u>4,280</u>	<u>4,249</u>
Tax expense for the financial period	<u>46,808</u>	<u>51,722</u>

13. TOTAL EXPENSE RATIO (“TER”)

The Fund’s TER is as follows:

	01.09.2023 to 29.02.2024	01.09.2022 to 28.02.2023
	% p.a.	% p.a.
Management fee	0.69	0.69
Trustee’s fee	0.02	0.02
PPA administrative fee	0.02	0.02
Fund’s other expenses	<u>0.04</u>	<u>0.09</u>
Total TER	<u>0.77</u>	<u>0.82</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.

14. 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 0.09 times (01.09.2022 to 28.02.2023: 0.08 times).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

15. SEGMENTAL REPORTING

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

16. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial period ended 29 February 2024 are as follows:

	Transaction value		Brokerage fee, stamp duty and clearing fee	
	RM	%	RM	%
Macquarie Securities Ltd (SG)	1,386,375	28.81	4,714	33.26
Macquarie Securities (Australia) Limited	1,284,780	26.70	3,354	23.67
Macquarie Bank Limited (Australia)	1,273,320	26.46	3,820	26.95
DBS Vickers Securities (Singapore) Pte Ltd.	421,135	8.75	1,221	8.61
CLSA Australia Pty Ltd	291,821	6.06	584	4.12
Instinet Singapore Services Pte Ltd	108,564	2.26	315	2.22
CLSA Limited (Hong Kong)	46,167	0.96	166	1.17
	<u>4,812,162</u>	<u>100.00</u>	<u>14,174</u>	<u>100.00</u>

The Provider is of the opinion that the above transactions have been entered into 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 quoted CIS.

17. 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 investments restrictions as stipulated by the Capital Market and Services Act 2007, Securities Commission Malaysia's Guidelines on Private Retirement Schemes and the Deeds as the backbone of risk management of the Fund.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

(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 Provider actively monitors the performance and risk profile of the investment portfolio.

(ii) Currency risk

Currency risk is associated with the Fund's assets and 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.

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

Assets denominated in	29.02.2024		31.08.2023	
	RM equivalent	% of NAV	RM equivalent	% of NAV
Australian Dollar				
Investments	7,181,853	27.25	7,239,980	28.47
Distribution receivables	136	-*	55,267	0.22
Cash at bank	73,293	0.28	19,513	0.07
	<u>7,255,282</u>	<u>27.53</u>	<u>7,314,760</u>	<u>28.76</u>
Hong Kong Dollar				
Investments	<u>1,594,956</u>	<u>6.05</u>	<u>1,022,654</u>	<u>4.02</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

(a) Market risk (cont'd.)

(ii) Currency risk (cont'd.)

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

Assets denominated in	29.02.2024		31.08.2023	
	RM equivalent	% of NAV	RM equivalent	% of NAV
Japanese Yen				
Investments	3,632,969	13.79	4,319,799	16.99
Capital repayment receivables	5,271	0.02	6,806	0.02
Distribution receivables	67,574	0.26	53,002	0.21
Cash at bank	4,292	0.01	4,314	0.02
	<u>3,710,106</u>	<u>14.08</u>	<u>4,383,921</u>	<u>17.24</u>
Singapore Dollar				
Investments	7,631,465	28.96	6,503,811	25.57
Capital repayment receivables	20,102	0.08	20,526	0.08
Distribution receivables	119,385	0.45	58,585	0.23
Cash at bank	31,433	0.12	8,449	0.04
	<u>7,802,385</u>	<u>29.61</u>	<u>6,591,371</u>	<u>25.92</u>
United States Dollar				
Investments	745,239	2.83	569,210	2.24
Capital repayment receivables	10,415	0.04	5,360	0.02
Distribution receivables	4,578	0.02	40,677	0.16
	<u>760,232</u>	<u>2.89</u>	<u>615,247</u>	<u>2.42</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 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2023 TO 29 FEBRUARY 2024**

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

(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 asset. Exposure to liquidity risk arises because of the possibility that the Fund could be required to pay its liabilities or redeem its units earlier than expected. The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by members. Liquid assets comprise of cash at banks, which is 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.

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

AmPRS – Asia Pacific REITs

STATEMENT BY THE PROVIDER

I, Goh Wee Peng, being the Director of and on behalf of the Board of Directors of AmFunds Management Berhad (the “Provider”), do hereby state that, in the opinion of the Provider, 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 AmPRS – Asia Pacific REITs (the “Fund”) as at 29 February 2024 and of the comprehensive income, the changes in net assets attributable to members and cash flows for the financial period then ended.

For and on behalf of the Provider

GOH WEE PENG
Executive Director

Kuala Lumpur, Malaysia
18 April 2024

THE SCHEME TRUSTEE’S REPORT

TO THE MEMBERS OF AMPRS – ASIA PACIFIC REITs (“Fund”)

We have acted as the Scheme Trustee of the Fund for the financial period ended 29 February 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 PRS Provider under the deed, securities laws and the Guidelines on Private Retirement Schemes;
2. Valuation and pricing is carried out in accordance with the deed; and
3. Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirement.

For Deutsche Trustees Malaysia Berhad

Ng Hon Leong
Head, Fund Operations

Sylvia Beh
Chief Executive Officer

Kuala Lumpur
18 April 2024

DIRECTORY

Head Office 9th & 10th Floor, Bangunan AmBank Group
55, Jalan Raja Chulan, 50200 Kuala Lumpur
Tel: (03) 2032 2888 Facsimile: (03) 2031 5210
Email: enquiries@aminvest.com

Postal Address AmFunds Management Berhad
P.O Box 13611, 50816 Kuala Lumpur

Distributors

For more details on the list of distributors, please contact the PRS Provider.

*For enquiries about this Scheme and any other funds offered by the PRS Provider
Please call 2032 2888 between 8.45 a.m. to 5.45 p.m. (Monday-Thursday)
Friday 8.45 a.m. to 5.00 p.m.*

