

Semi-Annual Report for

Global Property Equities Fund

31 May 2024



AmInvest

Growing Your Investments in a Changing World

TRUST DIRECTORY

Manager

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

Investment Committee

Arnold Lim Boon Lay
Tracy Chen Wee Keng
Goh Wee Peng

Trustee

AmanahRaya Trustees 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 accounts of Global Property Equities Fund ("Fund") for the financial period from 1 December 2023 to 31 May 2024.

Salient Information of the Fund

Name	Global Property Equities Fund ("Fund")
Category/ Type	Feeder (Global Property Equity) / Capital growth and income
Name of Target Fund	Janus Henderson Horizon Global Property Equities Fund
Objective	<p>The Fund seeks to provide investors with long-term capital appreciation by investing in the quoted equity securities of companies or REITs (or its equivalent) listed or traded on regulated markets which derive the main part of their revenue from the ownership, management and/or development of real estate, throughout the world. The Fund is denominated in RM.</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 25 October 2005 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.</p>
Performance Benchmark	<p>FTSE EPRA/NAREIT Developed Index TR ("EPRA/NAREIT"). (Available at www.aminvest.com)</p> <p><i>Note: The Fund adheres to the benchmark of the Target Fund. The risk profile of the performance benchmark is not the same as the risk profile of the Fund.</i></p> <p><i>Source: London Stock Exchange Group plc and its group undertakings, including FTSE International Limited (collectively, the "LSE Group"), European Public Real Estate Association ("EPRA"), and the National Association of Real Estate Investments Trusts ("Nareit") (and together the "Licensor Parties"). © LSE Group 2024. FTSE Russell is a trading name of certain LSE Group companies. "FTSE®" and "Russell®" are a trade mark(s) of the relevant LSE Group companies and are used by any other LSE Group company under license. "Nareit®" is a trade mark of Nareit, "EPRA®" is a trade mark of EPRA and all are used by the LSE Group under license. All rights in the FTSE EPRA Nareit Global Real Estate Index Series index(es) or data vest in the Licensor Parties. The Licensor Parties do not accept any liability for any errors or omissions in the indexes or data and no party may rely on any indexes or data contained in this communication. No further distribution of data from the LSE Group is permitted without the relevant LSE Group company's express written consent. The Licensor Parties do not promote, sponsor or endorse the content of this communication.</i></p>

Income Distribution Policy	Income distribution (if any) is paid at least once every year.
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Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 31 May 2024 and for the past three financial years are as follows:				
		As at 31.05.2024 %	As at 30 November		
			2023 %	2022 %	2021 %
	Foreign collective investment scheme	90.76	97.39	97.38	97.44
	Money market deposits and cash equivalents	9.24	2.61	2.62	2.56
	Total	100.00	100.00	100.00	100.00
	<i>Note: The abovementioned percentages are calculated based on total net asset value.</i>				
Performance Details	Performance details of the Fund for the financial period ended 31 May 2024 and three financial years ended 30 November are as follows:				
		FPE 31.05.2024	FYE 2023	FYE 2022	FYE 2021
	Net asset value (RM)	21,068,368	23,221,444	26,240,850	37,499,806
	Units in circulation	11,381,347	13,093,133	14,742,095	16,739,940
	Net asset value per unit (RM)	1.8511	1.7736	1.7800	2.2401
	Highest net asset value per unit (RM)	1.9271	1.9030	2.3393	2.3427
	Lowest net asset value per unit (RM)	1.7925	1.6599	1.7164	1.8100
	Benchmark performance (%)	6.17	2.88	-12.33	23.79
	Total return (%) ⁽¹⁾	4.37	1.60	-17.84	23.68
	- Capital growth (%)	4.37	-0.36	-20.60	22.27
	- Income distribution (%)	-	1.96	2.76	1.41
	Gross distribution (sen per unit)	-	4.37	6.93	2.58
	Net distribution (sen per unit)	-	3.48	6.19	2.58
	Total expense ratio (%) ⁽²⁾	0.16	0.29	0.29	0.28
	Portfolio turnover ratio (times) ⁽³⁾	0.11	0.06	0.11	0.51
	<i>Note:</i>				
	<i>(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.</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.
- (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 May 2024)

	Global Property Equities Fund ^(a) %	EPRA/NAREIT ^(b) %
One year	5.25	10.34
Three years	-2.79	-0.10
Five years	2.55	2.19
Ten years	6.65	6.76

Annual Total Return

Financial Years Ended (30 November)	Global Property Equities Fund ^(a) %	EPRA/NAREIT ^(b) %
2023	1.60	2.88
2022	-17.84	-12.33
2021	23.68	23.79
2020	-5.63	-12.75
2019	22.37	15.55

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

(b) FTSE EPRA/NAREIT Global Total Return Index (“EPRA/NAREIT”).
(Available at www.aminvest.com).

The Fund performance is calculated based on the net asset value per unit of the Fund. Average total return of the Fund and its benchmark for a period is computed based on the absolute return for that period annualised over one year.

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

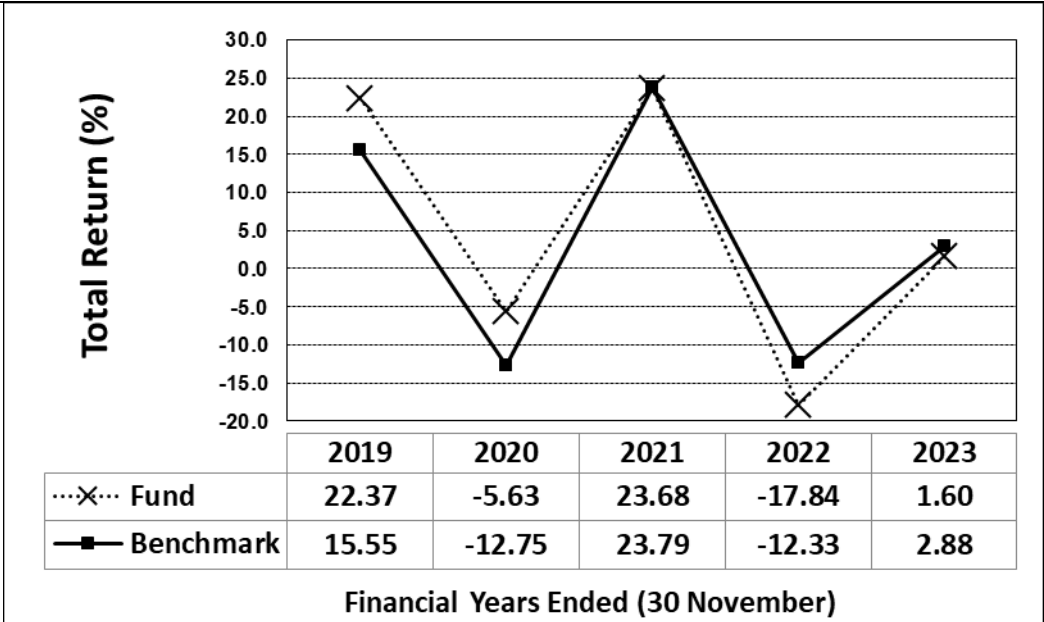
Fund Performance

For the financial period under review, the Fund registered a return of 4.37% which is entirely capital growth in nature.

Thus, the Fund’s return of 4.37% has underperformed the benchmark’s return of 6.17% by 1.80%.

As compared with the financial year ended 30 November 2023, the net asset value (“NAV”) per unit of the Fund increased by 4.37% from RM1.7736 to RM1.8511, while units in circulation decreased by 13.07% from 13,093,133 units to 11,381,347 units.

The following line chart shows comparison between the annual performances of Global Property Equities Fund (formerly known as AmGlobal Property Equities Fund) and its benchmark, EPRA/NAREIT, for financial years ended 30 November.



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

Performance of the Target Fund

Fund Performance Review of the Target Fund – Janus Henderson Horizon Global Property Equities Fund (“the Target Fund”)

The Target Fund returned 3.9% based on Class I accumulation over the period under review, compared with a return of 5.1% in the FTSE EPRA Nareit Developed Index.

On an individual stock basis, not holding Simon Property, the largest mall owner in the US, detracted from performance. Overweight positions in office real estate investment trust (REIT) Kilroy Realty and cold storage owner/operator Americold Realty Trust also detracted, with the latter affected by negative sentiment around the potential demand implications from new weight-loss drugs and with lower throughput from food manufacturers. Cell tower REIT SBA Communications also hampered performance, with investors waiting for a pick-up in telecommunications leasing activity.

Stock selection in Asia Pacific added value, led by Australian logistics-focused company Goodman, which returned to the benchmark during the period. Japanese developer Mitsui Fudosan continued its run of outperformance and contributed to the Target Fund’s performance. In North America, US apartment landlord AvalonBay Communities and Canadian senior housing landlord Chartwell Retirement Residences both contributed to the fund’s return. Europe also contributed positively, led by Spanish REIT Merlin Properties.

There was a narrowing of some of the Target Fund’s top-down sector investments during the period, given relative performance and with the potential for a recovery in several sectors that had seen weaker rental growth dynamics over the period.

	<p>Having reduced the Target Fund's position in the US industrial logistics sector at the start of the year following strong performance and short-term supply headwinds, we used weakness to add back to the sector. Here, we introduced new positions in First Industrial, which in our opinion offered compelling development upside, and Sun Belt landlord EastGroup Properties, which we believe offers a differentiated exposure to smaller tenants and geographic concentration to a market offering stronger fundamentals, given positive tailwinds from population migration and nearshoring. We increased the fund's exposure to the US storage sector, where we saw early signs of stabilising trends following 18 months of weakening demand. In retail, we added a new position in US mall owner Macerich, where we liked the turnaround story driven by a new management team, and added US West Coast-focused office landlord Kilroy Realty, following a rebasing in expectations. We switched from SITE Centers into larger shopping centre peer Kimco Realty and exited net lease owner Spirit Realty Capital following its merger-related outperformance. We rebalanced our residential exposure, exiting the single-family rental sector and adding manufactured housing owner Equity Lifestyle, following underperformance, as well as apartment owner AvalonBay Communities as we appreciated its exposure to favourable East Coast fundamentals such as better job growth and supply compared with the West Coast and Sun Belt (southern) markets.</p> <p>We continued to see strong tailwinds within the technology real estate space and increased exposure to data centres, initiating a position in Australia-listed NEXTDC. We also added telecommunications tower SBA Communications, which we thought was well positioned as operators seek to expand 5G networks.</p> <p>Elsewhere, we added Japanese residential landlord Nippon Accommodations Fund and added logistics exposure in Japan through Nippon Prologis REITs as well as Mexican logistics developer Vesta, and Tritax Big Box REIT in the UK. We also grew more positive on European retail, adding two names in UK-listed Hammerson and Unibail-Rodamco-Westfield.</p> <p><i>Source: Janus Henderson Investors, as at 31 May 2024</i></p>
<p>Strategies and Policies Employed</p>	<p>Strategies and Policies employed by Target Fund</p> <p>The Target Fund aims to provide capital growth over the long term. The Target Fund invests at least 80% of its assets in a concentrated portfolio of shares (equities) and equity-related securities of real estate investment trusts (REITs) and companies of any size, in any country which will derive the main part of their revenue from owning, developing and managing real estate.</p> <p><i>Source: Janus Henderson Investors, as at 31 May 2024</i></p> <p>Strategies and Policies of the Fund</p> <p>For the financial period under review, the Fund invested a minimum of 85% of its NAV in the Janus Henderson Horizon Global Property Equities Fund ("Target Fund").</p>

Target Fund's Top 10 Holdings	As at 31 May 2023		
	Asset Reporting Name	Weight %	Reporting Market Value In Fund Base Ccy
	Prologis	9.66	119,962,986.78
	VICI Properties	5.19	64,474,962.26
	Welltower	4.71	58,461,369.62
	Alexandria Real Estate Equities	3.66	45,470,911.46
	Camden Property Trust	3.62	44,944,684.00
	Mitsui Fudosan	3.45	42,901,808.16
	NNN REIT	3.29	40,852,060.19
	Agree Realty	3.17	39,405,518.17
	Rexford Industrial Realty	3.00	37,285,307.69
	Spirit Realty Capital	2.98	37,023,958.44
	As at 31 May 2024		
	Asset Reporting Name	Weight %	Reporting Market Value In Fund Base Ccy
	Equinix	6.28	74,271,638
	Welltower	4.73	56,004,321
	Prologis	4.33	51,252,326
	Extra Space Storage	3.57	42,280,091
	CubeSmart	3.45	40,800,416
	Goodman Group	3.15	37,297,172
	Mitsui Fudosan	3.00	35,460,659
	Sabra Health Care REIT	2.97	35,175,599
	AvalonBay Communities	2.94	34,744,817
First Industrial Realty Trust	2.64	31,250,211	
<i>Source: Janus Henderson Investors, as at 31 May 2024</i>			
Portfolio Structure	The table below is the asset allocation of the Fund as at 31 May 2024 and 30 November 2023.		
	As at 31.05.2024 %	As at 30.11.2023 %	Changes %
Foreign collective investment scheme	90.76	97.39	-6.63
Money market deposits and cash equivalents	9.24	2.61	6.63
Total	100.00	100.00	
For the financial period under review, the Fund has invested 90.76% of its NAV in the foreign collective investment scheme and the balance of 9.24% of its NAV 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 splits	There is no income distribution and unit split declared for the financial period under review.
State of Affairs	There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the 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>Global equities, as measured by the MSCI World Index, rose 15.2% (in US dollar terms) during the reporting period as most major central banks indicated an end to tighter monetary policy and strong company earnings in key markets supported a continued rerating. Investors became increasingly optimistic that policy makers would begin to cut interest rates further into 2024 and expectations that the global economy could achieve a 'soft landing' continued to grow.</p> <p>Property equities remained largely dictated by macroeconomic events and the interest rate narrative. At the end of 2023, listed real estate stocks were among the best-performing sectors. However, the first five months of 2024 proved to be more challenging, as investors moderated expectations for the pace and timing of interest rate cuts, in light of stubborn inflation prints and resilient economic data.</p> <p>Notable strength in the period came from Europe and the US. Australian REITs also performed well. Meanwhile, Hong Kong/China-exposed property stocks continued to lag in the face of challenging fundamentals. In the US, the mall, healthcare, data centres and apartment sectors outperformed, while towers, net lease, and industrial/logistics lagged. REITs continued to demonstrate continued access to capital, with many taking advantage of falling borrowing costs and tighter credit spreads in the unsecured bond market. Transaction markets remain subdued, but REITs are well placed to capitalize on potential acquisition opportunities that may arise from private real estate owners without the same strong access to capital.</p> <p><i>Source: Janus Henderson Investors, as at 31 May 2024</i></p>
Market Outlook	<p>While the private commercial real estate market can dominate media headlines and has been slower to adjust reported values to reflect higher rates, the listed market has already reacted given its real-time pricing. Increased confidence that we have reached peak interest rates, therefore, seems likely to prove a key moment for the listed property sector, which continues to trade at a discount to private market values.</p> <p>Importantly, public REITs have continued to offer reliable and growing income streams, supported by strong balance sheets, more exposure to high-quality properties in areas of structural growth and astute management teams. From pricing levels that we believe reflect today's economic reality, we think these characteristics could reward investors with current income and growth over time, as they have historically.</p> <p><i>Source: Janus Henderson Investors, as at 31 May 2024</i></p>

Additional Information	<p>The following information was updated:</p> <p>The Eleventh Supplementary Master Prospectus dated 1 March 2024 has been registered with the Securities Commission Malaysia. The issuance of the Eleventh Supplementary Master Prospectus is to update the investment objective, investment strategy, managing risk and asset allocation, risk of a passive strategy, and information in relation to the trustee's delegate of the Fund. Notice of the issuance for the Eleventh Supplementary Master Prospectus dated 1 March 2024 was published on our website at www.aminvest.com and sent to the unit holders on 13 March 2024.</p>
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Kuala Lumpur, Malaysia
AmFunds Management Berhad

19 July 2024

Global Property Equities Fund

STATEMENT OF FINANCIAL POSITION AS AT 31 MAY 2024

	Note	31.05.2024 (unaudited) RM	30.11.2023 (audited) RM
ASSETS			
Investment	4	19,120,740	22,615,187
Amount due from Manager	5(a)	148,559	-
Tax recoverable		49,234	-
Cash at banks		1,767,264	655,883
TOTAL ASSETS		<u>21,085,797</u>	<u>23,271,070</u>
LIABILITIES			
Amount due to Manager	5(b)	4,221	22,252
Amount due to Trustee	6	1,250	1,342
Tax payable		-	13,002
Sundry payables and accruals		11,958	13,030
TOTAL LIABILITIES		<u>17,429</u>	<u>49,626</u>
NET ASSET VALUE (“NAV”) OF THE FUND		<u>21,068,368</u>	<u>23,221,444</u>
EQUITY			
Unit holders’ capital	8(a)	16,686,096	19,904,448
Retained earnings	8(b)(c)	4,382,272	3,316,996
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	8	<u>21,068,368</u>	<u>23,221,444</u>
UNITS IN CIRCULATION	8(a)	<u>11,381,347</u>	<u>13,093,133</u>
NAV PER UNIT (RM)		<u>1.8511</u>	<u>1.7736</u>

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

Global Property Equities Fund

STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

	Note	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
INVESTMENT INCOME			
Distribution income		308,823	347,594
Interest income		1,068	1,074
Other income	8(a)	-	115
Net gain/(loss) from investment:			
- Financial assets at fair value through profit or loss ("FVTPL")	7	782,533	(44,272)
Other net realised gains on foreign currency exchange		8,696	6,779
		<u>1,101,120</u>	<u>311,290</u>
EXPENDITURE			
Manager's fee	5	(17,515)	(19,361)
Trustee's fee	6	(7,868)	(9,208)
Audit fee		(4,100)	(4,084)
Tax agent's fee		(1,900)	(1,895)
Other expenses		(4,461)	(3,785)
		<u>(35,844)</u>	<u>(38,333)</u>
Net income before taxation		1,065,276	272,957
Taxation	10	-	(78,293)
Net income after taxation, representing total comprehensive income for the financial period		<u>1,065,276</u>	<u>194,664</u>
Total comprehensive income comprises the following:			
Realised income		248,244	205,882
Unrealised gain/(loss)		817,032	(11,218)
		<u>1,065,276</u>	<u>194,664</u>

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

Global Property Equities Fund

STATEMENT OF CHANGES IN EQUITY *(Unaudited)*

FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

	Note	Unit holders' capital RM	Retained earnings RM	Total equity RM
At 1 December 2023		19,904,448	3,316,996	23,221,444
Total comprehensive income for the financial period		-	1,065,276	1,065,276
Creation of units	8(a)	556,773	-	556,773
Cancellation of units	8(a)	(3,775,125)	-	(3,775,125)
Balance at 31 May 2024		<u>16,686,096</u>	<u>4,382,272</u>	<u>21,068,368</u>
At 1 December 2022		22,907,605	3,333,245	26,240,850
Total comprehensive income for the financial period		-	194,664	194,664
Creation of units		588,467	-	588,467
Cancellation of units		(1,687,048)	-	(1,687,048)
Balance at 31 May 2023		<u>21,809,024</u>	<u>3,527,909</u>	<u>25,336,933</u>

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

Global Property Equities Fund

STATEMENT OF CASH FLOWS (Unaudited)

FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investment	4,594,499	1,032,856
Distribution received	-	347,594
Interest received	1,068	1,074
Other income	-	395
Manager's fee paid	(16,300)	(19,341)
Trustee's fee paid	(7,960)	(9,217)
Tax paid	(62,236)	(82,055)
Payments for other expenses	(11,533)	(10,300)
Net cash generated from operating and investing activities	<u>4,497,538</u>	<u>1,261,006</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	408,214	588,467
Payments for cancellation of units	(3,794,371)	(1,764,333)
Distribution paid	-	(40,280)
Net cash used in financing activities	<u>(3,386,157)</u>	<u>(1,216,146)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,111,381	44,860
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>655,883</u>	<u>553,593</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>1,767,264</u>	<u>598,453</u>
Cash and cash equivalents comprise:		
Cash at banks	<u>1,767,264</u>	<u>598,453</u>

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

1. GENERAL INFORMATION

Global Property Equities Fund (the “Fund”) was established pursuant to a Deed dated 20 October 2005 as amended by Deeds Supplemental thereto (the “Deeds”), between AmFunds Management Berhad as the Manager, AmanahRaya Trustees Berhad as the Trustee and all unit holders.

The Fund was set up with the objective of providing investors with long term capital appreciation by investing in quoted equity securities of companies or Real Estate Investment Trusts (“REITs”) listed or traded on a regulated market which derives the main part of their revenue from the ownership, management and/or development of real estate, throughout the world. Being a feeder fund, a minimum of 85% of the Fund’s NAV will be invested in the Luxembourg-based Janus Henderson Horizon Global Property Equities Fund (“Target Fund”), which is a separate unit trust fund managed by Henderson Management S.A. (“Target Fund Manager”). As provided in the Deeds, the financial year shall end on 30 November and the units in the Fund were first offered for sale on 25 October 2005.

The financial statements were authorised for issue by the Manager on 19 July 2024.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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

Standards effective during the financial period

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

Description	Effective for financial periods beginning on or after
MFRS 17 <i>Insurance Contracts</i> and Amendments to MFRS 17*	1 January 2023
Initial Application of MFRS 17 and MFRS 9 - <i>Comparative Information</i> (Amendments to MFRS 17 <i>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 Reform Tax - Pillar Two Model Rules</i>	1 January 2023

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 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 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
Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures: Amendments to the Classifications and Measurement of Financial Instruments</i>	1 January 2026
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures*</i>	1 January 2027
MFRS 18 <i>Presentation and Disclosure in Financial Statements</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) Distribution income

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

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

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

3.1 Income recognition (cont'd.)

(ii) Interest income

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

(iii) Gain or loss on disposal of investment

On disposal of investment, the net realised gain or loss on disposal is measured as the difference between the net disposal proceeds and the carrying amount of the investment. 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 investment that is readily convertible to cash with insignificant risk of changes in value.

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 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 distribution income, interest income, other income and net gain from 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 are classified as equity instruments under MFRS 132 *Financial Instruments: Presentation* ("MFRS 132").

3.8 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 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.

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

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

3.9 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 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.

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

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

3.9 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 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 revenue and interest earned elements of such instruments are recorded separately in "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 investment in Collective Investment Scheme ("CIS") at FVTPL. Distribution earned whilst holding the investment in CIS is recognised in profit or loss when the right to receive the payment has been established. Gains and losses on the investment, 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.

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

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

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

3.11 Derecognition of financial instruments (cont'd.)

(i) Derecognition of financial asset (cont'd.)

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

- 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.

3.12 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.

3.13 Determination of fair value

For the investment in CIS, fair value is determined based on the closing NAV per unit of the foreign CIS. Purchased cost is the price that the Fund paid when buying its investment. 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.

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

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

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 the 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 investment as financial assets at FVTPL as the Fund may sell its investment 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.

4. INVESTMENT

	31.05.2024	30.11.2023
	RM	RM
Financial assets at FVTPL		
At cost:		
Foreign CIS	<u>19,611,261</u>	<u>23,922,740</u>
At fair value:		
Foreign CIS	<u>19,120,740</u>	<u>22,615,187</u>

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

4. INVESTMENT (CONT'D.)

Details of investment are as follows:

Foreign CIS	Number of units	Fair value RM	Purchased cost RM	Fair value as a percentage of NAV %
31.05.2024				
Janus Henderson Horizon Global Property Equities Fund ("Target Fund")	239,105	19,120,740	19,611,261	90.76
Shortfall of fair value over purchased cost		(490,521)		

5. AMOUNT DUE FROM/TO MANAGER

	Note	31.05.2024 RM	30.11.2023 RM
(a) Due from Manager			
Creation of units	(i)	148,559	-
(b) Due to Manager			
Cancellation of units	(ii)	-	19,246
Manager's fee payable	(iii)	4,221	3,006
		4,221	22,252

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

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

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

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

5. AMOUNT DUE FROM/TO MANAGER (CONT'D.)

(iii) As the Fund is investing in the Target Fund, the Manager's fee is charged as follows:

	01.12.2023 to 31.05.2024 % p.a.	01.12.2022 to 31.05.2023 % p.a.
Manager's fee charged by the Target Fund Manager, on the NAV of the Target Fund	1.20	1.70
Manager's fee charged by the Manager, on the NAV of investment in the Target Fund (Note a)	0.60	0.10
Manager's fee charged by the Manager, on the remaining NAV of the Fund (Note a)	1.80	1.80

Note a) The Manager's is charged on 0.60% of the NAV of investment in the Target Fund and 1.80% on the remaining NAV of the Fund.

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

6. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.07% (30.11.2023: 0.07%) per annum on the NAV of the Fund, calculated on a daily basis.

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

7. NET GAIN/(LOSS) FROM INVESTMENT

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
Net gain/(loss) on financial assets at FVTPL comprised:		
– Net realised losses on sale of investment	(664,251)	(106,964)
– Net realised gains on foreign currency exchange	629,752	73,910
– Net unrealised gain/(loss) on changes in fair value of investment	1,183,569	(1,032,303)
– Net unrealised (loss)/gain on foreign currency fluctuation of investment denominated in foreign currency	(366,537)	1,021,085
	<u>782,533</u>	<u>(44,272)</u>

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

8. TOTAL EQUITY

Total equity is represented by:

	Note	31.05.2024 RM	30.11.2023 RM
Unit holders' capital	(a)	16,686,096	19,904,448
Retained earnings			
– Realised income	(b)	4,872,793	4,624,549
– Unrealised losses	(c)	(490,521)	(1,307,553)
		<u>21,068,368</u>	<u>23,221,444</u>

(a) Unit holders' capital/Units in circulation

	31.05.2024		30.11.2023	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	13,093,133	19,904,448	14,742,095	22,907,605
Creation during the financial period/year	301,474	556,773	386,407	704,524
Reinvestment of distribution	-	-	253,244	447,204
Cancellation during the financial period/year	(2,013,260)	(3,775,125)	(2,288,613)	(4,154,885)
At end of the financial period/year	<u>11,381,347</u>	<u>16,686,096</u>	<u>13,093,133</u>	<u>19,904,448</u>

The Manager imposed an exit penalty of 1.00% (30.11.2023: 1.00%) if redemption is made within 90 days of purchase on the NAV per unit of the Fund during the financial period. The exit penalty will be recognised as income of the Fund.

(b) Realised - distributable

	31.05.2024 RM	30.11.2023 RM
At beginning of the financial period/year	4,624,549	4,682,628
Net realised income for the financial period/year	248,244	389,125
Distribution out of realised income	-	(447,204)
At end of the financial period/year	<u>4,872,793</u>	<u>4,624,549</u>

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

8. TOTAL EQUITY (CONT'D.)

(c) Unrealised - non-distributable

	31.05.2024 RM	30.11.2023 RM
At beginning of the financial period/year	(1,307,553)	(1,349,383)
Net unrealised gains for the financial period/year	817,032	41,830
At end of the financial period/year	<u>(490,521)</u>	<u>(1,307,553)</u>

9. 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
Am Investment 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 other related party as at 31 May 2024 and 30 November 2023.

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

	31.05.2024 RM	30.11.2023 RM
Significant related party balances		
<u>AmBank (M) Berhad</u>		
Cash at bank	<u>192</u>	<u>212</u>

10. TAXATION

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
Local tax	<u>-</u>	<u>78,293</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.

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

10. TAXATION (CONT'D.)

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

	01.12.2023 to 31.05.2024 RM	01.12.2022 to 31.05.2023 RM
Net income before taxation	<u>1,065,276</u>	<u>272,957</u>
Taxation at Malaysian statutory rate of 24% (2023: 24%)	255,666	65,510
Tax effects of:		
Income not subject to tax	(511,658)	(269,842)
Losses not allowed for tax deduction	247,389	273,424
Restriction on tax deductible expenses for unit trust fund	4,669	5,172
Non-permitted expenses for tax purposes	3,415	3,453
Permitted expenses not used and not available for future financial periods	<u>519</u>	<u>576</u>
Tax expense for the financial period	<u>-</u>	<u>78,293</u>

11. TOTAL EXPENSE RATIO (“TER”)

The Fund's TER is as follows:

	01.12.2023 to 31.05.2024 % p.a.	01.12.2022 to 31.05.2023 % p.a.
Manager's fee	0.08	0.07
Trustee's fee	0.03	0.03
Fund's other expenses	<u>0.05</u>	<u>0.05</u>
Total TER	<u>0.16</u>	<u>0.15</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.

12. PORTFOLIO TURNOVER RATIO (“PTR”)

The PTR of the Fund, which is the ratio of average total acquisitions and disposals of investment to the average NAV of the Fund calculated on a daily basis, is 0.11 times (01.12.2022 to 31.05.2023: 0.01 times).

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

13. SEGMENTAL REPORTING

As stated in Note 1, the Fund is a feeder fund whereby a minimum of 85% of the Fund's NAV will be invested in the Target Fund.

As the Fund operates substantially as a feeder fund which invests primarily in the Target Fund, it is not possible or meaningful to classify its investment by separate business or geographical segments.

14. TRANSACTIONS WITH THE TARGET FUND MANAGER

Details of transactions with the Target Fund Manager for the financial period ended 31 May 2024 are as follows:

Target Fund Manager

	Transaction value	
	RM	%
Henderson Management S.A.	4,894,626	100.00

The above transactions are in respect of investment in foreign CIS. Transactions in this investment do not involve any commission or brokerage fee.

15. 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 Deed 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.

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

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

(a) Market risk (cont'd.)

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 investment in the Target Fund. 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 investment, given the interest rate movements, which are influenced by regional and local economic developments as well as political developments.

Domestic interest rate 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.

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

Financial assets denominated in	31.05.2024		30.11.2023	
	RM equivalent	% of NAV	RM equivalent	% of NAV
United States Dollar				
Investment	19,120,740	90.76	22,615,187	97.39
Cash at bank	2,352	0.01	2,329	0.01
	<u>19,123,092</u>	<u>90.77</u>	<u>22,617,516</u>	<u>97.40</u>

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

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

(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 investment to fluctuate in value.

The Fund, as a feeder fund, invests significantly all its assets in the Target Fund. The Target Fund manages the risk by setting internal counterparty limits and undertaking internal credit evaluation to minimise such risk.

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. 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.

(d) Single issuer risk

The Fund, as a feeder fund, invests significantly all its assets in the Target Fund. The Target Fund is restricted from investing in securities issued by any issuer in excess of a certain percentage of its NAV. Under such restriction, the risk exposure to the securities of any single issuer is diversified and managed by the Target Fund Manager 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.

Global Property Equities Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024

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

(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 the respective internal policies, the Deed and its Supplemental Deeds, securities laws or guidelines issued by the regulators relevant to each party, which may adversely affect the performance of the Fund.

The specific risks associated to the Target Fund include market risk, securities risk, emerging market risk, settlement and credit risks, regulatory and accounting standards risks, political risk, custody risk and liquidity risk.

Global Property Equities Fund

STATEMENT BY THE MANAGER

I, Goh Wee Peng, being the Director of and on behalf of the Board of Directors of AmFunds Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying financial statements are drawn up in accordance with Malaysian Financial Reporting Standards 134: *Interim Financial Reporting* (“MFRS 134”) so as to give a true and fair view of the financial position of Global Property Equities Fund (the “Fund”) as at 31 May 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
19 July 2024

TRUSTEE'S REPORT

To the unit holders of **GLOBAL PROPERTY EQUITIES FUND** ("Fund")

We have acted as Trustee of the Fund for the financial period ended 31 May 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 deed, securities laws and the Guidelines on Unit Trust Funds;
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 **AMANAHRAYA TRUSTEES BERHAD**

ZAINUDIN BIN SUHAIMI

Chief Executive Officer

Date: 16 July 2024

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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.)*

