

Quarterly Report for

Income and Growth Fund

31 October 2024



AmInvest

Growing Your Investments in a Changing World

TRUST DIRECTORY

Manager

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

Trustee

HSBC (Malaysia) Trustee Berhad

Auditors and Reporting Accountants

Ernst & Young PLT

Taxation Adviser

Deloitte Tax Services Sdn Bhd

CONTENTS

- 1** Manager's Report
- 14** Statement of Financial Position
- 16** Statement of Comprehensive Income
- 17** Statement of Changes in Net Assets Attributable to Unit Holders
- 18** Statement of Cash Flows
- 19** Directory

MANAGER'S REPORT

Dear Unitholders,

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

Salient Information of the Fund

Name	Income and Growth Fund ("Fund")
Category/ Type	Wholesale (Feeder Fund) / Income and Growth
Name of Target Fund	Allianz Income and Growth
Objective	<p>The Fund seeks to provide regular income* and to a lesser extent long-term** capital appreciation by investing in the Target Fund which will be investing in equities, debt securities and convertible securities.</p> <p><i>Note:</i> <i>Any material change to the investment objective of the Fund would require Unit Holders' approval.</i> <i>* Income distribution (if any) is paid out on a quarterly basis.</i> <i>** Long term refers to an investment horizon of at least five (5) years.</i></p>
Duration	The Fund was established on 20 January 2020 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.
Performance Benchmark	<p>S&P 500 Index (Available at www.aminvest.com)</p> <p><i>Note: The Target Fund is not benchmarked externally as its primary objective is to meet its targeted monthly distribution, while providing capital appreciation. For comparative purposes only as it relates to upside and downside equity market capture, the S&P 500 Index can be referenced. The risk profile of the Fund is not the same as the risk profile of the reference benchmark.</i></p> <p><i>The S&P 500 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"); Income and Growth Fund 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 Income and Growth Fund or any member of the public regarding the advisability of investing in securities generally or in Income and Growth Fund particularly or the ability of the S&P 500 Index to track general market performance. S&P Dow Jones Indices' only relationship to AmFunds Management Berhad with respect to the S&P 500 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 500 Index is determined, composed and calculated by S&P Dow Jones Indices without regard to AmFunds Management Berhad or the Income and Growth Fund. S&P Dow Jones Indices have no obligation to take the needs of AmFunds Management Berhad or the owners of</i></p>

Income and Growth Fund into consideration in determining, composing or calculating the S&P 500 Index. S&P Dow Jones Indices are not responsible for and have not participated in the determination of the prices, and amount of Income and Growth Fund or the timing of the issuance or sale of Income and Growth Fund or in the determination or calculation of the equation by which Income and Growth Fund 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 Income and Growth Fund. There is no assurance that investment products based on the S&P 500 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.

Income Distribution Policy

RM-Hedged Class

Distribution, if any, will be made on a quarterly basis and can be in the form of cash (by telegraphic transfer) or unit (by reinvestment into units of the Class).

Other Classes

Distribution, if any, will be made on a quarterly basis and will be reinvested into the respective Classes. However, the manager may at its sole discretion allow distribution in the form of cash.

At the Manager's discretion, the Fund may distribute from its gain, income and capital. The rationale for distribution out of capital is to allow the Fund the ability to (i) distribute income on a regular basis in accordance with the distribution policy of the Fund or (ii) increase the amount of distributable income to the unit holders, after taking into consideration the risk of distributing out of capital.

Distribution out of the Fund's capital has the effect of lowering the NAV of the Fund, may reduce part of the unit holders' original investment and may also result in reduced future returns to unit holders. When a substantial amount of the original investment is being returned to the unit holders, it has a risk of eroding the capital of the Fund and may, over time, cause the NAV of the Fund to fall. The greater the risk of capital erosion that exists, the greater the likelihood that, due to capital erosion, the value of future returns would also be diminished.

Note:

Income distribution amount (if any) for each of the Classes could be different subject to the sole discretion of the Manager. If income distribution earned does not exceed the amount 500 in the currency of the respective Class(es), it will be automatically reinvested.

Breakdown of Unit Holdings by Size

For the financial period under review, the size of the Fund for AUD-Hedged Class stood at 1,174,885 units, for RM-Hedged Class stood at 22,301,072 units, for SGD-Hedged Class stood at 594,024 units and for USD Class stood at 725,852 units.

AUD-Hedged Class

Size of holding	As at 31 October 2024		As at 31 July 2024	
	No of units held	Number of unitholders	No of units held	Number of unitholders
5,000 and below	1,315	1	-	-
5,001-10,000	-	-	-	-
10,001-50,000	26,265	2	26,040	2
50,001-500,000	-	-	-	-
500,001 and above	1,147,305	1	1,370,778	1

RM-Hedged Class

Size of holding	As at 31 October 2024		As at 31 July 2024	
	No of units held	Number of unitholders	No of units held	Number of unitholders
5,000 and below	-	-	-	-
5,001-10,000	-	-	-	-
10,001-50,000	93,609	3	50,406	2
50,001-500,000	62,971	1	193,381	2
500,001 and above	22,144,492	3	25,261,236	3

SGD-Hedged Class

Size of holding	As at 31 October 2024		As at 31 July 2024	
	No of units held	Number of unitholders	No of units held	Number of unitholders
5,000 and below	8,958	1	-	-
5,001-10,000	516,633	1	-	-
10,001-50,000	-	-	52,251	3
50,001-500,000	68,433	1	68,434	1
500,001 and above	-	-	568,410	1

USD Class

Size of holding	As at 31 October 2024		As at 31 July 2024	
	No of units held	Number of unitholders	No of units held	Number of unitholders
5,000 and below	-	-	-	-
5,001-10,000	8,380	1	8,380	1
10,001-50,000	-	-	-	-
50,001-500,000	-	-	101,961	1
500,001 and above	717,472	1	852,858	1

Fund Performance Data**Portfolio Composition**

Details of portfolio composition of the Fund as at 31 October 2024, 31 July 2024 and for the past three financial years are as follows:

	As at	As at	As at 30 April		
	31.10.2024	31.07.2024	2024	2023	2022
	%	%	%	%	%
Foreign Collective Investment Scheme	93.48	88.28	95.75	96.93	97.34
Forward contract	-1.97	1.48	-0.86	-1.01	-2.70
Money market deposits and cash equivalents	8.49	10.24	5.11	4.08	5.36
Total	100.00	100.00	100.00	100.00	100.00

Note: The abovementioned percentages are calculated based on total net asset value.

Performance Details

Performance details of the Fund for the financial periods ended 31 October 2024, 31 July 2024 and three financial years ended 30 April are as follows:

	FPE 31.10.2024	FPE 31.07.2024	FYE 2024	FYE 2023	FYE 2022
Net asset value (USD'000)					
- AUD-Hedged Class	806	948	1,238	1,485	2,294
- RM-Hedged Class	5,812	6,252	5,403	4,416	5,496
- SGD-Hedged Class	490	554	555	740	1,912
- USD Class	826	1,074	1,125	1,585	2,062
Units in circulation ('000)					
- AUD-Hedged Class	1,175	1,397	1,880	2,453	3,273
- RM-Hedged Class	22,301	25,505	23,380	19,564	22,254
- SGD-Hedged Class	594	689	720	1,041	2,625
- USD Class	726	963	1,015	1,615	2,000
Net asset value per unit in USD					
- AUD-Hedged Class	0.6864	0.6788	0.6585	0.6053	0.7008
- RM-Hedged Class	0.2606	0.2451	0.2311	0.2257	0.2470
- SGD-Hedged Class	0.8244	0.8038	0.7704	0.7111	0.7285
- USD Class	1.1377	1.1148	1.1078	0.9814	1.0313
Net asset value per unit in respective currencies					
- AUD-Hedged Class (AUD)	1.0480	1.0395	1.0144	0.9161	0.9853
- RM-Hedged Class (RM)	1.1401	1.1257	1.1024	1.0062	1.0747
- SGD-Hedged Class (SGD)	1.0907	1.0750	1.0505	0.9484	1.0058
- USD Class (USD)	1.1377	1.1148	1.1078	0.9814	1.0313
Highest net asset value per unit in respective currencies					
- AUD-Hedged Class (AUD)	1.0607	1.0571	1.0349	0.9753	1.1713
- RM-Hedged Class (RM)	1.1551	1.1449	1.1260	1.0680	1.2405
- SGD-Hedged Class (SGD)	1.1043	1.0933	1.0720	0.9989	1.1725
- USD Class (USD)	1.1511	1.1346	1.1284	1.0259	1.1995
Lowest net asset value per unit in respective currencies					
- AUD-Hedged Class (AUD)	1.0107	1.0075	0.9030	0.8529	0.9777
- RM-Hedged Class (RM)	1.0948	1.0948	0.9873	0.9366	1.0663
- SGD-Hedged Class (SGD)	1.0454	1.0433	0.9366	0.8763	0.9980
- USD Class (USD)	1.0842	1.1004	0.9781	0.9015	1.0233

	FPE 31.10.2024	FPE 31.07.2024	FYE 2024	FYE 2023	FYE 2022
Benchmark performance (%)					
- AUD-Hedged Class	3.10	9.31	25.12	9.91	9.08
- RM-Hedged Class	-1.14	5.93	31.17	5.70	6.19
- SGD-Hedged Class	2.43	7.94	25.46	-0.94	4.12
- USD Class	3.66	10.05	22.66	2.66	0.21
Total return (%) ⁽¹⁾					
- AUD-Hedged Class	2.68	2.47	10.80	-7.08	-7.76
- RM-Hedged Class	2.32	2.11	9.64	-6.44	-5.74
- SGD-Hedged Class	2.44	2.33	10.84	-5.77	-6.81
- USD Class	3.03	2.79	12.97	-4.92	-6.80
Capital growth (%)					
- AUD-Hedged Class	1.81	2.47	10.80	-7.08	-10.63
- RM-Hedged Class	2.32	2.11	9.64	-6.44	-7.23
- SGD-Hedged Class	2.44	2.33	10.84	-5.77	-9.61
- USD Class	3.03	0.63	12.97	-4.92	-8.79
Income distribution (%)					
- AUD-Hedged Class	0.87	-	-	-	2.87
- RM-Hedged Class	-	-	-	-	1.49
- SGD-Hedged Class	-	-	-	-	2.80
- USD Class	-	2.16	-	-	1.99
Gross distributions per unit in respective currencies					
- AUD-Hedged Class (AUD)	0.9083 cent	-	-	-	3.1500 cent
- RM-Hedged Class (RM)	-	-	-	-	1.7200 sen
- SGD-Hedged Class (SGD)	-	-	-	-	3.1100 cent
- USD Class (USD)	-	2.3927 cent	-	-	2.2500 cent
Net distributions per unit in respective currencies					
- AUD-Hedged Class (AUD)	0.9083 cent	-	-	-	3.1500 cent
- RM-Hedged Class (RM)	-	-	-	-	1.7200 sen
- SGD-Hedged Class (SGD)	-	-	-	-	3.1100 cent
- USD Class (USD)	-	2.3927 cent	-	-	2.2500 cent
Total expense ratio (%) ⁽²⁾	0.19	0.19	0.69	0.68	0.70

	FPE 31.10.2024	FPE 31.07.2024	FYE 2024	FYE 2023	FYE 2022
Portfolio turnover ratio (times) ⁽³⁾	0.08	0.20	0.24	0.23	0.69

Note:

- (1) Total return is the actual return of the Fund for the financial periods/years computed based on the net asset value per unit and net of all fees.
- (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 October 2024)

	Income and Growth Fund ^(a) %	Benchmark ^(b) %
One year		
- AUD-Hedged Class	17.58	33.23
- RM-Hedged Class	16.04	26.84
- SGD-Hedged Class	16.96	33.21
- USD Class	19.32	38.02
Three years		
- AUD-Hedged Class	-1.62	14.11
- RM-Hedged Class	-1.58	11.17
- SGD-Hedged Class	-1.04	8.35
- USD Class	0.24	9.10
Since launch (20 January 2020)		
- AUD-Hedged Class	2.54	14.85
- RM-Hedged Class	3.72	15.59
- SGD-Hedged Class	3.18	13.29
- USD Class	3.83	13.74

Annual Total Return

Financial Years/Period Ended (30 April)	Income and Growth Fund ^(a) %	Benchmark ^(b) %
2024		
- AUD-Hedged Class	10.80	25.12
- RM-Hedged Class	9.64	31.17
- SGD-Hedged Class	10.84	25.46
- USD Class	12.97	22.66
2023		
- AUD-Hedged Class	-7.08	9.91
- RM-Hedged Class	-6.44	5.70
- SGD-Hedged Class	-5.77	-0.94
- USD Class	-4.92	2.66
2022		
- AUD-Hedged Class	-7.76	9.08
- RM-Hedged Class	-5.74	6.19
- SGD-Hedged Class	-6.81	4.12
- USD Class	-6.80	0.21

Financial Years/Period Ended (30 April)	Income and Growth Fund ^(a) %	Benchmark ^(b) %
2021 ^(c)		
- AUD-Hedged Class	12.82	14.53
- RM-Hedged Class	17.82	29.46
- SGD-Hedged Class	13.80	26.75
- USD Class	12.85	28.38

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

(b) S&P 500 Index. (Available at www.aminvest.com)

(c) Total actual return for the financial period from 20 January 2020 (date of launch) to 30 April 2021.

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

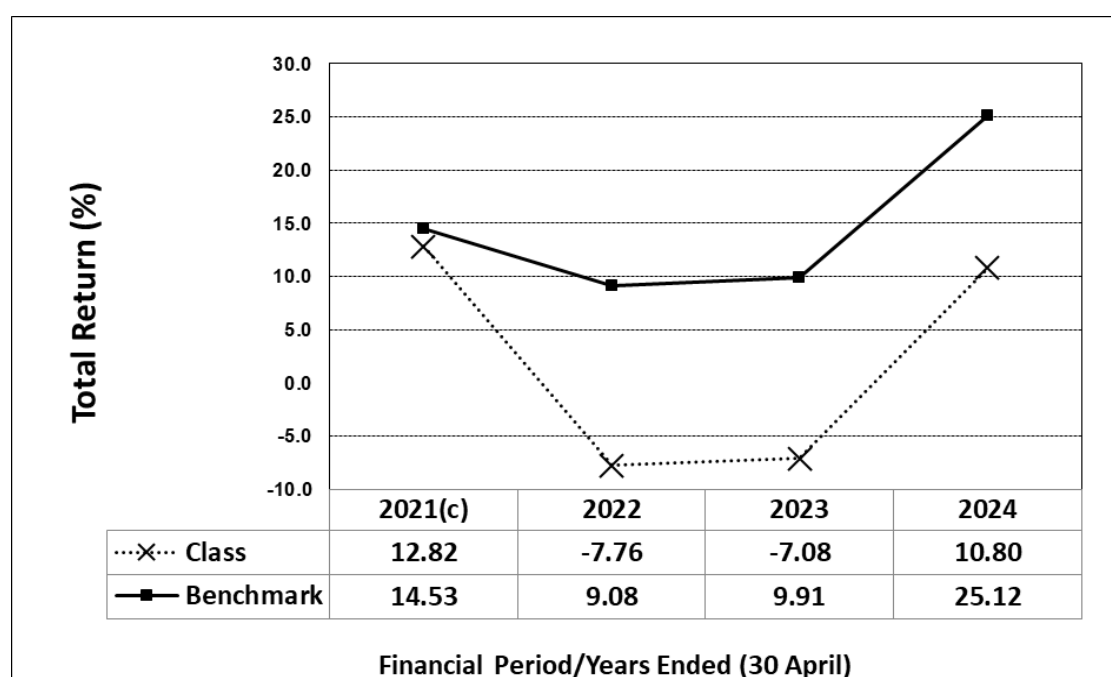
AUD-Hedged Class

For the financial period under review, the Fund registered a return of 2.68% comprising of 1.81% capital growth and 0.87% income distribution.

Thus, the Fund's return of 2.68% has underperformed the benchmark's return of 3.10% by 0.42%.

As compared with the financial period ended 31 July 2024, the net asset value ("NAV") per unit of the Fund increased by 0.82% from AUD1.0395 to AUD1.0480, while units in circulation decreased by 15.89% from 1,396,818 units to 1,174,885 units.

The following line chart shows comparison between the annual performances of Income and Growth Fund (AUD-Hedged Class) and its benchmark for the financial period/years ended 30 April.



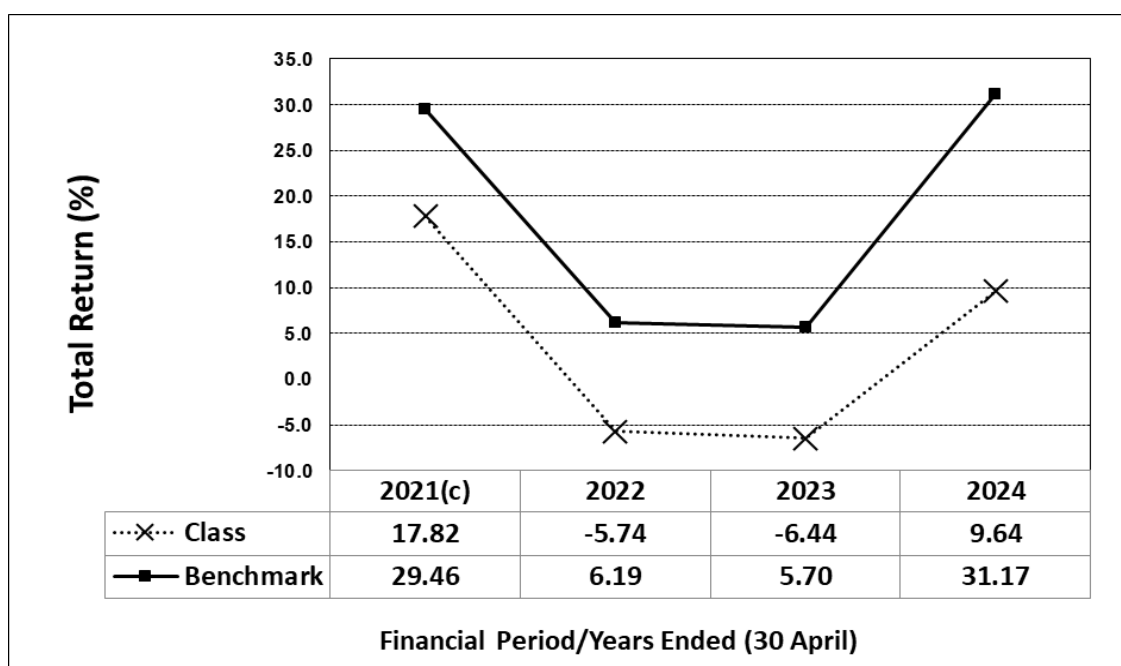
RM-Hedged Class

For the financial period under review, the Fund registered a return of 2.32% which is entirely capital growth in nature.

Thus, the Fund's return of 2.32% has outperformed the benchmark's negative return of 1.14% by 3.46%.

As compared with the financial period ended 31 July 2024, the net asset value ("NAV") per unit of the Fund increased by 1.28% from RM1.1257 to RM1.1401, while units in circulation decreased by 12.56% from 25,505,023 units to 22,301,072 units.

The following line chart shows comparison between the annual performances of Income and Growth Fund (RM-Hedged Class) and its benchmark for the financial period/years ended 30 April.



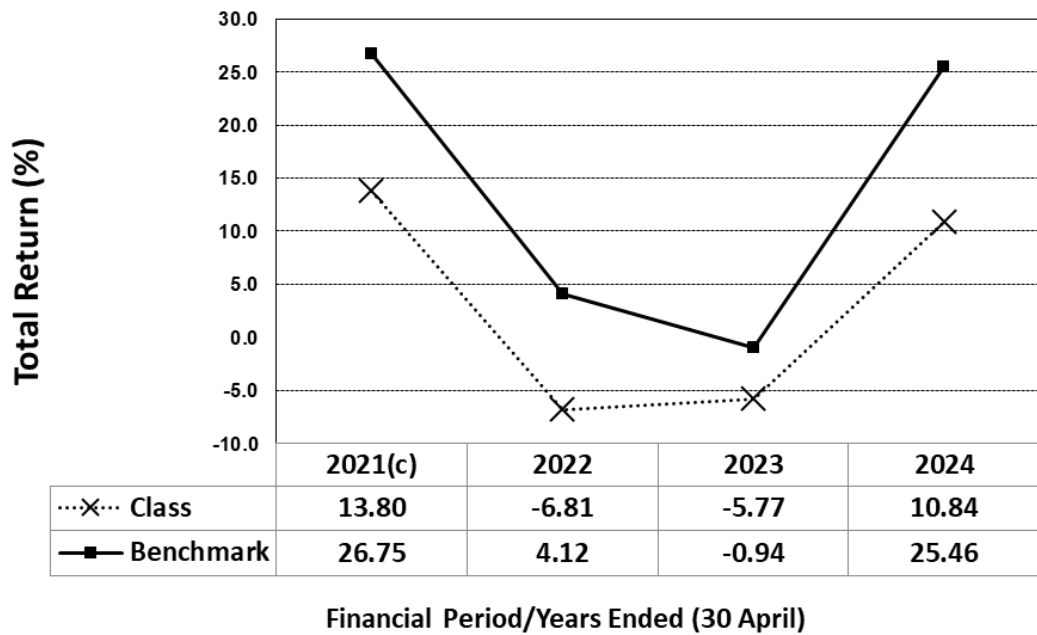
SGD-Hedged Class

For the financial period under review, the Fund registered a return of 2.44% which is entirely capital growth in nature.

Thus, the Fund's return of 2.44% has outperformed the benchmark's return of 2.43% by 0.01%.

As compared with the financial period ended 31 July 2024, the net asset value ("NAV") per unit of the Fund increased by 1.46% from SGD1.0750 to SGD1.0907, while units in circulation decreased by 13.80% from 689,095 units to 594,024 units.

The following line chart shows comparison between the annual performances of Income and Growth Fund (SGD-Hedged Class) and its benchmark for the financial period/years ended 30 April.



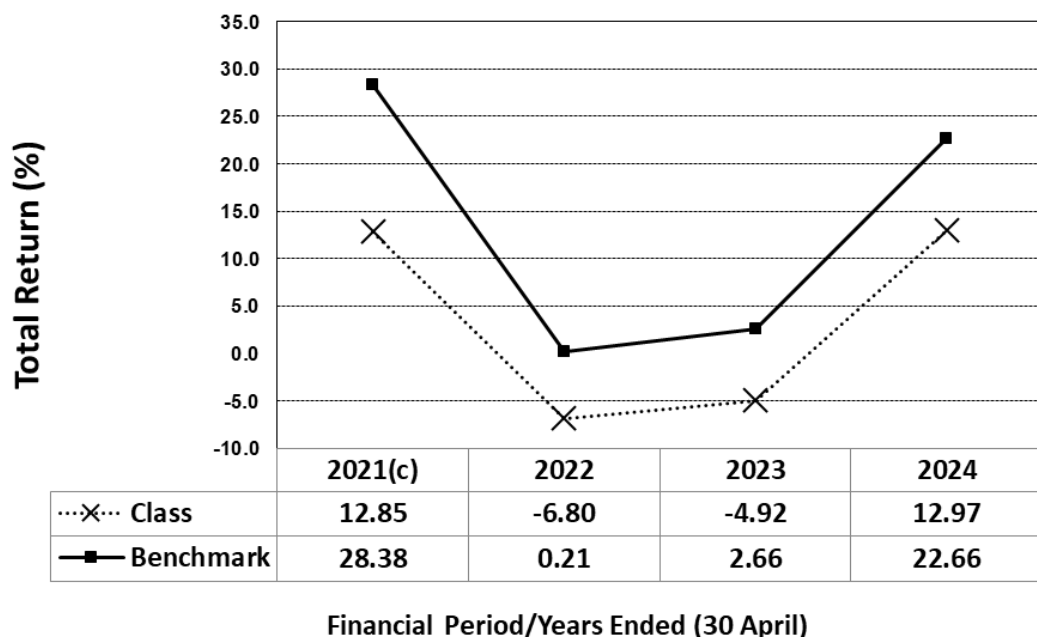
USD Class

For the financial period under review, the Fund registered a return of 3.03% which is entirely capital growth in nature.

Thus, the Fund's return of 3.03% has underperformed the benchmark's return of 3.66% by 0.63%.

As compared with the financial period ended 31 July 2024, the net asset value ("NAV") per unit of the Fund increased by 2.05% from USD1.1148 to USD1.1377, while units in circulation decreased by 24.64% from 963,199 units to 725,852 units.

The following line chart shows comparison between the annual performances of Income and Growth Fund (USD Class) and its benchmark for the financial period/years ended 30 April.



	<p>Note: Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.</p>
<p>Performance of the Target Fund</p>	<p>Fund Performance Review of the Target Fund – Allianz Income and Growth (“the Target Fund”)</p> <p>For the period, the Allianz Income & Growth AM USD returned 2.55%¹. For comparison purposes, the S&P 500 index returned 3.66%². The ICE BofA All US Convertibles Index and the ICE BofA US High Yield Index returned 4.15% and 2.68% respectively³.</p> <p>The Target Fund was positively impacted by strength across risk assets. Top contributors were led by several technology companies at the forefront of integrating and monetizing artificial intelligence, including NVIDIA and Meta. A software company with bitcoin exposure advanced alongside cryptocurrency. Other contributors include a property & casualty insurance provider rose on well-received asset sale headlines, and a medical device manufacturer moved higher in tandem with the broader industry.</p> <p>Top detractors during the period included Amazon and Microsoft, both of which experienced declines after reporting mixed results. A medical device manufacturer sold off on declining procedure volumes and several semiconductor holdings fell on muted guidance. Other detractors include a major bank declined after guiding interest income lower and expenses higher, an exploration and production company declined on acquisition headlines, and an enterprise software provider was lower on growth and pricing concerns.</p> <p><i>Source: Allianz Global Investors unless otherwise stated. Target Fund: Allianz Income and Growth, Class AM USD ¹Fund performance is calculated in USD with net income and dividends reinvested. Data as at 31 October 2024 ²Morningstar, USD terms, 31 October 2024 ³ICE Data Services, USD terms, 31 October 2024</i></p>
<p>Strategies and Policies Employed</p>	<p>Strategies and Policies employed by Target Fund</p> <p>The Income and Growth strategy takes a multi-asset approach to delivering higher income and capital growth at lower levels of volatility by investing in large-cap equities, convertible bonds, high and high yield bonds. The Strategy aims to provide a steady income stream with increased potential upside and less downside risk. The Strategy also supplements its income stream with a covered call strategy. As a result, the Income and Growth Strategy aims to capture multiple sources of income while participating in the upside potential of equities, with potentially less volatility than a pure stock investment.</p> <p>The Income and Growth investment team applies a forward-looking philosophy and employs a disciplined, fundamental approach which facilitates the early identification of corporate bond issuers demonstrating improving fundamental characteristics. The companies/issues selected for the portfolio exceed minimum credit statistics and exhibit the highest visibility of future expected operating performance. Macro factors are assessed at the individual issuer level.</p> <p>The final investment implementation occurs after a comparative analysis is conducted between an issuer’s high yield bond, convertible security or equity with covered call. The investment team then selects which investment would provide the most optimal total return, depending on the current market environment.</p> <p><i>Source: Allianz Global Investors unless otherwise stated</i></p>

	<p>Strategies and Policies of the Fund</p> <p>For the financial period under review, the Fund seeks to achieve its investment objective by investing a minimum of 85% of the Fund's NAV in the Target Fund.</p>																				
<p>Portfolio Structure</p>	<p>The table below is the asset allocation of the Fund as at 31 October 2024 and 31 July 2024.</p> <table border="1" data-bbox="336 405 1484 683"> <thead> <tr> <th></th> <th>As at 31.10.2024 %</th> <th>As at 31.07.2024 %</th> <th>Changes %</th> </tr> </thead> <tbody> <tr> <td>Foreign Collective Investment Scheme</td> <td>93.48</td> <td>88.28</td> <td>5.20</td> </tr> <tr> <td>Forward contract</td> <td>-1.97</td> <td>1.48</td> <td>-3.45</td> </tr> <tr> <td>Money market deposits and cash equivalents</td> <td>8.49</td> <td>10.24</td> <td>-1.75</td> </tr> <tr> <td>Total</td> <td>100.00</td> <td>100.00</td> <td></td> </tr> </tbody> </table> <p>For the financial period under review, the Fund has invested 93.48% of its NAV in the foreign collective investment scheme, -1.97% in forward contract and the balance of 8.49% in money market deposits and cash equivalents.</p>		As at 31.10.2024 %	As at 31.07.2024 %	Changes %	Foreign Collective Investment Scheme	93.48	88.28	5.20	Forward contract	-1.97	1.48	-3.45	Money market deposits and cash equivalents	8.49	10.24	-1.75	Total	100.00	100.00	
	As at 31.10.2024 %	As at 31.07.2024 %	Changes %																		
Foreign Collective Investment Scheme	93.48	88.28	5.20																		
Forward contract	-1.97	1.48	-3.45																		
Money market deposits and cash equivalents	8.49	10.24	-1.75																		
Total	100.00	100.00																			
<p>Cross Trades</p>	<p>There were no cross trades undertaken during the financial period under review.</p>																				
<p>Distribution/ Unit Splits</p>	<p>During the financial period under review, the Fund declared income distribution, detailed as follows:</p> <p><u>AUD-Hedged Class</u></p> <table border="1" data-bbox="336 1093 1469 1234"> <thead> <tr> <th>Date of distribution</th> <th>Distribution per unit AUD (cent)</th> <th>NAV per unit Cum-Distribution (AUD)</th> <th>NAV per unit Ex-Distribution (AUD)</th> </tr> </thead> <tbody> <tr> <td>19-Sep-24</td> <td>0.9083</td> <td>1.0595</td> <td>1.0504</td> </tr> </tbody> </table> <p>There is no unit split declared for the financial period under review.</p>	Date of distribution	Distribution per unit AUD (cent)	NAV per unit Cum-Distribution (AUD)	NAV per unit Ex-Distribution (AUD)	19-Sep-24	0.9083	1.0595	1.0504												
Date of distribution	Distribution per unit AUD (cent)	NAV per unit Cum-Distribution (AUD)	NAV per unit Ex-Distribution (AUD)																		
19-Sep-24	0.9083	1.0595	1.0504																		
<p>State of Affairs</p>	<p>There has been neither significant changes to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unitholders during the financial period under review.</p>																				
<p>Rebates and Soft Commission</p>	<p>During the period, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.</p>																				
<p>Market Review</p>	<p>During the reporting quarter, risk assets advanced driven by a dovish shift in monetary policy that stemmed from an array of new economic data. Multiple inflation measures continued to ease, GDP growth came in well ahead of forecasts, consumer spending surprised to the upside, and the service sector recovered into expansionary territory. However, some labor market measures were weaker, the manufacturing sector continued to contract, and consumer confidence declined. The simultaneous deceleration of inflation and jobs growth proved to be the catalyst for the first monetary easing campaign in four years, as the Federal Reserve cut interest rates by 50 basis points at the September FOMC meeting. In addition, second-quarter earnings results were better-than-expected, with most companies beating top- and bottom-line forecasts. Markets responded favorably, with risk assets moving broadly higher into period end to solidify mid-single-digit quarterly gains.</p>																				

	<p>On the economic front, third quarter GDP growth was above trend, consumer confidence rose, employment data was balanced, and core inflation increased modestly. Against this backdrop, futures markets pared back rate cut expectations to 25 basis points for the November FOMC meeting, driving treasury yields higher.</p> <p><i>Source: Allianz Global Investors unless otherwise stated</i></p>
<p>Market Outlook</p>	<p>The easing cycle has begun, with the Fed cutting interest rates by 50 basis points in September as inflation normalizes and the labor market softens.</p> <p>Apart from an accommodative shift in monetary policy, potential economic tailwinds include steady consumption, continued government spending, improving productivity, increasing capital expenditures, and the proliferation of artificial intelligence. Risk to the economy may increase if these trends weaken. Other potential headwinds include escalating geopolitical tensions, prolonged labor market softening, deteriorating consumer sentiment, and continued manufacturing contraction.</p> <p>In the short term, US equity volatility could increase due to labor disputes, foreign conflicts, and US elections. Over the intermediate term, the equity market could move higher on continued Fed easing and economic expansion, secular growth drivers, such as artificial intelligence, and accelerating earnings growth or an earnings inflection from more companies. If economic growth or earnings growth fall short of expectations, the equity market could be challenged.</p> <p>US convertible securities should continue to provide benefits to investors, including an attractive asymmetric return profile and potentially lower volatility relative to the equity market. Higher debt financing costs have drawn issuers to the convertible market for coupon savings, resulting in accelerated new issuance at favorable terms and an expanded investment opportunity set with the desired risk/reward characteristics. While a change in market leadership is not certain, a sustained broadening of the equity market could be a positive development for the asset class.</p> <p>The US high-yield market, yielding over 7%, offers the potential for equity-like returns but with less volatility. The market's attractive total return potential is a function of its discount to face value and higher coupon, which also serves to cushion downside volatility. Credit fundamentals are stable, near-term refinancing obligations remain low, and management teams continue to prioritize debt reduction. Given these factors, the default rate has been below the long-term average with expectations for it to trend toward the historical average in 2025. Regarding credits spreads, they can stay tight for many years. This was the case in the mid-1990s and 2000s – periods like today when high-yield balance sheets were healthy and defaults were low, the economy was stable, and interest rates were elevated.</p> <p>A covered call options strategy can be utilized to generate premium income. In periods of elevated or rising equity volatility, premiums collected may translate into more attractive annualized yields.</p> <p>Collectively, these three asset classes can provide a steady source of income and a compelling “participate and protect” return profile.</p> <p>The Income and Growth strategy is a client solution designed to provide high monthly income, the potential for capital appreciation, and less volatility than an equity-only fund.</p> <p><i>Source: Allianz Global Investors unless otherwise stated</i></p>

Kuala Lumpur, Malaysia
AmFunds Management Berhad

16 December 2024

Income and Growth Fund

STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2024

	31.10.2024 (unaudited) USD	30.04.2024 (audited) USD
ASSETS		
Investment	7,416,893	7,967,353
Derivative assets	2,890	247
Amount due from Manager	33,017	166,054
Tax recoverable	10,179	10,179
Cash at banks	637,854	256,535
TOTAL ASSETS	8,100,833	8,400,368
LIABILITIES		
Derivative liabilities	159,478	71,622
Amount due to Manager	5,183	4,726
Amount due to Trustee	344	336
Sundry payables and accruals	2,130	2,979
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)	167,135	79,663
NET ASSET VALUE ("NAV") OF THE FUND ATTRIBUTABLE TO UNIT HOLDERS	7,933,698	8,320,705
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS OF THE FUND COMPRISE:		
Unit holders' contribution	9,233,869	10,443,199
Accumulated losses	(1,300,171)	(2,122,494)
	7,933,698	8,320,705
NET ASSET VALUE		
- AUD-Hedged Class	806,398	1,237,817
- RM-Hedged Class	5,811,762	5,403,475
- SGD-Hedged Class	489,738	554,812
- USD Class	825,800	1,124,601
	7,933,698	8,320,705
UNITS IN CIRCULATION		
- AUD-Hedged Class	1,174,885	1,879,649
- RM-Hedged Class	22,301,072	23,380,454
- SGD-Hedged Class	594,024	720,203
- USD Class	725,852	1,015,128

Income and Growth Fund

STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2024 (CONT'D.)

	31.10.2024 (unaudited)	30.04.2024 (audited)
NAV PER UNIT IN USD		
- AUD-Hedged Class	0.6864	0.6585
- RM-Hedged Class	0.2606	0.2311
- SGD-Hedged Class	0.8244	0.7704
- USD Class	1.1377	1.1078
NAV PER UNIT IN RESPECTIVE CURRENCIES		
- AUD-Hedged Class (AUD)	1.0480	1.0144
- RM-Hedged Class (RM)	1.1401	1.1024
- SGD-Hedged Class (SGD)	1.0907	1.0505
- USD Class (USD)	1.1377	1.1078

Income and Growth Fund

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

	01.08.2024 to 31.10.2024 USD	01.08.2023 to 31.10.2023 USD
INVESTMENT INCOME/(LOSS)		
Distribution income	143,215	144,609
Interest income	347	40
Net gain/(loss) from investment:		
– Financial assets at fair value through profit or loss ("FVTPL")	267,567	(973,382)
Other net realised (loss)/gain on foreign currency exchange	(605)	625
Other net unrealised losses on foreign currency exchange	(121)	(102)
	<u>410,403</u>	<u>(828,210)</u>
EXPENDITURE		
Manager's fee	(13,653)	(10,362)
Trustee's fee	(1,030)	(886)
Audit fee	(424)	(451)
Tax agent's fee	(175)	(186)
Other expenses	(94)	(400)
	<u>(15,376)</u>	<u>(12,285)</u>
Net income/(loss) before finance cost and taxation	395,027	(840,495)
Finance cost – distribution to unit holders		
– AUD-Hedged Class	(7,799)	-
	<u>387,228</u>	<u>(840,495)</u>
Net income/(loss) before taxation	387,228	(840,495)
Taxation	-	-
Net income/(loss) after taxation, representing total comprehensive income/(loss) for the financial period	<u>387,228</u>	<u>(840,495)</u>
Total comprehensive income/(loss) comprises the following:		
Realised income/(loss)	535,870	(89,030)
Unrealised losses	(148,642)	(751,465)
	<u>387,228</u>	<u>(840,495)</u>
Distribution for the financial period		
Net distribution	7,799	-
Gross distribution per unit in respective currencies		
– AUD-Hedged Class (AUD)	0.9083 cent	-
Net distribution per unit in respective currencies		
– AUD-Hedged Class (AUD)	0.9083 cent	-

Income and Growth Fund

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT

HOLDERS *(Unaudited)*

FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2024 TO 31 OCTOBER 2024

	Unit holders' contribution USD	Accumulated losses USD	Total USD
At 1 August 2024	10,515,732	(1,687,399)	8,828,333
Total comprehensive income for the financial period	-	387,228	387,228
Creation of units			
- AUD-Hedged Class	932	-	932
- RM-Hedged Class	646,258	-	646,258
Reinvestment of distribution			
- AUD-Hedged Class	7,799	-	7,799
Cancellation of units			
- AUD-Hedged Class	(165,484)	-	(165,484)
- RM-Hedged Class	(1,426,377)	-	(1,426,377)
- SGD-Hedged Class	(80,455)	-	(80,455)
- USD Class	(264,536)	-	(264,536)
Balance at 31 October 2024	<u>9,233,869</u>	<u>(1,300,171)</u>	<u>7,933,698</u>
At 1 August 2023	9,643,305	(2,057,716)	7,585,589
Total comprehensive loss for the financial period	-	(840,495)	(840,495)
Creation of units			
- AUD-Hedged Class	122,829	-	122,829
- RM-Hedged Class	178,615	-	178,615
- SGD-Hedged Class	22,790	-	22,790
- USD Class	100,280	-	100,280
Cancellation of units			
- AUD-Hedged Class	(38,846)	-	(38,846)
- RM-Hedged Class	(246,368)	-	(246,368)
- SGD-Hedged Class	(169,903)	-	(169,903)
- USD Class	(86,132)	-	(86,132)
Balance at 31 October 2023	<u>9,526,570</u>	<u>(2,898,211)</u>	<u>6,628,359</u>

Income and Growth Fund

STATEMENT OF CASH FLOWS *(Unaudited)*

FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2024 TO 31 OCTOBER 2024

	01.08.2024 to 31.10.2024 USD	01.08.2023 to 31.10.2023 USD
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investment	889,395	350,625
Purchases of investment	(350,850)	-
Net settlement from derivative contracts	535,743	(144,366)
Interest received	347	40
Manager's fee paid	(14,472)	(10,621)
Trustee's fee paid	(1,084)	(915)
Payments for other expenses	(94)	(2,096)
Net cash generated from operating and investing activities	<u>1,058,985</u>	<u>192,667</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	646,201	424,514
Payments for cancellation of units	(1,936,852)	(562,444)
Net cash used in financing activities	<u>(1,290,651)</u>	<u>(137,930)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(231,666)	54,737
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>869,520</u>	<u>206,803</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>637,854</u>	<u>261,540</u>
Cash and cash equivalents comprise:		
Cash at banks	<u>637,854</u>	<u>261,540</u>

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

*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.)*

