

**Asset Management**

Maybank Asset Management Sdn Bhd  
199701006283  
Level 12 Tower C  
Dataran Maybank  
No.1 Jalan Maarof  
59000 Kuala Lumpur, Malaysia  
Telephone +603 2297 7888  
Facsimile +603 2715 0071  
[www.maybank-am.com.my](http://www.maybank-am.com.my)

# **MAMG ALL-CHINA FOCUS EQUITY FUND**

**Unaudited quarter report  
For the financial period from 1 November 2023 to 30 April 2024**

## **CORPORATE INFORMATION**

### **MANAGER**

Maybank Asset Management Sdn Bhd (199701006283) (421779-M)  
Level 12 Tower C  
Dataran Maybank  
No.1 Jalan Maarof  
59000 Kuala Lumpur, Malaysia  
Telephone +603 2297 7888  
Facsimile +603 2715 0071  
[www.maybank-am.com.my](http://www.maybank-am.com.my)

### **TRUSTEE**

Registered and Business Office  
SCBMB Trustee Berhad (201201021301) (1005793-T)  
Level 26, Equatorial Plaza,  
Jalan Sultan Ismail,  
50250 Kuala Lumpur  
Telephone +603 7682 9712/ +603 7682 9710/ +603 7682 9704  
[www.sc.com/my/trustee/](http://www.sc.com/my/trustee/)

## **MAMG ALL-CHINA FOCUS EQUITY FUND**

<b>CONTENT</b>	<b>PAGE</b>
Manager's report	(i) - (vi)
Unaudited statement of comprehensive income	1
Unaudited statement of financial position	2
Unaudited statement of changes in net assets attributable to unitholders	3
Unaudited statement of cash flows	4

## **MAMG ALL-CHINA FOCUS EQUITY FUND**

### **Manager's report**

**For the financial period from 1 November 2023 to 30 April 2024**

#### **A. Fund's Information**

**1. Name of the Fund**

MAMG All-China Focus Equity Fund (the "Fund")

**2. Type of fund**

Growth

**3. Category of the Fund**

Wholesale Feeder Fund

**4. Duration of Fund**

The Fund is an open-ended fund.

**5. Fund launch date**

29 July 2021

**6. Fund's investment objective**

The Fund aims to maximise investment returns by investing in the Wellington All-China Focus Equity Fund ("Target Fund").

**7. Fund's distribution policy**

Distribution, if any, shall be incidental and at the discretion of the Manager. Distribution, will be made from realised income and/ or realised gains of the Fund.

**8. Fund's performance benchmark**

MSCI China All Shares Index.

Note: The benchmark is the benchmark of the Target Fund to allow for a similar comparison with the performance of the Target Fund. However, the risk profile of the Fund is different from the risk profile of the performance benchmark.

**9. Fund's investment policy and principal investment strategy**

The Fund seeks to achieve its investment objective by investing a minimum of 90% of its Net Asset Value ("NAV") in Class United States Dollar ("USD") S Accumulating Unhedged of the Target Fund.

The Target Fund is a sub fund of the Wellington Management Funds (Ireland) plc, an umbrella type open-ended investment company established as a UCITS and domiciled in Ireland.

The Fund will use derivatives such as currency forwards for hedging purposes to manage the currency risk of the Fund's investments and the Classes not denominated in USD. Although the Fund is passively managed, the Manager will ensure proper and efficient management of the Fund so that the Fund is able to meet redemption requests by Unit Holders.

# MAMG ALL-CHINA FOCUS EQUITY FUND

## Manager's report

For the financial period from 1 November 2023 to 30 April 2024 (cont'd)

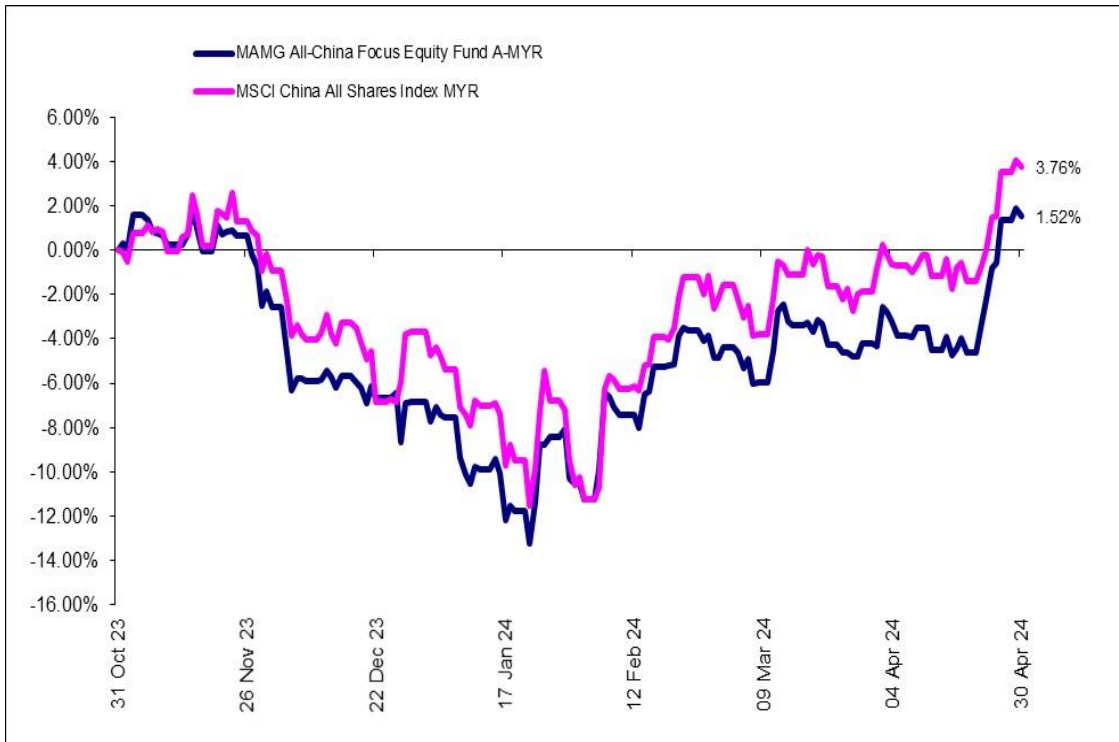
### B. Performance Review

Performance of MAMG All-China Focus Equity Fund - MYR Class for the financial period from 1 November 2023 to 30 April 2024 are as follows:

#### MYR Class

Period	The Fund %	Benchmark %
1 November 2023 to 30 April 2024	1.52	3.76

Performance of the MYR Class for the financial period from 1 November 2023 to 30 April 2024:



Source: Lipper as at 30 April 2024

## MAMG ALL-CHINA FOCUS EQUITY FUND

### Manager's report

For the financial period from 1 November 2023 to 30 April 2024 (cont'd)

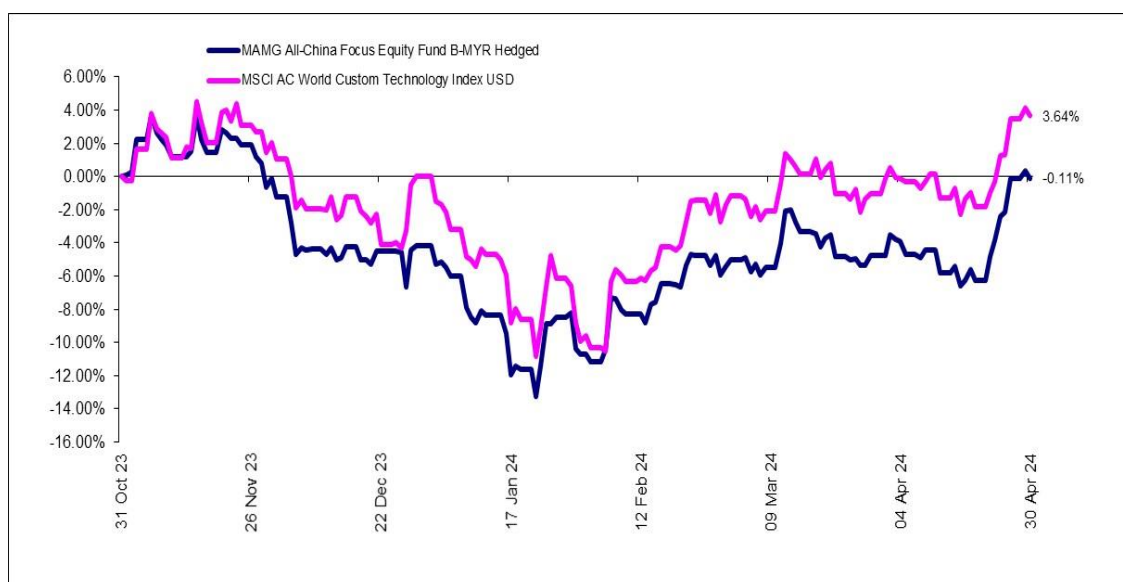
#### B. Performance Review (cont'd)

Performance of MAMG All-China Focus Equity Fund - MYR Hedged Class for the financial period from 1 November 2023 to 30 April 2024 are as follows:

##### MYR Hedged Class

Period	The Fund %	Benchmark %
1 November 2023 to 30 April 2024	(0.11)	3.64

Performance of the MYR Hedged Class for the financial period from 1 November 2023 to 30 April 2024:



Source: Lipper as at 30 April 2024

Performance of MAMG All-China Focus Equity Fund - USD Class for the financial period from 1 November 2023 to 30 April 2024 are as follows:

##### USD Class

Period	The Fund %	Benchmark %
1 November 2023 to 30 April 2024	1.27	3.64

## MAMG ALL-CHINA FOCUS EQUITY FUND

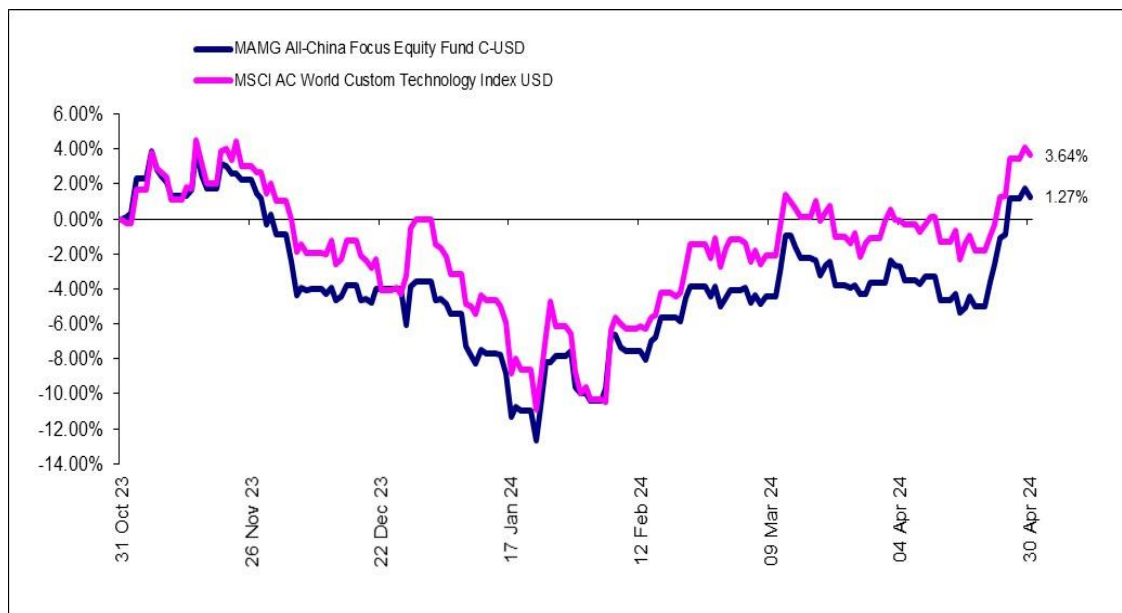
### Manager's report

For the financial period from 1 November 2023 to 30 April 2024 (cont'd)

#### B. Performance Review (cont'd)

##### USD Class (cont'd)

Performance of the USD Class for the financial period from 1 November 2023 to 30 April 2024:



Source: Lipper as at 30 April 2024

*Investors are reminded that past performance of the Fund is not necessarily indicative of its future performance and that unit prices and investment returns may fluctuate.*

For the period under review, all three classes underperformed the benchmark index. The total return for Fund - Class A (MYR) was 1.52% versus the benchmark index of 3.76%. For Class B (MYR hedged) and Class C (USD), both also underperformed during the period, charting a total return of -0.11% and 1.27% respectively, compared to the benchmark index return of 3.64%.

The Fund did not meet its objective for the period under review from November 1, 2023, to April 30, 2024, as market sentiment remained cautious due to deflationary forces and a persistent slump in the property market in China and Hong Kong. The primary driver of fund performance was sector allocation, driven by the overweight to communication services and underweight to information technology, but offset by overweight to consumer staples and utilities. Stock selection also contributed to returns.

## **MAMG ALL-CHINA FOCUS EQUITY FUND**

### **Manager's report**

**For the financial period from 1 November 2023 to 30 April 2024 (cont'd)**

#### **C. Market Review**

Global equity markets ended 2023 higher, driven by strength in holiday spending, rising hopes of a soft landing, and market expectations of the Federal Reserve ("Fed") cutting interest rates in 2024 as inflation begins to slow. Asian economies performed in line with broader emerging markets in December 2023, with India and Singapore outperforming, while China and Malaysia lagged.

Chinese equities retreated as the country's economic data signaled an uneven recovery, with some encouraging industrial activity numbers offset by poor retail, investment, and inflation data. In response, the People's Bank of China injected a record 800 billion yuan via one-year policy loans into the financial system and kept interest rates unchanged at historical lows. Technology shares were impacted by new guidelines aimed at curbing excessive gaming and spending. Meanwhile, Hong Kong equities improved, driven by market optimism that the United States ("US") Fed would start slashing interest rates in 2024, encouraged by cooling inflation.

Chinese equities slumped further in January 2024 amid ongoing weakness in the property sector, lackluster consumption, and continued US-China geopolitical tension. The stimulus announced by the government also failed to boost sentiment. Similarly, Hong Kong equities also detracted amid tempered expectations of an early rate cut in the US as well as the property market downturn. Over the period from February 2023 to April 2024, Chinese equities experienced a significant shift in sentiment triggered by positive consumption data during the Lunar New Year holiday in February 2024 and a slew of supportive measures, including a record cut to a key mortgage reference rate, more curbs on short selling, and stock purchases by state-owned investment firms. Similarly, Hong Kong equities gained following the government's policy stimulus; specifically, property stocks jumped after the local government relaxed decade-old lending curbs, granting more mortgages to homebuyers and offices to bolster the city's ailing property market.

The market took a breather in March 2024 as China set the official gross domestic product ("GDP") growth target for 2024 at 5.00% and pledged to further increase policy support to meet its growth goals. The market continued its advance in April 2024, driven by market optimism over improving corporate performance, continued policy support, and the easing of US-China geopolitical tensions. Positively, China also saw stronger-than-expected GDP growth (+5.3%) Year-on-Year ("YoY") in the first quarter.

#### **D. Market Outlook and Strategies**

For the remainder of 2024, the Target Fund will continue to maintain a cautiously optimistic view as policy executions accelerate into the year with prudent monetary and proactive fiscal support, further relaxation for the property market, and a renewed focus on economic growth.



## **MAMG ALL-CHINA FOCUS EQUITY FUND**

### **Manager's report**

**For the financial period from 1 November 2023 to 30 April 2024 (cont'd)**

#### **D. Market Outlook and Strategies (cont'd)**

Beyond macro policy, company earnings revisions and capital allocation are other critical factors to watch, as they will reveal unique opportunities for businesses that can thrive even as the broader economy slows down. Despite the strong rally in recent months, volatility remains high. As such, the Target Fund's focus remains on identifying companies with strong organic growth prospects, sustainable higher returns on capital, and good corporate governance.

At the end of the period under review, the Target Fund's largest exposures were communication services and consumer discretionary. The Target Fund had no exposure to materials and had the least exposure to real estate and information technology. Last but not least, for country allocation, the Target Fund is 93.80% invested in China and 6.20% invested in Hong Kong.

#### **E. Soft Commissions and Rebates**

The Manager and its delegates will not retain any form of rebate or soft commission from or otherwise share in any commission with any broker in consideration for directing dealings in the investments of the Fund unless the soft commission received is retained in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Fund. All dealings with brokers are executed on best available terms.

During the financial period under review, the Manager and its delegates did not receive any rebates from the brokers or dealers but have retained soft commissions in the form of goods and services such as research materials and advisory services that assist in decision making process relating to the investment of the Fund (i.e. research materials data and quotation services, computer hardware and software incidental to the investment management of the Fund and investment advisory services) which were of demonstrable benefits to the unitholders.

**MAMG ALL-CHINA FOCUS EQUITY FUND****UNAUDITED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2023 TO 30 APRIL 2024**

	<b>01.11.2023 to 30.04.2024 USD</b>	<b>01.11.2022 to 30.04.2023 USD</b>
<b>INVESTMENT (LOSS)/ INCOME</b>		
Interest income	12,280	16,536
Net gain from financial assets at fair value through profit or loss ("FVTPL"):		
- Realised loss	(2,272,772)	(1,458,683)
- Unrealised gain	2,332,251	5,306,206
Net (loss)/ gain on foreign exchange and derivatives	(172,193)	308,887
	<u>(100,434)</u>	<u>4,172,946</u>
<b>EXPENSES</b>		
Manager's fee	85,739	118,636
Trustee's fee	2,017	2,791
Auditors' remuneration	980	1,118
Tax agent's fee	370	391
Administrative expenses	208	1,463
	<u>89,314</u>	<u>124,399</u>
<b>Net results before taxation</b>	(189,748)	4,048,547
Taxation	-	-
<b>Net results after taxation, and total comprehensive (loss)/ income for the financial period</b>	<u>(189,748)</u>	<u>4,048,547</u>
<b>Net results after taxation is made up of the following:</b>		
Net realised loss	(4,796,432)	(1,257,659)
Net unrealised income	4,606,684	5,306,206
	<u>(189,748)</u>	<u>4,048,547</u>

**MAMG ALL-CHINA FOCUS EQUITY FUND****UNAUDITED STATEMENT OF FINANCIAL POSITION  
AS AT 30 APRIL 2024**

	<b>30.04.2024</b>	<b>31.10.2023</b>
	<b>USD</b>	<b>USD</b>
<b>ASSETS</b>		
Financial assets at FVTPL	18,722,217	21,432,738
Deposit with a financial institution	371,118	990,352
Derivative assets	-	5,047
Interest receivable	32	80
Amount due from Manager	11,794	-
Cash at bank	305,563	257,827
<b>TOTAL ASSETS</b>	<b>19,410,724</b>	<b>22,686,044</b>
<b>LIABILITIES</b>		
Derivative liabilities	190,485	137,482
Amount due to Manager	115,876	51,204
Amount due to Trustee	308	386
Other payables and accruals	5,199	3,884
<b>TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS)</b>	<b>311,868</b>	<b>192,956</b>
<b>NET ASSETS VALUE ("NAV") OF THE FUND ATTRIBUTABLE TO UNITHOLDERS</b>	<b>19,098,856</b>	<b>22,493,088</b>
<b>NET ASSETS ATTRIBUTABLE TO UNITHOLDERS OF THE FUND COMPRISE:</b>		
Unitholders' contribution	38,045,463	41,249,947
Accumulated losses	(18,946,607)	(18,756,859)
	<b>19,098,856</b>	<b>22,493,088</b>
<b>NET ASSETS VALUE</b>		
- MYR Class	6,252,220	6,244,074
- MYR (Hedged) Class	12,159,320	15,471,508
- USD Class	687,316	777,506
	<b>19,098,856</b>	<b>22,493,088</b>
<b>NUMBER OF UNITS IN CIRCULATION (UNITS)</b>		
- MYR Class	92,989,207	94,036,833
- MYR (Hedged) Class	210,991,638	267,589,053
- USD Class	2,389,184	2,736,760
	<b>306,370,029</b>	<b>364,362,646</b>
<b>NAV PER UNIT</b>		
- MYR Class	RM 0.3211	RM 0.3163
- MYR (Hedged) Class	RM 0.2752	RM 0.2754
- USD Class	USD 0.2877	USD 0.2841

**MAMG ALL-CHINA FOCUS EQUITY FUND**

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS  
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2023 TO 30 APRIL 2024**

	<b>Unitholders' contribution USD</b>	<b>Accumulated losses USD</b>	<b>Net assets attributable to unitholders USD</b>
At 1 November 2023	41,249,947	(18,756,859)	22,493,088
Total comprehensive loss for the financial period	-	(189,748)	(189,748)
Creation of units	1,651,547	-	1,651,547
Cancellation of units	(4,856,031)	-	(4,856,031)
At 30 April 2024	<u>38,045,463</u>	<u>(18,946,607)</u>	<u>19,098,856</u>
At 1 November 2022	36,318,093	(16,953,485)	19,364,608
Total comprehensive income for the financial period	-	4,048,547	4,048,547
Creation of units	13,006,374	-	13,006,374
Cancellation of units	(7,852,409)	-	(7,852,409)
At 30 April 2023	<u>35,491,668</u>	<u>(8,556,550)</u>	<u>26,935,118</u>

**MAMG ALL-CHINA FOCUS EQUITY FUND****UNAUDITED STATEMENT OF CASH FLOWS****FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2023 TO 30 APRIL 2024**

	<b>01.11.2023</b>	<b>01.11.2022</b>
	<b>to</b>	<b>to</b>
	<b>30.04.2024</b>	<b>30.04.2023</b>
	<b>USD</b>	<b>USD</b>
<b>CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES</b>		
Net payment for purchase of financial assets at FVTPL	(610,000)	(8,810,000)
Net proceeds from sale of financial assets at FVTPL	2,473,007	4,410,000
Interest received	12,328	16,297
Net settlement of forward foreign exchange	(85,856)	(43,126)
Net settlement of foreign exchange	(41,143)	(630,191)
Manager's fee paid	(89,059)	(113,950)
Trustee's fee paid	(2,095)	(2,681)
Payment of other fees and expenses	(186)	(4,051)
Net cash generated from/ (used in) operating and investing activities	<u>1,656,996</u>	<u>(5,177,702)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from creation of units	1,637,019	12,985,268
Payment for redemption of units	<u>(4,784,220)</u>	<u>(7,861,951)</u>
Net cash (used in)/ generated from financing activities	<u>(3,147,201)</u>	<u>5,123,317</u>
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS FOR THE FINANCIAL PERIOD</b>	<b>(1,490,205)</b>	<b>(54,385)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	<b>1,248,179</b>	<b>1,428,725</b>
Effects of foreign exchange	<u>918,707</u>	<u>541,765</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<b><u>676,681</u></b>	<b><u>1,916,105</u></b>
<b>Cash and cash equivalents comprise:</b>		
Cash at bank	305,563	637,994
Deposit with a financial institution with maturity of less than 3 months	<u>371,118</u>	<u>1,278,111</u>
	<u><b>676,681</b></u>	<u><b>1,916,105</b></u>