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MAYBANK MALAYSIA SMALLCAP FUND

Unaudited semi-annual report

For the financial period from 1 August 2024 to 31 January 2025

CORPORATE INFORMATION

MANAGER

Maybank Asset Management Sdn Bhd (199701006283) (421779-M)

BUSINESS OFFICE

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TRUSTEE

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MAYBANK MALAYSIA SMALLCAP FUND

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MAYBANK MALAYSIA SMALLCAP FUND

Manager's report

For the financial period from 1 August 2024 to 31 January 2025

A. Fund Information

1. Name of the Fund

Maybank Malaysia SmallCap Fund ("Fund")

2. Type of Fund

Growth Fund

3. Category of Fund

Equity Fund

4. Duration of the Fund

The Fund is an open-ended Fund.

5. Fund's launch date/ Commencement date

3 March 2004/ 24 March 2004

6. Fund's investment objective

The Fund aims to achieve Medium to Long Term capital growth by primarily investing into securities of small and medium sized companies:

- (i) listed on the Bursa Malaysia's Main Market, ACE Market and/ or any other boards approved by the Securities Commission Malaysia ("SC");
- (ii) with market capitalisation of not more than the limit considered by the SC to be appropriate for fund similar to this Fund; and
- (iii) which have the potential for capital appreciation over the Medium to Long Term.

7. Fund's distribution policy

It is not the main objective of the Fund to distribute income as the main focus of the Fund is to secure capital growth in line with the performance of the Fund's benchmark. Any distribution is at the Manager's discretion, subject to Trustee's approval.

8. Fund's performance benchmark

The Fund's benchmark is 100% of the performance of the FTSE Bursa Malaysia ("FBM") SmallCap Index.

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

The Fund invests in securities of companies which have obtained approval from the relevant authorities for listing on the Main Market or ACE Market of Bursa Malaysia. The Fund invests primarily in selected small and medium sized companies with market capitalisation of not more than Ringgit Malaysia ("RM") 3 billion at the point of purchase of stocks which have the potential for capital appreciation over the Medium to Long Term. The Fund may also invest in companies with market capitalisation exceeding RM3 billion in order to increase the benefit of diversification and enhance the stability of the Fund. The Fund may consider investment in unlisted equities. However, investment in unlisted equities is limited to a maximum of 10% of the NAV of the Fund.

MAYBANK MALAYSIA SMALLCAP FUND

Manager's report

For the financial period from 1 August 2024 to 31 January 2025 (cont'd)

B. Performance Review

1. Key performance data of the Fund

Category	01.08.2024 to 31.01.2025	01.08.2023 to 31.01.2024	01.07.2023 to 31.07.2024
Portfolio composition (%)			
Quoted equities (%)	95.74	91.40	77.95
- Construction	11.77	5.71	10.64
- Consumer Products	4.17	13.83	9.79
- Energy	12.75	9.17	12.00
- Finance	7.70	4.07	1.81
- Healthcare	2.44	3.66	2.60
- Industrial Products	30.51	21.81	17.94
- Networking	5.10	2.90	-
- Plantations	2.71	4.90	1.79
- Property	9.91	13	10.28
- Real Estate Investment Trust ("REITs")	1.84	3.02	1.31
- Technology	2.93	9.69	6.85
- Telecommunication & Media	3.91	-	2.94
Cash and other net assets	4.26	8.60	22.05
Total	100.00	100.00	100.00
NAV (RM'000)	33,794	20,662	48,205
Units in circulation (units'000)	45,589	30,568	59,260
NAV per unit (RM)	0.7413	0.6759	0.8135
Highest NAV per unit (RM)	0.8130	0.6800	0.8536
Lowest NAV per unit (RM)	0.7390	0.6358	0.6358
Net income distributed (RM'000)	-	-	1,481
Distribution date (ex-date)	-	-	26 July 2024
Gross/net distribution per unit (sen)	-	-	2.50
Annual total return (%) ⁽¹⁾	(8.88)	2.97	27.72
Benchmark (%)	(12.17)	7.27	24.52
Total Expense Ratio ("TER") (%) ⁽²⁾	0.81	0.83	1.64
Portfolio Turnover Ratio ("PTR") (times) ⁽³⁾	0.09	0.54	1.00

Notes:

- (1) Actual return of the Fund for the financial period/ year is computed based on the daily average NAV per unit, net of Manager's and Trustee's fees.
- (2) The Fund's TER decreased to 0.81% due to higher average daily NAV during the current financial period under review.
- (3) The Fund's PTR decreased to 0.09 times due to decreased in trading activities during the current financial period under review.

MAYBANK MALAYSIA SMALLCAP FUND

Manager's report

For the financial period from 1 August 2024 to 31 January 2025 (cont'd)

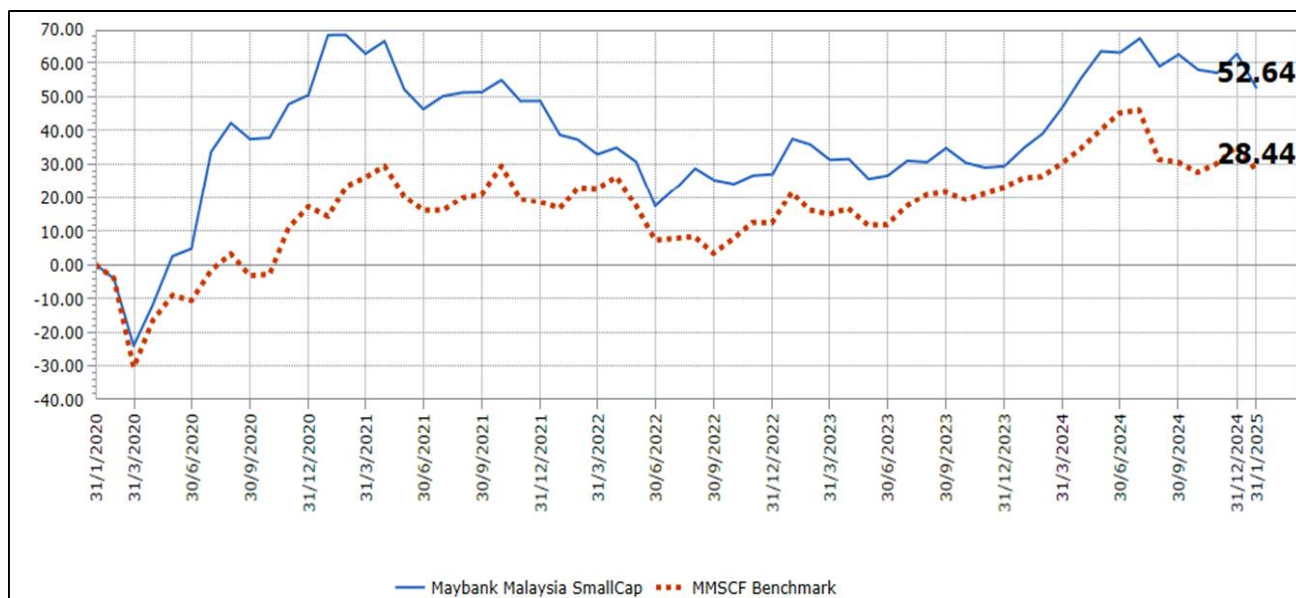
B. Performance Review (cont'd)

1. Key performance data of the Fund (cont'd)

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

2. Performance of the Fund up to 31 January 2025

Category	6 months to 31.01.2025 %	1 year to 31.01.2025 %	3 years to 31.01.2025 %	5 years to 31.01.2025 %
Capital growth	(8.88)	9.68	6.68	40.37
Income distribution	-	3.06	3.06	8.76
Total return of the Fund	(8.88)	13.03	9.94	52.64
Benchmark	(12.17)	1.96	9.95	28.44
Average total return		13.03	3.21	8.82



Source: Lipper as at 31 January 2025

During the current financial period under review, the Fund's NAV per unit decreased by 8.88%, outperforming the benchmark's decline of 12.17%. The Fund's outperformance was primarily driven by a higher allocation to the property and construction sector in year 2024, which performed better than the technology sector. Additionally, strong stock selection within the financial services, consumer discretionary, and energy sectors contributed to the Fund's ability to outperform the benchmark. For a longer period of five years, the Fund's total return was 52.64%, compared to the benchmark's return of 28.44%.

MAYBANK MALAYSIA SMALLCAP FUND

Manager's report

For the financial period from 1 August 2024 to 31 January 2025 (cont'd)

B. Performance Review (cont'd)

3. Annual/ Semi-annual total return of the Fund

For the financial period/ year ended	31.01.2025 %	31.07.2024 %	31.07.2023 %	31.07.2022 %	31.07.2021 %
Capital growth	(8.88)	23.93	6.92	(18.42)	8.74
Income distribution	-	3.06	-	-	3.31
Total return	(8.88)	27.72	6.92	(18.42)	12.34
Benchmark	(12.17)	24.52	8.95	(7.22)	18.16

4. Basis of calculation made in calculating the returns:

The performance figures are a comparison of the growth/ decline in NAV after taking into account all the distributions payable (if any) during the stipulated period.

An illustration of the above would be as follows:

Capital return	=	(NAV per unit end/ NAV per unit begin) - 1
Income return	=	Income distribution per unit/ NAV per unit ex-date
Total return	=	(1+Capital return) x (1+Income return) - 1

C. Market Review

Throughout the period, overall market sentiment remained volatile, particularly in mid-January 2025. The announcement of restrictions on Artificial Intelligence ("AI") and Graphics Processing Unit ("GPU") related businesses by the United States ("US"), along with the emergence of DeepSeek AI from China, triggered turmoil in regional markets. The FTSE Bursa Malaysia KLCI ("FBMKLCI") closed at 1,562 points, significantly below its August 2024 high of 1,679 points, reflecting a decline of 1.36% over the period under review. Meanwhile, the FTSE Bursa Malaysia Smallcap ("FBMSC") experienced a more substantial drop of 11.08% during the same time frame. Despite the Malaysian government's announcement of a Special Economic Zone ("SEZ") in early 2025, negative news flows overshadowed its potential positive impact.

D. Market Outlook and Strategies

During the current financial period under review, amid negative market events, the Fund shifted its strategy toward capital preservation. It reduced holdings in stocks significantly impacted by the US, AI/ GPU restrictions, as well as those affected by the emergence of DeepSeek AI. The Fund aims to increase its cash levels to 10.00% to 15.00% while remaining cautious in selling fundamentally strong stocks. Despite recent challenges, the technology sector could see a mid-term recovery, given Malaysia's unique position in supporting both Western and Eastern markets.

MAYBANK MALAYSIA SMALLCAP FUND

Manager's report

For the financial period from 1 August 2024 to 31 January 2025 (cont'd)

E. Soft Commissions and Rebates

The Manager and its delegates will not retain any form of soft commissions and rebates from or otherwise share in any commission with any broker in consideration for directing dealings in the investments of the Fund unless the 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 current 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.

F. Securities Financing Transactions and Cross Trade Transactions

The Fund has not undertaken any securities lending or repurchase transaction ("securities financing transactions") during the current financial period under review. No cross trade transactions have been carried out throughout the period.

**TRUSTEE'S REPORT
TO THE UNIT HOLDERS OF MAYBANK MALAYSIA SMALLCAP FUND ("Fund")**

We have acted as Trustee of the Fund for the financial period from 1 August 2024 to 31 January 2025 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, **Maybank Asset Management Sdn Bhd** 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 and on behalf of
CIMB Commerce Trustee Berhad

Tok Puan Datin Ezreen Eliza binti Zulkiplee
Chief Executive Officer
19 March 2025

STATEMENT BY MANAGER

**TO THE UNITHOLDERS OF
MAYBANK MALAYSIA SMALLCAP FUND
FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2024 TO 31 JANUARY 2025**

I, Muhammad Hishamudin Bin Hamzah, being the Director of Maybank Asset Management Sdn Bhd (the "Manager") do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements are drawn up in accordance with Malaysian Financial Reporting Standards 134 Interim Financial Reporting and International Accounting Standards 34 Interim Financial Reporting so as to give a true and fair view of the financial position of Maybank Malaysia SmallCap Fund as at 31 January 2025 and of its results, changes in net assets attributable to unitholders and cash flows for the financial period from 1 August 2024 to 31 January 2025 and comply with the requirements of the Deeds.

For and on behalf of the Manager

Muhammad Hishamudin Bin Hamzah
Director

Kuala Lumpur, Malaysia
19 March 2025

MAYBANK MALAYSIA SMALLCAP FUND

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2024 TO 31 JANUARY 2025**

	Note	01.08.2024 to 31.01.2025 RM	01.08.2023 to 31.01.2024 RM
INVESTMENT (LOSS)/ INCOME			
Dividend income		576,536	258,854
Profit/ Interest income		81,465	38,579
Net (loss)/ gain on fair value changes of fair value through profit or loss ("FVTPL") investments			
- Realised (loss)/ gain		(13,595)	1,516,460
- Unrealised loss		(4,237,502)	(930,019)
		<u>(3,593,096)</u>	<u>883,874</u>
EXPENSES			
Manager's fee	3	325,107	180,820
Trustee's fee	4	15,172	8,438
Auditors' remuneration		4,674	4,674
Tax agent's fee		2,383	1,965
Brokerage and other transaction fees		17,997	66,463
Administrative expenses		1,371	2,612
		<u>366,704</u>	<u>264,972</u>
Net results before taxation		(3,959,800)	618,902
Taxation	5	(1,603)	(1,987)
Net results after taxation, representing total comprehensive (loss)/ income for the financial period		<u>(3,961,403)</u>	<u>616,915</u>
Net results after tax is made up of the following:			
Realised income		276,099	1,546,934
Unrealised losses		(4,237,502)	(930,019)
		<u>(3,961,403)</u>	<u>616,915</u>

MAYBANK MALAYSIA SMALLCAP FUND**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2025**

	Note	31.01.2025 RM	31.07.2024 RM
ASSETS			
Financial assets at FVTPL	6	32,353,102	37,573,817
Deposit with a licensed financial institution	7	1,105,556	12,162,448
Dividend receivable		-	17,287
Profit/ Interest receivable		91	993
Amount due from Manager	8	-	12,075
Amount due from brokers	9	3,068,674	-
Cash at bank		5,341	15,318
TOTAL ASSETS		36,532,764	49,781,938
LIABILITIES			
Amount due to Manager	8	2,711,370	69,962
Amount due to Trustee	10	2,281	2,901
Distribution payable		-	1,481,033
Other payables and accruals		24,800	22,779
TOTAL LIABILITIES		2,738,451	1,576,675
NET ASSET VALUE ("NAV") OF THE FUND		33,794,313	48,205,263
NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS COMPRISE OF:			
Unitholders' capital	11(a)	(3,069,518)	7,380,029
Retained earnings	11(b)&(c)	36,863,831	40,825,234
		33,794,313	48,205,263
NUMBER OF UNITS IN CIRCULATION (UNITS)	11(a)	45,588,730	59,259,904
NAV PER UNIT		0.7413	0.8135

MAYBANK MALAYSIA SMALLCAP FUND

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS OF THE FUND
FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2024 TO 31 JANUARY 2025**

	Unitholders' capital Note 11(a) RM	Retained earnings Note 11(b) & 11(c) RM	Net assets attributable to unitholders RM
At 1 August 2024	7,380,029	40,825,234	48,205,263
Total comprehensive loss for the financial period	-	(3,961,403)	(3,961,403)
Creation of units	949,139	-	949,139
Reinvestment of units	1,481,033	-	1,481,033
Cancellation of units	(12,879,719)	-	(12,879,719)
At 31 January 2025	<u>(3,069,518)</u>	<u>36,863,831</u>	<u>33,794,313</u>
At 1 August 2023	(9,369,206)	36,791,180	27,421,974
Total comprehensive income for the financial period	-	616,915	616,915
Creation of units	8,976,045	-	8,976,045
Cancellation of units	(16,353,215)	-	(16,353,215)
At 31 January 2024	<u>(16,746,376)</u>	<u>37,408,095</u>	<u>20,661,719</u>

MAYBANK MALAYSIA SMALLCAP FUND**UNAUDITED STATEMENT OF CASH FLOWS****FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2024 TO 31 JANUARY 2025**

	01.08.2024	01.08.2023
	to	to
	31.01.2025	31.01.2024
	RM	RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Net payment for purchase of investments at FVTPL	(4,892,316)	(9,059,621)
Net proceeds from disposal of investments at FVTPL	2,773,661	16,802,843
Net dividend received	593,823	248,367
Profit/ Interest received	82,367	38,578
Manager's fee paid	(338,374)	(191,774)
Trustee's fee paid	(15,792)	(8,949)
Payment of other fees and expenses	(6,408)	(2,234)
Net cash (used in)/ generated from operating and investing activities	<u>(1,803,039)</u>	<u>7,827,210</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	961,214	8,975,038
Payments for cancellation of units	(10,225,044)	(16,799,801)
Net cash used in financing activities	<u>(9,263,830)</u>	<u>(7,824,763)</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	(11,066,869)	2,447
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>12,177,766</u>	<u>1,585,053</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>1,110,897</u>	<u>1,587,500</u>
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash at bank	5,341	9,485
Deposit with a licensed financial institution with maturity of less than 3 months (Note 7)	1,105,556	1,578,015
	<u>1,110,897</u>	<u>1,587,500</u>

MAYBANK MALAYSIA SMALLCAP FUND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 1 AUGUST 2024 TO 31 JANUARY 2025

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

Maybank Malaysia SmallCap Fund ("the Fund") was constituted pursuant to the execution of a Deed dated 11 February 2004 between Amanah Mutual Bhd as the Manager, and Malaysian Trustee Bhd as the Trustee and the Registered Holders of the Fund. A First Supplemental Deed dated 26 May 2005 and a Second Supplemental Deed dated 28 January 2014, which was entered into between the Manager, Malaysian Trustee Bhd and the new Trustee, CIMB Commerce Trustee Bhd, was issued to amend the principal Deed. Also, Third Supplemental Deed was also issued on 27 January 2016. The Fund commenced operations on 24 March 2004 and will continue to be in operations until terminated by the Trustee as provided under the Deeds.

The Manager, a company incorporated in Malaysia, is principally engaged in the management of unit trust funds. Amanah Saham Nasional Bhd ("ASN") and Permodalan Nasional Bhd, companies incorporated in Malaysia, were the holding and ultimate holding company of the Manager until 16 May 2018.

Following the acquisition of AMB by Maybank Asset Management Sdn Bhd ("MAM"), the immediate and ultimate holding companies of the Manager has been changed to MAM and Malayan Banking Bhd ("MBB") respectively effective 17 May 2018.

MAM and CIMB Commerce Trustee Bhd as the Trustee had entered into a Fourth Supplemental Deed dated 4 September 2018, Fifth Supplemental Deed dated 11 July 2019 and Sixth Supplemental Deed dated 3 August 2022. The Deed and Supplemental Deeds are hereinafter referred to as 'Deeds'.

The principal activity of the Fund is to invest in a selected portfolio of investments in small and medium size companies listed on the Main Market of Bursa Malaysia Securities Bhd and other approved investments.

The Manager of the Fund is MAM, a company incorporated in Malaysia. It is a holder of the Capital Markets Services License with fund management as its regulated activity under the Capital Markets and Services Act 2007 ("CMSA"). The principal place of business of Maybank AM is at Level 12, Tower C, Dataran Maybank, No. 1 Jalan Maarof, 59000 Kuala Lumpur, Malaysia. MAM is a subsidiary of Maybank Asset Management Group Bhd ("MAMG"), which in turn is a subsidiary of MBB.

2. MATERIAL ACCOUNTING POLICIES INFORMATION

2.1 Basis of preparation

The financial statements of the Fund from 1 August 2024 to 31 January 2025 have been prepared in accordance to Malaysian Financial Reporting Standards 134 Interim Financial Reporting ("MFRS 134") and International Accounting Standards 134 Interim Financial Reporting.

The Fund has adopted the MFRS, Amendments to Standards and Interpretations Committee ("IC") Interpretations which have become effective during the financial period. The adoption of the new pronouncements did not result in any material impact to the financial statements.

The financial statements have been prepared on a historical cost basis except as disclosed in the accounting policies in Note 2.3 to 2.14 to the financial statements. The financial statements are presented in Ringgit Malaysia ("RM").

MAYBANK MALAYSIA SMALLCAP FUND

2. MATERIAL ACCOUNTING POLICIES INFORMATION (CONT'D)

2.2 Standards and Amendments to Standards issued but not yet effective

The following are Standards and Amendments to Standards issued by the Malaysian Accounting Standards Board ("MASB"), but not yet effective, up to the date of issuance of the Fund's financial statements. The Fund intends to adopt the relevant standards, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 121: <i>Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 and MFRS 7: <i>Amendments to the Classifications and Measurement of Financial Instruments</i>	1 January 2026
Amendments to MFRS 1: <i>First-time Adoption of Malaysian Financial Reporting Standards</i>	1 January 2026
Amendments to MFRS 7: <i>Financial Instruments: Disclosures</i>	1 January 2026
Amendments to MFRS 9: <i>Financial Instruments</i>	1 January 2026
Amendments to MFRS 10: <i>Consolidated Financial Statements</i>	1 January 2026
Amendments to MFRS 107: <i>Statement of Cash Flows</i>	1 January 2026
MFRS 18: <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19: <i>Subsidiaries without Public Accountability: Disclosures</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

Except for MFRS 18, the Fund expects that the adoption of the above Standards and Amendments to Standards will not have any material impact on the financial statements in the period of initial application. The Fund is currently in the process of assessing the potential effects of MFRS 18.

2.3 Financial instruments

Financial assets and liabilities are recognised when the Fund becomes a party to the contractual provision of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

2.4 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place. All recognised financial assets are subsequently measured in their entirety at amortised cost or fair value, depending on the classification of the assets.

MAYBANK MALAYSIA SMALLCAP FUND

2. MATERIAL ACCOUNTING POLICIES INFORMATION (CONT'D)

2.4 Financial assets (cont'd)

(i) Financial assets at amortised cost

Unless designated as at FVTPL on initial recognition, debt instruments that meet the following conditions are subsequently measured at amortised cost less impairment loss:

- the assets are held within a business model whose objectives is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Fund classifies cash and cash equivalents, profit/ interest receivable, dividend receivable, amount due from brokers and amount due from Manager as loan and receivables, and are subsequently measured at amortised cost. Quoted equities is classified as FVTPL.

(ii) Financial assets at FVTPL

Investments in quoted equities are classified as FVTPL, unless the Fund designates an investment that is not held for trading as FVTOCI on initial recognition.

A financial asset is recognised at FVTPL if:

- it has been acquired principally for the purpose of selling it in the near term;
- on initial recognition it is part of the portfolio of identified financial instruments that the Fund manages together and has evidence of a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument or a financial guarantee.

Debt instruments that do not meet the amortised cost criteria are measured at FVTPL. In addition, debt instruments that meet the amortised cost criteria but are designated as at FVTPL are measured at FVTPL. A debt instrument may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

Debt instruments are reclassified from amortised cost to FVTPL when the business model is changed such that the amortised cost criteria are no longer met. Reclassification of debt instruments that are designated as at FVTPL on initial recognition is not allowed.

Financial assets at FVTPL are measured at fair value at the end of each reporting year, with any gains or losses arising on remeasurement recognised in profit or loss.

Profit/ Interest income on debt instruments as at FVTPL is disclosed separately in the profit or loss.

Dividend income on investments in equity instruments at FVTPL is recognised when the Fund's right to receive the dividends is established in accordance with MFRS 9 and is disclosed separately in the profit or loss.

Changes in the fair of FVTPL investments are recognised in unrealised gain/ (loss) on FVTPL investments in profit and loss. Accumulated unrealised gains or losses are reclassified to realised (loss)/ gain on FVTPL investments in profit or loss when associated assets are sold.

MAYBANK MALAYSIA SMALLCAP FUND

2. MATERIAL ACCOUNTING POLICIES INFORMATION (CONT'D)

2.4 Financial assets (cont'd)

(iii) Impairment

Credit losses are recognised based on the Expected Credit Loss ("ECL") model. The Fund recognises loss allowances for ECL on financial instruments that are not measured at FVTPL. The impairment model does not apply to equity investments.

ECL are a probability-weighted estimate of credit losses. It is measured as follows:

- Financial assets that are not credit-impaired at the reporting date.
As the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Fund expects to receive).
- Financial assets that are credit-impaired at the reporting date.
As the difference between the gross carrying amount and the present value of estimated future cash flows.

At each reporting date, the Fund assesses whether financial assets carried at amortised cost are credit-impaired. A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- Significant financial difficulty of the issuer or counterparty;
- Significant downgrade in credit rating of the instrument by a rating agency;
- A breach of contract such as a default or past due event; or
- The disappearance of an active market for a security because of financial difficulties.

For balances with short-term nature (e.g. profit/ interest receivable), full impairment will be recognised on uncollected balances after the grace period.

(iv) Derecognition

The Fund derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

If the Fund neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Fund recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Fund retains substantially all the risks and rewards of ownership of a transferred financial asset, the Fund continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On derecognition of financial asset classified as FVTPL, the cumulative unrealised gain or loss previously recognised is transferred to realised gain or loss on disposal in profit or loss.

On derecognition of financial assets at amortised cost, gains and losses are recognised in profit or loss when the asset is derecognised, modified, or impaired.

MAYBANK MALAYSIA SMALLCAP FUND

2. MATERIAL ACCOUNTING POLICIES INFORMATION (CONT'D)

2.5 Financial liabilities

(i) Classification

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability. The Fund classifies amount due to Manager, amount due to Trustee, distribution payable and other payables and accruals as other financial liabilities.

(ii) Recognition and measurement

The Fund's financial liabilities are recognised initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective profit rate ("EPR")/ effective interest rate ("EIR") method. The EPR/ EIR is a method of calculating the amortised cost of the financial liability and of allocating and recognising the profit expense in profit or loss over the relevant period.

(iii) Derecognition of financial liabilities

The Fund derecognises financial liabilities when, and only when, the Fund's obligations are discharged, cancelled or expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

2.6 Unitholders' capital

The unitholders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 *Financial Instruments: Presentation*. Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's NAV;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial period if unitholder exercises the right to put the unit back to the Fund. Units are created and cancelled at prices based on the Fund's NAV per unit at the time of creation or cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units.

2.7 Revenue/ Income

Revenue/ Income is measured at the fair value of consideration received or receivable.

Dividend income is recognised when the right to receive is established. Dividend revenue is presented gross of any non-recoverable withholding taxes, which are disclosed separately in the statement of comprehensive income.

Realised gain or loss on disposal of investments is accounted for as the difference between net disposal proceeds and the carrying amount of the investments.

Other income is generally recognised when the Fund satisfies a performance obligation by transferring a promised good or service or an asset to a customer. An asset is transferred when (or as) the customer obtains control of that asset.

MAYBANK MALAYSIA SMALLCAP FUND

2. MATERIAL ACCOUNTING POLICIES INFORMATION (CONT'D)

2.8 Cash and cash equivalents

Cash and cash equivalents include cash at bank and deposit with a licensed financial institution with maturities of 3 months or less, which have an insignificant risk of changes in value.

2.9 Distribution

Any distribution to the Fund's unitholders is accounted for in profit or loss as a deduction from realised reserves except where distribution is sourced out of distribution equalisation which is accounted for as a deduction to the unitholders' capital. A proposed distribution is recognised as a liability in the year in which it is approved.

Distribution is either reinvested or paid in cash to the unitholders on the distribution payment date. Reinvestment is based on the NAV per unit on the distribution payment date, which is also the time of creation.

2.10 Taxation

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 by 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 net assets attributable to

Current tax expense is determined according to Malaysian tax laws at the current rate based upon the taxable income earned during the financial period.

No deferred tax is recognised as there are no material temporary differences.

2.11 Fair value measurement

The Fund measures its investments at FVTPL at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to by the Fund.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

MAYBANK MALAYSIA SMALLCAP FUND

2. MATERIAL ACCOUNTING POLICIES INFORMATION (CONT'D)

2.11 Fair value measurement (cont'd)

For assets that are recognised in the financial statements on a recurring basis, the Fund determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting year.

2.12 Functional and presentation currency

The financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements are presented in RM which is also the Fund's functional currency.

2.13 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The chief operating decision-maker is responsible for allocating resources and assessing performance of the operating segments.

2.14 Critical accounting estimates and judgements

The preparation of the Fund's financial statements requires the Manager to make judgements, 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 require a material adjustment to the carrying amount of the asset or liability in the future.

No major judgements 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.

3. MANAGER'S FEE

The Manager's fee is computed daily based on 1.50% per annum ("p.a.") (01.08.2023 to 31.01.2024 : 1.50% p.a.) of the NAV of the Fund, before deducting Manager's fee and Trustee's fee for the day.

4. TRUSTEE'S FEE

The Trustee fee is calculated and accrued daily. The Trustee fee is computed based on 0.07% p.a. (01.08.2023 to 31.01.2024: 0.07% p.a.) of the NAV of the Fund, before deducting Manager's fee and Trustee's fee for the day, subject to a minimum of RM 18,000 p.a..

5. TAXATION

	01.08.2024 to 31.01.2025 RM	01.08.2023 to 31.01.2024 RM
Tax charge for the financial period:		
Current income tax expense	1,603	1,987

MAYBANK MALAYSIA SMALLCAP FUND

5. TAXATION (CONT'D)

Income tax is calculated at the Malaysian statutory rate of 24% (01.08.2023 to 31.01.2024: 24%) of the estimated assessable income for the financial period.

The tax expense for the financial period is in relation to the taxable income earned by the Fund after deducting tax allowable expenses. In accordance with Schedule 6 of the Income Tax Act 1967, profit/interest income and dividend income earned by the Fund is exempted from tax.

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

	01.08.2024 to 31.01.2025 RM	01.08.2023 to 31.01.2024 RM
Net results before taxation	<u>(3,959,800)</u>	<u>618,902</u>
Taxation at Malaysian statutory rate of 24% (01.08.2023 to 31.01.2024: 24%)	(950,352)	148,536
Income not subject to tax	(157,920)	(435,334)
Loss not deductible for tax purposes	1,020,263	223,205
Expenses not deductible for tax purposes	88,009	63,593
Income tax at source	1,603	1,987
Tax expense for the financial period	<u>1,603</u>	<u>1,987</u>

6. FINANCIAL ASSETS AT FVTPL

	31.01.2025 RM	31.07.2024 RM
Quoted equities	<u>32,353,102</u>	<u>37,573,817</u>

	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.01.2025				
Construction				
Econpile Holdings Bhd	2,000,000	988,800	830,000	2.46
Gamuda Bhd	408,348	1,147,573	1,649,726	4.88
Kerjaya Prospek Group Bhd	700,000	1,294,190	1,498,000	4.43
	<u>3,108,348</u>	<u>3,430,563</u>	<u>3,977,726</u>	<u>11.77</u>
Consumer Products & Services				
AirAsia X Bhd	320,400	565,730	576,720	1.71
Focus Point Holdings Bhd	1,000,000	388,224	830,000	2.46
	<u>1,320,400</u>	<u>953,954</u>	<u>1,406,720</u>	<u>4.17</u>

MAYBANK MALAYSIA SMALLCAP FUND
6. FINANCIAL ASSETS AT FVTPL (CONT'D)

31.01.2025 (cont'd)	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
Energy				
Deleum Bhd	800,000	861,190	1,104,000	3.27
Icon Offshore Bhd	400,000	227,120	398,000	1.18
Keyfield International Bhd	700,000	1,424,063	1,638,000	4.85
Yinson Holdings Bhd	500,000	1,166,104	1,165,000	3.45
	<u>2,400,000</u>	<u>3,678,477</u>	<u>4,305,000</u>	<u>12.75</u>
Finance				
RHB Bank Bhd	153,073	790,827	984,259	2.91
Well Chip Group Bhd	1,434,000	2,128,342	1,620,420	4.79
	<u>1,587,073</u>	<u>2,919,169</u>	<u>2,604,679</u>	<u>7.70</u>
Health Care				
Umedic Group Bhd	1,400,000	641,360	826,000	2.44
Industrial Products & Services				
CPE Technology Bhd	1,000,000	1,104,740	950,000	2.81
Crest Group Berhad	5,700,000	1,995,000	1,453,500	4.30
EPB Group Sdn Bhd	500,000	280,000	272,500	0.81
OB Holdings Bhd	2,083,700	500,088	395,903	1.17
Pecca Group Bhd	950,000	1,245,425	1,349,000	3.99
Prolintas Infra Business Trust	700,000	665,000	672,000	1.99
QES Group Bhd	1,500,000	1,028,560	765,000	2.26
RGT Bhd	1,727,400	1,690,209	984,618	2.91
Sunway Bhd	354,800	696,158	1,543,380	4.57
Superlon Holdings Bhd	1,622,500	1,431,750	1,460,250	4.32
Swift Energy Technology Bhd	1,200,000	336,000	432,000	1.28
RGT Bhd (Warrants)	200,000	-	34,000	0.10
	<u>17,538,400</u>	<u>10,972,930</u>	<u>10,312,151</u>	<u>30.51</u>

MAYBANK MALAYSIA SMALLCAP FUND

6. FINANCIAL ASSETS AT FVTPL (CONT'D)

31.01.2025 (cont'd)	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
Networking				
ITMAX System Bhd	500,000	791,360	1,725,000	5.10
Plantation				
Sarawak Oil Palms Bhd	300,000	629,015	915,000	2.71
Property				
Iskandar Waterfront City Bhd	1,080,000	922,868	550,800	1.63
Malaysian Resources Corp Bhd	1,650,300	744,635	825,150	2.44
Naim Holdings Bhd	595,700	798,934	554,001	1.64
Sime Darby Property Bhd	1,000,000	777,800	1,420,000	4.20
	<u>4,326,000</u>	<u>3,244,237</u>	<u>3,349,951</u>	<u>9.91</u>
Real Estate Investment Trust ("REITs")				
AXIS REITs	350,000	627,493	623,000	1.84
Technology				
TT Vision Holdings Bhd	1,200,000	1,339,407	756,000	2.24
Frontken Corporation Bhd (Warrant)	875,000	-	231,875	0.69
	<u>2,075,000</u>	<u>1,339,407</u>	<u>987,875</u>	<u>2.93</u>
Telecommunication & Media				
Telekom Malaysia Bhd	200,000	1,341,119	1,320,000	3.91
Total FVTPL investments	<u>35,105,221</u>	<u>30,569,084</u>	<u>32,353,102</u>	<u>95.74</u>
Unrealised gain on FVTPL investments			<u>1,784,018</u>	

MAYBANK MALAYSIA SMALLCAP FUND
6. FINANCIAL ASSETS AT FVTPL (CONT'D)

31.07.2024	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
Construction				
Econpile Holdings Bhd	2,000,000	988,800	990,000	2.05
Ekovest Bhd	230,000	104,650	103,500	0.21
Gamuda Bhd	201,354	1,127,438	1,582,642	3.28
Kerjaya Prospek Group Bhd	500,000	917,050	1,015,000	2.11
Sunway Construction Group Bhd	300,000	573,690	1,440,000	2.99
	<u>3,231,354</u>	<u>3,711,628</u>	<u>5,131,142</u>	<u>10.64</u>
Consumer Products & Services				
Airasia X Bhd	500,000	882,850	740,000	1.54
DXN Holdings Bhd	805,700	536,797	527,734	1.09
Focus Point Holdings Bhd	1,000,000	388,224	815,000	1.69
	<u>2,305,700</u>	<u>1,807,871</u>	<u>2,082,734</u>	<u>4.32</u>
Energy				
Deleum Bhd	1,073,400	1,155,501	1,352,484	2.81
Icon Offshore Bhd	400,000	227,120	448,000	0.93
Keyfield International Bhd	800,000	1,627,500	1,936,000	4.02
Wasco Bhd	500,000	483,857	610,000	1.27
Yinson Holdings Bhd	600,000	1,398,560	1,434,000	2.97
	<u>3,373,400</u>	<u>4,892,538</u>	<u>5,780,484</u>	<u>12.00</u>
Finance				
RHB Bank Bhd	153,073	790,827	874,047	1.81
Well Chip Group Bhd	1,516,700	2,251,085	2,639,058	5.47
	<u>1,669,773</u>	<u>3,041,912</u>	<u>3,513,105</u>	<u>7.28</u>
Healthcare				
Alpha IVF Group Bhd	1,137,400	363,968	363,968	0.76
Umedic Group Bhd	1,400,000	641,360	889,000	1.84
	<u>2,537,400</u>	<u>1,005,328</u>	<u>1,252,968</u>	<u>2.60</u>

MAYBANK MALAYSIA SMALLCAP FUND
6. FINANCIAL ASSETS AT FVTPL (CONT'D)

31.07.2024 (cont'd)	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
Industrial Products & Services				
CPE Technology Bhd	1,000,000	1,104,740	1,270,000	2.63
EPB Group Bhd	500,000	280,000	280,000	0.58
Pecca Group Bhd	950,000	1,245,425	1,178,000	2.44
Prolintas Infra Business Trust	833,900	792,205	729,663	1.51
QES Group Bhd	1,200,000	848,200	816,000	1.69
RGT Bhd	1,727,400	1,690,209	1,183,269	2.45
Sunway Bhd	354,800	696,158	1,522,092	3.16
Superlon Holdings Bhd	1,622,500	1,431,750	1,638,725	3.40
RGT Bhd (Warrants)	200,000	-	38,000	0.08
	<u>8,388,600</u>	<u>8,088,687</u>	<u>8,655,749</u>	<u>17.94</u>
Plantation				
Sarawak Oil Palms Bhd	<u>300,000</u>	<u>629,015</u>	<u>864,000</u>	<u>1.79</u>
Property				
Iskandar Waterfront City Bhd	1,080,000	922,868	772,200	1.60
LBS Bina Group Bhd	2,000,000	1,687,850	1,430,000	2.97
Malaysian Resources Corp Bhd	1,650,300	744,635	1,023,186	2.12
Naim Holdings Bhd	95,700	142,784	150,249	0.31
Sime Darby Property Bhd	1,000,000	777,800	1,580,000	3.28
	<u>5,826,000</u>	<u>4,275,937</u>	<u>4,955,635</u>	<u>10.28</u>
REITs				
Axis REITs	<u>350,000</u>	<u>627,493</u>	<u>633,500</u>	<u>1.31</u>
Technology				
TT Vision Holdings Bhd	1,200,000	1,339,407	1,368,000	2.82
IT Max System Bhd	500,000	791,360	1,575,000	3.27
Frontken Corp Bhd (Warrants)	875,000	-	367,500	0.76
	<u>2,575,000</u>	<u>2,130,767</u>	<u>3,310,500</u>	<u>6.85</u>

MAYBANK MALAYSIA SMALLCAP FUND

6. FINANCIAL ASSETS AT FVTPL (CONT'D)

31.07.2024 (cont'd)	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
Telecommunication & Media				
Telekom Malaysia Bhd	200,000	1,341,121	1,394,000	2.94
Total FVTPL investments	30,757,227	31,552,297	37,573,817	77.95
Unrealised gain on FVTPL investments			6,021,520	

7. DEPOSIT WITH A LICENSED FINANCIAL INSTITUTION

	31.01.2025 RM	31.07.2024 RM
Short term placement with a licensed financial institution with maturity of:		
- less than 3 months	1,105,556	12,162,448

The weighted average effective profit rates ("WAEPR")/ weighted average effective interest rates ("WAEIR") of deposits and the average maturity of deposits as at the reporting date were as follows:

	31.01.2025		31.07.2024	
	WAEPR/ WAEIR % p.a.	Average Maturity Days	WAEPR/ WAEIR % p.a.	Average Maturity Days
Deposit with a licensed financial institution	3.00	3	2.98	1

8. AMOUNT DUE FROM/ TO MANAGER

		31.01.2025 RM	31.07.2024 RM
Amount due from Manager is in respect of:			
Creation of units	(i)	-	12,075
Amount due to Manager is in respect of:			
Manager's fee	(ii)	48,887	62,154
Cancellation of units	(iii)	2,662,483	7,808
		2,711,370	69,962

- (i) The amount represented amount receivable from the Manager for units created.
- (ii) The amount relates to the amount payable to the Manager arising from the accruals for Manager's fee at the end of the financial period. The normal credit term for Manager's fee is 15 days (31.07.2024: 15 days).
- (iii) The amount represented amount payable to the Manager for units cancelled.

MAYBANK MALAYSIA SMALLCAP FUND

9. AMOUNT DUE FROM BROKERS

The amount due from brokers relates to the amount receivable from brokers arising from the sales of investments. The settlement period for this receivables is within 2 working days (31.07.2024: 2 working days) from the deal date.

10. AMOUNT DUE TO TRUSTEE

Amount due to Trustee relates to the amount payable arising from the accrual for Trustee's fee at the end of the financial period. The normal credit term is 15 days (31.07.2024: 15 days).

11. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS OF THE FUND

	Note	01.08.2024 to 31.01.2025 RM	01.08.2023 to 31.07.2024 RM
Unitholders' capital	11 (a)	(3,069,518)	7,380,029
Accumulated realised income	11 (b)	35,079,815	34,803,716
Accumulated unrealised income	11 (c)	1,784,016	6,021,518
		<u>33,794,313</u>	<u>48,205,263</u>

(a) Unitholder's capital

	01.08.2024 to 31.01.2025		01.08.2023 to 31.07.2024	
	No. of Units	RM	No. of Units	RM
As at beginning of the financial period/ year	59,259,904	7,380,029	41,778,477	(9,369,206)
Creation of units	1,217,828	949,139	55,121,442	42,949,492
Reinvestment of units	1,820,569	1,481,033	-	-
Cancellation of units	<u>(16,709,571)</u>	<u>(12,879,719)</u>	<u>(37,640,015)</u>	<u>(26,200,257)</u>
As at end of the financial period/ year	<u>45,588,730</u>	<u>(3,069,518)</u>	<u>59,259,904</u>	<u>7,380,029</u>

As at the reporting date, the total number and value of units held legally and beneficially by the Manager are as follows:

	31.01.2025		31.07.2024	
	No. of Units	Value at NAV RM	No. of Units	Value at NAV RM
MBB, the ultimate holding company of the Manager	<u>5,892,408</u>	<u>4,368,042</u>	<u>5,892,408</u>	<u>4,793,474</u>

The units are held beneficially by the Manager for booking purposes, and are within the prescribed limit allowed by the SC's Guidelines on Unit Trust Funds. Other than the above, there were no units held by the directors or parties related to the Manager.

MAYBANK MALAYSIA SMALLCAP FUND

11. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS OF THE FUND (CONT'D)

(b) Accumulated realised income

	01.08.2024 to 31.01.2025 RM	01.08.2023 to 31.07.2024 RM
At the beginning of the financial period/ year	34,803,716	34,509,891
Net realised income for the financial period/ year	276,099	1,774,858
Distribution	-	(1,481,033)
At the end of the financial period/ year	<u>35,079,815</u>	<u>34,803,716</u>

(c) Accumulated unrealised income

	01.08.2024 to 31.01.2025 RM	01.08.2023 to 31.07.2024 RM
At the beginning of the financial period/ year	6,021,518	2,281,289
Net unrealised (loss)/ income for the financial period/ year	(4,237,502)	3,740,229
At the end of the financial period/ year	<u>1,784,016</u>	<u>6,021,518</u>

12. TRANSACTIONS WITH BROKERS/ DEALERS/ FINANCIAL INSTITUTIONS

The transactions with top brokers/ dealers/ financial institutions are as follows:

	Value of trade RM	Percent of total trade %	Brokerage fees RM	Percent of brokerage fees %
01.08.2024 to 31.01.2025				
TA Securities Bhd	2,826,240	39.96	2,844	32.37
MIDF Amanah Investment Bank Bhd	1,686,867	23.86	1,687	19.19
Hong Leong Investment Bank Bhd	1,353,234	19.14	2,268	25.80
Nomura Securities Sdn Bhd	667,240	9.44	1,334	15.18
Kenanga Investment Bank Bhd	537,608	7.60	656	7.46
	<u>7,071,189</u>	<u>100.00</u>	<u>8,789</u>	<u>100.00</u>
01.08.2023 to 31.01.2024				
TA Securities Bhd	10,095,121	41.59	10,307	29.30
Kenanga Investment Bank Bhd	3,850,073	15.86	7,700	21.88
MIDF Amanah Investment Bank Bhd	3,513,135	14.47	3,541	10.06
Affin Hwang Investment Bank Bhd	2,517,170	10.37	5,034	14.31
Nomura Securities Sdn Bhd	1,979,146	8.15	3,958	11.25
Hong Leong Investment Bank Bhd	1,136,784	4.68	2,274	6.46
CIMB Investment Bank Bhd	971,041	4.00	1,942	5.52
United Overseas Bank (M) Bhd	214,695	0.88	429	1.22
	<u>24,277,165</u>	<u>100.00</u>	<u>35,185</u>	<u>100.00</u>

MAYBANK MALAYSIA SMALLCAP FUND

12. TRANSACTIONS WITH BROKERS/ DEALERS/ FINANCIAL INSTITUTIONS (CONT'D)

Details of transactions, primarily made up of gross deposit placements with licensed Islamic financial institutions are as follows:

	01.08.2024 to 31.01.2025	Percentage of total placements %	01.08.2023 to 31.01.2024	Percentage of total placements %
	Value of placements RM		Value of placements RM	
MBB*	450,335,999	63.79	238,214,132	74.69
CIMB Islamic Bank Bhd	255,589,134	36.21	23,728,519	7.44
CIMB Bank Bhd	-	-	56,993,872	17.87
	705,925,133	100.00	318,936,523	100.00

* MBB is the ultimate holding company of the Manager.

13. SIGNIFICANT RELATED PARTY TRANSACTION AND BALANCES

For the purpose of these financial statements, parties are considered to be related to the Fund or the Manager if the Fund or the Manager has the ability directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decision, or vice versa, or where the Fund or the Manager and the party are subject to common control or common significant influence. Related parties maybe individuals or other entities. In addition to the related party information disclosed elsewhere in the financial statements, the following is the significant related party transaction and balances of the Fund during the financial period.

Other than those disclosed elsewhere in the financial statements, the significant related party transactions and balances as at the reporting date are as below.

	01.08.2024 to 31.01.2025 RM	01.08.2023 to 31.01.2024 RM
(a) Significant related party transactions		
<u>MBB:*</u>		
Profit/ Interest income from deposits	53,086	28,409
(b) Significant related party balances		
	31.01.2025 RM	31.07.2024 RM
<u>MBB:*</u>		
Deposit with a licensed financial institution	1,105,556	7,148,174
Interest income receivable	91	588

* MBB is the ultimate holding company of the Manager.

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14. TOTAL EXPENSE RATIO ("TER")

TER is calculated based on the ratio of the total fees and recovered expenses for the year, to the average daily NAV of the Fund. For the financial period ended 1 August 2024 to 31 January 2025, the TER of the Fund stood at 0.81% (01.08.2023 to 31.01.2024: 0.83%).

15. PORTFOLIO TURNOVER RATIO ("PTR")

The PTR of the Fund is the ratio of average of the total acquisitions and disposals of the investment in the Fund for the financial period to the daily average NAV of the Fund. For the financial period ended 1 August 2024 to 31 January 2025, the PTR of the Fund stood at 0.09 times (01.08.2023 to 31.01.2024: 0.54 times).

16. FAIR VALUE HIERARCHY

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
31.01.2025				
Investments at FVTPL	32,353,102	-	-	32,353,102
31.07.2024				
Investments at FVTPL	37,573,817	-	-	37,573,817

17. SEGMENTAL REPORTING

The Portfolio Management Committee (the "PMC") of the Manager, being the chief operating decision-maker of the Manager makes the strategic decisions on the resources allocation of the Fund. The decisions are based on an integrated investment strategy to ensure the Fund achieve its targeted return with an acceptable level of risk within the portfolio.

The chief operating decision-maker is responsible for the performance of the Fund by investing a minimum of 70% of the Fund's assets in equities and equity-related securities, and a minimum of 2% of the Fund's NAV will be invested in liquid assets.

The internal reporting for the Fund's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of MFRS and IFRS.

There were no changes in the reportable operating segments during the financial period.

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18. CAPITAL MANAGEMENT

The capital of the Fund can vary depending on the demand for redemptions and subscriptions to the Fund.

The Fund's objectives for managing capital are:

- (a) To invest in investments meeting the description, risk exposure and expected returns as indicated in its prospectus;
- (b) To achieve consistent returns while safeguarding capital by using various investment strategies;
- (c) To maintain sufficient liquidity to meet the expenses of the Fund, and to meet redemption requests as they arise; and
- (d) To maintain sufficient fund size to ensure that the operations of the Fund are cost-efficient.

No changes were made to the capital management objectives, policies or processes during current financial period.