

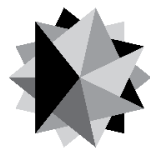
TradePlus

MSCI Asia ex Japan REITs

Tracker

Interim Report
30 September 2021

Out **think.** Out **perform.**



AFFIN HWANG
CAPITAL

MANAGER
Affin Hwang Asset Management Berhad
199701014290 (429786-T)

TRUSTEE
TMF Trustees Malaysia Berhad (610812-W)

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

Interim Report and Unaudited Financial Statements For the 6 months Financial Period Ended 30 September 2021

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GENERAL INFORMATION

MANAGER

Affin Hwang Asset Management Berhad
199701014290 (429786-T)
Registered Office:
27th Floor, Menara Boustead,
69 Jalan Raja Chulan
50200 Kuala Lumpur
Tel. No.: 03 – 2142 3700
Fax No.: 03 – 2142 3799

Business Office:

Ground Floor, Menara Boustead,
69 Jalan Raja Chulan
50200 Kuala Lumpur
Tel. No.: 03 – 2116 6000
Fax No.: 03 – 2116 6100
Toll Free No.: 1-800-88-7080
E-mail: customercare@affinhwangam.com
Website: www.affinhwangam.com

MANAGER'S DELEGATE

(fund valuation & accounting function)
TMF Trustees Malaysia Berhad (610812-W)
Registered & Business Address:
10th Floor, Menara Hap Seng
No. 1 & 3, Jalan P. Ramlee,
50250 Kuala Lumpur
Tel. No.: 03 – 2382 4288
Fax No.: 03 – 2026 1451

TRUSTEE

TMF Trustees Malaysia Berhad (610812-W)
Registered & Business Address:
10th Floor, Menara Hap Seng
No. 1 & 3, Jalan P. Ramlee,
50250 Kuala Lumpur
Tel. No.: 03 – 2382 4288
Fax No.: 03 – 2026 1451
E-mail: fundserviceskl@tmf-group.com
Website: www.tmf-group.com

TRUSTEE'S DELEGATE

(Custodian)
Registered & Business Address:
Standard Chartered Bank Malaysia Berhad
Level 16, Menara Standard Chartered
30 Jalan Sultan Ismail
50250 Kuala Lumpur
Tel. No: (603) 2117 7777
Website: www.sc.com/my

COMPANY SECRETARY

Raja Shahrul Nizam Raja Yahya (LS0009904)
27th Floor Menara Boustead,
69 Jalan Raja Chulan
50200 Kuala Lumpur

REGISTRAR

Affin Hwang Asset Management Berhad
199701014290 (429786-T)
27th Floor, Menara Boustead,
69 Jalan Raja Chulan
50200 Kuala Lumpur
Tel. No.: 03 – 2142 3700
Fax No.: 03 – 2142 3799

FUND INFORMATION

Fund Name	TradePlus MSCI Asia ex Japan REITs Tracker
Fund Type	Index tracking fund
Fund Category	Equity exchange-traded fund
Investment Objective	The Fund aims to provide investment results that closely correspond to the performance of the Benchmark
Benchmark	MSCI AC Asia ex Japan IMI/Equity REITs Custom High Dividend Tilted Capped Index
Distribution Policy	The Fund will distribute income on a quarterly basis (subject to income availability), after the end of its first financial year

BREAKDOWN OF UNITHOLDERS BY MYR CLASS (0837EA) SIZE AS AT 30 SEPTEMBER 2021

Size of holdings (units)	No. of unitholders	No. of units held	% of units held
1 - 99	0	0	0
100 - 1,000	137	75,200	3.07
1,001 - 10,000	165	661,900	27.02
10,001 - 100,000	28	791,500	32.31
100,001 - < 5% *	2	217,000	8.86
>= 5% *	2	704,400	28.75
Total	334	2,450,000	100.00

5% * - 5% Issued Shares or Paidup Capital of the stock

FUND PERFORMANCE DATA

Category	As at 30 Sep 2021	As at 30 Sep 2020
Portfolio composition (%)		
Quoted equities (REITs) – local	2.77	4.87
Quoted equities (REITs) – foreign	95.69	88.50
Total quoted equities (REITs)	98.46	93.37
Cash & cash equivalent	1.54	6.63
Total (%)	100.00	100.00
Country Allocation (%)		
Malaysia	2.77	4.87
Korea	7.06	1.31
Hong Kong	12.76	14.06
Singapore	75.87	73.13
Cash	1.54	6.63
Total (%)	100.00	100.00
Total NAV (MYR 'million)	2.520	1.617
NAV per Unit (in MYR)	1.0287	0.9799
Unit in Circulation (million)	2.450	1.650
Highest NAV per unit	1.0845	1.0184
Lowest NAV per unit	1.0128	0.9719
Return of the Fund (%) ⁱⁱⁱ	3.46	-2.01
- Capital Growth (%) ⁱ	1.50	-2.01
- Income Distribution (%) ⁱⁱ	1.93	Nil
Gross Distribution per Unit (sen)	2.00	Nil
Net Distribution per Unit (sen)	2.00	Nil
Management Expense Ratio (%) ¹	0.85	0.66
Portfolio Turnover Ratio (times) ²	0.50	0.76
Tracking Error	2.35	1.54

Basis of calculation and assumption made in calculating the returns:-

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

An illustration of the above would be as follow:-

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

¹The MER of the Fund was higher than previous year due to higher expenses incurred for the Fund during the financial period.

²The PTR of the Fund was lower than previous year due to higher average NAV of the Fund for the financial period.

MANAGER'S REPORT

Income Distribution / Unit Split

The Net Asset Value per Unit prior and subsequent to the distributions was as follows:

Cum-Date	Ex-Date	Cum-distribution (RM)	Distribution per Unit (RM)	Ex-distribution (RM)
6-Jul-21	7-Jul-21	1.0774	0.0100	1.0583
28-Sep-21	29-Sep-21	1.0446	0.0100	1.0284

No unit split was declared for the financial period ended 30 September 2021.

Performance Review

For the period 1 April 2021 to 30 September 2021, the Fund registered a 3.46% return compared to the benchmark return of 2.26%. The Fund thus outperformed the Benchmark by 1.20%. The Net Asset Value ("NAV") of the Fund as at 30 September 2021 was MYR2,520,285.21 (MYR1.0287 per unit) while the NAV as at 31 March 2021 was MYR2,483,089.36 (MYR1.0135 per unit). During the period under review, the Fund has declared a total gross income distribution of MYR0.0200 per unit.

Since commencement, the Fund has registered a return of 5.37% compared to the benchmark return of 3.75%, outperforming by 1.62%. The Fund has met its investment objective.

Table 1: Performance of the Fund

	6 Months (1/4/21 - 30/9/21)	1 Year (1/10/20 - 30/9/21)	Since Commencement (13/7/20 - 30/9/21)
Fund	3.46%	7.53%	5.37%
Benchmark	2.26%	5.69%	3.75%
Outperformance	1.20%	1.84%	1.62%

Source of Benchmark: Bloomberg

Table 2: Average Total Return

	1 Year (1/10/20 - 30/9/21)	Since Commencement (13/7/20 - 30/9/21)
Fund	7.53%	4.38%
Benchmark	5.69%	3.06%
Outperformance	1.84%	1.32%

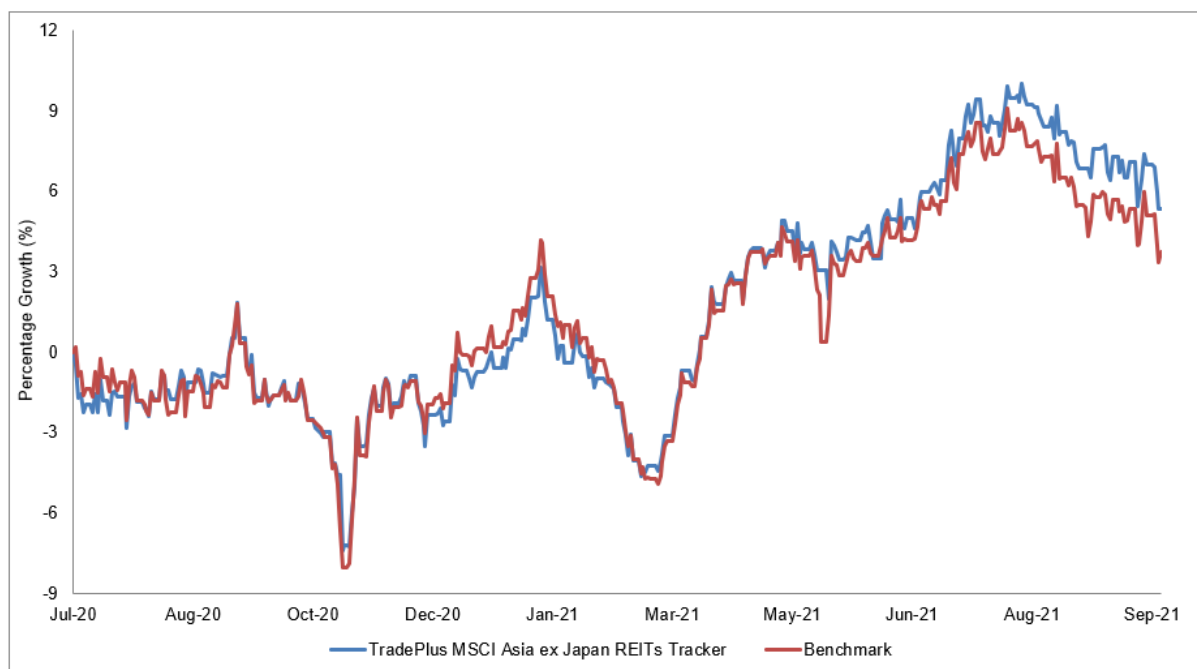
Source of Benchmark: Bloomberg

Table 3: Annual Total Return

	FYE 2021 (13/7/20 - 31/3/21)
Fund	1.85%
Benchmark	1.45%
Outperformance	0.40%

Source of Benchmark: Bloomberg

Figure 1: Movement of the Fund versus the Benchmark since commencement.



"This information is prepared by Affin Hwang Asset Management Berhad (AFFINHWANGAM) for information purposes only. Past earnings or the fund's distribution record is not a guarantee or reflection of the fund's future earnings/future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down as well as up. Source of Benchmark is from Bloomberg."

Benchmark: MSCI AC Asia ex Japan IMI/Equity REITs Custom High Dividend Tilted Capped Index

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

Asset Allocation

As at 30 September 2021, the ETF's asset allocation stood at 98.46% in equities while the remaining was held in cash and cash equivalent.

Strategies Employed

The Manager continues to adopt the full replication strategy. The Manager remained highly invested into the Index securities in the same approximate weightings or proportions as they appear in the Benchmark to provide investment results that closely correspond to the performance of the Benchmark. As at 30 September 2021, the Fund's AUM stood at MYR2.520 million, with 98.46% of the Fund's NAV invested into equities.

While the Fund's AUM remain relatively small, the Manager has decided to absorb fees such as the Management Fees, and Licensing Fees incurred by the Fund to minimise the Fund's tracking error.

Market Review

Global equities started 2021 on a strong note as policy easing, and global vaccine rollouts went underway. At the start of January, US markets saw strong optimism. The storming of the US Capitol in early January had little effect over the broader market. However, a black swan event at the end of the month saw retail investors selectively targeting underperforming stocks (e.g. GME and AMC) that resulted in a short squeeze and pushing their share prices to new highs.

US equity markets ended the month of February with modest gains though sentiment was tested as surging bond yields and inflation fears took precedence. Whilst equities and bonds tend to move in opposite

directions, the reality is that equity outperformance in the past year has largely come from growth-centric stocks and “stay at home” trades, which were facing short-term squeezes on their profit margins from rising rates. Another factor is the shift from growth to value, with value stocks performing better over the period.

Global equities endured a mixed session in March as US-China tensions boiled over dampening sentiment. With recovery still in a fragile state, global central banks including the Fed are expected to keep monetary policy accommodative to nurse the economy through the pandemic. Meanwhile, rising bond yields continue to unsettle markets. Banks are enjoying higher trading fees and lower provision costs as the economy gradually regains its footing.

Global markets shrugged off inflation fears to climb higher in June as investors start to buy-in to the Fed’s dovish testimony. The S&P 500 and Nasdaq index rose, buoyed by stimulus optimism after early indication of bipartisan support of the proposed US\$1.2 trillion infrastructure bill in the US Congress. US Fed Chair, Jerome Powell testified in the House of Representatives to reiterate the central bank’s view that inflation is transitory and that the FOMC will not rush to hike rates. The yield on the 10-year Treasury note tumbled as the Fed affirmed that it would not pre-emptively hike rates before signs of a recovery.

In Asia, the MSCI Asia ex-Japan index was marginally weaker in June as sentiment was dampened on geopolitical tensions and consolidation seen in China’s economy. The Group of Seven (“G7”) nations and North Atlantic Treaty Organisation (“NATO”) held its annual summit with political leaders from US and Europe vowing to toughen its stance on China.

China had also reported weaker than expected retail sales and industrial production data. Industrial production grew 8.8% y-o-y in May, which came below consensus expectations of 9.2%. Weaker upstream production as well as a power shortage in the Yunan province which is an aluminium production hub led to lower factory output. May retail sales which rose 12.4% y-o-y also fell market expectations of 14.0%. However, weaker economic data could push back any chance of further tightening in China as policymakers look to sustain growth.

Asia was dragged by the weakness in the Chinese market in July. Once again, China saw regulators cracking down on businesses, this time targeting the education sector. Authorities had banned the provision of holiday and weekend tutoring, and further said that they will no longer approve the establishment of new tuition centres. Instead, tutoring companies are being asked to register as non-profit institutions.

In Asia, the MSCI Asia ex-Japan index reversed course by climbing slightly higher. Regulatory noise still dominated headlines in China amidst calls for more oversight in the electric vehicle (EV) industry. The Fed is currently adopting a wait-and-see approach to the Delta variants impact and its implication on job data, highlighting that inflation is transitory and it was more harmful to react amidst the temporary surge in inflation.

The local equity market’s performance was muted relative to regional peers. In the February result season, the tech sector was largely reporting earnings that beat expectations on the back of robust demand. Meanwhile, Finance Minister clarified in an interview that the government is not looking to impose capital gains tax on stocks. The government was mulling new taxes to widen its revenue base once the economy is on a more stable footing.

The Malaysian bond market saw an unwinding of “rate cut” bets at the end of January following BNM’s announcement to keep interest rates unchanged at 1.75% highlighting that recovery of the local economy was underway. The shorter-end of the MGS curve saw yields rise whilst longer-tenured papers remained resilient that month.

Yields trended higher in tandem with US treasury movement in the quarter. Undoubtedly, the performance of the local bond market has been subpar since the start of the year; especially given the volatility in US Treasury yields, as well as the lack of support from EPF due to its ongoing commitment to the i-Sinar and i-Lestari programme. However, demand was seen returning in March, as more investors – including insurance players and asset managers – are seen nibbling into the market given the more attractive yield levels.

Fiscal deficit is expected to breach above the government’s target of 6.0%. With the unveiled PEMULIH stimulus package, we could see the debt ceiling be raised to 65.0% from 60.0%. This could translate to more government bond supplies, which may put further pressure on Malaysia’s sovereign rating.

On the monetary policy side, Bank Negara Malaysia (“BNM”) kept Overnight Policy Rates (“OPR”) at 1.75% in its monetary policy meeting in July. The central bank remained slightly optimistic on Malaysia’s growth

outlook on the back of various support measures in place, vaccine rollouts, as well as stronger export numbers.

Political risks abated slightly with the appointment of Datuk Seri Ismail Sabri Yaakob as the 9th Prime Minister after securing the majority support of 114 MPs. The next Parliament sitting is slated in September which Datuk Seri Ismail Sabri will face a test of majority support through a vote of confidence. With political stability expected until the next General Election (GE) due by 2023, the local market could see further support on the back of continued vaccination roll-outs. The gradual reopening of more economic sectors also point to economic growth improving in the coming quarters.

During its quarterly GDP briefing, BNM said that Malaysia's GDP grew 16.1% y-o-y in the 2Q'21, although it contracted 2% on a q-o-q basis. The central bank also revised its full-year GDP growth forecast for Malaysia to between 3% and 4%, from the previous forecast of between 6% and 7.5% for 2021.

Prime Minister Datuk Seri Ismail Sabri Yaakob unveiled his cabinet line-up with familiar faces at the helm. Foreigners turned net buyers in the last week of August with net inflows rising to the tune of RM960 million which is the strongest weekly inflow since 2019.

On a separate note, Bank Negara Malaysia is slated to hold its next Monetary Policy Committee meeting on 9 September 2021. Despite recently revising its 2021 GDP forecast to a lowered range of 3.0-4.0%, we expect the central bank to keep rates unchanged at 1.75% amid several supportive drivers including: (i) healthy vaccination rollouts, (ii) robust external demand, and (iii) gradual reopening of sectors and economies.

Investment Outlook

Global markets have rallied sharply from their lowest, supported by fiscal and monetary stimulus. The economy is still recovering, albeit at a slow pace, as consumers' confidence return. Recovery plays will be the most obvious theme for the year of improving macroeconomic conditions and the inevitable rollout of vaccines has everyone looking to the future and letting go of 2020's miseries. We have already seen the rotation from growth to value take place in the start of 2021.

Earnings momentum will continue in 2021 with earnings growth projected to rise in Asia ex-Japan. Key sectors leading the recovery include the energy, consumer discretionary and industrials. Though, this is tempered by moderately higher valuations which has crept up above historical averages. Liquidity conditions remain positive and with earnings visibility from Asian companies that are riding along a China-led economic recovery, Asia continues to be an ocean of growth potential as the region continues to grow. Selected Chinese consumer names which are less likely to be pressured by regulatory headwinds were deemed more favourable.

Back home, economic recovery continues to progress as international borders slowly start to reopen. On COVID-19 developments, over 90% of Malaysia's adult population has been vaccinated. From a bottom-up perspective, the domestic focus will be on the recovery beneficiaries and exporters in the technology and EMS segment which have strong earnings visibility in the near term as well increasing demand. Weights in politically sensitive stocks have also been trimmed as the situation remains fluid.

ESG funds have also been gathering plenty of interest and we will expect this investor shift to ESG-focused funds to be more commonplace across the industry. The Biden administration's foray into building stronger climate change initiatives also signals a shift for the investment industry as this will generate more opportunities across asset classes. The wider implications of this on the economy will take time to materialise, but will continue to be observed.

State of Affairs of the Fund

There is neither any significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the period under review.

Soft Commissions received from Brokers

During the financial period under review, the management company had received on behalf of the Fund, soft commissions in the form of research materials, data and quotation services, investment-related publications,

market data feed and industry benchmarking agencies which are of demonstrable benefit to Unitholders of the Fund.

Cross Trade

No cross trade transactions have been carried out during the reported period.

The Custodian (Trustee's Delegate)

The Trustee has appointed Standard Chartered Bank Malaysia Berhad ("SCBMB") as the custodian of the quoted and unquoted investments of the Fund. SCBMB was incorporated in Malaysia under the same name on 29 February 1984 under the Companies Act 1965 as a public limited company and is a subsidiary of Standard Chartered PLC (the holding company of a global banking group). SCBMB was granted a license on 1 July 1994 under the Financial Services Act 2013.

SCBMB is responsible for the Fund's assets settlement and custodising the Fund's asset. The assets are held in the name of the Fund through the custodian's wholly owned subsidiary and nominee company, Cartaban Nominees (Tempatan) Sdn Bhd. All investments are automatically registered into the name of the Fund. The custodian acts only in accordance with the instruction from the Trustee.

TRUSTEE’S REPORT TO THE UNITHOLDERS OF TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

We have acted as Trustee of **TradePlus MSCI Asia ex Japan REITs Tracker (“the Fund”)** for 6 months financial period ended 30 September 2021. To the best of our knowledge, **Affin Hwang Asset Management Berhad (“the Management Company”)**, has operated and managed the ETF in accordance with the following:-

- (a) limitations imposed on the investment powers of the Management Company and the trustee under the Deeds, other provisions of the Deeds, the Capital Markets and Services Act 2007, the Securities Commission’s Guidelines on Exchange-Traded Funds and other applicable laws during the financial period then ended;
- (a) valuation/pricing is carried out in accordance with the Deed of the Fund and other regulatory requirements; and
- (b) the creation and cancellation of units are carried out in accordance with the Deed and any regulatory requirements.

During this financial period, a distribution of 2.00 sen per unit (net) has been distributed to unit holders of the Fund. We are of the view that the distribution is not inconsistent with the objective of the Fund.

For TMF Trustees Malaysia Berhad
(Company No.: 610812-W)

**NORHAYATI BINTI AZIT
DIRECTOR – FUND SERVICES**

Kuala Lumpur
15 November 2021

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

UNAUDITED INTERIM FINANCIAL STATEMENTS

FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

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TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

UNAUDITED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

	<u>Note</u>	6 months financial period ended <u>30.9.2021</u> RM	Financial period from 9.7.2020 (date of launch) to <u>30.9.2020</u> RM
INVESTMENT INCOME			
Dividend income		65,143	25,924
Net gain/(loss) on foreign currency exchange		39	(4,534)
Net gain/(loss) on financial asset at fair value through profit or loss	10	25,401	(17,246)
		<u>90,583</u>	<u>4,144</u>
EXPENSES			
Management fee	4	(5,771)	(1,812)
Trustee fee	5	(462)	(145)
Tax agent's fee	7	(1,755)	-
Custodian fee		(10,627)	(8,067)
Transaction cost		(2,419)	(3,834)
Other expenses		(953)	(1,174)
		<u>(21,987)</u>	<u>(15,032)</u>
NET PROFIT/(LOSS) BEFORE TAXATION		68,596	(10,888)
Taxation	8	-	-
NET PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD		<u><u>68,596</u></u>	<u><u>(10,888)</u></u>
Net profit/(loss) after taxation is made up of the following:			
Realised amount		107,753	10,634
Unrealised amount		(39,157)	(21,522)
		<u><u>68,596</u></u>	<u><u>(10,888)</u></u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

UNAUDITED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2021

	<u>Note</u>	<u>2021</u> RM	<u>2020</u> RM
ASSETS			
Cash and cash equivalents		28,353	103,255
Amount due from Manager			
- other		10,000	-
Dividend receivables		3,795	4,597
Financial asset at fair value through profit or loss	10	2,481,509	1,509,750
TOTAL ASSETS		<u>2,523,657</u>	<u>1,617,602</u>
LIABILITIES			
Amount due to Manager			
- management fee		1,033	690
Amount due to Trustee		83	55
Tax agent's fee		1,755	-
Other payables and accruals		501	-
TOTAL LIABILITIES		<u>3,372</u>	<u>745</u>
NET ASSET VALUE OF THE FUND		<u>2,520,285</u>	<u>1,616,857</u>
EQUITY			
Unitholders' capital		2,454,645	1,627,745
Retained earnings/(accumulated losses)		65,640	(10,888)
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>2,520,285</u>	<u>1,616,857</u>
NUMBER OF UNITS IN CIRCULATION	11	<u>2,450,000</u>	<u>1,650,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>1.0287</u>	<u>0.9799</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

UNAUDITED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

	Unitholder's capital RM	Retained earning/ (accumulated losses) RM	Total RM
Balance as at 1 April 2021	2,441,045	42,044	2,483,089
Total comprehensive income for the financial period	-	68,596	68,596
Distributions (Note 9)	-	(45,000)	(45,000)
Movements in unitholders' capital:			
Creation of units arising from applications	421,460	-	421,460
Cancellation of units	(407,860)	-	(407,860)
Balance as at 30 September 2021	<u>2,454,645</u>	<u>65,640</u>	<u>2,520,285</u>
Balance as at 9 July 2020 (date of launch)	-	-	-
Total comprehensive loss for the financial period	-	(10,888)	(10,888)
Movements in unitholders' capital:			
Creation of units arising from applications	1,826,165	-	1,826,165
Cancellation of units	(198,420)	-	(198,420)
Balance as at 30 September 2020	<u>1,627,745</u>	<u>(10,888)</u>	<u>1,616,857</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

UNAUDITED INTERIM STATEMENT OF CASH FLOWS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

	6 months financial period ended <u>30.9.2021</u> RM	Financial period from 9.7.2020 (date of launch) to <u>30.9.2020</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	1,158,870	454,262
Purchase of investments	(1,200,050)	(1,974,634)
Dividends received	80,919	21,327
Management fee paid	(5,862)	(1,122)
Trustee fee paid	(469)	(90)
Custodian fee paid	(20,627)	(8,067)
Payment for other fees and expenses	(2,871)	(5,008)
Net realised gain/(loss) on foreign currency exchange	3,059	(7,891)
	<hr/>	<hr/>
Net cash flows generated from/(used in) operating activities	12,969	(1,521,223)
	<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	421,460	1,826,165
Payment for cancellation of units	(407,860)	(198,420)
Payment for distributions	(57,250)	-
	<hr/>	<hr/>
Net cash flows (used in)/generated from financing activities	(43,650)	1,627,745
	<hr/>	<hr/>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(30,681)	106,522
EFFECTS OF FOREIGN CURRENCY EXCHANGE	(1,099)	(3,267)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD /DATE OF LAUNCH	<hr/> 60,133	<hr/> -
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<hr/> <u>28,353</u>	<hr/> <u>103,255</u>

Cash and cash equivalents as at 30 September 2021 and 30 September 2020 comprise of bank balances.

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

The following accounting policies have been used in dealing with items which are considered material in relation to the financial statements.

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention, except as disclosed in the summary of significant accounting policies and comply with Malaysian Financial Reporting Standards, International Financial Reporting Standards (“MFRS”).

The preparation of financial statements in conformity with MFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reported financial period. It also requires the Manager to exercise their judgment in the process of applying the Fund’s accounting policies. Although these estimates and judgment are based on the Manager’s best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note K.

(a) Standards, amendments to published standards and interpretations that are effective:

- The Conceptual Framework for Financial Reporting (Revised 2018)
- Amendments to MFRS 101 and MFRS 108 ‘Definition of Material’

The adoption of the above standards, amendments to standards or interpretations did not have a material effect on the financial statements of the Fund.

(b) Standards and amendments that have been issued but not yet effective:

- Amendments to MFRS 3 ‘Reference to Conceptual Framework’ (effective 1 January 2022) replace the reference to Framework for Preparation and Presentation of Financial Statements with 2018 Conceptual Framework.
- Annual Improvements to MFRSs 2018 – 2020 Cycle (effective for annual periods beginning on or after 1 January 2022).
- Amendments to MFRS 137 ‘onerous contracts—cost of fulfilling a contract’ (effective 1 January 2022) clarify that direct costs of fulfilling a contract include both the incremental cost of fulfilling the contract as well as an allocation of other costs directly related to fulfilling contracts.
- Amendments to MFRS 101 ‘Classification of liabilities as current or non-current (effective 1 January 2023) clarify that a liability is classified as non-current if an entity has a substantive right at the end of the reporting period to defer settlement for at least 12 months after the reporting period. A liability is classified as current if a condition is breached at or before the reporting date and a waiver is obtained after the reporting date.

The adoption of the above standards, amendments to standards or interpretations is not expected to have a material effect on the financial statements of the Fund.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

B INCOME RECOGNITION

Dividend Income

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income on the ex-dividend date, when the right to receive the dividend has been established.

Realised gains and losses on sale of investments

For quoted equities, realised gains and losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

C TRANSACTION COSTS

Transaction costs are costs in relation to any particular transaction or dealing, all stamp duty and other duties, taxes, government charges, brokerage fees, bank charges, transfer fees, registration fees, transaction levies, foreign exchange costs and other duties and charges whether in connection with the Fund Assets or the creation, issue, transfer, cancellation or redemption of Units or the acquisition or disposal of Fund Assets or otherwise which may have become or may be payable in respect of, and whether prior to, upon or after the occasion of, such transaction or dealing. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

D TAXATION

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

Withholding taxes on investment income from investment which are not "income tax" in nature are recognised and measured based on the requirements of MFRS 137. They are presented within other expenses line in the statement of comprehensive income.

E FUNCTIONAL AND PRESENTATION CURRENCY

Items included in 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 Ringgit Malaysia ("RM") which is the Fund's functional and presentation currency.

F FOREIGN CURRENCY TRANSLATION

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

G FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

The Fund classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss, and
- those to be measured at amortised cost

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed, and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income.

The contractual cash flows of the Fund's debt securities are solely principal and interest ("SPPI"). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments and derivatives not designated as hedging instruments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from Manager and dividend receivables as financial assets at amortised cost as these financial assets are held to collect contractual cash flows that represent SPPI.

The Fund classifies amount due to Manager, amount due to Trustee, tax agent's fee and other payables and accruals as financial liabilities measured at amortised cost.

(ii) Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date – the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

Financial liabilities, within the scope of MFRS 9, are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category is presented in the statement of comprehensive income within 'net gain/(loss) on financial assets at fair value through profit or loss' in the period which they arise.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

G FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement (continued)

The fair value of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial period end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

If a valuation based on the market price does not represent the fair value of the securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the securities are valued as determined in good faith by the Manager, based on the methods or basis approved by the Trustee after appropriate technical consultation.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest method.

(iii) Impairment

The Fund's financial assets measured at amortised cost are subject to expected credit losses. The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward-looking information in determining any expected credit loss. Management considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12 month expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

The Fund defines a financial instrument as default, which is fully aligned with the definition of credit-impaired, when it meets one or more of the following criteria:

Quantitative criteria:

Any contractual payment which is more than 90 days past due is considered credit impaired.

Qualitative criteria:

The debtor meets unlikeliness to pay criteria, which indicates the debtor is in significant financial difficulty. The Fund considers the following instances:

- the debtor is in breach of financial covenants
- concessions have been made by the lender relating to the debtor's financial difficulty
- it is becoming probable that the debtor will enter bankruptcy or other financial reorganisation
- the debtor is insolvent

Financial instruments that are credit-impaired are assessed on individual basis.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

G FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(iii) Impairment (continued)

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount.

The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in bad debt recoveries. There are no write-offs/recoveries during the financial period.

H CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances which is subject to an insignificant risk of changes in value.

I 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 net asset value;
- 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 a unitholder exercises the right to put the unit back to the Fund.

Units are created and cancelled at prices based on the Fund's net asset value per unit at the time of creation or cancellation. The Fund's net asset value per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

J 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, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the strategic asset allocation committee of the Manager that makes strategic decisions.

K CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information contents on the estimates, certain key variables that are anticipated to have material impacts to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgments are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

However, the Manager is of the opinion that there are no accounting policies which require significant judgment to be exercised.

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the Securities Commission's ("SC") Guidelines on Exchange-Traded Funds.

L REALISED AND UNREALISED PORTIONS OF PROFIT OR LOSS AFTER TAX

The analysis of realised and unrealised profit or loss after tax as presented on the statement of comprehensive income is prepared in accordance with SC's Guidelines on Exchange-traded Funds.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021

1 INFORMATION ON THE FUND

The Exchange-Traded Fund was constituted under the name TradePlus MSCI Asia ex Japan REITs Tracker (the "Fund") pursuant to the execution of a Deed dated 14 February 2020 (the "Deed") entered into between Affin Hwang Asset Management Berhad (the "Manager") and TMF Trustees Malaysia Berhad (the "Trustee").

The Fund commenced operations on 9 July 2020 and will continue its operations until terminated by the Trustee as provided under Section 26 of the Deed.

The Fund will invest a minimum of 90% of the Fund's NAV in authorised securities.

The Fund may invest in the following permitted investments:

- (i) Authorised Securities;
- (ii) Units or shares in collective investment schemes;
- (iii) Money market instruments;
- (iv) Deposits; and
- (v) Any other investments permitted by the SC from time to time

All investments will be subjected to the SC's Guidelines on Exchange-Traded Funds, the Deed and the objective of the Fund.

The Fund is listed on the main market of Bursa Malaysia and its objective is to provide investment results that closely correspond to the performance of its Benchmark, MSCI AC Asia ex Japan IMI/Equity REITs Custom High Dividend Tilted Capped Index (the "Benchmark") which is designed to measure the performance of Real Estate Investment Trusts ("REITs") that are listed in Asia ex Japan.

The Fund is a passively managed fund. To achieve the investment objective of the Fund, the Manager intends to primarily use a full replication strategy to track the performance of the Benchmark.

The Manager is a company incorporated in Malaysia. The principal activities of the Manager are establishment and management of unit trust funds, exchange-traded funds and private retirement schemes as well as providing fund management services to private clients.

The financial statements were authorised for issue by the Manager on 15 November 2021.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments are as follows:

<u>2021</u>	<u>Note</u>	At amortised cost RM	At fair value through profit or loss RM	<u>Total RM</u>
<u>Financial assets</u>				
Cash and cash equivalents		28,353	-	28,353
Amount due from Manager				
- other		10,000	-	10,000
Dividend receivables		3,795	-	3,795
Quoted equities	10	-	2,481,509	2,481,509
		<u>42,148</u>	<u>2,481,509</u>	<u>2,523,657</u>
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		1,033	-	1,033
Amount due to Trustee		83	-	83
Tax agent's fee		1,755	-	1,755
Other payables and accruals		501	-	501
		<u>3,372</u>	<u>-</u>	<u>3,372</u>
<u>2020</u>				
<u>Financial assets</u>				
Cash and cash equivalents		103,255	-	103,255
Dividend receivables		4,597	-	4,597
Quoted equities	10	-	1,509,750	1,509,750
		<u>107,852</u>	<u>1,509,750</u>	<u>1,617,602</u>
<u>Financial liabilities</u>				
Amount due to Manager				
- management fee		690	-	690
Amount due to Trustee		55	-	55
		<u>745</u>	<u>-</u>	<u>745</u>

The Fund is exposed to a variety of risks which include market risk (price risk, interest rate risk and currency risk), credit risk, liquidity risk and capital risk.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated by the SC's Guidelines on Exchange-Traded Funds.

Market risk

(a) Price risk

Price risk arises mainly from the uncertainty about future prices of investments. It represents the potential loss the Fund might suffer through holding market positions in the face of price movements. The Fund is structured as an index tracking fund that tracks its benchmark index, the MSCI AC Asia ex Japan IMI/Equity REITs Custom High Dividend Tilted Capped Index, which comprises of a diversified list of equity securities in its constituents. As such, the Manager believes that the Fund is able to minimise its price risk through the diversification that it has in its portfolio of underlying securities that replicates its benchmark index.

The Fund's overall exposure to price risk was as follows:

	<u>2021</u> RM	<u>2020</u> RM
Quoted investments		
Quoted equities	2,481,509	1,509,750

The table below summarises the sensitivity of the Fund's profit after taxation and net asset value to movement in prices of its benchmark index. The analysis is based on the assumption that the benchmark index fluctuates by 10%. If all other variables are held constant, and that the fair value of the investments move in the same quantum with the fluctuation of the Benchmark Index, this would represent the Management's best estimates of a reasonable possible shift in the quoted securities.

The Fund's overall exposure to price risk was as follows:

<u>% Change in benchmark index</u>	<u>Market value</u> RM	<u>Impact on profit after tax/NAV</u> RM
<u>2021</u>		
-10%	2,357,434	(124,075)
0%	2,481,509	-
+10%	2,605,584	124,075
<u>2020</u>		
-10%	1,358,775	(150,975)
0%	1,509,750	-
+10%	1,660,725	150,975

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(b) Currency risk

Currency risk is associated with investments denominated in foreign currencies. When the foreign currencies fluctuate in an unfavourable movement against Ringgit Malaysia, the investments will face currency losses in addition to the capital gain/(loss). The Manager will evaluate the likely directions of the foreign currency versus Ringgit Malaysia based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels and technical chart considerations.

The following table sets out the foreign currency risk concentrations and counterparties of the Fund:

	<u>Quoted equities</u> RM	<u>Cash and cash equivalents</u> RM	<u>Dividend receivables</u> RM	<u>Total</u> RM
<u>2021</u>				
<u>Financial assets</u>				
Euro	262,768	-	-	262,768
Hong Kong Dollar	321,602	1,512	2,904	326,018
Korean Won	178,008	-	-	178,008
Singapore Dollar	1,221,469	19,531	891	1,241,891
United States Dollar	427,921	6,706	-	434,627
	<u>2,411,768</u>	<u>27,749</u>	<u>3,795</u>	<u>2,443,312</u>
<u>2020</u>				
<u>Financial assets</u>				
Euro	78,804	16,076	-	94,880
Hong Kong Dollar	227,267	33,058	3,561	263,886
Korean Won	21,165	-	-	21,165
Singapore Dollar	944,030	18,069	907	963,006
United States Dollar	159,634	32,452	-	192,086
	<u>1,430,900</u>	<u>99,655</u>	<u>4,468</u>	<u>1,535,023</u>

The table below summarises the sensitivity of the Fund's profit after tax and net asset value to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes by 10% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Any increase/(decrease) in foreign exchange rate will result in a corresponding increase/(decrease) in the net assets attributable to unitholders by approximately 10%. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENT FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(b) Currency risk (continued)

	Change in rate %	Impact on loss after tax/NAV RM
<u>2021</u>		
Euro	+/- 10	+/- 26,277
Hong Kong Dollar	+/- 10	+/- 32,602
Korean Won	+/- 10	+/- 17,801
Singapore Dollar	+/- 10	+/- 124,189
United States Dollar	+/- 10	+/- 43,463
		<u><u> </u></u>
<u>2020</u>		
Euro	+/- 10	+/- 9,488
Hong Kong Dollar	+/- 10	+/- 26,389
Korean Won	+/- 10	+/- 2,116
Singapore Dollar	+/- 10	+/- 96,301
United States Dollar	+/- 10	+/- 19,209
		<u><u> </u></u>

Credit risk

Credit risk refers to the ability of an issuer or counterparty to make timely payments of interest, principals and proceeds from realisation of investment. The Manager manages the credit risk by undertaking credit evaluation to minimise such risk. The settlement terms of the proceeds from the creation of units' receivable from the Manager are governed by the SC's Guidelines on Exchange-Traded Funds.

The following table sets out the credit risk concentrations of the Fund:

	Cash and cash <u>equivalents</u> RM	Amount due from <u>Manager</u> RM	Dividend <u>receivables</u> RM	<u>Total</u> RM
<u>2021</u>				
Financials				
- AAA	28,353		-	28,353
Real estate				
- NR	-		3,795	3,795
Others				
- NR	-	10,000	-	10,000
	<u>28,353</u>	<u>10,000</u>	<u>3,795</u>	<u>42,148</u>
	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Credit risk

The following table sets out the credit risk concentrations of the Fund: (continued)

	Cash and cash equivalents RM	Dividend receivables RM	<u>Total</u> RM
<u>2020</u>			
Financials			
- AAA	103,255	-	103,255
- NR	-	4,597	4,597
	<u>103,255</u>	<u>4,597</u>	<u>107,852</u>

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations. The Manager manages this risk by maintaining sufficient level of cash to meet anticipated payments for operating expenses and cancellation of units by unitholders.

The Fund's units can be redeemed either in-kind or in cash. For in-kind redemptions, an in-kind redemption basket comprising the authorised securities of the Fund, determined by the Manager on each dealing day will be delivered to the investor. For cash redemptions, a redemption basket of securities is liquidated and a cash sum equivalent to the redemption price multiplied by the number of units redeemed will be delivered to the investors. The Fund maintains a sufficient amount of cash and liquid securities to meet the ongoing operating expenses and liquidity requirements of the Fund.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date.

The amounts in the table below are the contractual undiscounted cash flows.

	<u>Within one month</u> RM	<u>Between one month to one year</u> RM	<u>Total</u> RM
<u>2021</u>			
Amount due to Manager			
- management fee	1,033	-	1,033
Amount due to Trustee	83	-	83
Tax agent's fee	-	1,755	1,755
Other payables and accruals	-	501	501
	<u>1,116</u>	<u>2,256</u>	<u>3,372</u>

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Liquidity risk (continued)

The amounts in the table below are the contractual undiscounted cash flows.

	<u>Within one month</u> RM	<u>Between one month to one year</u> RM	Total RM
<u>2020</u>			
Amount due to Manager			
- management fee	690	-	690
Amount due to Trustee	55	-	55
	<u>745</u>	<u>-</u>	<u>745</u>

Capital risk

The capital of the Fund is represented by equity consisting of unitholders' capital and retained earnings. The amount of equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion unitholders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

3 FAIR VALUE ESTIMATION

Financial instruments comprise financial assets and financial liabilities. Fair value is defined as 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 of financial assets traded in active markets (such as trading securities) is based on quoted market prices at the close of trading on the period end date. The Fund utilises the current bid price for financial assets which fall within the bid-ask spread.

An active market is a market in which transactions for the asset take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Fund's financial assets (by class) measured at fair value:

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2021</u>				
Financial assets at fair value through profit or loss				
- quoted equities	<u>2,481,509</u>	<u>-</u>	<u>-</u>	<u>2,481,509</u>
<u>2020</u>				
Financial assets at fair value through profit or loss				
- quoted equities	<u>1,509,750</u>	<u>-</u>	<u>-</u>	<u>1,509,750</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities. The Fund does not adjust the quoted prices for these instruments.

- (ii) The carrying value of the cash and cash equivalents, amount due from Manager, dividend receivables and all current liabilities are a reasonable approximation of the fair values due to their short-term nature.

4 MANAGEMENT FEE

In accordance with the Deed, the Manager is entitled to a management fee at a rate up to 3.00% per annum of the NAV of the Fund calculated and accrued daily using the Fund's functional currency.

For the 6 months financial period ended 30 September 2021, the management fee is recognised at a rate of 0.50% (2020: 0.50%) per annum on the NAV of the Fund calculated on a daily basis.

There will be no further liability to the Manager in respect of management fee other than the amounts recognised above.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

5 TRUSTEE FEE

In accordance with the Deed, the Trustee is entitled to an annual fee, at a rate up to 0.10% per annum (excluding foreign sub-custodian fees and charges) of the NAV of the Fund calculated and accrued daily using the Fund's functional currency.

For the 6 months financial period ended 30 September 2021, the Trustee fee is recognised at a rate of 0.04% (2020: 0.04%) per annum on the NAV of the Fund calculated on a daily basis.

There will be no further liability to the Trustee in respect of Trustee fee other than the amount recognised above.

6 INDEX LICENSE FEE

Index license fee is payable to MSCI Index, the Benchmark Index provider.

The index license fee is recognised at minimum of USD11,400 per annum or 0.015% of the average daily asset under management, whichever is higher.

For the financial period 30 September 2021 and financial period from 9 July 2020 (date of launch) to 30 September 2020, the index license fee is borne by the Manager.

7 AUDITORS' REMUNERATION AND TAX AGENT'S FEE

For the 6 months financial period ended 30 September 2021, auditors' remuneration was borne by the Manager.

For the financial period from 9 July 2020 (date of launch) to 30 September 2020, auditors' remuneration and tax agent's fee were borne by the Manager.

8 TAXATION

	6 months financial period ended <u>30.9.2021</u> RM	Financial period from 9.7.2020 (date of launch) to <u>30.9.2020</u> RM
Current taxation	-	-

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

8 TAXATION (CONTINUED)

The numerical reconciliation between net profit/(loss) before taxation multiplied by the Malaysian statutory tax rate and tax expense of the Fund is as follows:

	6 months financial period ended <u>30.9.2021</u> RM	Financial period from 9.7.2020 (date of launch) to <u>30.9.2020</u> RM
Net profit/(loss) before taxation	68,596	(10,888)
Tax at Malaysian statutory tax rate of 24% (2020: 24%)	16,463	(2,613)
Tax effects of:		
Investment income not subject to tax	(21,740)	(995)
Expenses not deductible for tax purposes	3,892	3,173
Restriction on tax deductible expenses for Exchange Traded Fund	1,385	435
	-	-

9 DISTRIBUTIONS

	6 months financial period ended <u>30.9.2021</u> RM	Financial period from 9.7.2020 (date of launch) to <u>30.9.2020</u> RM
Distributions to unitholders is from the following sources:		
Previous year's realised income	45,000	-
Gross realised income	45,000	-
Less: Expenses	-	-
Net distribution amount	45,000	-
Cum-Distribution – 7 July 2021		
- NAV	2,149,007	-
- NAV per unit	1.0483	-

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

9 DISTRIBUTIONS (CONTINUED)

	6 months financial period ended <u>30.9.2021</u> RM	Financial period from 9.7.2020 (date of launch) to <u>30.9.2020</u> RM
Ex-Distribution – 7 July 2021		
- NAV	2,169,507	-
- NAV per unit	<u>1.0583</u>	<u>-</u>
Cum-Distribution – 29 September 2021		
- NAV	2,495,153	-
- NAV per unit	<u>1.0184</u>	<u>-</u>
Ex-Distribution – 29 September 2021		
- NAV	2,519,653	-
- NAV per unit	<u>1.0284</u>	<u>-</u>

Gross distribution per unit is derived from gross realised income less expenses divided by the number of units in circulation, while net distribution per unit is derived from gross realised income less expenses and taxation divided by the number of units in circulation.

Included in distribution for the financial period is an amount of RM45,000 (2020: RM Nil) made from previous financial year's realised income.

The Fund has incurred an unrealised loss of RM39,157 (2020: RM21,522) for the 6 months financial period ended 30 September 2021.

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2021</u> RM	<u>2020</u> RM
Financial asset at fair value through profit or loss:		
- quoted equities – local	69,741	78,850
- quoted equities – foreign	2,411,768	1,430,900
	<u>2,481,509</u>	<u>1,509,750</u>
Net gain/(loss) on financial asset at fair value through profit or loss:		
- realised gain on sale of investments	63,459	1,009
- unrealised loss on changes in fair value	(38,058)	(18,255)
	<u>25,401</u>	<u>(17,246)</u>

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(a) Quoted equities – local

(i) Quoted equities – local as at 30 September 2021 is as follows:

<u>Name of counters</u>	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>REITs</u>				
Axis Real Estate Invt Trust	36,900	72,917	69,741	2.77
Total quoted equities – local	<u>36,900</u>	<u>72,917</u>	<u>69,741</u>	<u>2.77</u>
Accumulated unrealised loss on quoted equities – local		(3,176)		
Total quoted equities – local		<u>69,741</u>		

(ii) Quoted equities – local as at 30 September 2020 is as follows:

<u>Name of counters</u>	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
<u>REITs</u>				
Axis Real Estate Invt Trust	6,000	12,314	12,960	0.80
IGB REIT	9,900	17,808	17,919	1.11
Pavilion Real Estate Inv Trust	7,800	12,450	11,856	0.73
Sunway REIT	23,300	37,165	36,115	2.23
Total quoted equities – local	<u>47,000</u>	<u>79,737</u>	<u>78,850</u>	<u>4.87</u>
Accumulated unrealised loss on quoted equities – local		(887)		
Total quoted equities – local		<u>78,850</u>		

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign

(i) Quoted equities – foreign as at 30 September 2021 is as follows:

<u>Name of counters</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Hong Kong</u>				
<u>Real Estate</u>				
China Merchants Comm REIT	57,000	85,429	84,850	3.37
Link REIT	6,600	248,282	236,752	9.39
	<u>63,600</u>	<u>333,711</u>	<u>321,602</u>	<u>12.76</u>
<u>Korea</u>				
<u>Financials</u>				
Mirae Asia Pac Real Est- 1	2,921	44,861	49,195	1.95
<u>Real Estate</u>				
JR REIT XXVII	1,897	36,159	37,212	1.48
LOTTE Reit Co Ltd	4,678	97,232	91,601	3.63
	<u>6,575</u>	<u>133,391</u>	<u>128,813</u>	<u>5.11</u>
<u>Singapore</u>				
<u>Real Estate</u>				
Cromwell European REIT	20,900	243,410	262,768	10.43
Keppel DC REIT	31,200	253,662	237,049	9.40
Keppel Pacific Oak US REIT	82,800	248,551	270,316	10.73
Mapletree Commercial Trust	40,800	257,927	258,532	10.26
Mapletree Industrial Trust	29,020	244,738	247,265	9.81
Mapletree Logistics Trust	40,638	246,541	253,755	10.07
Parkway Life REIT	7,500	96,769	107,045	4.25
Prime US REIT	44,300	154,067	157,605	6.25
Sasseur REIT	44,800	118,249	117,823	4.67
	<u>341,958</u>	<u>1,863,914</u>	<u>1,912,158</u>	<u>75.87</u>
Total quoted equities – foreign	<u>415,054</u>	<u>2,375,877</u>	<u>2,411,768</u>	<u>95.69</u>
Accumulated unrealised gain on quoted equities – foreign		<u>35,891</u>		
Total quoted equities – foreign		<u>2,411,768</u>		

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign (continued)

(ii) Quoted equities – foreign as at 30 September 2020 is as follows:

<u>Name of counters</u>	<u>Quantity</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of NAV %</u>
<u>Hong Kong</u>				
<u>Financials</u>				
Champion REIT	32,000	71,595	65,900	4.08
Fortune REIT	27,000	99,136	93,686	5.79
Prosperity REIT	25,000	31,850	30,569	1.89
Sunlight REIT	20,000	41,735	37,112	2.30
	<u>104,000</u>	<u>244,316</u>	<u>227,267</u>	<u>14.06</u>
<u>Korea</u>				
<u>Financials</u>				
LOTTE Reit Co Ltd	351	6,230	6,456	0.40
Mirae Asia Pac Real Est- 1	1,014	13,719	14,709	0.91
	<u>1,365</u>	<u>19,949</u>	<u>21,165</u>	<u>1.31</u>
<u>Singapore</u>				
<u>Financials</u>				
CapitaLand Commercial Trust	19,900	107,045	98,375	6.08
CapitaLand Mall Trust	21,800	135,162	126,941	7.85
Cromwell European REIT	34,100	73,504	78,804	4.87
First REIT	23,900	47,023	31,168	1.93
Frasers Centrepoint Trust	5,300	39,094	38,256	2.37
Frasers Logistics & Comm Trust	22,100	81,402	93,165	5.76
Keppel DC REIT	6,300	52,218	55,600	3.44
Keppel Pacific Oak US REIT	18,300	53,200	54,746	3.39
Lendlease Global Commer REIT	3,200	6,357	6,551	0.41
Manulife US REIT	30,900	94,842	95,008	5.88
Mapletree Commercial Trust	14,500	86,196	85,313	5.28
Mapletree Industrial Trust	9,400	85,208	91,227	5.64
Mapletree Logistics Trust	16,500	102,586	102,084	6.31
Mapletree North Asia Com Trust	50,300	141,597	141,871	8.77
Parkway Life REIT	2,300	24,105	28,809	1.78
Prime US REIT	2,900	9,666	9,880	0.61
Sasseur REIT	11,700	27,641	27,322	1.69
SPH REIT	6,500	17,157	17,348	1.07
	<u>299,900</u>	<u>1,184,003</u>	<u>1,182,468</u>	<u>73.13</u>

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(b) Quoted equities – foreign (continued)

(ii) Quoted equities – foreign as at 30 September 2020 is as follows: (continued)

<u>Name of counters</u>	<u>Quantity</u>	Aggregate <u>cost</u> RM	Fair <u>value</u> RM	Percentage <u>of NAV</u> %
Total quoted equities – foreign	405,265	1,448,268	1,430,900	88.50
Accumulated unrealised loss on quoted equities – foreign		(17,368)		
Total quoted equities – foreign		1,430,900		

11 NUMBER OF UNITS IN CIRCULATION

	<u>2021</u> No. of units	<u>2020</u> No. of units
At the beginning of the financial period/date of launch	2,450,000	-
Creation of units arising from applications	400,000	1,850,000
Cancellation of units	(400,000)	(200,000)
At the end of the financial period	2,450,000	1,650,000

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

12 TRANSACTIONS WITH BROKERS

(i) Details of transactions with brokers for the 6 months financial period ended 30 September 2021 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage</u> %
Macquarie Capital Securities Ltd	597,338	25.40	285	21.66
Credit Suisse (Hong Kong) Ltd	442,491	18.82	221	16.79
Credit Suisse Securities (Eur) Ltd	381,330	16.22	191	14.52
CLSA Singapore Pte Ltd	311,992	13.27	156	11.85
CLSA Ltd	197,709	8.41	99	7.52
JP Morgan Securities Plc	183,708	7.81	110	8.36
CLSA Securities Korea Ltd	77,258	3.28	39	2.96
CLSA Securities (Malaysia) Sdn Bhd	72,132	3.07	166	12.62
Macquarie Securities Korea Ltd	60,872	2.59	30	2.28
CIMB Investment Bank Bhd	18,676	0.79	15	1.14
Others	8,122	0.34	4	0.30
	<u>2,351,628</u>	<u>100.00</u>	<u>1,316</u>	<u>100.00</u>

(ii) Details of transactions with brokers for the financial period from 9 July 2020 (date of launch) to 30 September 2020 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trade</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage</u> %
Credit Suisse (Hong Kong) Ltd	754,293	31.14	377	15.94
Macquarie Bank Ltd Hong Kong Branch	746,949	30.84	441	18.65
Alliance Bernstein (Singapore) Ltd	370,583	15.30	216	9.13
JP Morgan Securities Plc	254,678	10.51	153	6.47
CLSA Ltd	156,891	6.48	78	3.30
CLSA Securities (Malaysia) Sdn Bhd	61,495	2.54	600	25.37
Macquarie Capital Securities (Malaysia) Sdn Bhd	50,773	2.09	440	18.61
Instinet Pacific Ltd	23,270	0.96	58	2.45
CLSA Securities Korea Ltd	3,341	0.14	2	0.08
	<u>2,422,273</u>	<u>100.00</u>	<u>2,365</u>	<u>100.00</u>

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

13 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

The related parties of and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationships</u>
Lembaga Tabung Angkatan Tentera (“LTAT”)	Ultimate holding corporate body of the Manager
Affin Bank Berhad (“ABB”)	Penultimate holding company of the Manager
Affin Hwang Investment Bank Berhad	Holding company of the Manager
Affin Hwang Asset Management Berhad	The Manager and the Parent of the Fund
Subsidiaries and associated companies of ABB as disclosed in its financial statements	Subsidiary and associated companies of the penultimate holding company of the Manager as disclosed in its financial statements

The units held by the Manager as at the end of the financial period are as follows:

	<u>2021</u>		<u>2020</u>	
	<u>No. of units</u>	<u>RM</u>	<u>No. of units</u>	<u>RM</u>
<u>The Manager:</u>				
Affin Hwang Asset Management Berhad (The units are held beneficially for seeding purposes)	400,000	411,480	400,000	391,960

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

14 MANAGEMENT EXPENSE RATIO (“MER”)

	6 months financial period ended <u>30.9.2021</u> %	Financial period from 9.7.2020 (date of launch) to <u>30.9.2020</u> %
MER	<u>0.85</u>	<u>0.66</u>

MER is derived from the following calculation:

$$\text{MER} = \frac{(A + B + C + D + E) \times 100}{F}$$

A	=	Management fee
B	=	Trustee fee
C	=	Tax agent's fee
D	=	Custodian fee
E	=	Other expenses excluding sales and service tax on transaction costs and withholding tax
F	=	Average NAV of Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is RM2,302,129 (2020: RM1,593,534).

15 PORTFOLIO TURNOVER RATIO (“PTR”)

	6 months financial period ended <u>30.9.2021</u>	Financial period from 9.7.2020 (date of launch) to <u>30.9.2020</u>
PTR (times)	<u>0.50</u>	<u>0.76</u>

PTR is derived from the following calculation:

$$\frac{(\text{Total acquisitions for the financial period} + \text{total disposals for the financial period}) \div 2}{\text{Average NAV of the Fund for the financial period calculated on a daily basis}}$$

where: total acquisitions for the financial period = RM1,200,050 (2020: RM1,974,634)
and total disposals for the financial period = RM1,097,332 (2020: RM446,629)

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE 6 MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (CONTINUED)

16 SEGMENT INFORMATION

The strategic asset allocation committee of the Investment Manager makes the strategic resource allocations on behalf of the Fund. The Fund has determined the operating segments based on the reports reviewed by the Manager that are used to make strategic decisions.

The committee is responsible for the Fund's entire portfolio and considers the business to have a single operating segment. The committee's asset allocation decisions are based on a single, integrated investment strategy and the Fund's performance is evaluated on an overall basis.

The reportable operating segments derive their income by seeking investments to achieve targeted returns consummate with an acceptable level of risk within each portfolio. These returns consist of dividends and gains on the appreciation in the value of investments and are derived from quoted equities in Malaysia.

The Fund has a diversified unitholder population. However, as at 30 September 2021, there were 1 (2020: 3) unitholders who held more than 10% of the Fund's NAV. The unitholders' holdings were 20.34% (2020: 28.69%, 12.73% and 12.12%).

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

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

17 SIGNIFICANT EVENT DURING THE FINANCIAL PERIOD

The worsening macro-economic outlook as a result of Covid-19, both domestically and globally, may result in the deterioration of the Fund's Net Asset Value/unit in future periods.

The Manager is monitoring the situation closely and will be actively managing the portfolio to achieve the Fund's objective.

TRADEPLUS MSCI ASIA EX JAPAN REITS TRACKER

STATEMENT BY THE MANAGER

I, Dato' Teng Chee Wai, for and on behalf of the board of directors of the Manager, **Affin Hwang Asset Management Berhad**, do hereby state that in the opinion of the Manager, the financial statements set out on pages 1 to 29 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the financial position of the Fund as at 30 September 2021 and of its financial performance, changes in equity and cash flows for the financial period ended 30 September 2021 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
AFFIN HWANG ASSET MANAGEMENT BERHAD

DATO' TENG CHEE WAI
EXECUTIVE DIRECTOR/MANAGING DIRECTOR

Kuala Lumpur
15 November 2021

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