

Semi-Annual Report for

ABF Malaysia Bond Index Fund

30 June 2026



ABF Malaysia Bond Index Fund

Semi-Annual Report

30 June 2026

TRUST DIRECTORY

Manager

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

Trustee

HSBC (Malaysia) Trustee Berhad

Auditors and Reporting Accountants

Ernst & Young PLT

Taxation Adviser

Deloitte Malaysia Tax Services Sdn. Bhd.
(formerly known as Deloitte Tax Services Sdn. Bhd.)

CORPORATE DIRECTORY

AmFunds Management Berhad

Registered Office

22nd Floor, Bangunan AmBank Group
No. 55, Jalan Raja Chulan, 50200 Kuala Lumpur
Tel: 03-2036 2633

Head Office

9th & 10th Floor, Bangunan AmBank Group
No. 55, Jalan Raja Chulan, 50200 Kuala Lumpur
Tel: 03-2032 2888
Fax: 03-2031 5210
E-mail: enquiries@aminvest.com
Website: www.aminvest.com

Secretary

Koh Suet Peng
(MAICSA 7019861)
(SSM Practising Cert. No. 202008002984)
22nd Floor, Bangunan AmBank Group
No. 55 Jalan Raja Chulan
50200 Kuala Lumpur

HSBC (Malaysia) Trustee Berhad

Registered & Business Office
Level 19, Menara IQ
Lingkaran TRX
55188 Tun Razak Exchange
Kuala Lumpur
Tel: 603 2075 7800
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MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the audited accounts of ABF Malaysia Bond Index Fund ("Fund") for the financial period from 1 January 2026 to 30 June 2026.

Salient Information of the Fund

Name	ABF Malaysia Bond Index Fund ("Fund")			
Category/ Type	Fixed Income ETF / Income			
Objective	The investment objective of the Fund is to achieve a total return for the Fund Assets that closely tracks the total return of the Benchmark. <i>Note: Any material change to the Fund's investment objective will require the Unit Holder's approval by way of a resolution of not less than two-thirds of all Unit Holders at a meeting of Unit Holders duly convened and held in accordance with the Deed.</i>			
Index Component	Details of the index component as at 30 June 2026 are as follows:			
	Code	Issuer	Coupon (%)	Final Maturity
				Notional Amount (RM)
	MX070003	Malaysia Government Bond	3.502	31 May 2027
				31,500,000,000
	VI220214	Pengurusan Air SPV Berhad	4.400	3 June 2027
				645,000,000
	VK200085	Pengurusan Air SPV Berhad	3.320	4 June 2027
				850,000,000
	VI220220	Johor Corporation	4.720	11 June 2027
				929,900,000
	GS120059	Malaysia Government Investment Issue	3.899	15 June 2027
				5,000,000,000
	VS120272	DanaInfra Nasional Berhad	4.040	20 July 2027
				900,000,000
	GO170001	Malaysia Government Investment Issue	4.258	26 July 2027
				11,000,000,000
	VI220273	PR1MA Corp Malaysia	4.000	29 July 2027
				500,000,000
	VK200156	PR1MA Corp Malaysia	2.580	30 July 2027
				500,000,000
	VN170245	Danga Capital Berhad	4.520	6 September 2027
				1,500,000,000
	PS120074	Prasarana Malaysia Berhad	4.000	6 September 2027
				1,000,000,000
	VK200196	DanaInfra Nasional Berhad	2.660	23 September 2027
				600,000,000
	GL200001	Malaysia Government Investment Issue	3.422	30 September 2027
				25,500,000,000
	DS120018	Khazanah Nasional Berhad	0.000	12 October 2027
				1,000,000,000
	VI220418	Cagamas Berhad	4.620	4 November 2027
				1,000,000,000
	VK200298	Lembaga Pembiayaan Perumahan Sektor Awam	2.660	5 November 2027
				500,000,000
	MO170004	Malaysia Government Bond	3.899	16 November 2027
				24,500,000,000
	VS120395	Turus Pesawat Sdn. Bhd.	4.120	19 November 2027
				750,000,000
	UI220349	Cagamas Berhad	4.500	13 December 2027
				1,000,000,000
	VI230006	Cagamas Berhad	4.260	18 January 2028
				500,000,000
	VK210002	Danga Capital Berhad	2.960	25 January 2028
				1,500,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VG250030	Cagamas Berhad	3.810	4 February 2028	1,000,000,000
	VK210005	Pengurusan Air SPV Berhad	3.070	4 February 2028	500,000,000
	VK210014	DanaInfra Nasional Berhad	2.840	24 February 2028	700,000,000
	VS130090	Perbadanan Tabung Pendidikan Tinggi Nasional	4.220	28 February 2028	830,000,000
	VI230049	Cagamas Berhad	4.050	8 March 2028	565,000,000
	VK210054	Lembaga Pembiayaan Perumahan Sektor Awam	3.510	24 March 2028	515,000,000
	VG250127	Cagamas Berhad	3.780	24 March 2028	1,110,000,000
	MI230002	Malaysia Government Bond	3.519	20 April 2028	25,000,000,000
	VK210156	Pengurusan Air SPV Berhad	3.750	28 April 2028	500,000,000
	VN180152	DanaInfra Nasional Berhad	4.550	2 May 2028	700,000,000
	VS130151	Perbadanan Tabung Pendidikan Tinggi Nasional	4.190	31 May 2028	500,000,000
	VK210216	Pengurusan Air SPV Berhad	3.730	2 June 2028	550,000,000
	VI230185	Pengurusan Air SPV Berhad	3.700	6 June 2028	500,000,000
	VG250219	Cagamas Berhad	3.450	9 June 2028	500,000,000
	MS130005	Malaysia Government Bond	3.733	15 June 2028	24,000,000,000
	VI230247	Cagamas Berhad	3.980	28 June 2028	500,000,000
	VI230255	Lembaga Pembiayaan Perumahan Sektor Awam	3.750	6 July 2028	510,000,000
	GJ230001	Malaysia Government Investment Issue	3.599	31 July 2028	31,000,000,000
	GT130001	Malaysia Government Investment Issue	3.871	8 August 2028	3,000,000,000
	VS130241	Prasarana Malaysia Berhad	4.580	29 August 2028	500,000,000
	VI230345	Cagamas Berhad	4.000	29 August 2028	500,000,000
	MX080003	Malaysia Government Bond	5.248	15 September 2028	3,840,000,000
	VI230427	Cagamas Berhad	4.060	10 October 2028	780,000,000
	VL200226	Prasarana Malaysia Berhad	2.780	20 October 2028	700,000,000
	VG250415	Cagamas Berhad	3.450	24 October 2028	865,000,000
	VL200276	Perbadanan Tabung Pendidikan Tinggi Nasional	2.770	27 October 2028	950,000,000
	VN180297	Lembaga Pembiayaan Perumahan Sektor Awam	4.390	31 October 2028	550,000,000
	VS130277	DanaInfra Nasional Berhad	4.580	31 October 2028	600,000,000
	GO180002	Malaysia Government Investment Issue	4.369	31 October 2028	24,500,000,000
	VN180330	DanaInfra Nasional Berhad	4.470	24 November 2028	740,000,000
	VI230476	Bank Pembangunan Malaysia Berhad	4.020	1 December 2028	600,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	GS130072	Malaysia Government Investment Issue	4.943	6 December 2028	5,000,000,000
	VI230488	Cagamas Berhad	4.020	15 December 2028	500,000,000
	VN190019	Pengurusan Air SPV Berhad	4.340	7 February 2029	600,000,000
	VN190024	DanaInfra Nasional Berhad	4.360	12 February 2029	700,000,000
	VG260055	Cagamas Berhad	3.450	26 February 2029	800,000,000
	VN190050	Perbadanan Tabung Pendidikan Tinggi Nasional	4.270	1 March 2029	700,000,000
	MG260002	Malaysia Government Bond	3.237	15 March 2029	5,000,000,000
	VS140056	Rantau Abang Capital Berhad	5.200	26 March 2029	1,000,000,000
	VK220146	Perbadanan Tabung Pendidikan Tinggi Nasional	3.730	29 March 2029	600,000,000
	MK220003	Malaysia Government Bond	4.504	30 April 2029	10,000,000,000
	VK220231	Danum Capital Berhad	4.680	29 June 2029	800,000,000
	GO190001	Malaysia Government Investment Issue	4.130	9 July 2029	30,000,000,000
	VM200121	Prasarana Malaysia Berhad	3.060	10 July 2029	700,000,000
	VL210293	Prasarana Malaysia Berhad	3.370	3 August 2029	800,000,000
	MO190002	Malaysia Government Bond	3.885	15 August 2029	30,500,000,000
	VL210336	Lembaga Pembiayaan Perumahan Sektor Awam	3.440	30 August 2029	785,000,000
	VS140224	Bank Pembangunan Malaysia Berhad	4.750	12 September 2029	900,000,000
	VX090825	Prasarana Malaysia Berhad	5.070	28 September 2029	1,500,000,000
	GH260003	Malaysia Government Investment Issue	3.227	15 October 2029	5,000,000,000
	VK220395	DanaInfra Nasional Berhad	4.440	19 October 2029	500,000,000
	VN190231	Pengurusan Air SPV Berhad	3.900	30 October 2029	500,000,000
	VS150002	Danga Capital Berhad	4.880	29 January 2030	1,500,000,000
	VK230017	DanaInfra Nasional Berhad	4.150	31 January 2030	600,000,000
	VK230028	Pengurusan Air SPV Berhad	4.560	31 January 2030	1,045,000,000
	VS150025	Perbadanan Tabung Pendidikan Tinggi Nasional	4.630	12 February 2030	500,000,000
	VN200013	Prasarana Malaysia Berhad	3.090	25 February 2030	600,000,000
	VI250106	Cagamas Berhad	3.820	7 March 2030	900,000,000
	VS150043	Prasarana Malaysia Berhad	4.640	22 March 2030	1,100,000,000
	MX100003	Malaysia Government Bond	4.498	15 April 2030	27,770,000,000
	VN200070	Danum Capital Berhad	3.290	13 May 2030	1,000,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	MI250001	Malaysia Government Bond	3.336	15 May 2030	10,000,000,000
	VN200075	DanaInfra Nasional Berhad	3.010	20 May 2030	600,000,000
	VS150104	Jambatan Kedua Sdn. Bhd.	4.520	28 May 2030	700,000,000
	VK230251	Sarawak Energy Bhd.	4.190	4 July 2030	1,000,000,000
	VK230264	Johor Corporation	4.450	5 July 2030	600,000,000
	GJ250002	Malaysia Government Investment Issue	3.635	30 August 2030	15,500,000,000
	VN200197	DanaInfra Nasional Berhad	2.860	23 September 2030	500,000,000
	GT150003	Malaysia Government Investment Issue	4.245	30 September 2030	22,000,000,000
	GO200002	Malaysia Government Investment Issue	3.465	15 October 2030	28,000,000,000
	VS160029	Prasarana Malaysia Berhad	4.750	26 February 2031	700,000,000
	VP190053	Prasarana Malaysia Berhad	4.380	12 March 2031	700,000,000
	MO200002	Malaysia Government Bond	2.632	15 April 2031	35,000,000,000
	UK240132	Cagamas Berhad	4.030	2 May 2031	670,000,000
	VS160128	DanaInfra Nasional Berhad	4.570	2 May 2031	700,000,000
	VX110056	Rantau Abang Capital Berhad	5.050	12 May 2031	1,000,000,000
	VK240115	Pengurusan Air SPV Berhad	3.980	4 June 2031	520,000,000
	VN210218	Bank Pembangunan Malaysia Berhad	4.050	6 June 2031	700,000,000
	VS160151	GovCo Holdings Berhad	4.730	6 June 2031	550,000,000
	VL230198	DanaInfra Nasional Berhad	3.910	6 June 2031	600,000,000
	MX110004	Malaysia Government Bond	4.232	30 June 2031	18,893,000,000
	VS160232	Perbadanan Tabung Pendidikan Tinggi Nasional	4.500	25 July 2031	500,000,000
	GL240002	Malaysia Government Investment Issue	3.804	8 October 2031	24,500,000,000
	VK240289	PR1MA Corp Malaysia	3.850	17 October 2031	750,000,000
	VS160320	DanaInfra Nasional Berhad	4.480	20 October 2031	700,000,000
	VS170036	GovCo Holdings Berhad	4.950	20 February 2032	1,250,000,000
	VS170042	Bank Pembangunan Malaysia Berhad	4.980	2 March 2032	700,000,000
	VS170113	Perbadanan Tabung Pendidikan Tinggi Nasional	4.860	12 March 2032	855,000,000
	VS170119	DanaInfra Nasional Berhad	4.950	19 March 2032	1,065,000,000
	MX120004	Malaysia Government Bond	4.127	15 April 2032	3,584,538,000
	VS170147	Lembaga Pembiayaan Perumahan Sektor Awam	4.940	16 April 2032	700,000,000
	VK250165	Pengurusan Air SPV Berhad	3.860	30 April 2032	800,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VS170161	DanaInfra Nasional Berhad	4.890	25 May 2032	700,000,000
	MO220001	Malaysia Government Bond	3.582	15 July 2032	27,000,000,000
	VS170237	Perbadanan Tabung Pendidikan Tinggi Nasional	4.930	17 August 2032	1,300,000,000
	VN220314	Lembaga Pembiayaan Perumahan Sektor Awam	4.200	25 August 2032	910,000,000
	VN220321	Prasarana Malaysia Berhad	4.180	27 August 2032	600,000,000
	DX120016	Khazanah Nasional Berhad	0.000	3 September 2032	1,000,000,000
	GO220001	Malaysia Government Investment Issue	4.193	7 October 2032	25,500,000,000
	VN220396	DanaInfra Nasional Berhad	4.580	20 October 2032	500,000,000
	VS170376	DanaInfra Nasional Berhad	4.900	16 November 2032	500,000,000
	VX120396	Turus Pesawat Sdn. Bhd.	4.360	19 November 2032	1,650,000,000
	VS170389	Sarawak Energy Bhd.	5.320	3 December 2032	1,000,000,000
	VS180036	Perbadanan Tabung Pendidikan Tinggi Nasional	4.900	21 January 2033	500,000,000
	VS180037	Danga Capital Berhad	4.940	26 January 2033	1,500,000,000
	VK260028	Pengurusan Air SPV Berhad	3.850	4 February 2033	700,000,000
	VS180082	Prasarana Malaysia Berhad	4.940	8 March 2033	500,000,000
	GK260002	Malaysia Government Investment Issue	3.624	31 March 2033	5,000,000,000
	VS180135	Lembaga Pembiayaan Perumahan Sektor Awam	4.900	5 April 2033	1,500,000,000
	MX130004	Malaysia Government Bond	3.844	15 April 2033	14,000,000,000
	VS180153	DanaInfra Nasional Berhad	4.900	29 April 2033	700,000,000
	GT170006	Malaysia Government Investment Issue	4.724	15 June 2033	12,500,000,000
	VN230252	Sarawak Energy Bhd.	4.270	4 July 2033	2,000,000,000
	VN230309	Perbadanan Tabung Pendidikan Tinggi Nasional	3.950	29 July 2033	1,395,000,000
	GX130068	Malaysia Government Investment Issue	4.582	30 August 2033	22,500,000,000
	VT180093	Danga Capital Berhad	5.020	21 September 2033	2,000,000,000
	VN230425	Cagamas Berhad	4.310	27 October 2033	500,000,000
	VX130278	DanaInfra Nasional Berhad	4.800	31 October 2033	900,000,000
	MT180003	Malaysia Government Bond	4.642	7 November 2033	25,000,000,000
	VN240013	Pengurusan Air SPV Berhad	4.140	7 February 2034	650,000,000
	VS190025	DanaInfra Nasional Berhad	4.650	10 February 2034	500,000,000
	VL260036	Lembaga Pembiayaan Perumahan Sektor Awam	3.620	13 February 2034	600,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VS190032	Danum Capital Berhad	4.680	14 February 2034	1,000,000,000
VS190049	Perbadanan Tabung Pendidikan Tinggi Nasional	4.580	28 February 2034	1,600,000,000
VS190054	Prasarana Malaysia Berhad	4.530	10 March 2034	700,000,000
VS190071	DanaInfra Nasional Berhad	4.300	31 March 2034	800,000,000
VN240141	Prasarana Malaysia Berhad	3.970	28 June 2034	500,000,000
MS190004	Malaysia Government Bond	3.828	5 July 2034	31,000,000,000
VX140199	DanaInfra Nasional Berhad	4.930	24 July 2034	500,000,000
VS190136	Prasarana Malaysia Berhad	3.920	4 August 2034	500,000,000
VN240198	Danum Capital Berhad	3.870	8 August 2034	1,000,000,000
VQ210337	Lembaga Pembiayaan Perumahan Sektor Awam	3.860	1 September 2034	600,000,000
VX140225	Bank Pembangunan Malaysia Berhad	4.850	12 September 2034	900,000,000
VX140364	DanaInfra Nasional Berhad	4.790	27 November 2034	500,000,000
VS190272	DanaInfra Nasional Berhad	3.930	27 November 2034	870,000,000
GT190006	Malaysia Government Investment Issue	4.119	30 November 2034	29,500,000,000
VS200006	Lembaga Pembiayaan Perumahan Sektor Awam	3.450	13 February 2035	665,000,000
VS200011	Danum Capital Berhad	3.420	21 February 2035	1,500,000,000
VS200014	Prasarana Malaysia Berhad	3.280	23 February 2035	500,000,000
GN250003	Malaysia Government Investment Issue	3.612	30 April 2035	20,000,000,000
VS200076	DanaInfra Nasional Berhad	3.270	18 May 2035	600,000,000
MY150004	Malaysia Government Bond	4.254	31 May 2035	16,108,000,000
MN250002	Malaysia Government Bond	3.476	2 July 2035	13,000,000,000
VS200122	Prasarana Malaysia Berhad	3.560	10 July 2035	500,000,000
VR210338	Lembaga Pembiayaan Perumahan Sektor Awam	4.000	30 August 2035	600,000,000
VS200198	DanaInfra Nasional Berhad	3.350	21 September 2035	500,000,000
GX150006	Malaysia Government Investment Issue	4.786	31 October 2035	7,000,000,000
VR210430	DanaInfra Nasional Berhad	4.230	23 November 2035	615,000,000
VX150340	Prasarana Malaysia Berhad	5.050	11 December 2035	500,000,000
VN260044	Danum Capital Berhad	3.820	15 February 2036	1,000,000,000
VX160030	Prasarana Malaysia Berhad	4.970	26 February 2036	600,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VP240035	Perbadanan Tabung Pendidikan Tinggi Nasional	4.030	7 March 2036	550,000,000
	VS210039	Perbadanan Tabung Pendidikan Tinggi Nasional	4.170	10 March 2036	700,000,000
	VS210050	Federal Land Development Authority	4.500	24 March 2036	900,000,000
	VS210056	Lembaga Pembiayaan Perumahan Sektor Awam	4.460	25 March 2036	600,000,000
	VX160108	Sarawak Energy Bhd.	5.180	25 April 2036	700,000,000
	VX160129	DanaInfra Nasional Berhad	4.760	2 May 2036	500,000,000
	GT210001	Malaysia Government Investment Issue	3.447	15 July 2036	21,500,000,000
	VS210328	Prasarana Malaysia Berhad	4.110	27 August 2036	600,000,000
	VX160280	Lembaga Pembiayaan Perumahan Sektor Awam	4.620	19 September 2036	900,000,000
	VX160321	DanaInfra Nasional Berhad	4.650	20 October 2036	800,000,000
	VS210380	DanaInfra Nasional Berhad	4.340	27 October 2036	860,000,000
	VO260029	Pengurusan Air SPV Berhad	4.020	5 February 2037	900,000,000
	VV190072	DanaInfra Nasional Berhad	4.530	1 April 2037	600,000,000
	VS220166	DanaInfra Nasional Berhad	4.530	7 April 2037	870,000,000
	MX170003	Malaysia Government Bond	4.762	7 April 2037	26,000,000,000
	GX170005	Malaysia Government Investment Issue	4.755	4 August 2037	14,500,000,000
	VX170249	Lembaga Pembiayaan Perumahan Sektor Awam	5.050	7 September 2037	1,000,000,000
	VX170264	Prasarana Malaysia Berhad	5.010	14 September 2037	650,000,000
	VS230024	Prasarana Malaysia Berhad	4.380	29 January 2038	550,000,000
	VX180072	DanaInfra Nasional Berhad	5.110	19 February 2038	1,500,000,000
	GT220003	Malaysia Government Investment Issue	4.662	31 March 2038	10,000,000,000
	VS230187	Pengurusan Air SPV Berhad	4.140	4 June 2038	960,000,000
	MX180004	Malaysia Government Bond	4.893	8 June 2038	23,500,000,000
	VS230199	DanaInfra Nasional Berhad	4.210	8 June 2038	850,000,000
	VS230202	DanaInfra Nasional Berhad	4.180	11 June 2038	550,000,000
	VS230260	Lembaga Pembiayaan Perumahan Sektor Awam	4.210	6 July 2038	1,070,000,000
	VX180298	Lembaga Pembiayaan Perumahan Sektor Awam	4.850	29 October 2038	900,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VX180332	DanaInfra Nasional Berhad	5.000	26 November 2038	520,000,000
	VX180350	Prasarana Malaysia Berhad	5.020	3 December 2038	500,000,000
	VX190048	Perbadanan Tabung Pendidikan Tinggi Nasional	4.800	1 March 2039	700,000,000
	VS240036	Perbadanan Tabung Pendidikan Tinggi Nasional	4.110	7 March 2039	900,000,000
	VX190083	Lembaga Pembiayaan Perumahan Sektor Awam	4.580	11 April 2039	600,000,000
	MS240001	Malaysia Government Bond	4.054	18 April 2039	27,500,000,000
	VZ140102	DanaInfra Nasional Berhad	5.380	21 April 2039	700,000,000
	VR250166	Pengurusan Air SPV Berhad	4.060	29 April 2039	1,300,000,000
	VS240113	Pengurusan Air SPV Berhad	4.070	3 June 2039	1,080,000,000
	VS240140	Prasarana Malaysia Berhad	4.060	28 June 2039	500,000,000
	VT230261	Lembaga Pembiayaan Perumahan Sektor Awam	4.250	6 July 2039	550,000,000
	VS240156	DanaInfra Nasional Berhad	4.060	15 July 2039	900,000,000
	VV210339	Lembaga Pembiayaan Perumahan Sektor Awam	4.270	2 September 2039	900,000,000
	GY190002	Malaysia Government Investment Issue	4.467	15 September 2039	30,800,000,000
	VX200015	Prasarana Malaysia Berhad	3.440	24 February 2040	1,000,000,000
	VX200058	Prasarana Malaysia Berhad	3.750	23 March 2040	650,000,000
	VZ150047	DanaInfra Nasional Berhad	4.950	6 April 2040	1,000,000,000
	VX200077	DanaInfra Nasional Berhad	3.570	18 May 2040	600,000,000
	MY190005	Malaysia Government Bond	3.757	22 May 2040	24,700,000,000
	GT250001	Malaysia Government Investment Issue	3.974	16 July 2040	17,000,000,000
	VY190174	Lembaga Pembiayaan Perumahan Sektor Awam	3.690	18 September 2040	1,300,000,000
	VX200199	DanaInfra Nasional Berhad	3.720	21 September 2040	600,000,000
	VZ150257	DanaInfra Nasional Berhad	5.040	12 November 2040	800,000,000
	MS260001	Malaysia Government Bond	3.766	15 January 2041	5,000,000,000
	VZ160031	Prasarana Malaysia Berhad	5.070	26 February 2041	755,000,000
	VZ160130	DanaInfra Nasional Berhad	4.850	3 May 2041	1,000,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VZ160233	Perbadanan Tabung Pendidikan Tinggi Nasional	4.850	26 July 2041	1,500,000,000
	VZ160237	Jambatan Kedua Sdn. Bhd.	4.860	26 July 2041	900,000,000
	GY210002	Malaysia Government Investment Issue	4.417	30 September 2041	19,000,000,000
	VZ160322	DanaInfra Nasional Berhad	4.780	18 October 2041	1,000,000,000
	VY200299	Lembaga Pembiayaan Perumahan Sektor Awam	3.820	6 November 2041	1,500,000,000
	VX220106	Prasarana Malaysia Berhad	4.540	3 March 2042	500,000,000
	VZ170163	DanaInfra Nasional Berhad	5.200	23 May 2042	780,000,000
	VZ170265	Prasarana Malaysia Berhad	5.110	12 September 2042	600,000,000
	MY220002	Malaysia Government Bond	4.696	15 October 2042	25,000,000,000
	VZ200300	Lembaga Pembiayaan Perumahan Sektor Awam	3.870	6 November 2042	1,450,000,000
	VZ170377	DanaInfra Nasional Berhad	5.220	14 November 2042	600,000,000
	VZ180073	DanaInfra Nasional Berhad	5.240	20 February 2043	1,000,000,000
	VZ180084	Prasarana Malaysia Berhad	5.250	6 March 2043	1,200,000,000
	VZ190073	DanaInfra Nasional Berhad	4.720	1 April 2043	500,000,000
	GY230002	Malaysia Government Investment Issue	4.291	14 August 2043	30,500,000,000
	MZ130007	Malaysia Government Bond	4.935	30 September 2043	8,258,462,000
	VZ200301	Lembaga Pembiayaan Perumahan Sektor Awam	3.910	6 November 2043	1,350,000,000
	MX240002	Malaysia Government Bond	4.180	16 May 2044	23,500,000,000
	VZ140201	DanaInfra Nasional Berhad	5.290	22 July 2044	500,000,000
	VZ190175	Lembaga Pembiayaan Perumahan Sektor Awam	3.770	15 September 2044	700,000,000
	VZ190181	DanaInfra Nasional Berhad	3.800	26 September 2044	500,000,000
	VX240266	Prasarana Malaysia Berhad	4.090	7 October 2044	1,100,000,000
	VZ140366	DanaInfra Nasional Berhad	5.160	25 November 2044	500,000,000
	VZ200057	Prasarana Malaysia Berhad	3.900	24 March 2045	700,000,000
	VZ210057	Lembaga Pembiayaan Perumahan Sektor Awam	4.790	24 March 2045	765,000,000
	VZ150046	DanaInfra Nasional Berhad	5.050	6 April 2045	1,000,000,000
	GX250004	Malaysia Government Investment Issue	3.775	31 May 2045	18,000,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VZ200200	DanaInfra Nasional Berhad	3.870	22 September 2045	600,000,000
	VZ150258	DanaInfra Nasional Berhad	5.150	10 November 2045	800,000,000
	VX260037	Lembaga Pembiayaan Perumahan Sektor Awam	4.050	13 February 2046	600,000,000
	MZ160002	Malaysia Government Bond	4.736	15 March 2046	11,300,000,000
	VZ210058	Lembaga Pembiayaan Perumahan Sektor Awam	4.810	23 March 2046	700,000,000
	MX260003	Malaysia Government Bond	3.987	23 April 2046	5,000,000,000
	VZ160131	DanaInfra Nasional Berhad	5.020	3 May 2046	1,000,000,000
	VZ160281	Lembaga Pembiayaan Perumahan Sektor Awam	4.900	21 September 2046	800,000,000
	VZ160323	DanaInfra Nasional Berhad	4.950	19 October 2046	1,000,000,000
	VY260038	Lembaga Pembiayaan Perumahan Sektor Awam	4.060	13 February 2047	600,000,000
	VZ170149	Lembaga Pembiayaan Perumahan Sektor Awam	5.220	17 April 2047	500,000,000
	GZ170004	Malaysia Government Investment Issue	4.895	8 May 2047	9,000,000,000
	VZ170164	DanaInfra Nasional Berhad	5.250	24 May 2047	720,000,000
	VZ170250	Lembaga Pembiayaan Perumahan Sektor Awam	5.260	6 September 2047	1,000,000,000
	VZ170266	Prasarana Malaysia Berhad	5.230	13 September 2047	600,000,000
	VZ170378	DanaInfra Nasional Berhad	5.350	15 November 2047	900,000,000
	VZ180074	DanaInfra Nasional Berhad	5.360	21 February 2048	500,000,000
	VZ190074	DanaInfra Nasional Berhad	4.820	1 April 2048	800,000,000
	MZ180005	Malaysia Government Bond	4.921	6 July 2048	16,469,000,000
	VZ190176	Lembaga Pembiayaan Perumahan Sektor Awam	3.860	18 September 2048	1,000,000,000
	VZ180299	Lembaga Pembiayaan Perumahan Sektor Awam	5.100	30 October 2048	500,000,000
	VZ180333	DanaInfra Nasional Berhad	5.170	26 November 2048	755,000,000
	VZ200007	Lembaga Pembiayaan Perumahan Sektor Awam	3.970	12 February 2049	500,000,000
	VZ190028	DanaInfra Nasional Berhad	5.060	12 February 2049	1,000,000,000
	VZ190084	Lembaga Pembiayaan Perumahan Sektor Awam	4.800	9 April 2049	1,000,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VZ190182	DanaInfra Nasional Berhad	3.900	24 September 2049	600,000,000
	GZ190005	Malaysia Government Investment Issue	4.638	15 November 2049	19,500,000,000
	VZ200008	Lembaga Pembiayaan Perumahan Sektor Awam	4.000	11 February 2050	850,000,000
	VZ200016	Prasarana Malaysia Berhad	3.800	25 February 2050	1,000,000,000
	VZ200078	DanaInfra Nasional Berhad	3.890	20 May 2050	600,000,000
	MZ200001	Malaysia Government Bond	4.065	15 June 2050	29,519,199,000
	VZ200201	DanaInfra Nasional Berhad	4.010	23 September 2050	1,200,000,000
	VZ210017	DanaInfra Nasional Berhad	4.360	24 February 2051	700,000,000
	VZ210060	Lembaga Pembiayaan Perumahan Sektor Awam	4.910	24 March 2051	720,000,000
	VZ210167	DanaInfra Nasional Berhad	4.640	5 May 2051	500,000,000
	VZ210342	Lembaga Pembiayaan Perumahan Sektor Awam	4.580	1 September 2051	580,000,000
	VZ220168	DanaInfra Nasional Berhad	4.800	5 April 2052	560,000,000
	GZ220002	Malaysia Government Investment Issue	5.357	15 May 2052	23,000,000,000
	MZ230001	Malaysia Government Bond	4.457	31 March 2053	25,425,000,000
	GZ240001	Malaysia Government Investment Issue	4.280	23 March 2054	30,000,000,000
	MZ250003	Malaysia Government Bond	3.917	15 July 2055	15,000,000,000
	GZ260001	Malaysia Government Investment Issue	4.044	31 January 2056	5,000,000,000
	<i>(Source: Markit Indices Limited)</i>				
Duration	The Fund was established on 13 July 2005 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.				
Performance Benchmark	Markit iBoxx® ABF Malaysia Bond Index (Available at www.aminvest.com) <i>The iBoxx® ABF Malaysia (the "Index") referenced herein is the property of Markit Indices GmbH ("Index Sponsor") and has been licensed for use in connection with ABF Malaysia Bond Index Fund. Each party acknowledges and agrees that ABF Malaysia Bond Index Fund is not sponsored, endorsed or promoted by the Index Sponsor. The Index Sponsor makes no representation whatsoever, whether express or implied, and hereby expressly disclaims all warranties (including, without limitation, those of merchantability or fitness for a particular purpose or use), with respect to the Index or any data included therein or relating thereto, and in particular disclaims any warranty either as to the quality, accuracy and/or completeness of the Index or any data included therein, the results obtained from the use of the Index and/or the composition of the Index at any particular time on any particular date or otherwise and/or the</i>				

	<i>creditworthiness of any entity, or the likelihood of the occurrence of a credit event or similar event (however defined) with respect to an obligation, in the Index at any particular time on any particular date or otherwise. The Index Sponsor shall not be liable (whether in negligence or otherwise) to the parties or any other person for any error in the Index, and the Index Sponsor is under no obligation to advise the parties or any person of any error therein.</i> <i>The Index Sponsor makes no representation whatsoever, whether express or implied, as to the advisability of purchasing or selling ABF Malaysia Bond Index Fund, the ability of the Index to track relevant markets' performances, or otherwise relating to the Index or any transaction or product with respect thereto, or of assuming any risks in connection therewith. The Index Sponsor has no obligation to take the needs of any party into consideration in determining, composing or calculating the Index. No party purchasing or selling ABF Malaysia Bond Index Fund, nor the Index Sponsor, shall have any liability to any party for any act or failure to act by the Index Sponsor in connection with the determination, adjustment, calculation or maintenance of the Index.</i>																																										
Income Distribution Policy	Income distribution, if any, will be on a semi-annual basis. At the Manager's discretion, the Fund may distribute from its gain, Income and capital. The rationale for distribution out of capital is to allow the Fund the ability to (i) distribute Income on a regular basis in accordance with the distribution policy of the Fund, or (ii) increase the amount of distributable Income to the Unit Holders after taking into consideration the investment objective of the Fund and the risk of distributing out of capital for the Fund. Distribution out of the Fund's capital has the effect of lowering the NAV of the Fund, may reduce part of the Unit Holders' original investment and may also result in reduced future returns to Unit Holders. When a substantial amount of the original investment is being returned to the Unit Holders, it has a risk of eroding the capital of the Fund and may, over time, cause the NAV of the Fund to fall. The greater the risk of capital erosion that exists, the greater the likelihood that, due to capital erosion, the value of future returns would also be diminished. <i>Note: At the Manager's discretion, the Fund may distribute from its gain, Income and capital.</i>																																										
Breakdown of Unit Holdings by Size	For the financial period under review, the size of the Fund stood at 1,485,421,800 units. <table border="1"> <thead> <tr> <th rowspan="2">Size of holding</th><th colspan="2">As at 30 June 2026</th><th colspan="2">As at 31 December 2025</th></tr> <tr> <th>No of units held</th><th>Number of unitholders</th><th>No of units held</th><th>Number of unitholders</th></tr> </thead> <tbody> <tr> <td>Less than 100</td><td>170</td><td>20</td><td>200</td><td>20</td></tr> <tr> <td>100-1,000</td><td>89,530</td><td>247</td><td>81,400</td><td>220</td></tr> <tr> <td>1,001-10,000</td><td>427,900</td><td>117</td><td>328,600</td><td>91</td></tr> <tr> <td>10,001-100,000</td><td>1,161,800</td><td>34</td><td>1,073,200</td><td>31</td></tr> <tr> <td>100,001 to less than 5% of issue units</td><td>42,134,530</td><td>15</td><td>42,830,530</td><td>12</td></tr> <tr> <td>5% and above of issue units</td><td>1,441,607,870</td><td>1</td><td>1,413,607,870</td><td>1</td></tr> </tbody> </table>				Size of holding	As at 30 June 2026		As at 31 December 2025		No of units held	Number of unitholders	No of units held	Number of unitholders	Less than 100	170	20	200	20	100-1,000	89,530	247	81,400	220	1,001-10,000	427,900	117	328,600	91	10,001-100,000	1,161,800	34	1,073,200	31	100,001 to less than 5% of issue units	42,134,530	15	42,830,530	12	5% and above of issue units	1,441,607,870	1	1,413,607,870	1
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Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 30 June 2026 and for the past five financial years are as follows:						
		As at 30.06.2026 %	As at 31 December				
			2025 %	2024 %	2023 %	2022 %	2021 %
	Cagamas bonds	0.57	0.58	0.85	0.87	0.61	-
	Government Investment Issues	42.98	43.26	43.14	39.54	41.93	42.29
	Malaysian Government Securities	45.34	45.56	45.82	50.41	52.61	52.15
	Quasi-Government bonds	9.61	9.79	9.36	8.42	6.88	4.75
	Money market deposits and cash equivalents	1.50	0.81	0.83	0.76	-2.03	0.81
	Total	100.00	100.00	100.00	100.00	100.00	100.00
	Note: The abovementioned percentages are calculated based on total net asset value.						
Performance Details	Performance details of the Fund for the financial period ended 30 June 2026 and five financial years ended 31 December are as follows:						
		FPE 30.06.2026	FYE 2025	FYE 2024	FYE 2023	FYE 2022	FYE 2021
	Net asset value (RM'000)	1,804,513	1,789,165	1,792,843	1,745,900	1,613,726	1,648,920
	Units in circulation ('000)	1,485,422	1,457,922	1,457,922	1,430,422	1,402,922	1,402,922
	Net asset value per unit (RM)	1.2148	1.2272	1.2297	1.2205	1.1503	1.1753
	Highest net asset value per unit (RM)	1.2327	1.2481	1.2592	1.2205	1.1900	1.2359
	Lowest net asset value per unit (RM)	1.2009	1.1909	1.2165	1.1524	1.1190	1.1577
	Closing quoted price (RM/unit)	1.2090	1.2310	1.2230	1.2160	1.1520	1.1830
	Highest quoted price (RM/unit)	1.2380	1.2660	1.2630	1.2230	1.1900	1.2350
	Lowest quoted price (RM/unit)	1.1980	1.1910	1.1700	1.1500	1.1250	1.1600
	Benchmark performance (%)	1.04	5.81	4.26	6.76	1.27	-1.46
	Total return (%) ⁽¹⁾	0.97	5.64	4.12	6.49	1.15	-1.62

	FPE 30.06.2026	FYE 2025	FYE 2024	FYE 2023	FYE 2022	FYE 2021
- Capital growth (%)	-0.99	-0.01	0.81	6.09	-2.13	-4.62
- Income distributions (%)	1.96	5.65	3.31	0.40	3.28	3.00
Gross distributions (RM sen per unit)	2.41	6.95	4.04	0.46	3.85	3.70
Net distributions (RM sen per unit)	2.41	6.95	4.04	0.46	3.85	3.70
Distribution yield (%) ⁽²⁾	1.99	5.65	3.30	0.38	3.35	3.13
Total expense ratio (%) ⁽³⁾	0.08	0.16	0.15	0.15	0.15	0.15
Portfolio turnover ratio (times) ⁽⁴⁾	0.04	0.12	0.12	0.12	0.12	0.11

Note:

- (1) Total return is the actual return of the Fund for the respective financial period/years computed based on the net asset value per unit and net of all fees. Total return is calculated based on the published NAV/unit (last business day).
- (2) Distribution yield is calculated based on the total distribution for the respective financial period/years divided by the closing quoted price.
- (3) Total expense ratio ("TER") is calculated based on the total fees and expenses incurred by the Fund divided by the average fund size calculated on a daily basis.
- (4) Portfolio turnover ratio ("PTR") is calculated based on the average of the total acquisitions and total disposals of investment securities of the Fund divided by the average fund size calculated on a daily basis.

Average Total Return (as at 30 June 2026)

	ABF Malaysia Bond Index Fund ^(a) %	Benchmark ^(b) %
One year	2.59	2.72
Three years	4.30	4.45
Five years	3.77	3.94
Ten years	4.07	4.25

Annual Total Return

Financial Years Ended (31 December)	ABF Malaysia Bond Index Fund ^(a) %	Benchmark ^(b) %
2025	5.64	5.81
2024	4.12	4.26
2023	6.49	6.76
2022	1.15	1.27
2021	-1.62	-1.46

(a) Source: Novagni Analytics and Advisory Sdn. Bhd.
 (b) Markit iBoxx® ABF Malaysia Bond Index
 (Available at www.aminvest.com)

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

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

Fund Performance

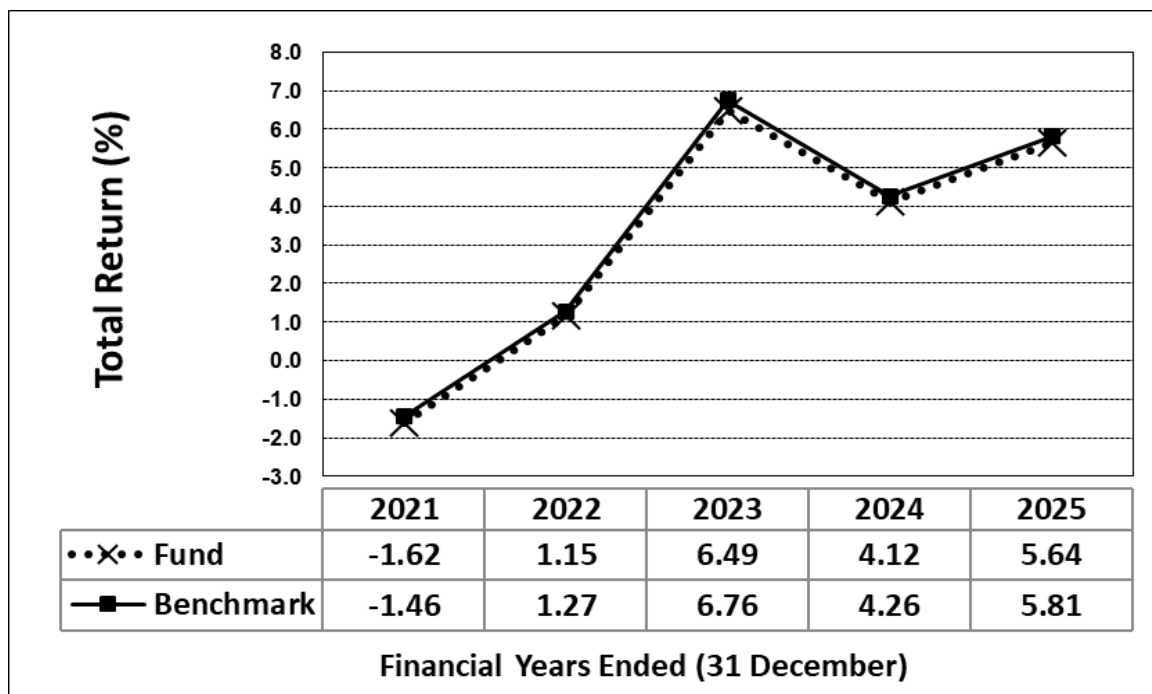
For the financial period under review, the Fund registered a return of 0.97% comprising of negative 0.99% capital and 1.96% income distribution.

Thus, the Fund's return of 0.97% has underperformed the benchmark's return of 1.04% by 0.07%.

As compared with the financial year ended 31 December 2025, the net asset value ("NAV") per unit of the Fund decreased by 1.01% from RM1.2272 to RM1.2148, while units in circulation increased by 1.89% from 1,457,921,800 units to 1,485,421,800 units.

The closing price quoted at Bursa Malaysia of the Fund decreased by 1.79% from RM1.2310 to RM1.2090.

The following line chart shows the comparison between the annual performance of ABF Malaysia Bond Index and its benchmark for the financial years ended 31 December.



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

Strategies and Policies Employed

For the financial period under review, the Fund used a passive strategy whereby the Manager aims, by way of representative sampling, to achieve a return on the Fund Assets that closely tracks the returns of the benchmark index.

Portfolio Structure	The table below is the asset allocation of the Fund as at 30 June 2026 and 31 December 2025.			
		As at 30.06.2026 %	As at 31.12.2025 %	Changes %
	Cagamas bonds	0.57	0.58	-0.01
	Government Investment Issues	42.98	43.26	-0.28
	Malaysian Government Securities	45.34	45.56	-0.22
	Quasi-Government bonds	9.61	9.79	-0.18
	Money market deposits and cash equivalents	1.50	0.81	0.69
	Total	100.00	100.00	
	For the financial period under review, the Fund invested 88.32% of its NAV in Malaysian Government bonds, 9.61% in Quasi-Government bonds, 0.57% in Cagamas bonds and the remaining 1.50% in money market deposits and cash equivalents.			
Securities Lending / Repurchase Transactions	The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).			
Cross Trades	There were no cross trades undertaken during the financial period under review.			
Distribution/ unit splits	During the financial period under review, the Fund declared distribution, detailed as follows:			
	Date of distribution	Distribution per unit (RM sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)
	5-Mar-26	2.41	1.2311	1.2070
	There is no unit split declared for the financial period under review.			
State of Affairs	There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the financial period under review.			
Rebates and Soft Commission	During the period, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.			
Market Review	The local bond market delivered a mixed performance in early 2026, shaped by shifting investor sentiment and heightened external uncertainties. In January, market positioning oscillated between risk-on and risk-off as investors grappled with the lack of clarity over the near- to medium-term trajectory of bond yields. Conditions improved in February following a soft start, marked by a subdued response to the 10-year government bond auction. Sentiment gradually stabilized as trading conditions became more orderly, lending some support to the market as the month progressed. However, this nascent improvement proved short-lived. In late February, the escalation of the United States (US)-Israel conflict with Iran triggered a sharp sell-off in United States Treasuries (UST), prompting a broader repricing			

across global government bond markets.

Malaysian bonds weakened in tandem, as concerns over rising energy prices and the risk of renewed inflationary pressures weighed on investor confidence. Against this backdrop, Malaysia recorded its first net foreign outflow in five months in February 2026, totalling RM2.3 billion, reflecting reduced foreign participation in the debt market alongside softer equity inflows amid deteriorating risk sentiment.

Overall, local bond market dynamics during the period were largely driven by geopolitical developments and global rates repricing. Looking ahead, elevated uncertainty and persistent risk aversion are likely to continue exerting pressure on foreign flows and bond market performance in the near term.

In April 2026, the Malaysian bond market strengthened, with Malaysian Government Securities (MGS) yields declining by 4-8bps across the curve on the back of supportive domestic fundamentals. Bank Negara Malaysia (BNM) maintained the Overnight Policy Rate (OPR) at 2.75%, while subdued inflation and stronger-than-expected 1Q2026 Gross Domestic Product (GDP) growth supported investor confidence. Demand for sovereign bond and sukuk auctions was robust, with bid-to-cover (BTC) ratios ranging between 2.03x and 2.92x. Foreign sentiment also improved significantly, with RM3.8 billion of net inflows into government bonds in March, lifting foreign ownership of MGS and Malaysian Government Investment Issues (MGII) to 21.6%.

However, MGS yield curve bear-flattened in May as yields rose mainly in the 3–7-year segment, while longer-dated bonds were largely unchanged. Although the month began positively following BNM's decision to keep rates unchanged and easing Gulf tensions, sentiment weakened later as persistent geopolitical risks and higher energy prices reignited inflation concerns, leading to a broader global bond sell-off. Despite the challenging backdrop, sovereign bond and sukuk auctions remained well supported, with BTC ratios ranging between 2.28x and 2.87x. Foreign holdings of Ringgit bonds continued to rise, increasing by a further RM3.8 billion in April, driven primarily by inflows into private debt securities.

In June 2026, yields are higher across tenors amid a weaker external rates environment and continued geopolitical uncertainty. Sentiment softened during the month due to rising energy prices and higher global yields. Nevertheless, investor demand for primary issuances remained strong, with four sovereign bond and sukuk auctions recording BTC ratios between 1.93x and 3.41x. Foreign holdings of Ringgit bonds declined by RM4.3 billion in May, reflecting profit-taking and weaker regional risk appetite. Meanwhile, corporate bond trading activity rebounded by 7.6% month-on-month to RM18.7 billion, supported by improved secondary market valuations and post-holiday trading activity.

The Malaysian bond market remained notably resilient in the second quarter of 2026, successfully navigating a backdrop of heightened geopolitical uncertainty and evolving global interest rate expectations. Investor demand for sovereign bond and sukuk issuances remained consistently robust, underscoring confidence in Malaysia's sound macroeconomic fundamentals, credible policy framework, and well-established domestic institutional investor base. The market's ability to absorb supply efficiently while maintaining orderly trading conditions reflects the depth and stability of Malaysia's fixed income landscape, reinforcing its attractiveness within the regional investment universe.

Market Outlook	Malaysia's macroeconomic backdrop remains broadly supportive heading into July 2026, although market conditions are becoming increasingly nuanced amid evolving global and domestic developments. Domestic growth is expected to remain resilient, underpinned by steady private consumption, ongoing investment activity, and continued implementation of government development initiatives. However, external demand may face headwinds from a slower and less synchronised global growth environment, potentially tempering export momentum in the coming quarters. Inflation remains generally contained, supported by easing cost pressures and stable domestic demand conditions. Nevertheless, lingering core inflation risks warrant continued monitoring. Against this backdrop, Bank Negara Malaysia (BNM) is expected to maintain a data-dependent approach, balancing the need to support growth while preserving price stability. For the bond market, global interest rate expectations remain the key driver of local sentiments. The pace and extent of policy tightening by major developed market central banks, alongside evolving geopolitical and trade-related developments, are likely to influence capital flows, investor risk appetite and local yield movements. While Malaysian Government Securities (MGS) continue to benefit from supportive domestic liquidity and stable fundamentals, yields are expected to remain range-bound with periodic volatility arising from external developments and primary supply dynamics.
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Kuala Lumpur, Malaysia
AmFunds Management Berhad

20 August 2026

Independent auditors' report to the unit holders of ABF Malaysia Bond Index Fund

Report on the audit of the financial statements

Opinion

We have audited the financial statements of ABF Malaysia Bond Index Fund (the "Fund"), which comprise the statement of financial position of the Fund as at 30 June 2026 and statement of comprehensive income, statement of changes in equity and statement of cash flows of the Fund for the financial period then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 23 to 58.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2026, and of its financial performance and cash flows for the financial period then ended in accordance with MFRS 134 *Interim Financial Reporting*.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the financial statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence and other ethical responsibilities

We are independent of the Fund in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), as applicable to audits of financial statements of public interest entities and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Fund for the current financial period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For the matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the *Auditor's responsibilities for the audit of the financial statements* section of our report, including in relation to the matter below. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matter below, provide the basis for our audit opinion on the accompanying financial statements.

Independent auditors' report to the unit holders of ABF Malaysia Bond Index Fund

Valuation and existence of investments

The risk: The Fund's business is investing in a portfolio consisting of mainly Ringgit Malaysia denominated debt securities for investors who seek an 'index-based approach to investing'. Accordingly, the investment portfolio of mainly debt securities is a significant material item in the financial statements. The valuation of the assets held in the investment portfolio is the key driver of the Fund's net asset value and investment return. Incorrect asset pricing or a failure to maintain proper legal title of to the assets held by the Fund could have a significant impact on portfolio valuation and, therefore, the return generated for unit holders. We therefore identified the valuation and existence of the investment portfolio as risks that require particular audit attention.

Our response: Our audit work included, but was not restricted to, understanding the Manager's process and controls for the valuation of investments in order to assess compliance with relevant accounting standards. We also performed walkthrough procedures and tested the operating effectiveness of relevant controls on a sample basis. We agreed the valuation of all investments as at 30 June 2026 to an independent source of market prices. We obtained confirmation of the existence and ownership of the investments as at 30 June 2026 directly from the Fund's independent Trustee. The Fund's accounting policy on the valuation of investments is included in Note 3 to the financial statements, and its disclosures about investments held at 30 June 2026 are included in Note 4 to the financial statements.

Information other than the financial statements and auditors' report thereon

The Manager of the Fund (the "Manager") is responsible for the other information. The other information comprises the information in the semi-annual report of the Fund, but does not include the financial statements of the Fund and our auditors' report thereon.

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Fund, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Fund or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager and the Trustee for the financial statements

The Manager is responsible for the preparation of financial statements of the Fund that give a true and fair view in accordance with MFRS 134 *Interim Financial Reporting*. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

Independent auditors' report to the unit holders of ABF Malaysia Bond Index Fund

Responsibilities of the Manager and the Trustee for the financial statements (cont'd.)

In preparing the financial statements of the Fund, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

The Trustee is responsible for overseeing the Fund's financial reporting process. The Trustee is also responsible for ensuring that the Manager maintains proper accounting and other records as are necessary to enable true and fair presentation of these financial statements.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Fund as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

Independent auditors' report to the unit holders of ABF Malaysia Bond Index Fund

Auditors' responsibilities for the audit of the financial statements (cont'd.)

- Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Manager with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Manager, we determine those matters that were of most significance in the audit of the financial statements of the Fund for the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other matters

This report is made solely to the unit holders of the Fund, as a body, in accordance with the Guidelines on Exchange Traded Funds issued by the Securities Commission Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

The comparative figures of the financial statements of the Fund are unaudited.

Ernst & Young PLT
202006000003 (LLP0022760-LCA) & AF 0039
Chartered Accountants

Ng Sue Ean
No. 03276/07/2028 J
Chartered Accountant

Kuala Lumpur, Malaysia
20 August 2026

ABF Malaysia Bond Index Fund

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2026

	Note	30.06.2026 RM	31.12.2025 RM
ASSETS			
Investments	4	1,777,374,302	1,774,692,180
Deposit with licensed financial institution	5	-	14,863,160
Cash at banks		27,539,621	11,337
TOTAL ASSETS		1,804,913,923	1,789,566,677
LIABILITIES			
Amount due to Manager	6	172,705	171,179
Amount due to Trustee	7	59,221	60,651
Amount due to Index provider	8	87,199	86,802
Sundry payables and accruals		81,728	83,188
TOTAL LIABILITIES		400,853	401,820
NET ASSET VALUE ("NAV") OF THE FUND		1,804,513,070	1,789,164,857
EQUITY			
Unit holders' capital	10(a)	1,598,130,353	1,564,896,603
Retained earnings	10(b)(c)	206,382,717	224,268,254
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	1,804,513,070	1,789,164,857
UNITS IN CIRCULATION	10(a)	1,485,421,800	1,457,921,800
NAV PER UNIT (RM)		1.2148	1.2272

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

ABF Malaysia Bond Index Fund

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

	Note	01.01.2026 to 30.06.2026 (audited) RM	01.01.2025 to 30.06.2025 (unaudited) RM
INVESTMENT INCOME			
Interest income		34,230,222	34,490,165
Net (loss)/gain from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	9	(15,522,306)	36,667,851
		<u>18,707,916</u>	<u>71,158,016</u>
EXPENDITURE			
Management fee	6	(885,304)	(889,992)
Trustee’s fee	7	(354,121)	(355,997)
Licence fee	8	(84,122)	(84,122)
Audit fee		(6,770)	(5,938)
Tax agent’s fee		(2,633)	(2,033)
Other expenses		(124,588)	(31,028)
		<u>(1,457,538)</u>	<u>(1,369,110)</u>
Net income before taxation		17,250,378	69,788,906
Taxation	12	-	-
Net income after taxation, representing total comprehensive income for the financial period		<u>17,250,378</u>	<u>69,788,906</u>
Total comprehensive income comprises the following:			
Realised income		34,207,571	33,900,490
Unrealised (loss)/gain		(16,957,193)	35,888,416
		<u>17,250,378</u>	<u>69,788,906</u>
Distribution for the financial period			
Net distribution	13	<u>35,135,915</u>	<u>68,084,948</u>
Gross distribution per unit (sen)	13	<u>2.41</u>	<u>4.67</u>
Net distribution per unit (sen)	13	<u>2.41</u>	<u>4.67</u>

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

ABF Malaysia Bond Index Fund

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

	Note	Unit holders' capital (audited) RM	Retained earnings (audited) RM	Total equity (audited) RM
At 1 January 2026		1,564,896,603	224,268,254	1,789,164,857
Total comprehensive income for the financial period		-	17,250,378	17,250,378
Creation of units	10(a)	33,233,750	-	33,233,750
Distribution	13	-	(35,135,915)	(35,135,915)
Balance at 30 June 2026		<u>1,598,130,353</u>	<u>206,382,717</u>	<u>1,804,513,070</u>
		Unit holders' capital (unaudited) RM	Retained earnings (unaudited) RM	Total equity (unaudited) RM
At 1 January 2025		1,565,350,353	227,492,278	1,792,842,631
Total comprehensive income for the financial period		-	69,788,906	69,788,906
Creation of units		32,975,250	-	32,975,250
Distribution		-	(68,084,948)	(68,084,948)
Balance at 30 June 2025		<u>1,598,325,603</u>	<u>229,196,236</u>	<u>1,827,521,839</u>

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

ABF Malaysia Bond Index Fund**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

	01.01.2026 to 30.06.2026 (audited) RM	01.01.2025 to 30.06.2025 (unaudited) RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investments	56,616,500	97,191,000
Purchases of investments	(75,556,300)	(101,773,296)
Interest received	34,965,594	35,685,786
Management fee paid	(883,778)	(891,578)
Trustee's fee paid	(355,551)	(356,755)
Licence fee paid	(83,725)	(184,967)
Payments for other expenses	(135,451)	(49,103)
Net cash generated from operating and investing activities	<u>14,567,289</u>	<u>29,621,087</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	33,233,750	32,975,250
Distribution paid	(35,135,915)	(68,084,948)
Net cash used in financing activities	<u>(1,902,165)</u>	<u>(35,109,698)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	12,665,124	(5,488,611)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>14,874,497</u>	<u>15,319,810</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>27,539,621</u>	<u>9,831,199</u>
Cash and cash equivalents comprise:		
Deposit with licensed financial institution	-	9,819,807
Cash at banks	<u>27,539,621</u>	<u>11,392</u>
	<u>27,539,621</u>	<u>9,831,199</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

1. GENERAL INFORMATION

ABF Malaysia Bond Index Fund (the “Fund”) was established pursuant to a Deed dated 12 July 2005 as amended by Deeds supplemental thereto (the “Deeds”), between AmFunds Management Berhad as the Manager, HSBC (Malaysia) Trustee Berhad as the Trustee and all unit holders.

The Fund was set up with the objective for investors who seek an “index-based” approach to investing in a portfolio of Ringgit Malaysia denominated government and quasi-government debt securities.

Pursuant to the Replacement Prospectus dated 6 August 2021, the Fund has changed its investment objective to achieve a total return for the Fund Assets that closely tracks the total return of the Benchmark, Markit iBoxx® ABF Malaysia Bond Index. As provided in the Deeds, the year shall end on 31 December and the units in the Fund were first offered for sale on 13 July 2005.

The financial statements were authorised for issue by the Manager on 20 August 2026.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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

Standards effective during the financial period

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

Description	Effective for financial periods beginning on or after
Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures: Amendments to the Classifications and Measurement of Financial Instruments</i>	1 January 2026
Amendments that are part of Annual Improvements - Volume 11: 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>	
Amendments to MFRS 9 <i>Financial Instruments</i>	
Amendments to MFRS 10 <i>Consolidated Financial Statements</i> *	
Amendments to MFRS 107 <i>Statement of Cash Flows</i>	
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature-dependent Electricity</i> *	1 January 2026

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D.)

Standards issued but not yet effective

The new and amended standards that have been issued but not yet effective up to the date of issuance of the Fund's financial statements are disclosed below. The Fund intends to adopt these new pronouncements, if applicable, when they become effective.

Description	Effective for financial periods beginning on or after
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 19: <i>Subsidiaries without Public Accountability: Disclosures*</i>	1 January 2027
Amendments to MFRS 121: <i>The Effects of Changes in Foreign Exchange Rates - Translation to a Hyperinflationary Presentation Currency</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*</i>	Deferred

* These MFRS Accounting Standards and Amendments to MFRS Accounting Standards are not relevant to the Fund.

These pronouncements are not expected to have any material impact on the financial statements of the Fund upon their initial application, other than MFRS 18. The Fund is currently assessing the impact of adopting MFRS 18.

3. MATERIAL ACCOUNTING POLICY INFORMATION

3.1 Income recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the income can be reliably measured. Income is measured at the fair value of consideration received or receivable.

(i) Interest income

For all interest-bearing financial assets, interest income is calculated using the effective interest method. Effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. The calculation takes into account all contractual terms of the financial instrument and includes any fees or incremental costs that are directly attributable to the instrument and are an integral part of the effective interest rate, but not future credit losses.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D.)

3.1 Income recognition (cont'd.)

(i) Interest income (cont'd.)

Once the recorded value of a financial asset or a group of similar financial assets has been reduced due to an impairment loss, interest income continues to be recognised using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

(ii) Gain or loss on disposal of investments

On disposal of investments, the net realised gain or loss on disposal is measured as the difference between the net disposal proceeds and the carrying amount of the investments. The net realised gain or loss is recognised in profit or loss.

3.2 Income tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income ("OCI") or directly in equity.

3.3 Functional and presentation currency

Functional currency is the currency of the primary economic environment in which the Fund operates that most faithfully represents the economic effects of the underlying transactions. The functional currency of the Fund is Ringgit Malaysia ("RM") which reflects the currency in which the Fund competes for funds, issues and redeems units. The Fund has also adopted RM as its presentation currency.

3.4 Statement of cash flows

The Fund adopts the direct method in the preparation of the statement of cash flows.

Cash and cash equivalents are short-term, highly liquid investments that are readily convertible to cash with insignificant risk of changes in value.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D.)

3.5 Distribution

Distribution is at the discretion of the Manager. A distribution to the Fund's unit holders is accounted for as a deduction from retained earnings and realised income. Realised income is the income earned from interest income and net gain on disposal of investments after deducting expenses and taxation. A proposed distribution is recognised as a liability in the period in which it is approved. Distribution is either reinvested or paid in cash to the unit holders on the distribution payment date. Reinvestment of units is based on the NAV per unit on the distribution payment date, which is also the time of creation.

3.6 Unit holders' capital

The unit holders' capital of the Fund meets the definition of puttable instruments and is classified as equity instruments as it meets all criteria for such classification under MFRS 132 *Financial Instruments: Presentation*.

(i) In-Kind Creation

In order for the new units to be created, Participating Dealer ("PD") will apply to the Manager for the issue of units on a Dealing Day by generally tendering the In-Kind Creation basket which comprise Creation Securities and the Cash Component (if any).

(ii) In-Kind Redemption

Following receipt of Redemption Application from a holder through a PD on each Dealing Day, the Manager may determine the In-Kind Redemption Basket which comprise Redemption Securities and payment in cash of the Cash Component (if any) in exchange for redemption of units.

3.7 Financial instruments – initial recognition and measurement

(i) Initial recognition

Financial assets and financial liabilities are recognised when the Fund becomes a party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognised using trade date accounting or settlement date accounting. The method used is applied consistently for all purchases and sales of financial assets that belong to the same category of financial assets.

(ii) Initial measurement

All financial assets are recognised initially at fair value, in the case of financial assets not recorded at FVTPL, transaction costs that are attributable to the acquisition of the financial assets. All financial liabilities are recognised initially at fair value and, in the case of financial liabilities not recorded at FVTPL, net of directly attributable transaction costs.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D.)

3.7 Financial instruments – initial recognition and measurement (cont'd.)

(iii) “Day 1” profit or loss

At initial measurement, if the transaction price differs from the fair value, the Fund immediately recognises the difference between the transaction price and fair value (a “Day 1” profit or loss) in profit or loss provided that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. Level 1 input) or based on a valuation technique that uses only data from observable markets. In all other cases, the difference between the transaction price and model value is recognised in profit or loss on a systematic and rational basis that reflects the nature of the instrument over its tenure.

3.8 Financial assets

Classification and measurement

The classification of financial assets depends on the Fund’s business model of managing the financial assets in order to generate cash flows (“business model test”) and the contractual cash flow characteristics of the financial instruments (“SPPI test”). The business model test determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both and the assessment is performed on a portfolio basis. The SPPI test determines whether the contractual cash flows are solely for payments of principal and interest and the assessment is performed on a financial instrument basis.

Business model

The business model reflects how the Fund manages the financial assets in order to generate cash flows. That is, whether the Fund’s objective is solely to collect the contractual cash flows from the assets, or is to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable (e.g. the financial assets are held for trading purposes), then the financial assets are classified as part of “other” business model. Factors considered by the Fund in determining the business model for a portfolio of assets include past experience on how the cash flows for these assets were collected, how the asset’s performance is evaluated and reported to key management personnel, and how risks are assessed and managed.

Cash flow characteristics

Where the business model is to hold the financial assets to collect contractual cash flows, or to collect contractual cash flows and sell, the Fund assesses whether the financial assets’ contractual cash flows represent solely payment of principal and interest (“SPPI”). In making this assessment, the Fund considers whether the contractual cash flows are consistent with a basic lending arrangement, i.e. interest includes only consideration for time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are SPPI.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D.)

3.8 Financial assets (cont'd.)

The Fund may classify its financial assets under the following categories:

Financial assets at amortised cost

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets include in this category are deposits with licensed financial institutions, cash at banks, amount due from Manager, amount due from Target Fund Manager, amount due from brokers/financial institutions, dividend/distribution receivables and other receivables.

Financial assets at fair value through other comprehensive income ("FVOCI")

A financial asset is measured at FVOCI if its business model is both to hold the asset to collect contractual cash flows and to sell the financial assets. In addition, the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the outstanding principal.

These investments are initially recorded at fair value and transaction costs are expensed in the profit or loss. Subsequent to initial recognition, these investments are remeasured at fair value. All fair value adjustments are initially recognised through OCI. Debt instruments at FVOCI are subject to impairment assessment.

Financial assets at FVTPL

Any financial assets that are not measured at amortised cost or FVOCI are measured at FVTPL. Subsequent to initial recognition, financial assets at FVTPL are measured at fair value. Changes in the fair value of those financial instruments are recorded in "Net gain or loss on financial assets at FVTPL". Interest earned element of such instrument is recorded in "Interest income".

Instruments that qualify for amortised cost or FVOCI may be irrevocably designated as FVTPL, if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Equity instruments are normally measured at FVTPL, nevertheless, the Fund is allowed to irrevocably designate equity instruments that are not held for trading as FVOCI, with no subsequent reclassification of gains or losses to profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D.)

3.9 Financial liabilities – classification and subsequent measurement

Financial liabilities issued by the Fund are classified as financial liabilities at amortised cost, where the substance of the contractual arrangement results in the Fund having an obligation either to deliver cash or another financial asset to the holders. After initial measurement, financial liabilities are subsequently measured at amortised cost using the effective interest method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

3.10 Derecognition of financial instruments

(i) Derecognition of financial asset

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

- the rights to receive cash flows from the asset have expired, or
- the Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a “pass-through” arrangement; and either:
 - the Fund has transferred substantially all the risks and rewards of the asset, or
 - the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

For investments classified as FVOCI - debt instruments, the cumulative fair value change recognised in OCI is recycled to profit or loss.

(ii) Derecognition of financial liability

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. Gains and losses are recognised in profit or loss when the liabilities are recognised, and through the amortisation process.

3.11 Financial instruments – expected credit losses (“ECL”)

The Fund assesses the ECL associated with its financial assets at amortised cost using simplified approach. Therefore, the Fund does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECL at each reporting date. The ECL in respect of financial assets at amortised cost, if any, is recognised in profit or loss.

Financial assets together with the associated allowance are written off when it has exhausted all practical recovery efforts and there is no realistic prospect of future recovery. The Fund may also write-off financial assets that are still subject to enforcement activity when there is no reasonable expectation of full recovery. If a write-off is later recovered, the recovery is credited to profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

3. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D.)

3.12 Determination of fair value

Investments are stated at fair value on a portfolio basis in accordance with the provisions of the Deeds. Fair value is determined based on prices provided by the Index provider, Markit Indices Limited and Bond Pricing Agency Malaysia Sdn. Bhd. plus accrued interest. Adjusted cost of investments relates to the purchased cost plus accrued interest, adjusted for amortisation of premium and accretion of discount, if any, calculated over the period from the date of acquisition to the date of maturity of the respective securities as approved by the Manager and the Trustee. The difference between the adjusted cost and fair value is treated as unrealised gain or loss and is recognised in profit or loss.

3.13 Classification of realised and unrealised gains and losses

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period's unrealised gains and losses for financial instruments which were realised (i.e. sold, redeemed or matured) during the reporting period.

Realised gains and losses on disposals of financial instruments classified at FVTPL are calculated using the weighted average method. They represent the difference between an instrument's initial carrying amount and disposal amount.

3.14 Significant accounting estimates and judgments

The preparation of the Fund's financial statements requires the Manager to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability in the future.

The Fund classifies its investments as financial assets at FVTPL as the Fund may sell its investments in the short-term for profit-taking or to meet unit holders' cancellation of units.

No major judgments have been made by the Manager in applying the Fund's accounting policies. There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS

	30.06.2026 RM	31.12.2025 RM
Financial assets at FVTPL		
At nominal value:		
Cagamas bonds	10,000,000	10,000,000
Government Investment Issues	738,320,000	728,320,000
Malaysian Government Securities	786,730,000	776,730,000
Quasi-Government bonds	160,000,000	160,000,000
	<u>1,695,050,000</u>	<u>1,675,050,000</u>
At fair value:		
Cagamas bonds	10,236,310	10,293,601
Government Investment Issues	775,595,958	774,041,124
Malaysian Government Securities	818,215,722	815,216,402
Quasi-Government bonds	173,326,312	175,141,053
	<u>1,777,374,302</u>	<u>1,774,692,180</u>

Details of investments as at 30 June 2026 are as follows:

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Cagamas bonds						
04.11.2027	Cagamas Berhad	AAA	5,000,000	5,114,969	5,079,801	0.29
29.08.2028	Cagamas Berhad	AAA	5,000,000	5,121,341	5,083,677	0.28
Total Cagamas bonds			<u>10,000,000</u>	<u>10,236,310</u>	<u>10,163,478</u>	<u>0.57</u>

Government Investment Issues

26.07.2027	Government of Malaysia	NR**	20,000,000	20,599,104	20,407,245	1.14
30.09.2027	Government of Malaysia	NR**	30,000,000	30,364,906	30,390,101	1.68
31.07.2028	Government of Malaysia	NR**	30,000,000	30,684,220	30,462,456	1.70
31.10.2028	Government of Malaysia	NR**	30,000,000	30,964,392	30,308,315	1.72

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2026 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Government Investment Issues (cont'd.)						
06.12.2028	Government of Malaysia	NR**	10,000,000	10,423,455	10,110,536	0.58
09.07.2029	Government of Malaysia	NR**	36,160,000	37,729,293	37,200,258	2.09
15.10.2029	Government of Malaysia	NR**	10,000,000	10,045,795	10,081,303	0.56
30.08.2030	Government of Malaysia	NR**	20,000,000	20,450,471	20,398,929	1.13
30.09.2030	Government of Malaysia	NR**	30,000,000	31,327,007	30,607,582	1.74
15.10.2030	Government of Malaysia	NR**	40,000,000	40,408,197	40,231,213	2.24
08.10.2031	Government of Malaysia	NR**	30,000,000	30,767,675	30,471,308	1.71
07.10.2032	Government of Malaysia	NR**	30,000,000	31,407,129	30,260,395	1.74
31.03.2033	Government of Malaysia	NR**	10,000,000	10,136,772	10,175,039	0.56
15.06.2033	Government of Malaysia	NR**	20,000,000	21,447,228	20,179,115	1.19
30.08.2033	Government of Malaysia	NR**	30,000,000	32,342,384	30,393,864	1.79
30.11.2034	Government of Malaysia	NR**	35,000,000	36,383,430	37,063,993	2.02
30.04.2035	Government of Malaysia	NR**	20,000,000	20,118,516	20,140,118	1.11
31.10.2035	Government of Malaysia	NR**	10,000,000	10,969,873	10,290,629	0.61
15.07.2036	Government of Malaysia	NR**	19,000,000	18,927,806	19,322,275	1.05
04.08.2037	Government of Malaysia	NR**	20,000,000	22,105,089	21,678,734	1.22
31.03.2038	Government of Malaysia	NR**	10,000,000	10,907,523	10,059,131	0.60

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2026 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Government Investment Issues (cont'd.)						
15.09.2039	Government of Malaysia	NR**	40,000,000	43,053,991	42,296,491	2.39
16.07.2040	Government of Malaysia	NR**	18,160,000	18,660,147	18,928,758	1.03
30.09.2041	Government of Malaysia	NR**	30,000,000	31,923,830	31,164,748	1.77
14.08.2043	Government of Malaysia	NR**	40,000,000	42,288,858	41,331,713	2.34
31.05.2045	Government of Malaysia	NR**	10,000,000	9,763,228	10,081,482	0.54
08.05.2047	Government of Malaysia	NR**	10,000,000	11,267,988	10,449,671	0.62
15.11.2049	Government of Malaysia	NR**	30,000,000	32,644,653	31,082,223	1.81
15.05.2052	Government of Malaysia	NR**	30,000,000	36,225,923	34,350,910	2.01
23.03.2054	Government of Malaysia	NR**	30,000,000	31,187,272	30,922,169	1.73
31.01.2056	Government of Malaysia	NR**	10,000,000	10,069,803	10,050,038	0.56
Total Government Investment Issues			738,320,000	775,595,958	760,890,742	42.98

Malaysian Government Securities

16.11.2027	Government of Malaysia	NR**	30,000,000	30,450,961	30,138,668	1.69
20.04.2028	Government of Malaysia	NR**	30,000,000	30,366,389	30,277,565	1.68
15.06.2028	Government of Malaysia	NR**	40,000,000	40,443,396	39,633,508	2.24
15.03.2029	Government of Malaysia	NR**	10,000,000	10,084,760	10,092,059	0.56
30.04.2029	Government of Malaysia	NR**	20,000,000	20,808,217	20,387,614	1.15

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2026 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Malaysian Government Securities (cont'd.)						
15.08.2029	Government of Malaysia	NR**	40,000,000	41,277,392	41,076,016	2.29
15.04.2030	Government of Malaysia	NR**	37,500,000	39,366,112	38,134,481	2.18
15.05.2030	Government of Malaysia	NR**	10,000,000	10,032,956	10,043,138	0.56
15.04.2031	Government of Malaysia	NR**	35,000,000	33,963,017	34,740,583	1.88
30.06.2031	Government of Malaysia	NR**	30,000,000	31,143,581	29,877,496	1.73
15.04.2032	Government of Malaysia	NR**	10,000,000	10,408,372	10,327,157	0.58
15.07.2032	Government of Malaysia	NR**	30,000,000	30,587,273	30,281,703	1.69
15.04.2033	Government of Malaysia	NR**	20,000,000	20,495,619	19,466,844	1.13
07.11.2033	Government of Malaysia	NR**	32,500,000	34,965,042	33,479,612	1.94
05.07.2034	Government of Malaysia	NR**	41,500,000	42,894,798	43,446,968	2.38
31.05.2035	Government of Malaysia	NR**	20,000,000	20,987,584	20,216,742	1.16
02.07.2035	Government of Malaysia	NR**	10,000,000	10,057,755	10,200,373	0.56
07.04.2037	Government of Malaysia	NR**	30,000,000	32,896,906	32,284,207	1.82
08.06.2038	Government of Malaysia	NR**	30,000,000	33,134,115	31,025,082	1.84
18.04.2039	Government of Malaysia	NR**	20,000,000	20,510,256	20,431,357	1.14
22.05.2040	Government of Malaysia	NR**	40,000,000	39,539,269	39,705,737	2.19
15.01.2041	Government of Malaysia	NR**	10,000,000	10,081,468	10,141,445	0.56

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2026 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Malaysian Government Securities (cont'd.)						
15.10.2042	Government of Malaysia	NR**	40,000,000	43,971,901	41,625,073	2.44
30.09.2043	Government of Malaysia	NR**	10,000,000	11,332,508	10,311,211	0.63
16.05.2044	Government of Malaysia	NR**	30,000,000	30,955,003	31,142,252	1.71
15.03.2046	Government of Malaysia	NR**	20,000,000	22,283,461	20,563,982	1.23
06.07.2048	Government of Malaysia	NR**	20,000,000	23,053,486	21,834,078	1.28
15.06.2050	Government of Malaysia	NR**	40,000,000	40,089,002	38,393,882	2.22
31.03.2053	Government of Malaysia	NR**	30,000,000	32,097,996	31,689,831	1.78
15.07.2055	Government of Malaysia	NR**	20,230,000	19,937,127	20,453,081	1.10
Total Malaysian Government Securities			786,730,000	818,215,722	801,421,745	45.34
Quasi-Government bonds						
27.08.2026	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,088,348	5,080,329	0.28
22.02.2027	GovCo Holdings Berhad	NR**	5,000,000	5,122,831	5,084,909	0.28
30.07.2027	PR1MA Corporation Malaysia	NR**	5,000,000	5,017,783	4,992,383	0.28

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2026 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Quasi-Government bonds (cont'd.)						
25.01.2028	Danga Capital Berhad	AAA	5,000,000	5,025,777	5,004,417	0.28
20.10.2028	Prasarana Malaysia Berhad	NR**	5,000,000	4,958,411	4,928,364	0.28
28.09.2029	Prasarana Malaysia Berhad	NR**	5,000,000	5,307,482	5,120,457	0.29
19.10.2029	DanaInfra Nasional Berhad	NR**	5,000,000	5,191,055	5,142,900	0.29
12.03.2032	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,370,352	5,314,693	0.30
17.08.2032	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,421,360	5,365,285	0.30
25.08.2032	Lembaga Pembiayaan Perumahan Sektor Awam	NR**	5,000,000	5,213,613	5,225,246	0.29
21.09.2033	Danga Capital Berhad	AAA	5,000,000	5,439,453	5,321,541	0.30
31.10.2033	DanaInfra Nasional Berhad	NR**	5,000,000	5,372,341	5,305,808	0.30

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2026 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Quasi-Government bonds (cont'd.)						
07.03.2034	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,129,947	5,061,997	0.28
08.08.2034	Danum Capital Berhad	AAA	5,000,000	5,082,930	5,085,614	0.28
21.02.2035	Danum Capital Berhad	AAA	5,000,000	4,894,462	4,804,356	0.27
25.03.2036	Lembaga Pembiayaan Perumahan Sektor Awam	NR**	5,000,000	5,301,783	5,203,286	0.29
19.02.2038	DanInfra Nasional Berhad	NR**	5,000,000	5,649,098	5,854,105	0.31
29.10.2038	Lembaga Pembiayaan Perumahan Sektor Awam	NR**	10,000,000	10,952,169	10,578,075	0.61
27.05.2039	1Malaysia Development Berhad	NR**	35,000,000	41,075,869	37,697,084	2.28
26.02.2041	Prasarana Malaysia Berhad	NR**	10,000,000	11,297,734	10,444,532	0.63
26.07.2041	Jambatan Kedua Sdn. Bhd.	NR**	5,000,000	5,534,525	5,353,927	0.31

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 30 June 2026 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Quasi-Government bonds (cont'd.)						
26.07.2041	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,570,261	4,998,504	0.31
18.08.2042	DanaiInfra Nasional Berhad	NR**	5,000,000	5,423,490	5,083,540	0.30
28.08.2043	DanaiInfra Nasional Berhad	NR**	5,000,000	4,885,238	5,064,038	0.27
Total Quasi-Government bonds			160,000,000	173,326,312	167,115,390	9.61
Total financial assets at FVTPL			1,695,050,000	1,777,374,302	1,739,591,355	98.50
Excess of fair value over adjusted cost				37,782,947		

The weighted average effective yield on investments are as follows:

	30.06.2026 %	Effective yield* 31.12.2025 %
Cagamas bonds	3.43	3.37
Government Investment Issues	3.61	3.52
Malaysian Government Securities	3.63	3.52
Quasi-Government bonds	3.80	3.70

* As provided by Markit Indices Limited.

** Non-rated.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

4. INVESTMENTS (CONT'D.)

Analysis of the remaining maturities of investments as at 30 June 2026 and 31 December 2025 are as follows:

	Less than 1 year RM	1 year to less than 5 years RM	5 years and more than 5 years RM
30.06.2026			
At nominal value:			
Cagamas bonds	-	10,000,000	-
Government Investment Issues	-	256,160,000	482,160,000
Malaysian Government Securities	-	252,500,000	534,230,000
Quasi-Government bonds	10,000,000	25,000,000	125,000,000
31.12.2025			
At nominal value:			
Cagamas bonds	-	10,000,000	-
Government Investment Issues	-	266,160,000	462,160,000
Malaysian Government Securities	-	227,500,000	549,230,000
Quasi-Government bonds	10,000,000	30,000,000	120,000,000

5. DEPOSIT WITH LICENSED FINANCIAL INSTITUTION

	30.06.2026 RM	31.12.2025 RM
At nominal value:		
Short-term deposit	-	14,862,000
At carrying value:		
Short-term deposit	-	14,863,160

The weighted average effective interest rate and weighted average remaining maturities of short-term deposit are as follows:

	Weighted average effective interest rate		Weighted average remaining maturities	
	30.06.2026 %	31.12.2025 %	30.06.2026 Day	31.12.2025 Days
Short-term deposit	-	2.85	-	2

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

6. AMOUNT DUE TO MANAGER

	30.06.2026 RM	31.12.2025 RM
Due to Manager		
Management fee payable	172,705	171,179

Management fee is at a rate of 0.10% (31.12.2025: 0.10%) per annum on the NAV of the Fund, calculated on a daily basis.

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

7. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.04% (31.12.2025: 0.04%) per annum on the NAV of the Fund, calculated on a daily basis.

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

8. AMOUNT DUE TO INDEX PROVIDER

Amount due to Index provider is the licence fee payable to Markit Indices Limited, the provider of the benchmark index.

Licence fee is calculated on a daily basis at the following rate:

Fund size	% p.a.
From 1 July 2008 onwards	
For amount equal to or less than Initial Funding*	0.0175
For amount above Initial Funding*, but equal to or less than 275% of Initial Funding*	0.01
For amount above 275% of Initial Funding*	No charge

Subject to a minimum annual fee of USD21,234.

* Initial Funding for the Fund was USD115,400,000.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

9. NET (LOSS)/GAIN FROM INVESTMENTS

	01.01.2026 to 30.06.2026 RM	01.01.2025 to 30.06.2025 RM
Net (loss)/gain on financial assets at FVTPL comprised:		
– Net realised gains on sale of investments	1,434,887	779,435
– Net unrealised (loss)/gain on changes in fair value of investments	(16,957,193)	35,888,416
	<u>(15,522,306)</u>	<u>36,667,851</u>

10. TOTAL EQUITY

Total equity is represented by:

	Note	30.06.2026 RM	31.12.2025 RM
Unit holders' capital	(a)	1,598,130,353	1,564,896,603
Retained earnings			
– Realised income	(b)	168,599,770	169,528,114
– Unrealised gains	(c)	37,782,947	54,740,140
		<u>1,804,513,070</u>	<u>1,789,164,857</u>

(a) Unit holders' capital/Units in circulation

	30.06.2026		31.12.2025	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	1,457,921,800	1,564,896,603	1,457,921,800	1,565,350,353
Creation during the financial period/year	27,500,000	33,233,750	55,000,000	66,624,250
Cancellation during the financial period/year	-	-	(55,000,000)	(67,078,000)
At end of the financial period/year	<u>1,485,421,800</u>	<u>1,598,130,353</u>	<u>1,457,921,800</u>	<u>1,564,896,603</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

10. TOTAL EQUITY (CONT'D.)

(b) Realised

	30.06.2026 RM	31.12.2025 RM
At beginning of the financial period/year	169,528,114	202,334,865
Net realised income for the financial period/year	34,207,571	69,145,814
Distribution out of realised income	(35,135,915)	(101,952,565)
At end of the financial period/year	<u>168,599,770</u>	<u>169,528,114</u>

(c) Unrealised

	30.06.2026 RM	31.12.2025 RM
At beginning of the financial period/year	54,740,140	25,157,413
Net unrealised (loss)/gain for the financial period/year	(16,957,193)	29,582,727
At end of the financial period/year	<u>37,782,947</u>	<u>54,740,140</u>

11. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES

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

Related parties

Relationships

AmFunds Management Berhad	The Manager
AmInvestment Bank Berhad	Holding company of the Manager
AMMB Holdings Berhad ("AMMB")	Ultimate holding company of the Manager
Subsidiaries and associates of AMMB as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Manager

	30.06.2026		31.12.2025	
	Number of units	RM	Number of units	RM
AmBank (M) Berhad*	<u>27,490,630</u>	<u>33,236,172^</u>	<u>1,343,130</u>	<u>1,653,393^</u>

* The financial institution related to the Manager is the legal and beneficial owner of the units. The Manager and any other related parties did not hold any units in the Fund as at 30 June 2026 and 31 December 2025.

^ Closing quoted price published in Bursa Malaysia Berhad as at 30 June 2026 was RM1.2090 (31.12.2025: RM1.2310).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

11. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES (CONT'D.)

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

	30.06.2026	31.12.2025
	RM	RM
Significant related party balance		
<u>AmBank (M) Berhad</u>		
Cash at banks	<u>835</u>	<u>877</u>

12. TAXATION

Income tax payable is calculated on investment income less deduction for permitted expenses as provided under Section 63B of the Income Tax Act, 1967.

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

	01.01.2026 to 30.06.2026	01.01.2025 to 30.06.2025
	RM	RM
Net income before taxation	<u>17,250,378</u>	<u>69,788,906</u>
Taxation at Malaysian statutory rate of 24% (2025: 24%)	4,140,091	16,749,337
Tax effects of:		
Income not subject to taxation	(8,559,626)	(17,077,924)
Losses not allowed for tax deduction	4,069,726	-
Restriction on tax deductible expenses	192,688	193,521
Non-permitted expenses for tax purposes	135,711	113,563
Permitted expenses not used and not available for future financial periods	<u>21,410</u>	<u>21,503</u>
Tax expense for the financial period	<u>-</u>	<u>-</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

13. DISTRIBUTION

Details of distribution to unit holders for the financial periods are as follows:

Financial period ended 30 June 2026

Distribution Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
5 March 2026	2.41	2.41	35,135,915

Financial period ended 30 June 2025

Distribution Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
18 February 2025	4.67	4.67	68,084,948

	01.01.2026 to 30.06.2026 RM	01.01.2025 to 30.06.2025 RM
Cum-Distribution - 5 March 2026		
NAV	1,794,915,693	-
NAV per unit	1.2311	-
Ex-Distribution - 5 March 2026		
NAV	1,759,779,778	-
NAV per unit	1.2070	-
Cum-Distribution - 18 February 2025		
NAV	-	1,804,358,282
NAV per unit	-	1.2376
Ex-Distribution - 18 February 2025		
NAV	-	1,736,273,334
NAV per unit	-	1.1909

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

13. DISTRIBUTION (CONT'D.)

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.

The distribution declared for the financial period ended 30 June 2026 has been proposed before taking into account the net unrealised losses of RM16,957,193 arising during the financial period which was carried forward to the next financial period.

The distribution during the current financial period was sourced from realised income. There was no distribution out of capital.

14. TOTAL EXPENSE RATIO ("TER")

The Fund's TER is as follows:

	01.01.2026 to 30.06.2026 % p.a.	01.01.2025 to 30.06.2025 % p.a.
Management fee	0.05	0.05
Trustee's fee	0.02	0.02
Licence fee	0.01	0.01
Fund's other expenses	-*	-*
Total TER	<u>0.08</u>	<u>0.08</u>

* represents less than 0.01%.

The TER of the Fund is the ratio of the sum of fees and expenses incurred by the Fund to the average NAV of the Fund calculated on a daily basis.

15. PORTFOLIO TURNOVER RATIO ("PTR")

The PTR of the Fund, which is the ratio of average total acquisitions and disposals of investments to the average NAV of the Fund calculated on a daily basis is 0.04 times (01.01.2025 to 30.06.2025: 0.06 times).

16. SEGMENTAL REPORTING

In accordance with the objective of the Fund, substantially all of the Fund's investments are made in the form of fixed income instruments in Malaysia. The Manager is of the opinion that the risk and rewards from these investments are not individually or segmentally distinct and hence the Fund does not have a separately identifiable business or geographical segments.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

17. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial period ended 30 June 2026 are as follows:

	Transactions value	
	RM	%
CIMB Bank Berhad	66,073,188	51.59
Bank of America Malaysia Berhad	31,775,212	24.81
CIMB Islamic Bank Berhad	30,222,928	23.60
Total	<u>128,071,328</u>	<u>100.00</u>

The Manager is of the opinion that the above transactions have been entered in the normal course of business and have been established under terms that are no less favourable than those arranged with independent third parties.

The above transactions are in respect of fixed income instruments. Transactions in these investments do not involve any commission or brokerage fee.

18. FINANCIAL INSTRUMENTS

(a) Classification of financial instruments

The accounting policies in Note 3 describe how the classes of financial instruments are measured, and how income and expenses, including fair value gains and losses, are recognised. The following table analyses the financial assets and financial liabilities of the Fund in the statement of financial position by the class of financial instrument to which they are assigned, and therefore by the measurement basis.

	Financial assets at FVTPL RM	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Total RM
30.06.2026				
Financial assets				
Investments	1,777,374,302	-	-	1,777,374,302
Cash at banks	-	27,539,621	-	27,539,621
Total financial assets	<u>1,777,374,302</u>	<u>27,539,621</u>	<u>-</u>	<u>1,804,913,923</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

18. FINANCIAL INSTRUMENTS (CONT'D.)

(a) Classification of financial instruments (cont'd.)

	Financial assets at FVTPL RM	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Total RM
30.06.2026 (cont'd.)				
Financial liabilities				
Amount due to Manager	-	-	172,705	172,705
Amount due to Trustee	-	-	59,221	59,221
Amount due to Index provider	-	-	87,199	87,199
Total financial liabilities	-	-	319,125	319,125
31.12.2025				
Financial assets				
Investments	1,774,692,180	-	-	1,774,692,180
Deposit with licensed financial institution	-	14,863,160	-	14,863,160
Cash at banks	-	11,337	-	11,337
Total financial assets	1,774,692,180	14,874,497	-	1,789,566,677
Financial liabilities				
Amount due to Manager	-	-	171,179	171,179
Amount due to Trustee	-	-	60,651	60,651
Amount due to Index provider	-	-	86,802	86,802
Total financial liabilities	-	-	318,632	318,632
			Income, expenses, gains and losses	
			01.01.2026 to 30.06.2026 RM	01.01.2025 to 30.06.2025 RM
Income, of which derived from:				
– Interest income from financial assets at FVTPL			33,802,083	34,195,496
– Interest income from financial assets at amortised cost			428,139	294,669
Net (loss)/gain from financial assets at FVTPL			(15,522,306)	36,667,851

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

18. FINANCIAL INSTRUMENTS (CONT'D.)

(b) Financial instruments that are carried at fair value

The Fund's financial assets and liabilities are carried at fair value.

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

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable; either directly or indirectly; or

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The following table shows an analysis of financial instruments recorded at fair value by the level of the fair value hierarchy:

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
30.06.2026				
Financial assets at FVTPL	-	1,777,374,302	-	1,777,374,302
31.12.2025				
Financial assets at FVTPL	-	1,774,692,180	-	1,774,692,180

(c) Financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value

The following are classes of financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value due to their short period to maturity or short credit period:

- Deposit with licensed financial institution
- Cash at banks
- Amount due to Manager
- Amount due to Trustee
- Amount due to Index provider

There are no financial instruments which are not carried at fair value and whose carrying amounts are not reasonable approximation of their respective fair value.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks that include market risk, credit risk, liquidity risk, regulatory risk, management risk and non-compliance risk.

Risk management is carried out by closely monitoring, measuring and mitigating the above said risks, careful selection of investments coupled with stringent compliance to investment restrictions as stipulated by the Capital Markets and Services Act 2007, Securities Commission Malaysia's Guidelines on Exchange-traded Funds and the Deeds as the backbone of risk management of the Fund.

(a) Market risk

The Fund's principal exposure to market risk arises primarily due to changes in the market environment, global economic and geopolitical developments.

The Fund's market risk is affected primarily by the following risks:

(i) Interest rate risk

Interest rate risk will affect the value of the Fund's investments, given the interest rate movements, which are influenced by regional and local economic developments as well as political developments.

Domestic interest rates on deposits and placements with licensed financial institutions are determined based on prevailing market rates.

The result below summarised the interest rate sensitivity of the Fund's NAV, or theoretical value due to the parallel movement assumption of the yield curve by +100bps and -100bps respectively:

Parallel shift in yield curve by:	Sensitivity of the Fund's NAV, or theoretical value	
	30.06.2026	31.12.2025
	RM	RM
+100 bps	(124,861,605)	(127,905,668)
-100 bps	<u>142,403,412</u>	<u>146,103,089</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

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

(b) Credit risk

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss to the Fund by failing to discharge an obligation. The Fund can invest up to 100% of the NAV in fixed income instruments. As such the Fund would be exposed to the risk of bond issuers and licensed financial institutions defaulting on its repayment obligations which in turn would affect the NAV of the Fund.

(i) Credit quality of financial assets

The following table analyses the Fund's portfolio of debt securities by rating category as at 30 June 2026 and 31 December 2025:

Credit rating	RM	As a % of debt securities	As a % of NAV
30.06.2026			
AAA	30,678,932	1.73	1.70
NR	1,746,695,370	98.27	96.80
	<u>1,777,374,302</u>	<u>100.00</u>	<u>98.50</u>
31.12.2025			
AAA	35,910,682	2.02	2.01
NR	1,738,781,498	97.98	97.18
	<u>1,774,692,180</u>	<u>100.00</u>	<u>99.19</u>

For deposits with licensed financial institutions, the Fund only makes placements with licensed financial institutions with sound rating of P1/MARC-1 and above. The following table presents the Fund's portfolio of deposit by rating category as at 31 December 2025:

Credit rating	RM	As a % of deposits	As a % of NAV
31.12.2025			
P1/MARC-1	<u>14,863,160</u>	<u>100.00</u>	<u>0.83</u>

Cash at banks are held for liquidity purposes and are not exposed to significant credit risk.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

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

(b) Credit risk (cont'd.)

(ii) Credit risk concentration

Concentration of risk is monitored and managed based on sectorial distribution. The table below analyses the Fund's portfolio of debt securities by sectorial distribution as at 30 June 2026 and 31 December 2025:

Sectors	RM	As a % of debt securities	As a % of NAV
30.06.2026			
Financial	57,259,200	3.22	3.17
Public administration	1,687,999,167	94.97	93.54
Real estate	5,017,783	0.28	0.28
Transportation and storage	27,098,152	1.53	1.51
	<u>1,777,374,302</u>	<u>100.00</u>	<u>98.50</u>
31.12.2025			
Financial	62,766,636	3.54	3.52
Public administration	1,679,432,324	94.63	93.86
Real estate	5,006,317	0.28	0.28
Transportation and storage	27,486,903	1.55	1.53
	<u>1,774,692,180</u>	<u>100.00</u>	<u>99.19</u>

(c) Liquidity risk

Liquidity risk is defined as the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. Exposure to liquidity risk arises because of the possibility that the Fund could be required to pay its financial liabilities or redeem its units earlier than expected. This is also the risk of the Fund experiencing large redemptions, when the Investment Manager could be forced to sell large volumes of its holdings at unfavorable prices to meet redemption requirements.

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by unit holders. Liquid assets comprise of cash at banks, deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 5 to 7 days. The Fund's policy is to always maintain a prudent level of liquid assets so as to reduce liquidity risk.

The Fund's financial liabilities have contractual maturities of not more than six months.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

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

(c) Liquidity risk (cont'd.)

The following table presents the undiscounted contractual cash flows from different financial assets and financial liabilities classes in the Fund:

	Contractual cash flows (undiscounted)					
	0 – 1 year RM	1 – 2 years RM	2 – 3 years RM	3 – 4 years RM	4 – 5 years RM	More than 5 years RM
30.06.2026						
Financial assets						
Investments	80,820,553	233,790,669	172,147,493	201,668,663	208,010,908	1,570,347,608
Cash at banks	27,539,621	-	-	-	-	-
Total financial assets	108,360,174	233,790,669	172,147,493	201,668,663	208,010,908	1,570,347,608
Financial liabilities						
Amount due to Manager	172,705	-	-	-	-	-
Amount due to Trustee	59,221	-	-	-	-	-
Amount due to Index provider	87,199	-	-	-	-	-
Total financial liabilities	319,125	-	-	-	-	-

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026

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

(c) Liquidity risk (cont'd.)

The following table presents the undiscounted contractual cash flows from different financial assets and financial liabilities classes in the Fund: (cont'd.)

	Contractual cash flows (undiscounted)					
	0 – 1 year RM	1 – 2 years RM	2 – 3 years RM	3 – 4 years RM	4 – 5 years RM	More than 5 years RM
31.12.2025						
Financial assets						
Investments	80,190,717	204,204,553	217,820,741	165,215,595	190,940,499	1,600,901,224
Deposit with licensed financial institution	14,864,321	-	-	-	-	-
Cash at banks	11,337	-	-	-	-	-
Total financial assets	95,066,375	204,204,553	217,820,741	165,215,595	190,940,499	1,600,901,224
Financial liabilities						
Amount due to Manager	171,179	-	-	-	-	-
Amount due to Trustee	60,651	-	-	-	-	-
Amount due to Index provider	86,802	-	-	-	-	-
Total financial liabilities	318,632	-	-	-	-	-

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2026 TO 30 JUNE 2026**

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

(d) Regulatory risk

Any changes in national policies and regulations may have effects on the capital market and the NAV of the Fund.

(e) Management risk

Poor management of the Fund may cause considerable losses to the Fund that in turn may affect the NAV of the Fund.

(f) Non-compliance risk

This is the risk of the Manager or the Trustee not complying with their respective internal policies, the Deeds, securities laws or guidelines issued by the regulators relevant to each party, which may adversely affect the performance of the Fund.

20. CAPITAL MANAGEMENT

The capital of the Fund can vary depending on the demand for creation and cancellation of units to the Fund.

The Fund's objectives for managing capital are:

- (a) To invest in investments meeting the description, risk exposure and expected return indicated in its Prospectus;
- (b) To maintain sufficient liquidity to meet the expenses of the Fund, and to meet cancellation requests as they arise; and
- (c) To maintain sufficient fund size to make the operations of the Fund cost-efficient.

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

21. COMPARATIVES

The comparative information presented in the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the six-month period ended 30 June 2025 and the related notes to the financial statements, is unaudited.

ABF Malaysia Bond Index Fund

STATEMENT BY THE MANAGER

I, Jas Bir Kaur A/P Lol Singh, being the Director of and on behalf of the Board of Directors of AmFunds Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying financial statements are drawn up in accordance with MFRS 134 *Interim Financial Reporting* so as to give a true and fair view of the financial position of ABF Malaysia Bond Index Fund (the “Fund”) as at 30 June 2026 and of the comprehensive income, the changes in equity and cash flows for the financial period then ended.

For and on behalf of the Manager

JAS BIR KAUR A/P LOL SINGH

Chairman

Kuala Lumpur, Malaysia

20 August 2026

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Please call 2032 2888 between 8.45 a.m. to 5.45 p.m. (Monday to Thursday),
Friday (8.45 a.m. to 5.00 p.m.)*

