

Quarterly Report for

# AmBond Select 2

31 January 2026



## TRUST DIRECTORY

### **Manager**

AmFunds Management Berhad  
9<sup>th</sup> & 10<sup>th</sup> 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.)*

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## MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the unaudited quarterly accounts of AmBond Select 2 ("Fund") for the financial period from 1 November 2025 to 31 January 2026.

### Salient Information of the Fund

<b>Name</b>	AmBond Select 2 ("Fund")				
<b>Category/Type</b>	Wholesale Fixed Income / Income				
<b>Objective</b>	<p>The Fund aims to provide regular income*.</p> <p><i>Note:</i>  <i>* Income distribution could be in the form of units or cash.</i>  <i>Any material change to the investment objective of the Fund would require Unit Holders' approval.</i></p>				
<b>Duration</b>	The Fund was established on 21 November 2017 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.				
<b>Performance Benchmark</b>	Quantshop Malaysian Government Securities (MGS) 1-5 years index + 80 bps. (Available at <a href="http://www.aminvest.com">www.aminvest.com</a> )				
<b>Income Distribution Policy</b>	<p>Income (if any) will be distributed monthly.</p> <p><i>Note: The income could be in the form of units or cash. Distribution of income should only be made from realised gains or realised income.</i></p>				
<b>Breakdown of Unit Holdings by Size</b>	For the financial period under review, the size of the Fund stood at 622,928,000 units.				
	<b>Size of holding</b>	<b>As at 31 January 2026</b>		<b>As at 31 October 2025</b>	
		<b>No of units held</b>	<b>Number of unitholders</b>	<b>No of units held</b>	<b>Number of unitholders</b>
	5,000 and below	-	-	-	-
	5,001-10,000	-	-	-	-
	10,001-50,000	-	-	-	-
	50,001-500,000	-	-	-	-
	500,001 and above	622,928,000	2	621,595,435	2

## Fund Performance Data

<b>Portfolio Composition</b>	Details of portfolio composition of the Fund as at 31 January 2026, 31 October 2025 and for the past three financial years are as follows:					
		<b>As at 31.01.2026 %</b>	<b>As at 31.10.2025 %</b>	<b>As at 30 April</b>		
			<b>2025 %</b>	<b>2024 %</b>	<b>2023 %</b>	
	Corporate bonds	97.41	94.67	97.33	86.65	94.64
	Money market deposits and cash equivalents	2.59	5.33	2.67	13.35	5.36
	<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
	<i>Note: The abovementioned percentages are calculated based on total net asset value.</i>					
<b>Performance Details</b>	Performance details of the Fund for the financial periods ended 31 January 2026, 31 October 2025 and three financial years ended 30 April are as follows:					
		<b>FPE 31.01.2026</b>	<b>FPE 31.10.2025</b>	<b>FYE 2025</b>	<b>FYE 2024</b>	<b>FYE 2023</b>
	Net asset value (RM'000)	647,486	647,223	644,572	578,845	545,364
	Units in circulation ('000)	622,928	621,595	618,950	553,723	532,718
	Net asset value per unit (RM)	1.0394	1.0412	1.0414	1.0454	1.0237
	Highest net asset value per unit (RM)	1.0439	1.0499	1.0510	1.0526	1.0259
	Lowest net asset value per unit (RM)	1.0393	1.0412	1.0341	1.0239	0.9994
	Benchmark performance (%)	1.10	0.84	5.44	3.67	5.75
	Total return (%) <sup>(1)</sup>	0.83	0.78	4.96	5.64	5.18
	- Capital growth (%)	-0.18	-0.39	-0.24	2.21	2.03
	- Income distributions (%)	1.01	1.17	5.20	3.43	3.15
	Gross distributions (RM sen per unit)	1.05	1.22	5.44	3.51	3.16
	Net distributions (RM sen per unit)	1.05	1.22	5.44	3.51	3.16
	Total expense ratio (%) <sup>(2)</sup>	0.07	0.06	0.24	0.24	0.24
	Portfolio turnover ratio (times) <sup>(3)</sup>	0.03	0.11	0.37	0.50	0.61
	<i>Note:</i>					
	<i>(1) Total return is the actual return of the Fund for the respective financial periods/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).</i>					
	<i>(2) Total expense ratio ("TER") is calculated based on the total fees and expenses incurred by the Fund divided by the average fund size calculated on a daily basis.</i>					
	<i>(3) Portfolio turnover ratio ("PTR") is calculated based on the average of the total acquisitions and total disposals of investment securities of the Fund divided by the average fund size calculated on a daily basis.</i>					

**Average Total Return (as at 31 January 2026)**

	<b>AmBond Select 2<sup>(a)</sup></b> %	<b>Benchmark<sup>(b)</sup></b> %
One year	4.90	5.24
Three years	5.14	4.68
Five years	3.88	3.70
Since launch (21 November 2017)	4.65	4.43

**Annual Total Return**

<b>Financial Years Ended (30 April)</b>	<b>AmBond Select 2<sup>(a)</sup></b> %	<b>Benchmark<sup>(b)</sup></b> %
2025	4.96	5.44
2024	5.64	3.67
2023	5.18	5.75
2022	1.41	0.51
2021	2.83	3.65

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

(b) Quantshop Malaysian Government Securities 1-5 years index + 80 bps.  
(Available at [www.aminvest.com](http://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 price and investment returns may go down, as well as up.**

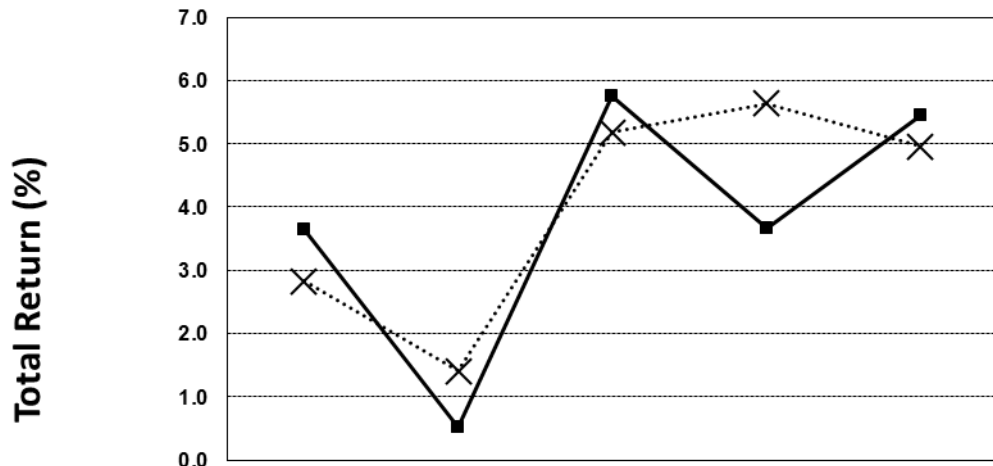
**Fund Performance**

For the financial period under review, the Fund registered a return of 0.83% comprising of negative 0.18% capital and 1.01% income distributions.

Thus, the Fund's return of 0.83% has underperformed the benchmark's return of 1.10% by 0.27%.

As compared with the financial period ended 31 October 2025, the net asset value ("NAV") per unit of the Fund decreased by 0.17% from RM1.0412 to RM1.0394, while units in circulation increased by 0.21% from 621,595,435 units to 622,928,000 units.

The following line chart shows comparison between the annual performances of AmBond Select 2 and its benchmark for the financial years ended 30 April.



	2021	2022	2023	2024	2025
···x··· Fund	2.83	1.41	5.18	5.64	4.96
—■— Benchmark	3.65	0.51	5.75	3.67	5.44

Financial Years Ended (30 April)

**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 achieved its objective by investing in bonds with a minimum credit rating of A1 by RAM or its equivalent as rated by a local or global rating agency. The Manager manages the Fund's bond portfolio by maintaining an average duration not exceeding 5 years, while ensuring that the maximum maturity tenure of each bond in the Fund does not exceed 10.5 years.

The Fund invested in RM-denominated bonds issued by issuers from ASEAN countries.

**Portfolio Structure**

The table below is the asset allocation of the Fund as at 31 January 2026 and 31 October 2025.

	As at 31.01.2026 %	As at 31.10.2025 %	Changes %
Corporate bonds	97.41	94.67	2.74
Money market deposits and cash equivalents	2.59	5.33	-2.74
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	

As at 31 January 2026, the Fund invested 97.41% of its NAV in corporate bonds, with the remaining 2.59% in money market deposits and cash equivalents.

**Cross Trades**

There were no cross trades undertaken during the financial period under review.

<b>Distributions /Unit splits</b>	<p>During the financial period under review, the Fund declared distributions, detailed as follows:</p> <table border="1" data-bbox="352 215 1433 423"> <thead> <tr> <th data-bbox="352 215 571 315">Date of distributions</th> <th data-bbox="571 215 879 315">Distributions per unit RM (sen)</th> <th data-bbox="879 215 1166 315">NAV per unit Cum-Distributions (RM)</th> <th data-bbox="1166 215 1433 315">NAV per unit Ex-Distributions (RM)</th> </tr> </thead> <tbody> <tr> <td data-bbox="352 315 571 349">28-Nov-25</td> <td data-bbox="571 315 879 349">0.34</td> <td data-bbox="879 315 1166 349">1.0439</td> <td data-bbox="1166 315 1433 349">1.0405</td> </tr> <tr> <td data-bbox="352 349 571 383">31-Dec-25</td> <td data-bbox="571 349 879 383">0.37</td> <td data-bbox="879 349 1166 383">1.0438</td> <td data-bbox="1166 349 1433 383">1.0401</td> </tr> <tr> <td data-bbox="352 383 571 423">30-Jan-26</td> <td data-bbox="571 383 879 423">0.34</td> <td data-bbox="879 383 1166 423">1.0427</td> <td data-bbox="1166 383 1433 423">1.0393</td> </tr> </tbody> </table> <p>There is no unit split declared for the financial period under review.</p>	Date of distributions	Distributions per unit RM (sen)	NAV per unit Cum-Distributions (RM)	NAV per unit Ex-Distributions (RM)	28-Nov-25	0.34	1.0439	1.0405	31-Dec-25	0.37	1.0438	1.0401	30-Jan-26	0.34	1.0427	1.0393
Date of distributions	Distributions per unit RM (sen)	NAV per unit Cum-Distributions (RM)	NAV per unit Ex-Distributions (RM)														
28-Nov-25	0.34	1.0439	1.0405														
31-Dec-25	0.37	1.0438	1.0401														
30-Jan-26	0.34	1.0427	1.0393														
<b>State of Affairs</b>	<p>There were no significant changes in the state of affairs of the Fund, nor were there any circumstances that materially affected the interests of the unitholders during the period under review.</p>																
<b>Rebates and Soft Commission</b>	<p>During the period, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.</p>																
<b>Market Review</b>	<p>Malaysia’s bond market gained momentum in November 2025, supported by firm domestic fundamentals and improving external conditions. Bank Negara Malaysia’s (BNM) decision to maintain the Overnight Policy Rate (OPR) at 2.75% provided a growth supportive monetary stance, consistent with solid 3Q2025 Gross Domestic Product (GDP) performance and contained inflation that helped preserve real yields. Renewed foreign inflows, encouraged by a narrowing rate differential as the United States (US) Federal Reserve (Fed) began easing, further bolstered demand, particularly from investors seeking opportunities in Asian local currency bonds amid a weaker United States Dollar (USD). While corporate bond trading activity softened in November, foreign inflows rebounded strongly from earlier outflows, signalling improving sentiment.</p> <p>Market performance turned mixed in December as year-end seasonality led to thinner volumes across both sovereign and corporate segments. Nonetheless, demand for the final Malaysia Government Securities (MGS) auction of the year remained firm, with the 10-year reopening posting a solid bid to cover ratio. In January 2026, overall activity strengthened, with local bond trading volumes rising sharply as investors repositioned ahead of potential policy signals.</p> <p>Overall, Malaysia’s bond market demonstrated resilience throughout the period, anchored by steady domestic growth and supportive macro conditions. Although demand varied across tenors, the broader backdrop remained constructive. The quarter closed with a well-supported market, positioned for continued stability and sustained investor interest moving forward.</p>																
<b>Market Outlook</b>	<p>In early 2026, Bank Negara Malaysia (BNM) maintained the Overnight Policy Rate (OPR) at 2.75%, keeping monetary policy supportive amid steady domestic growth. At the same time, the Federal Reserve (Fed) is expected to hold rates in the near term as it closely monitors labour market and inflation trends, though we still anticipate two rate cuts later in 2026 as disinflation resumes and growth moderates. These global dynamics contributed to a steepening in the United States Treasury (UST) curve, with front end yields remaining anchored under a Fed pause while longer dated yields drifted higher in line with improving growth expectations and supply factors.</p> <p>Against this backdrop, the Ringgit strengthened against the United States Dollar (USD), supported by a softer dollar profile and Malaysia’s firm macro fundamentals—conditions that encouraged incremental foreign inflows into the</p>																

	<p>Malaysian government bond market. Malaysia Government Securities (MGS) and Government Investment Issues (GII) yields remained broadly stable throughout January 2026, underpinned by resilient demand from both domestic and foreign investors. Market conditions were orderly, with steady buying interest helping to anchor yields despite external rate volatility. Overall, we expect the local bond market to remain resilient in near term, supported by stable monetary policy, supportive economic fundamentals, and consistent investor appetite.</p>
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Kuala Lumpur, Malaysia  
AmFunds Management Berhad

18 March 2026

## AmBond Select 2

### STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2026

	<b>31.01.2026</b> <b>(unaudited)</b> <b>RM</b>	<b>30.04.2025</b> <b>(audited)</b> <b>RM</b>
<b>ASSETS</b>		
Investments	630,738,598	627,381,175
Interest receivables	73,550	110,620
Cash at banks	18,950,180	19,586,562
<b>TOTAL ASSETS</b>	<u>649,762,328</u>	<u>647,078,357</u>
<b>LIABILITIES</b>		
Amount due to Manager	117,337	123,648
Amount due to Trustee	22,044	21,206
Distribution payables	2,117,955	2,352,010
Sundry payables and accruals	18,979	9,852
<b>TOTAL LIABILITIES</b>	<u>2,276,315</u>	<u>2,506,716</u>
<b>NET ASSET VALUE ("NAV") OF THE FUND</b>	<u>647,486,013</u>	<u>644,571,641</u>
<b>EQUITY</b>		
Unit holders' capital	637,507,743	633,359,167
Retained earnings	9,978,270	11,212,474
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>	<u>647,486,013</u>	<u>644,571,641</u>
<b>UNITS IN CIRCULATION</b>	<u>622,928,000</u>	<u>618,949,908</u>
<b>NAV PER UNIT (RM)</b>	<u>1.0394</u>	<u>1.0414</u>

## AmBond Select 2

### STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2025 TO 31 JANUARY 2026

	Note	01.11.2025 to 31.01.2026 RM	01.11.2024 to 31.01.2025 RM
<b>INVESTMENT INCOME</b>			
Interest income		6,852,180	6,934,448
Net losses from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	1	<u>(1,012,844)</u>	<u>(629,895)</u>
		<u>5,839,336</u>	<u>6,304,553</u>
<b>EXPENDITURE</b>			
Management fee		(327,042)	(322,644)
Trustee’s fee		(65,408)	(64,529)
Audit fee		(1,260)	(1,260)
Tax agent’s fee		(832)	(832)
Other expenses		<u>(31,958)</u>	<u>(102)</u>
		<u>(426,500)</u>	<u>(389,367)</u>
<b>Net income before taxation</b>		5,412,836	5,915,186
<b>Taxation</b>		<u>-</u>	<u>-</u>
<b>Net income after taxation, representing total comprehensive income for the financial period</b>		<u>5,412,836</u>	<u>5,915,186</u>
Total comprehensive income comprises the following:			
Realised income		6,617,201	7,207,096
Unrealised losses		<u>(1,204,365)</u>	<u>(1,291,910)</u>
		<u>5,412,836</u>	<u>5,915,186</u>
<b>Distributions for the financial period</b>			
Net distributions	2	<u>6,536,421</u>	<u>7,161,553</u>
Gross distributions per unit (sen)	2	<u>1.05</u>	<u>1.16</u>
Net distributions per unit (sen)	2	<u>1.05</u>	<u>1.16</u>

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

## AmBond Select 2

### STATEMENT OF CHANGES IN EQUITY *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2025 TO 31 JANUARY 2026

	Note	Unit holders' capital RM	Retained earnings RM	Total equity RM
At 1 November 2025		636,121,013	11,101,855	647,222,868
Total comprehensive income for the financial period		-	5,412,836	5,412,836
Reinvestment of distributions		1,386,730	-	1,386,730
Distributions	2	-	(6,536,421)	(6,536,421)
Balance at 31 January 2026		<u>637,507,743</u>	<u>9,978,270</u>	<u>647,486,013</u>
At 1 November 2024		630,884,516	8,339,340	639,223,856
Total comprehensive income for the financial period		-	5,915,186	5,915,186
Reinvestment of distributions		1,339,040	-	1,339,040
Distributions	2	-	(7,161,553)	(7,161,553)
Balance at 31 January 2025		<u>632,223,556</u>	<u>7,092,973</u>	<u>639,316,529</u>

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

## AmBond Select 2

### STATEMENT OF CASH FLOWS *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2025 TO 31 JANUARY 2026

	01.11.2025 to 31.01.2026 RM	01.11.2024 to 31.01.2025 RM
<b>CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES</b>		
Proceeds from sale of investments	10,196,000	60,996,534
Purchases of investments	(30,143,500)	(10,232,000)
Interest received	7,841,135	8,661,088
Management fee paid	(334,294)	(322,374)
Trustee's fee paid	(65,427)	(64,484)
Tax agent's fee paid	(3,300)	-
Payments for other expenses	(31,398)	(5,156)
Net cash (used in)/generated from operating and investing activities	<u>(12,540,784)</u>	<u>59,033,608</u>
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Distributions paid	<u>(5,891,075)</u>	<u>(5,941,426)</u>
Net cash used in financing activity	<u>(5,891,075)</u>	<u>(5,941,426)</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(18,431,859)</b>	<b>53,092,182</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<b><u>37,382,039</u></b>	<b><u>36,989,416</u></b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<b><u>18,950,180</u></b>	<b><u>90,081,598</u></b>
Cash and cash equivalents comprise:		
Deposits with licensed financial institution	-	30,144,904
Cash at banks	<u>18,950,180</u>	<u>59,936,694</u>
	<u>18,950,180</u>	<u>90,081,598</u>

## AmBond Select 2

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2025 TO 31 JANUARY 2026

#### 1. NET LOSSES FROM INVESTMENTS

	01.11.2025 to 31.01.2026 RM	01.11.2024 to 31.01.2025 RM
Net losses on financial assets at FVTPL comprised:		
– Net realised gains on sale of investments	191,521	662,015
– Net unrealised losses on changes in fair value of investments	(1,204,365)	(1,291,910)
	<u>(1,012,844)</u>	<u>(629,895)</u>

#### 2. DISTRIBUTIONS

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

##### Financial period ended 31 January 2026

Distributions Ex-date	Gross distributions per unit RM (sen)	Net distributions per unit RM (sen)	Total distributions RM
28 November 2025	0.34	0.34	2,115,198
31 December 2025	0.37	0.37	2,303,268
30 January 2026	0.34	0.34	2,117,955
	<u>1.05</u>	<u>1.05</u>	<u>6,536,421</u>

##### Financial period ended 31 January 2025

Distributions Ex-date	Gross distributions per unit RM (sen)	Net distributions per unit RM (sen)	Total distributions RM
29 November 2024	0.44	0.44	2,714,593
31 December 2024	0.38	0.38	2,346,255
31 January 2025	0.34	0.34	2,100,705
	<u>1.16</u>	<u>1.16</u>	<u>7,161,553</u>

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2025 TO 31 JANUARY 2026**

**2. DISTRIBUTIONS (CONT'D.)**

The distributions declared for the financial period ended 31 January 2026 have been proposed before taking into account the net unrealised losses of RM1,204,365 (01.11.2024 to 31.01.2025: RM1,291,910) arising during the financial period which was carried forward to the next financial period.

All distributions during the current financial period were sourced from realised income. There were no distributions out of capital.

## **DIRECTORY**

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*For enquiries about this or any of the other Funds offered by AmFunds Management Berhad  
Please call 2032 2888 between 8.45 a.m. to 5.45 p.m. (Monday to Thursday),  
Friday (8.45 a.m. to 5.00 p.m.)*

