

Annual Report for

AmlIncome Institutional SRI 1 (formerly known as AmlIncome Institutional 1)

31 March 2026



TRUST DIRECTORY

Manager

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

Trustee

Deutsche Trustees Malaysia 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 audited accounts of AmlIncome Institutional SRI 1 ("Fund") for the financial year ended 31 March 2026.

Salient Information of the Fund

Name	AmlIncome Institutional* SRI 1 ("Fund") <i>*Institutional refers to the potential Sophisticated Investor(s) of the Fund and not to the nature of the investables.</i>				
Category/ Type	Wholesale Fixed Income / Income and to a lesser extent growth				
Objective	The Fund is a fixed income fund which aims to provide a stream of income* and to a lesser extent capital appreciation. <i>*The income could be in the form of units or cash.</i> <i>Note: Any material change to the investment objective of the Fund would require Unit Holders' approval</i>				
Duration	The Fund was established on 9 January 2012 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	FTSE BPA Malaysia Corporates 3Y-7Y All Bond Index (Available at www.aminvest.com) <i>Note: The above performance benchmark may be changed to reflect any material change to the Fund's asset allocation range as permitted by the prevailing regulations.</i>				
Income Distribution Policy	Income (if any) will be declared monthly. <i>Note: The income could be in the form of units or cash. Should there be any income or gains, income distribution will be declared at the Manager's discretion.</i>				
Breakdown of Unit Holdings by Size	For the financial year under review, the size of the Fund stood at 1,256,263,114 units.				
	Size of holding	As at 31 March 2026		As at 31 March 2025	
		No of units held	Number of unitholders	No of units held	Number of unitholder
	5,000 and below	-	-	-	-
	5,001-10,000	-	-	-	-
	10,001-50,000	-	-	-	-
	50,001-500,000	-	-	-	-
	500,001 and above	1,256,263,114	2	1,104,615,822	1

Fund Performance Data

Portfolio Composition	As at 31 March		
	2026 %	2025 %	2024 %
Cagamas bonds	-	0.46	4.58
Corporate bonds	91.37	94.82	92.80
Malaysian Government Securities	-	-	2.61
Money market deposits and cash equivalents	8.63	4.72	0.01
Total	100.00	100.00	100.00

Note: The abovementioned percentages are calculated based on total net asset value.

	FYE 2026	FYE 2025	FYE 2024
Net asset value (RM'000)	1,263,953	1,109,518	1,122,718
Units in circulation ('000)	1,256,263	1,104,616	1,104,616
Net asset value per unit (RM)	1.0061	1.0044	1.0164
Highest net asset value per unit (RM)	1.0182	1.0219	1.0199
Lowest net asset value per unit (RM)	1.0044	1.0007	0.9917
Benchmark performance (%)	4.31	4.67	6.08
Total return (%) ⁽¹⁾	4.43	4.28	5.65
- Capital growth (%)	0.27	-1.09	2.56
- Income distributions (%)	4.16	5.37	3.09
Gross distributions (RM sen per unit)	4.18	5.46	3.06
Net distributions (RM sen per unit)	4.18	5.46	3.06
Total expense ratio (%) ⁽²⁾	0.18	0.17	0.17
Portfolio turnover ratio (times) ⁽³⁾	0.53	0.75	0.40

Note:

(1) Total return is the actual return of the Fund for the respective financial 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) 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. The TER increased by 0.01% as compared to 0.17% per annum for the financial year ended 31 March 2025 mainly due to increase in expenses.

(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. The decrease in the PTR for 2026 and increase in 2025 were due mainly to investing activities.

Average Total Return (as at 31 March 2026)

	AmlIncome Institutional SRI 1^(a) %	Benchmark^{(b)**} %
One year	4.43	4.31
Three years	4.78	5.02
Five years	4.05	4.38
Ten years	4.55	4.58

Annual Total Return

Financial Years Ended (31 March)	AmlIncome Institutional SRI 1^(a) %	Benchmark^{(b)**} %
2026	4.43	4.31
2025	4.28	4.67
2024	5.65	6.08
2023	3.87	4.40
2022	2.06	2.48

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

(b) FTSE BPA Malaysia Corporates 3Y-7Y All Bond Index.

(Available at www.aminvest.com)

- ** Benchmark
- from 1 December 2014 until 31 March 2017 – Quantshop MGS (Medium) Index.
 - from 1 April 2017 until 7 March 2024 – Thomson Reuters BPA Malaysia Corporates 3Y-7Y All Bond Index.
 - from 8 March 2024 until 30 October 2025 – Refinitiv BPA Malaysia Government Related 3Y-7Y All Bond Index.
 - from 31 October 2025 onwards – FTSE BPA Malaysia Corporates 3Y-7Y All Bond Index.

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.

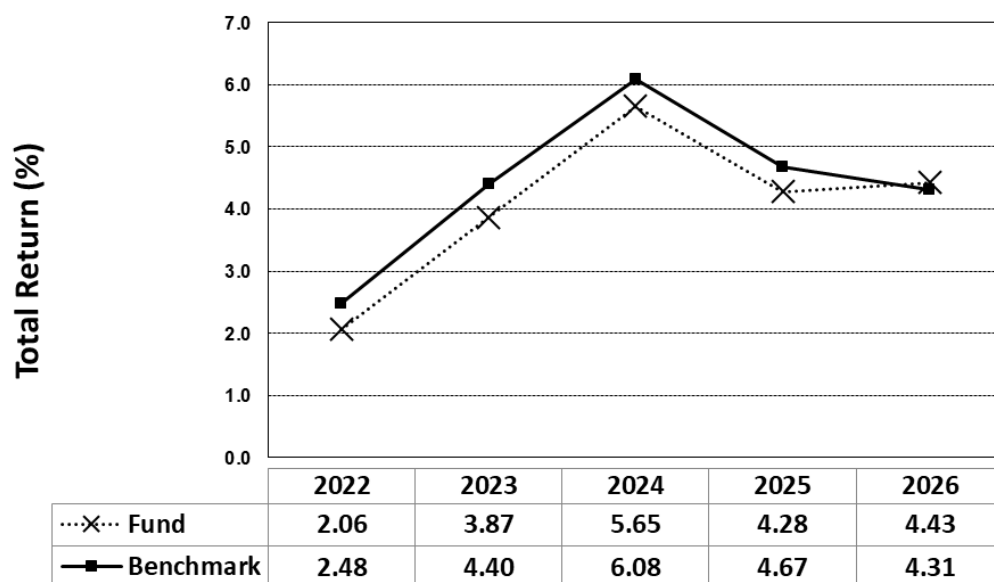
Fund Performance

For the financial year under review, the Fund registered a return of 4.43% comprising of 0.27% capital growth and 4.16% income distributions.

Thus, the Fund's return of 4.43% has outperformed the benchmark's return of 4.31% by 0.12%.

As compared with the financial year ended 31 March 2025, the net asset value ("NAV") per unit of the Fund increased by 0.17% from RM1.0044 to RM1.0061, while units in circulation increased by 13.73% from 1,104,615,822 units to 1,256,263,114 units.

The following line chart shows comparison between the annual performances of AmlIncome Institutional SRI 1 and its benchmark for the financial years ended 31 March.



Financial Years Ended (31 March)

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

Has the Fund achieved its objective?

The Fund achieved its objective by providing a stream of income.

Strategies and Policies Employed

For the financial year under review, The Fund will invest up to 100% of its NAV in Malaysian Ringgit denominated fixed income instruments, where up to 20% of its NAV in cash, deposits and money market instruments for liquidity purposes and the overall investment strategy. The Fund may invest up to 30% of the Fund's net asset value in Malaysian government securities.

The Fund's average weighted duration is +/- 1.5 years of the benchmark duration.

Portfolio Structure

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

	As at 31.03.2026 %	As at 31.03.2025 %	Changes %
Cagamas bonds	-	0.46	-0.46
Corporate bonds	91.37	94.82	-3.45
Money market deposits and cash equivalents	8.63	4.72	3.91
Total	100.00	100.00	

For the financial year under review, the Fund invested 91.37% of its NAV in corporate bonds with the remaining 8.63% in money market deposits and cash equivalents.

Cross Trade	There were no cross trades undertaken during the financial year under review.																																																				
Distribution/ Unit Splits	<p>During the financial year under review, the Fund declared distributions, detailed as follows:</p> <table border="1"> <thead> <tr> <th>Date of distributions</th> <th>Distributions per unit RM (sen)</th> <th>NAV per unit Cum-Distributions (RM)</th> <th>NAV per unit Ex-Distributions (RM)</th> </tr> </thead> <tbody> <tr> <td>29-Apr-25</td> <td>0.48</td> <td>1.0105</td> <td>1.0057</td> </tr> <tr> <td>29-May-25</td> <td>0.34</td> <td>1.0131</td> <td>1.0097</td> </tr> <tr> <td>26-Jun-25</td> <td>0.30</td> <td>1.0133</td> <td>1.0103</td> </tr> <tr> <td>30-Jul-25</td> <td>0.36</td> <td>1.0169</td> <td>1.0133</td> </tr> <tr> <td>28-Aug-25</td> <td>0.31</td> <td>1.0184</td> <td>1.0153</td> </tr> <tr> <td>29-Sep-25</td> <td>0.37</td> <td>1.0168</td> <td>1.0131</td> </tr> <tr> <td>30-Oct-25</td> <td>0.35</td> <td>1.0134</td> <td>1.0099</td> </tr> <tr> <td>27-Nov-25</td> <td>0.33</td> <td>1.0125</td> <td>1.0092</td> </tr> <tr> <td>30-Dec-25</td> <td>0.38</td> <td>1.0125</td> <td>1.0087</td> </tr> <tr> <td>29-Jan-26</td> <td>0.37</td> <td>1.0111</td> <td>1.0074</td> </tr> <tr> <td>26-Feb-26</td> <td>0.29</td> <td>1.0106</td> <td>1.0077</td> </tr> <tr> <td>30-Mar-26</td> <td>0.30</td> <td>1.0090</td> <td>1.0060</td> </tr> </tbody> </table> <p>There is no unit split declared for the financial year under review.</p>	Date of distributions	Distributions per unit RM (sen)	NAV per unit Cum-Distributions (RM)	NAV per unit Ex-Distributions (RM)	29-Apr-25	0.48	1.0105	1.0057	29-May-25	0.34	1.0131	1.0097	26-Jun-25	0.30	1.0133	1.0103	30-Jul-25	0.36	1.0169	1.0133	28-Aug-25	0.31	1.0184	1.0153	29-Sep-25	0.37	1.0168	1.0131	30-Oct-25	0.35	1.0134	1.0099	27-Nov-25	0.33	1.0125	1.0092	30-Dec-25	0.38	1.0125	1.0087	29-Jan-26	0.37	1.0111	1.0074	26-Feb-26	0.29	1.0106	1.0077	30-Mar-26	0.30	1.0090	1.0060
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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 unitholders during the financial year under review.																																																				
Rebates and Soft Commission	During the year, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.																																																				
Market Review	<p>The Malaysian bond market turned decisively bullish in 2Q2025, supported by a dovish shift in rate expectations and strong foreign demand. Weaker 1Q Gross Domestic Product (GDP) data drove expectations of a rate cut, triggering sizable foreign inflows of RM10.2 billion in April and a record RM13.5 billion in May. This led to a sharp decline in medium-term Malaysian Government Securities (MGS) yields. Additionally, Bank Negara Malaysia's (BNM) Statutory Reserve Requirement (SRR) cut from 2.00% to 1.00% injected RM18.6 billion of liquidity, further supporting market momentum.</p> <p>In 3Q2025, sentiment remained constructive initially following BNM's pre-emptive 25bps Overnight Policy Rate (OPR) cut to 2.75% in July, which sparked a rally and bull-flattening of the yield curve. However, momentum moderated in August and turned cautious by September as profit-taking emerged alongside a weak 15-year MGS auction. Yields rose across the curve, reflecting temporary divergence from the Federal Reserve's (Fed) easing trajectory.</p> <p>The market entered 4Q2025 on a cautious footing but gradually recovered. Weak sentiment carried into early October, with softer demand for long-tenure bonds and rising yields. Conditions improved later in the month as expectations of Fed easing strengthened, leading to renewed foreign inflows. Momentum picked up further in November and December, supported by robust inflows, a weaker United States Dollar (USD), and stable domestic fundamentals. Despite lower year-end liquidity, strong auction demand allowed the quarter to close on a positive note.</p> <p>However, early 2026 saw increased volatility as investor sentiment fluctuated amid uncertainty over the rate outlook. While conditions briefly stabilized, geopolitical</p>																																																				

	<p>tensions, particularly the United States (US)–Israel vs Iran conflict, triggered a global bond selloff. Malaysian bonds weakened in tandem, leading to a net foreign outflow of RM2.3 billion in February. Overall, while 2025 ended on a strong footing, heightened geopolitical risks and global rate uncertainties are expected to keep market sentiment cautious in the near term.</p>
Market Outlook	<p>Geopolitical risks have intensified following the escalation of the United States (US)–Israel vs Iran conflict, driving oil prices higher and reviving global inflation concerns. This has led to a broad rise in global bond yields, reduced expectations for monetary easing, and heightened risk aversion toward emerging-market assets, including Asian currencies and fixed income.</p> <p>Local bond market has seen yields move higher in line with global trends, while investors remain cautious amid increased volatility and expectations of heavier corporate bond issuances in near term. The combination of elevated supply and external uncertainty is likely to keep near-term sentiment defensive, particularly toward longer-duration and lower-rated credits.</p> <p>That said, Malaysia’s bond market remains underpinned by resilient fundamentals. Higher oil-related revenues, manageable inflation and Bank Negara Malaysia’s (BNM) stable policy stance continue to support market stability. As yields adjust upward, valuations are becoming more attractive, creating potential entry opportunities for medium- to long-term investors, especially in high-quality ringgit-denominated bonds and sukuk.</p>
A statement that the fund has complied with Guidelines on Sustainable And Responsible Investment Funds during the reporting period	<p>For the financial year under review, the Fund has complied with the requirements of the Guidelines on Sustainable and Responsible Investment Funds (“SRI”).</p>
Descriptions on sustainability considerations that have been adopted in the policies and strategies employed	<p>As a SRI qualified fund, the investments of the Fund are subjected to the integration of the sustainability considerations. Please refer to “Strategies and Policies Employed” section in this report for further information on the Fund’s sustainability considerations.</p>
Descriptions of the SRI Fund’s policies and strategies achieved during the reporting period which must include, but are not limited to the following (a-g) :-	
(a) A review on sustainability considerations of the SRI Fund’s portfolio	<p>For the financial year under review, the Fund incorporated sustainability considerations in securities or instruments selection (including instruments issued under their respective green, social and sustainability (“GSS”) bond framework), by investing in companies which are well governed and with positive environmental and social impact. The issuer of such securities or instruments are evaluated based on the sustainability considerations as disclosed in the section “ESG Assessment Methodology” and their disclosure of information pertaining to environmental and social impact.</p>

<p>(b) The proportion of underlying investments that are consistent with the SRI Fund's policies and strategies</p>	<p>For the financial year under review, the Fund invested at least two-thirds (2/3) of the NAV of the Fund in securities or instruments (excluding Malaysian government securities, cash, deposits and money market instruments) that are in line with the sustainability considerations adopted by the Fund.</p>
<p>(c) Where the SRI Fund's underlying investments are inconsistent with its policies and strategies, descriptions on steps undertaken to rectify the inconsistency</p>	<p>Not applicable as the Fund's underlying investments are consistent with its policies and strategies. That said, if the Fund's investments become inconsistent with its investment strategies or the Fund breaches the two thirds (2/3) asset allocation threshold in investments that are subjected to sustainability considerations, the Fund Manager will dispose and/or replace the investment(s) within seven (7) business days from the date of the breach.</p>
<p>(d) Actions taken in achieving the SRI Fund's policies and strategies</p>	<p>The Fund Manager continuously monitor and if required, rebalance the investments to ensure that at least two-thirds (2/3) of the NAV of the Fund are maintained in securities or instruments (excluding Malaysian government securities, cash, deposits and money market instruments) that are in line with the sustainability considerations adopted by the Fund.</p>
<p>(e) A comparison of the SRI Fund's performance against the designated reference benchmark (if available)</p>	<p>Not applicable since the Fund does not have a designated SRI benchmark.</p>
<p>(f) Descriptions on sustainability risk considerations and the inclusion of such risks in the SRI Fund's investment decision making process</p>	<p><u>Sustainability and Responsible Investment and Impact Risk</u></p> <p>As the Fund has an intention to generate positive sustainable and responsible impact alongside a financial return ("impact"), the investor must be able to accept temporary capital losses due to the potentially restricted number of companies that the Fund can invest in due to those companies which may not meet the sustainability considerations requirement and, consequently, should view investment in the Fund as a long-term investment.</p> <p>The Fund may seek to exclude holdings deemed inconsistent with the sustainability considerations. As a result, the investments of the Fund will be more limited than other funds that do not apply sustainability considerations. The Fund may be precluded from purchasing, or required to sell, certain investments that are inconsistent with its investment policy and sustainability considerations which might otherwise be advantageous to hold. The incorporation of sustainability considerations could result in performance that is better or worse than the</p>

	<p>performance of the other funds depending on the performance of the excluded investments and the investments included in place of such excluded investments.</p> <p>This risk is mitigated via investment strategy of the Fund such as by imposing minimum credit rating, active tactical duration management and by analyzing general market conditions. In addition, the Manager will use models that analyze and compare expected returns and assumed risk.</p> <p>The Manager will also focus on securities or instruments that would deliver better returns and will consider obligations with more favourable or improving credit or industry outlook that provides the potential for capital appreciation.</p> <p><u>Greenwashing Risk</u></p> <p>Greenwashing is defined as making false, misleading or unsubstantiated claims in relation to ESG credential of an investment product. The Fund may inadvertently invest into such products, without prior knowledge of the fraudulent claims. As greenwashing could result in reputational risk, regulatory fines, and/or withdrawal of the products, there could be a negative impact on the value of the Fund.</p> <p>In mitigating the greenwashing risk, there are governance and guidelines in place for assessing the sustainability of the sovereign or corporate issuer and depository financial institution. The ESG score prescribed to the sovereign or corporate issuer and depository financial institution are reviewed and approved by appropriate approving authorities internally, and updated periodically, i.e. at least once a year.</p>
<p>(g) Any other information, considered necessary and relevant by the issuer</p>	<p>No additional information deemed necessary to be disclosed.</p>
<p>Where the SRI Fund has provided previous periodic reviews, a comparison between the current and at least the previous reporting period</p>	<p>For the current reporting period and the previous reporting period, the Fund has complied with the requirements of the Guidelines on Sustainable and Responsible Investment Funds (“SRI”) by investing at least two-thirds (2/3) of the NAV of the Fund in securities or instruments that are in line with the sustainability considerations adopted by the Fund.</p>

Kuala Lumpur, Malaysia
AmFunds Management Berhad

19 May 2026

Independent auditors' report to the unit holders of AmlIncome Institutional SRI 1

Report on the audit of the financial statements

Opinion

We have audited the financial statements of AmlIncome Institutional SRI 1 (the "Fund"), which comprise the statement of financial position of the Fund as at 31 March 2026, and statement of comprehensive income, statement of changes in equity and statement of cash flows of the Fund for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 13 to 51.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 March 2026, and of its financial performance and cash flows for the financial year then ended in accordance with MFRS Accounting Standards and IFRS Accounting Standards.

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"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

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 included in the 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.

Independent auditors' report to the unit holders of AmlIncome Institutional SRI 1 (cont'd.)

Information other than the financial statements and auditors' report thereon (cont'd.)

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 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 Accounting Standards and IFRS Accounting Standards. 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.

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.

**Independent auditors' report to the unit holders of
AmlIncome Institutional SRI 1 (cont'd.)**

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

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.
- 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.

**Independent auditors' report to the unit holders of
AmlIncome Institutional SRI 1 (cont'd.)**

Other matters

This report is made solely to the unit holders of the Fund, as a body, in accordance with the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework 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.

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

Ng Sue Ean
No. 03276/07/2026 J
Chartered Accountant

Kuala Lumpur, Malaysia
19 May 2026

AmlIncome Institutional SRI 1

**STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2026**

	Note	2026 RM	2025 RM
ASSETS			
Investments	4	1,154,876,812	1,057,196,281
Deposits with licensed financial institutions	5	-	56,137,234
Interest receivables		145,086	-
Amount due from brokers	6	15,304,305	-
Cash at banks		102,694,034	10,874
TOTAL ASSETS		<u>1,273,020,237</u>	<u>1,113,344,389</u>
LIABILITIES			
Amount due to broker	6	5,073,219	-
Amount due to Manager	7	165,251	140,489
Amount due to Trustee	8	32,286	28,282
Distribution payable		3,768,789	3,645,232
Sundry payables and accruals		27,601	12,100
TOTAL LIABILITIES		<u>9,067,146</u>	<u>3,826,103</u>
NET ASSET VALUE (“NAV”) OF THE FUND		<u>1,263,953,091</u>	<u>1,109,518,286</u>
EQUITY			
Unit holders’ capital	10(a)	1,253,197,093	1,099,906,722
Retained earnings	10(b)(c)	10,755,998	9,611,564
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	<u>1,263,953,091</u>	<u>1,109,518,286</u>
UNITS IN CIRCULATION	10(a)	<u>1,256,263,114</u>	<u>1,104,615,822</u>
NAV PER UNIT (RM)		<u>1.0061</u>	<u>1.0044</u>

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

AmlIncome Institutional SRI 1

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

	Note	2026 RM	2025 RM
INVESTMENT INCOME			
Interest income		48,987,397	45,293,140
Net gains from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	9	<u>5,875,499</u>	<u>3,741,847</u>
		<u>54,862,896</u>	<u>49,034,987</u>
EXPENDITURE			
Management fee	7	(1,743,579)	(1,568,588)
Trustee’s fee	8	(373,624)	(336,126)
Audit fee		(7,000)	(5,500)
Tax agent’s fee		(3,800)	(3,300)
Custodian’s fee		(5,354)	(5,693)
Other expenses		<u>(89,719)</u>	<u>(2,972)</u>
		<u>(2,223,076)</u>	<u>(1,922,179)</u>
Net income before taxation		52,639,820	47,112,808
Taxation	12	<u>-</u>	<u>-</u>
Net income after taxation, representing total comprehensive income for the financial year		<u>52,639,820</u>	<u>47,112,808</u>
Total comprehensive income comprises the following:			
Realised income		51,496,687	49,349,202
Unrealised gain/(loss)		<u>1,143,133</u>	<u>(2,236,394)</u>
		<u>52,639,820</u>	<u>47,112,808</u>
Distributions for the financial year			
Net distributions	13	<u>51,495,386</u>	<u>60,312,024</u>
Gross distributions per unit (sen)	13	<u>4.18</u>	<u>5.46</u>
Net distributions per unit (sen)	13	<u>4.18</u>	<u>5.46</u>

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

AmlIncome Institutional SRI 1

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

	Note	Unit holders' capital RM	Retained earnings RM	Total equity RM
At 1 April 2025		1,099,906,722	9,611,564	1,109,518,286
Total comprehensive income for the financial year		-	52,639,820	52,639,820
Creation of units	10(a)	150,000,000	-	150,000,000
Reinvestment of distributions	10(a)	3,290,371	-	3,290,371
Distributions	13	-	(51,495,386)	(51,495,386)
Balance at 31 March 2026		<u>1,253,197,093</u>	<u>10,755,998</u>	<u>1,263,953,091</u>
At 1 April 2024		1,099,906,722	22,810,780	1,122,717,502
Total comprehensive income for the financial year		-	47,112,808	47,112,808
Distributions	13	-	(60,312,024)	(60,312,024)
Balance at 31 March 2025		<u>1,099,906,722</u>	<u>9,611,564</u>	<u>1,109,518,286</u>

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

AmlIncome Institutional SRI 1

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

	Note	2026 RM	2025 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES			
Proceeds from sale of investments		591,477,912	860,845,400
Purchases of investments		(696,178,684)	(801,846,120)
Proceeds from maturity of deposit		20,000,000	-
Placement of deposit		-	(20,000,000)
Interest received		51,806,143	49,919,396
Management fee paid		(1,718,817)	(1,570,037)
Trustee's fee paid		(369,620)	(336,417)
Tax agent's fee paid		(6,600)	-
Custodian's fee paid		(5,354)	(5,693)
Payments for other expenses		(78,418)	(8,472)
Net cash (used in)/generated from operating and investing activities		<u>(35,073,438)</u>	<u>86,998,057</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		150,000,000	-
Distributions paid		(48,081,458)	(61,085,256)
Net cash generated from/(used in) financing activities		<u>101,918,542</u>	<u>(61,085,256)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		66,845,104	25,912,801
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		<u>35,848,930</u>	<u>9,936,129</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR		<u>102,694,034</u>	<u>35,848,930</u>
Cash and cash equivalents comprise:			
Short-term deposits with licensed financial institutions	5	-	35,838,056
Cash at banks		<u>102,694,034</u>	<u>10,874</u>
		<u>102,694,034</u>	<u>35,848,930</u>

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

AmlIncome Institutional SRI 1

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

1. GENERAL INFORMATION

AmlIncome Institutional SRI 1 (the “Fund”) was established pursuant to a Deed dated 6 January 2012 as amended by Deeds supplemental thereto (the “Deeds”), between AmFunds Management Berhad as the Manager, Deutsche Trustees Malaysia Berhad as the Trustee and all unit holders. By the 6th Supplemental Information Memorandum dated 8 March 2024, the Fund has changed its name from AmlIncome Institutional 1 to AmlIncome Institutional SRI 1.

The Fund aims to provide a stream of income and to a lesser extent capital appreciation. As provided in the Deed, the financial year shall end on 31 March and the units in the Fund were first offered for sale on 9 January 2012.

The financial statements were authorised for issue by the Manager on 19 May 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 Accounting Standards as issued by the Malaysian Accounting Standards Board (“MASB”) and IFRS Accounting Standards.

Standards effective during the financial year

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

Description	Effective for financial periods beginning on or after
Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability</i>	1 January 2025

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
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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

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

Standards issued but not yet effective (cont'd.)

Description	Effective for financial periods beginning on or after
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
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 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.

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 YEAR ENDED 31 MARCH 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.

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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

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

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* ("MFRS 132").

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.

(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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

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

3.8 Financial assets (cont'd.)

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.

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 date 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 Target Fund Manager, amount due from 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 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: (cont'd.)

Financial assets at fair value through other comprehensive income ("FVOCI") (cont'd.)

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.

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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

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

3.10 Derecognition of financial instruments (cont'd.)

(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.

3.12 Determination of fair value

For investments in local fixed income securities, nominal value is the face value of the securities and fair value is determined based on the indicative prices from Bond Pricing Agency Malaysia Sdn. Bhd. plus accrued interest, which includes the accretion of discount and amortisation of premium. 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 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 year.

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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

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

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 year.

4. INVESTMENTS

	2026	2025
	RM	RM
Financial assets at FVTPL		
At nominal value:		
Cagamas bonds	-	5,000,000
Corporate bonds	1,117,000,000	1,016,500,000
	<u>1,117,000,000</u>	<u>1,021,500,000</u>
At fair value:		
Cagamas bonds	-	5,171,992
Corporate bonds	1,154,876,812	1,052,024,289
	<u>1,154,876,812</u>	<u>1,057,196,281</u>

Details of investments as at 31 March 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 %
Corporate bonds						
18.05.2026	Encorp Systembilt Sdn. Bhd.	AA	3,000,000	3,066,113	3,060,131	0.24
25.05.2026	RHB Bank Berhad	AA	5,000,000	5,073,319	5,073,137	0.40

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
11.08.2026	Bakun Hydro Power Generation Sdn. Bhd.	AAA	2,000,000	2,019,614	2,010,460	0.16
02.10.2026	UMW Holdings Berhad	AA	2,000,000	2,069,467	2,052,822	0.16
26.02.2027	Malaysian Resources Corporation Berhad	AA	5,000,000	5,094,678	5,024,896	0.40
21.04.2027	S P Setia Berhad	AA	5,000,000	5,128,899	5,079,506	0.41
08.06.2027	Genting Capital Berhad	AA	10,000,000	10,253,092	10,208,747	0.81
03.09.2027	YTL Power International Berhad	AAA	5,000,000	5,129,378	5,021,913	0.41
16.12.2027	Affin Islamic Bank Berhad	AA	10,000,000	10,324,024	10,138,324	0.82
19.01.2028	RHB Bank Berhad	AA	10,000,000	10,240,564	10,203,549	0.81
20.01.2028	Toyota Capital Malaysia Sdn. Bhd.	AAA	5,000,000	5,133,401	5,116,961	0.41
24.03.2028	MMC Corporation Berhad	AA	5,000,000	5,202,285	5,164,994	0.41
28.03.2028	Qualitas Sukuk Berhad	AA	10,000,000	10,129,903	10,002,603	0.80

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
28.04.2028	OSK Rated Bond Sdn. Bhd.	AA	5,000,000	5,169,610	5,137,643	0.41
19.06.2028	Hong Leong Bank Berhad	AA	5,000,000	5,117,610	5,059,260	0.40
10.08.2028	Eco World Capital Berhad	AA	8,000,000	8,286,979	8,214,021	0.66
24.08.2028	YTL Power International Berhad	AAA	25,000,000	25,958,791	25,924,444	2.05
13.10.2028	Affin Islamic Bank Berhad	A	5,000,000	5,224,669	5,211,991	0.41
03.11.2028	AmBank (M) Berhad*	AA	5,000,000	5,187,620	5,166,582	0.41
29.12.2028	Malaysia Airports Holdings Berhad	AAA	5,000,000	5,126,325	5,052,175	0.41
31.01.2029	Malayan Banking Berhad	AA	20,000,000	20,331,701	20,323,980	1.61
27.03.2029	CIMB Islamic Bank Berhad	AAA	5,000,000	5,046,644	5,002,644	0.40
20.04.2029	AEON Credit Service (M) Berhad	AA	10,000,000	10,335,107	10,279,081	0.82
20.04.2029	S P Setia Berhad	AA	25,000,000	26,242,928	25,611,007	2.08
08.05.2029	Affin Bank Berhad	AA	5,000,000	5,137,503	5,079,753	0.41
15.05.2029	RHB Islamic Bank Berhad	AA	10,000,000	10,220,745	10,147,945	0.81

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
11.06.2029	Hong Leong Bank Berhad	AA	10,000,000	10,212,064	10,123,164	0.81
29.06.2029	Tenaga Nasional Berhad	AAA	10,000,000	10,469,322	10,119,222	0.83
20.07.2029	SunREIT Bond Berhad	AA	10,000,000	10,141,249	10,075,049	0.81
25.07.2029	Public Bank Berhad	AA	10,000,000	10,178,733	10,071,233	0.80
12.09.2029	Bank Pembangunan Malaysia Berhad	NR**	5,000,000	5,221,819	5,309,330	0.41
06.11.2029	Bank Simpanan Nasional Berhad	AAA	5,000,000	5,134,816	5,077,466	0.41
30.11.2029	MMC Corporation Berhad	AA	10,000,000	10,746,652	10,199,173	0.85
12.12.2029	BGSM Management Sdn. Bhd.	AA	5,000,000	5,185,502	5,071,343	0.41
26.02.2030	Toyota Capital Malaysia Sdn. Bhd.	AAA	15,000,000	15,395,932	15,248,261	1.22
06.03.2030	AEON Credit Service (M) Berhad	AA	5,000,000	5,079,060	5,027,033	0.40
25.03.2030	Bank Islam Malaysia Berhad	A	5,000,000	5,105,762	5,004,712	0.40
03.05.2030	UDA Holdings Berhad	AA	1,000,000	1,061,869	1,023,080	0.08

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
28.05.2030	Bank Islam Malaysia Berhad	A	10,000,000	10,291,086	10,201,949	0.81
30.05.2030	CelcomDigi Telecommunications Sdn. Bhd.	AAA	5,000,000	5,151,845	5,158,304	0.41
11.06.2030	Saracap Ventures Sdn. Bhd.	AAA	15,000,000	15,127,001	15,162,851	1.20
21.06.2030	S P Setia Berhad	AA	13,000,000	13,589,657	13,463,959	1.08
05.07.2030	Johor Corporation	AAA	5,000,000	5,223,115	5,051,815	0.41
12.08.2030	Tenaga Nasional Berhad	AAA	4,000,000	3,899,375	4,015,255	0.31
16.08.2030	Toyota Capital Malaysia Sdn. Bhd.	AAA	10,000,000	10,226,507	10,123,133	0.81
13.09.2030	OSK Rated Bond Sdn. Bhd.	AA	25,000,000	25,777,955	25,353,008	2.04
18.09.2030	Press Metal Aluminium Holdings Berhad	AA	5,000,000	5,170,875	5,095,225	0.41
25.10.2030	SMJ Energy Sdn. Bhd.	AAA	10,000,000	10,447,737	10,189,337	0.83
03.12.2030	CIMB Group Holdings Berhad	AA	5,000,000	5,066,395	5,061,945	0.40
12.12.2030	BGSM Management Sdn. Bhd.	AA	5,000,000	5,226,409	5,182,913	0.41
03.01.2031	Edra Energy Sdn. Bhd.	AA	5,000,000	5,587,752	5,358,751	0.44

AmlIncome Institutional SRI 1

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
06.03.2031	AEON Credit Service (M) Berhad	AA	15,000,000	15,315,540	15,253,015	1.21
27.03.2031	CIMB Islamic Bank Berhad	AAA	5,000,000	5,095,760	5,002,760	0.40
27.03.2031	Gamuda Berhad	AA	5,000,000	5,072,274	5,025,487	0.40
10.04.2031	YTL Corporation Berhad	AAA	3,000,000	3,248,509	3,221,719	0.26
09.05.2031	UDA Holdings Berhad	AA	10,000,000	10,551,942	10,238,216	0.83
16.05.2031	Toyota Capital Malaysia Sdn. Bhd.	AAA	5,000,000	5,147,647	5,092,958	0.41
23.05.2031	Petroleum Sarawak Exploration Production & Sdn. Bhd.	AAA	5,000,000	5,143,112	5,070,312	0.41
28.05.2031	PONSB Capital Berhad	AA	25,000,000	25,694,719	25,462,561	2.03
19.06.2031	AmBank (M) Berhad*	AA	10,000,000	10,292,099	10,115,699	0.81
20.06.2031	BGSM Management Sdn. Bhd.	AA	5,000,000	5,123,790	5,091,104	0.41
27.06.2031	CelcomDigi Telecommunications Sdn. Bhd.	AAA	10,000,000	10,224,534	10,100,134	0.81
04.07.2031	Edra Energy Sdn. Bhd.	AA	5,000,000	5,641,923	5,582,641	0.45
11.07.2031	Perbadanan Kemajuan Negeri Selangor	AA	5,000,000	5,150,470	5,057,575	0.41

AmlIncome Institutional SRI 1

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
15.07.2031	Bank Islam Malaysia Berhad	AA	30,000,000	30,790,784	30,703,780	2.44
22.07.2031	SunREIT Bond Berhad	AA	5,000,000	5,086,975	5,052,672	0.40
29.07.2031	Perbadanan Kemajuan Negeri Selangor	AA	5,000,000	5,127,774	5,046,309	0.41
11.08.2031	Bakun Hydro Power Generation Sdn. Bhd.	AAA	5,000,000	5,266,547	5,201,346	0.42
26.08.2031	YTL Power International Berhad	AAA	5,000,000	5,093,653	5,105,122	0.40
26.09.2031	Johor Plantations Group Berhad	AA	5,000,000	5,070,438	5,003,288	0.40
17.10.2031	RHB Bank Berhad	AA	5,000,000	5,135,729	5,132,697	0.41
28.11.2031	Eco World Capital Berhad	AA	20,000,000	20,771,805	20,290,805	1.64
16.01.2032	Perbadanan Kemajuan Negeri Selangor	AA	30,000,000	31,885,657	31,348,648	2.52
17.02.2032	Malakoff Power Berhad	AA	5,000,000	5,180,162	5,171,194	0.41
19.03.2032	Press Metal Aluminium Holdings Berhad	AA	15,000,000	15,263,277	15,245,018	1.21

AmlIncome Institutional SRI 1

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
26.03.2032	Gamuda Berhad	AA	5,000,000	5,045,199	4,978,892	0.40
26.03.2032	Sunway Healthcare Treasury Sdn. Bhd.	AA	20,000,000	20,250,959	20,241,579	1.60
08.04.2032	MMC Port Holdings Sdn. Bhd.	AA	5,000,000	5,379,138	5,336,397	0.43
23.04.2032	Sunway Treasury Sukuk Sdn. Bhd.	AA	10,000,000	10,217,889	10,264,065	0.81
29.04.2032	Sime Darby Property Berhad	AA	10,000,000	10,278,848	10,219,287	0.81
06.05.2032	UDA Holdings Berhad	AA	5,000,000	5,204,050	5,119,201	0.41
07.05.2032	Malayan Cement Berhad	AA	5,000,000	5,110,931	5,091,927	0.40
20.05.2032	AEON Credit Service (M) Berhad	AA	20,000,000	20,535,101	20,512,416	1.62
31.05.2032	GENM Capital Berhad	AA	5,000,000	5,266,171	5,086,121	0.42
30.06.2032	STM Lottery Sdn. Bhd.	AA	10,000,000	10,400,374	10,146,023	0.82
30.06.2032	Tenaga Nasional Berhad	AAA	5,000,000	5,378,047	5,381,864	0.43
23.07.2032	Bank Islam Malaysia Berhad	AA	10,000,000	10,101,562	10,091,179	0.80
30.07.2032	CIMB Islamic Bank Berhad	AAA	5,000,000	5,128,875	5,033,425	0.41

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
17.09.2032	AEON Credit Service (M) Berhad	AA	5,000,000	5,007,922	5,021,377	0.40
06.10.2032	Quantum Solar Park (Semenanjung) Sdn. Bhd.	AA	5,000,000	5,679,510	5,666,616	0.45
13.10.2032	Amanat Lebuhraya Rakyat Berhad	AAA	20,000,000	22,229,110	21,517,292	1.76
05.11.2032	PNB Merdeka Ventures Sdn. Berhad	AAA	10,000,000	10,154,200	10,151,600	0.80
17.12.2032	CelcomDigi Telecommunications Sdn. Bhd.	AAA	5,000,000	5,058,570	5,089,939	0.40
17.03.2033	Sunway Treasury Sukuk Sdn. Bhd.	AA	5,000,000	4,988,170	5,007,870	0.39
18.03.2033	CelcomDigi Telecommunications Sdn. Bhd.	AAA	5,000,000	5,000,564	5,006,714	0.40
24.03.2033	YTL Power International Berhad	AAA	5,000,000	5,375,119	5,298,800	0.43
29.03.2033	TNB Power Generation Sdn. Bhd.	AAA	5,000,000	5,250,405	5,253,904	0.42
20.06.2033	Gamuda Berhad	AA	15,000,000	15,727,572	15,565,020	1.24
05.07.2033	Edra Energy Sdn. Bhd.	AA	5,000,000	5,862,008	5,863,286	0.46

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
06.07.2033	Johor Corporation	AAA	25,000,000	26,542,065	26,127,117	2.10
15.09.2033	OSK Rated Bond Sdn. Bhd.	AA	15,000,000	15,664,381	15,734,501	1.24
13.10.2033	Amanat Lebuhraya Rakyat Berhad	AAA	15,000,000	16,880,975	16,956,799	1.34
31.05.2034	GENM Capital Berhad	AA	5,000,000	5,288,529	5,195,343	0.42
19.06.2034	AmBank (M) Berhad*	AA	5,000,000	5,156,455	5,058,555	0.41
20.06.2034	BGSM Management Sdn. Bhd.	AA	5,000,000	5,127,464	5,122,672	0.41
28.07.2034	Benih Restu Berhad	AA	33,000,000	33,740,204	33,469,204	2.67
09.08.2034	Perbadanan Kemajuan Negeri Selangor	AA	5,000,000	5,093,053	4,983,887	0.40
11.08.2034	Alliance Bank Malaysia Berhad	AA	5,000,000	5,070,909	5,026,959	0.40
08.11.2034	Genting RMTN Berhad	AA	8,000,000	8,020,400	8,056,951	0.63
20.12.2034	BGSM Management Sdn. Bhd.	AA	15,000,000	15,397,315	15,283,289	1.22

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
10.01.2035	Projek Lebuhraya Usahasama Berhad	AAA	5,000,000	5,118,112	5,043,612	0.40
21.02.2035	Perbadanan Kemajuan Negeri Selangor	AA	5,000,000	5,107,404	5,108,243	0.40
02.03.2035	OSK Rated Bond Sdn. Bhd.	AA	10,000,000	10,152,105	10,129,242	0.80
19.03.2035	Press Metal Aluminium Holdings Berhad	AA	5,000,000	5,093,380	5,063,870	0.40
20.03.2035	IJM Treasury Management Sdn. Bhd.	AA	40,000,000	40,512,707	40,551,642	3.20
27.03.2035	Gamuda Berhad	AA	10,000,000	10,101,066	10,134,559	0.80
13.04.2035	Infracap Resources Sdn. Bhd.	AAA	5,000,000	5,493,366	5,518,563	0.43
08.06.2035	SMJ Energy Sdn. Bhd.	AAA	5,000,000	4,991,227	5,063,098	0.39
11.06.2035	Saracap Ventures Sdn. Bhd.	AAA	5,000,000	5,046,183	5,057,933	0.40
11.07.2035	Perbadanan Kemajuan Negeri Selangor	AA	5,000,000	5,033,068	5,044,563	0.40
13.07.2035	DRB-HICOM Berhad	AA	5,000,000	5,030,909	5,041,559	0.40
06.11.2035	PNB Merdeka Ventures Sdn. Berhad	AAA	5,000,000	5,056,950	5,076,600	0.40

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 March 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 %
Corporate bonds (cont'd.)						
28.11.2035	Malaysian Resources Corporation Berhad	AA	10,000,000	10,166,564	10,121,836	0.80
15.02.2036	Danum Capital Berhad	AAA	10,000,000	10,017,149	10,046,049	0.79
Total corporate bonds			<u>1,117,000,000</u>	<u>1,154,876,812</u>	<u>1,144,712,580</u>	<u>91.37</u>
Total financial assets at FVTPL			<u>1,117,000,000</u>	<u>1,154,876,812</u>	<u>1,144,712,580</u>	<u>91.37</u>
Excess of fair value over adjusted cost				<u>10,164,232</u>		

* A financial institution related to the Manager.

** Non-rated.

The weighted average effective yield on investments are as follows:

	Effective yield	
	2026 %	2025 %
Cagamas bonds	-	3.68
Corporate bonds	<u>3.81</u>	<u>3.93</u>

Analysis of the remaining maturities of investments as at 31 March 2026 and 31 March 2025 are as follows:

	Less than 1 year RM	1 year to 5 years RM	More than 5 years RM
2026			
At nominal value:			
Corporate bonds	<u>17,000,000</u>	<u>426,000,000</u>	<u>674,000,000</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

4. INVESTMENTS (CONT'D.)

Analysis of the remaining maturities of investments as at 31 March 2026 and 31 March 2025 are as follows: (cont'd.)

	Less than 1 year RM	1 year to 5 years RM	More than 5 years RM
2025			
At nominal value:			
Caqamas bonds	-	5,000,000	-
Corporate bonds	33,000,000	415,500,000	568,000,000
	<u>33,000,000</u>	<u>415,500,000</u>	<u>568,000,000</u>

5. DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS

	2026 RM	2025 RM
At nominal value:		
Fixed deposit	-	20,000,000
Short-term deposits	-	35,826,000
	<u>-</u>	<u>55,826,000</u>
At carrying value:		
Fixed deposit	-	20,299,178
Short-term deposits	-	35,838,056
	<u>-</u>	<u>56,137,234</u>

The weighted average effective interest rate and weighted average remaining maturities of deposits are as follows:

	Weighted average effective interest rate		Weighted average remaining maturities	
	2026 %	2025 %	2026 Day	2025 Days
Fixed deposit	-	4.20	-	235
Short-term deposits	-	3.07	-	2
	<u>-</u>	<u>3.07</u>	<u>-</u>	<u>2</u>

6. AMOUNT DUE FROM/TO BROKERS

Amount due from/to brokers arose from the sale/purchase of investments. The settlement period is within two business days from the transaction date.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

7. AMOUNT DUE TO MANAGER

	2026 RM	2025 RM
Due to Manager		
Management fee payable	<u>165,251</u>	<u>140,489</u>

Management fee is at a rate of 0.14% (2025: 0.14%) per annum on the NAV of the Fund, calculated on a daily basis.

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

8. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.03% (2025: 0.03%) per annum on the NAV of the Fund, calculated on a daily basis, subject to a minimum fee of RM10,000 per annum.

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

9. NET GAINS FROM INVESTMENTS

	2026 RM	2025 RM
Net gains on financial assets at FVTPL comprised:		
– Net realised gains on sale of investments	4,732,366	5,978,241
– Net unrealised gain/(loss) on changes in fair value of investments	<u>1,143,133</u>	<u>(2,236,394)</u>
	<u>5,875,499</u>	<u>3,741,847</u>

10. TOTAL EQUITY

Total equity is represented by:

	Note	2026 RM	2025 RM
Unit holders' capital	(a)	1,253,197,093	1,099,906,722
Retained earnings			
– Realised income	(b)	591,765	590,464
– Unrealised gains	(c)	<u>10,164,233</u>	<u>9,021,100</u>
		<u>1,263,953,091</u>	<u>1,109,518,286</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

10. TOTAL EQUITY (CONT'D.)

(a) Unit holders' capital/Units in circulation

	2026		2025	
	Number of units	RM	Number of units	RM
At beginning of the financial year	1,104,615,822	1,099,906,722	1,104,615,822	1,099,906,722
Creation during the financial year	148,394,877	150,000,000	-	-
Reinvestment of distributions	3,252,415	3,290,371	-	-
At end of the financial year	<u>1,256,263,114</u>	<u>1,253,197,093</u>	<u>1,104,615,822</u>	<u>1,099,906,722</u>

(b) Realised

	2026 RM	2025 RM
At beginning of the financial year	590,464	11,553,286
Net realised income for the financial year	51,496,687	49,349,202
Distributions out of realised income (Note 13)	(51,495,386)	(60,312,024)
At end of the financial year	<u>591,765</u>	<u>590,464</u>

(c) Unrealised

	2026 RM	2025 RM
At beginning of the financial year	9,021,100	11,257,494
Net unrealised gain/(loss) for the financial year	1,143,133	(2,236,394)
At end of the financial year	<u>10,164,233</u>	<u>9,021,100</u>

11. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES

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

<u>Related parties</u>	<u>Relationships</u>
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

	2026		2025	
	Number of units	RM	Number of units	RM
Liberty General Insurance Berhad*	<u>1,104,615,822</u>	<u>1,111,353,979^</u>	<u>1,104,615,822</u>	<u>1,109,518,286^</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

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

* The related party is the legal and beneficial owner of the units. There are no units held by the Manager as at 31 March 2026 and 31 March 2025.

^ The price is according to NAV per unit as at 31 March 2026 and 31 March 2025.

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

	2026	2025
	RM	RM
(i) Significant related party transactions		
<u>AmBank (M) Berhad</u> Interest income	<u>1,191,254</u>	<u>1,078,990</u>
(ii) Significant related party balances		
<u>AmBank (M) Berhad</u> Cash at banks	<u>81,523,278</u>	<u>-</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:

	2026	2025
	RM	RM
Net income before taxation	<u>52,639,820</u>	<u>47,112,808</u>
Taxation at Malaysian statutory rate of 24% (2025: 24%)	12,633,557	11,307,074
Tax effects of:		
Income not subject to taxation	(13,183,823)	(12,659,476)
Losses not allowed for tax deduction	16,728	891,079
Restriction on tax deductible expenses	378,125	340,003
Non-permitted expenses for tax purposes	113,399	83,542
Permitted expenses not used and not available for future financial years	<u>42,014</u>	<u>37,778</u>
Tax expense for the financial year	<u>-</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

13. DISTRIBUTIONS

Details of distributions to unit holders for the current and previous financial years are as follows:

Financial year ended 31 March 2026

Distributions Ex-date	Gross distributions per unit RM (sen)	Net distributions per unit RM (sen)	Total distributions RM
29 April 2025	0.48	0.48	5,302,156
29 May 2025	0.34	0.34	4,092,128
26 June 2025	0.30	0.30	3,685,877
30 July 2025	0.36	0.36	4,513,364
28 August 2025	0.31	0.31	3,888,150
29 September 2025	0.37	0.37	4,642,385
30 October 2025	0.35	0.35	4,393,364
27 November 2025	0.33	0.33	4,144,037
30 December 2025	0.38	0.38	4,773,800
29 January 2026	0.37	0.37	4,648,173
26 February 2026	0.29	0.29	3,643,163
30 March 2026	0.30	0.30	3,768,789
	<u>4.18</u>	<u>4.18</u>	<u>51,495,386</u>

Financial year ended 31 March 2025

Distributions Ex-date	Gross distributions per unit RM (sen)	Net distributions per unit RM (sen)	Total distributions RM
29 April 2024	0.35	0.35	3,866,155
30 May 2024	0.34	0.34	3,755,694
27 June 2024	0.20	0.20	2,209,232
30 July 2024	0.47	0.47	5,191,694
29 August 2024	0.37	0.37	4,087,079
27 September 2024	0.42	0.42	4,639,387
29 October 2024	0.52	0.52	5,744,002
28 November 2024	0.30	0.30	3,313,847
30 December 2024	0.33	0.33	3,645,232
28 January 2025	1.49	1.49	16,458,776
27 February 2025	0.34	0.34	3,755,694
27 March 2025	0.33	0.33	3,645,232
	<u>5.46</u>	<u>5.46</u>	<u>60,312,024</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.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

13. DISTRIBUTIONS (CONT'D.)

The distributions declared for the financial year ended 31 March 2025 have been proposed before taking into account the net unrealised loss of RM2,236,394 arose during the financial year which was carried forward to the next financial year.

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

14. TOTAL EXPENSE RATIO (“TER”)

The Fund’s TER is as follows:

	2026 % p.a.	2025 % p.a.
Management fee	0.14	0.14
Trustee’s fee	0.03	0.03
Fund’s other expenses	0.01	-*
Total TER	<u>0.18</u>	<u>0.17</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 0.53 times (2025: 0.75 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 securities and money market 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.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026

17. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial year ended 31 March 2026 are as follows:

	Transactions value	
	RM	%
Malayan Banking Berhad	4,520,602,000	51.39
Hong Leong Bank Berhad	2,687,759,318	30.56
Public Bank Berhad	393,384,000	4.47
CIMB Bank Berhad	385,963,634	4.39
Hong Leong Investment Bank Berhad	238,675,744	2.71
AmBank (M) Berhad*	173,250,253	1.97
Hong Leong Islamic Bank Berhad	151,244,331	1.72
CIMB Islamic Bank Berhad	108,249,805	1.23
J.P. Morgan Securities (M) Sdn. Bhd.	47,577,854	0.54
Citibank Berhad	30,387,476	0.35
Others#	59,124,024	0.67
Totals	<u>8,796,218,439</u>	<u>100.00</u>

* A financial institution related to the Manager.

Included in the category of others is transaction amounting to RM15,235,601 with related party, AmBank Islamic Berhad.

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 and money market deposits. 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 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
2026				
Financial assets				
Investments	1,154,876,812	-	-	1,154,876,812
Interest receivables	-	145,086	-	145,086
Amount due from brokers	-	15,304,305	-	15,304,305
Cash at banks	-	102,694,034	-	102,694,034
Total financial assets	1,154,876,812	118,143,425	-	1,273,020,237
Financial liabilities				
Amount due to broker	-	-	5,073,219	5,073,219
Amount due to Manager	-	-	165,251	165,251
Amount due to Trustee	-	-	32,286	32,286
Distribution payable	-	-	3,768,789	3,768,789
Total financial liabilities	-	-	9,039,545	9,039,545
2025				
Financial assets				
Investments	1,057,196,281	-	-	1,057,196,281
Deposits with licensed financial institutions	-	56,137,234	-	56,137,234
Cash at bank	-	10,874	-	10,874
Total financial assets	1,057,196,281	56,148,108	-	1,113,344,389
Financial liabilities				
Amount due to Manager	-	-	140,489	140,489
Amount due to Trustee	-	-	28,282	28,282
Distribution payable	-	-	3,645,232	3,645,232
Total financial liabilities	-	-	3,814,003	3,814,003

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

18. FINANCIAL INSTRUMENTS (CONT'D.)

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

	Income, expenses, gains and losses	
	2026	2025
	RM	RM
Income, of which derived from:		
– Interest income from financial assets at FVTPL	47,332,267	43,266,509
– Interest income from financial assets at amortised cost	1,655,130	2,026,631
Net gains from financial assets at FVTPL	<u>5,875,499</u>	<u>3,741,847</u>

(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	Level 2	Level 3	Total
	RM	RM	RM	RM
2026				
Financial assets at FVTPL	-	1,154,876,812	-	<u>1,154,876,812</u>
2025				
Financial assets at FVTPL	-	1,057,196,281	-	<u>1,057,196,281</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

18. FINANCIAL INSTRUMENTS (CONT'D.)

(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:

- Deposits with licensed financial institutions
- Interest receivables
- Amount due from/to brokers
- Cash at banks
- Amount due to Manager
- Amount due to Trustee
- Distribution payable

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.

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 investments restrictions as stipulated by the Capital Markets and Services Act 2007, Securities Commission Malaysia's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework 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 geo-political 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

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

(a) Market risk (cont'd.)

(i) Interest rate risk (cont'd.)

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	
	2026 RM	2025 RM
+100 bps	(53,457,328)	(47,837,243)
-100 bps	55,501,425	49,813,208

(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 their 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 31 March 2026 and 31 March 2025:

Credit rating	RM	As a % of debt securities	As a % of NAV
2026			
AAA	311,430,482	26.97	24.68
AA	817,602,994	70.80	64.66
A	20,621,517	1.78	1.62
NR	5,221,819	0.45	0.41
	<u>1,154,876,812</u>	<u>100.00</u>	<u>91.37</u>
2025			
AAA	325,495,219	30.79	29.33
AA	706,198,902	66.80	63.65
A	20,258,152	1.92	1.83
NR	5,244,008	0.49	0.47
	<u>1,057,196,281</u>	<u>100.00</u>	<u>95.28</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

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

(b) Credit risk (cont'd.)

(i) Credit quality of financial assets (cont'd.)

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

Credit rating	RM	As a % of deposits	As a % of NAV
2025			
P1/MARC-1	56,137,234	100.00	5.06

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

(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 31 March 2026 and 31 March 2025:

Sector	RM	As a % of debt securities	As a % of NAV
2026			
Basic materials	25,527,532	2.21	2.02
Communications services	61,495,993	5.33	4.88
Consumer discretionary	72,023,661	6.24	5.69
Consumer staples	38,810,642	3.36	3.07
Energy and utilities	125,622,191	10.88	9.96
Financial services	312,080,613	27.02	24.70
Health care and social work	30,380,862	2.63	2.40
Industrials	112,037,050	9.70	8.84
Public administration	114,829,156	9.94	9.08
Real estate	191,386,515	16.57	15.13
Transportation and storage	70,682,597	6.12	5.60
	<u>1,154,876,812</u>	<u>100.00</u>	<u>91.37</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2026**

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

(b) Credit risk (cont'd.)

(ii) Credit risk concentration (cont'd.)

Sector	RM	As a % of debt securities	As a % of NAV
2025			
Basic materials	10,286,749	0.97	0.93
Communications services	56,300,723	5.33	5.08
Consumer discretionary	53,707,767	5.08	4.85
Consumer staples	46,767,633	4.43	4.21
Energy and utilities	177,312,630	16.77	15.98
Financial services	247,633,061	23.42	22.31
Health care and social work	20,209,429	1.91	1.82
Industrials	45,800,182	4.33	4.13
Public administration	31,652,980	3.00	2.85
Real estate	209,239,377	19.79	18.86
Transportation and storage	158,285,750	14.97	14.26
	<u>1,057,196,281</u>	<u>100.00</u>	<u>95.28</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.

AmlIncome Institutional SRI 1

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 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
2026						
Financial assets						
Investments	65,504,323	107,453,128	127,071,185	179,246,886	176,205,416	736,306,205
Interest receivables	145,086	-	-	-	-	-
Amount due from brokers	15,304,305	-	-	-	-	-
Cash at banks	102,694,034	-	-	-	-	-
Total financial assets	183,647,748	107,453,128	127,071,185	179,246,886	176,205,416	736,306,205
Financial liabilities						
Amount due to broker	5,073,219	-	-	-	-	-
Amount due to Manager	165,251	-	-	-	-	-
Amount due to Trustee	32,286	-	-	-	-	-
Distribution payable	3,768,789	-	-	-	-	-
Total financial liabilities	9,039,545	-	-	-	-	-

AmlIncome Institutional SRI 1

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 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
2025						
Financial assets						
Investments	78,706,739	70,953,903	122,712,433	187,809,255	192,898,604	622,188,043
Deposits with licensed financial institutions	56,678,768	-	-	-	-	-
Cash at bank	10,874	-	-	-	-	-
Total financial assets	135,396,381	70,953,903	122,712,433	187,809,255	192,898,604	622,188,043
Financial liabilities						
Amount due to Manager	140,489	-	-	-	-	-
Amount due to Trustee	28,282	-	-	-	-	-
Distribution payable	3,645,232	-	-	-	-	-
Total financial liabilities	3,814,003	-	-	-	-	-

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 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 Information Memorandum;
- (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 and previous financial years.

AmlIncome Institutional SRI 1

STATEMENT BY THE MANAGER

I, Wong Weng Tuck, 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 Accounting Standards and IFRS Accounting Standards so as to give a true and fair view of the financial position of AmlIncome Institutional SRI 1 (the “Fund”) as at 31 March 2026 and of the comprehensive income, the changes in equity and cash flows for the financial year then ended.

For and on behalf of the Manager

WONG WENG TUCK

Executive Director

Kuala Lumpur, Malaysia

19 May 2026

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF AMINCOME INSTITUTIONAL SRI 1 ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 March 2026 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AmFunds Management Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the management company under the deed, securities laws and the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework;
2. Valuation and pricing is carried out in accordance with the deed; and
3. Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirement.

We are of the opinion that the distribution of income by the Fund is appropriate and reflects the investment objective of the Fund.

For Deutsche Trustees Malaysia Berhad

Ng Hon Leong
Head, Fund Operations

Sylvia Beh
Chief Executive Officer

Kuala Lumpur
19 May 2026

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.)*

