

Semi-Annual Report for

# AmIslamic Fixed Income Conservative

28 February 2026



## TRUST DIRECTORY

### **Manager**

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

### **Investment Manager**

AmIslamic Funds Management Sdn Bhd

### **Trustee**

Deutsche Trustees Malaysia Berhad

### **Shariah Adviser**

Amanie Advisors Sdn Bhd

### **Auditors and Reporting Accountants**

Ernst & Young PLT

### **Taxation Adviser**

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

## **CONTENTS**

- 1** Manager's Report
- 6** Statement of Financial Position
- 7** Statement of Comprehensive Income
- 8** Statement of Changes in Equity
- 9** Statement of Cash Flows
- 10** Notes to the Financial Statements
- 26** Statement by the Manager
- 27** Trustee's Report
- 28** Shariah Adviser's Report
- 29** Directory

## MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the unaudited accounts of Amlslamic Fixed Income Conservative ("Fund") for the financial period ended 1 September 2025 to 28 February 2026.

### Salient Information of the Fund

<b>Name</b>	Amlslamic Fixed Income Conservative ("Fund")
<b>Category/ Type</b>	Sukuk / Growth
<b>Objective</b>	The Fund aims to provide capital appreciation over the short to medium term by investing in a portfolio consisting of fixed income instruments that comply with Shariah Principles.  <i>Note: Any material change to the investment objective of the Fund would require Unit Holders' approval.</i>
<b>Duration</b>	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.
<b>Performance Benchmark</b>	Maybank 12-months General Investment Account rate-i. (Available at <a href="http://www.aminvest.com">www.aminvest.com</a> / <a href="http://www.maybank2u.com.my">www.maybank2u.com.my</a> )  <i>Note: The risk profile of the Fund's investment is higher than the risk profile of the performance benchmark and consequently, the Fund is expected to outperform the performance benchmark.</i>
<b>Income Distribution Policy</b>	Income distribution (if any) is incidental and will be reinvested.

### Fund Performance Data

<b>Portfolio Composition</b>	Details of portfolio composition of the Fund as at 28 February 2026 and for the past three financial years are as follows:				
		<b>As at 28.02.2026 %</b>	<b>As at 31 August</b>		
			<b>2025 %</b>	<b>2024 %</b>	<b>2023 %</b>
	Corporate sukuk	-	-	-	43.56
	Government Investment Issue	92.03	93.14	86.90	45.66
	Money market deposits and cash equivalents	7.97	6.86	13.10	10.78
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	
	<i>Note: The abovementioned percentages are calculated based on total net asset value.</i>				

**Performance Details**

Performance details of the Fund for the financial period ended 28 February 2026 and three financial years ended 31 August are as follows:

	FPE 28.02.2026	FYE 2025	FYE 2024	FYE 2023
Net asset value (RM)	1,330,336	2,734,566	2,969,260	22,499,720
Units in circulation	1,057,057	2,129,403	2,036,707	15,795,849
Net asset value per unit (RM)	1.2585	1.2842	1.4579	1.4244
Highest net asset value per unit (RM)	1.2846	1.4615	1.4588	1.4375
Lowest net asset value per unit (RM)	1.2556	1.2606	1.4237	1.3838
Benchmark performance (%)	1.09	2.59	2.86	2.95
Total return (%) <sup>(1)</sup>	0.14	2.00	2.35	3.65
- Capital growth (%)	-1.99	-11.67	2.35	2.61
- Income distribution (%)	2.13	13.67	-	1.04
Gross distribution (RM sen per unit)	2.7325	19.9302	-	1.44
Net distribution (RM sen per unit)	2.7325	19.9302	-	1.44
Total expense ratio (%) <sup>(2)</sup>	1.02	1.73	1.06	0.91
Portfolio turnover ratio (times) <sup>(3)</sup>	2.30	0.90	1.85	0.66

Note:

- (1) Total return is the actual return of the Fund for the respective financial period/years computed based on the net asset value per unit and net of all fees. Total return is calculated based on the published NAV/unit (last business day).
- (2) 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.
- (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.

**Average Total Return (as at 28 February 2026)**

	Amlslamic Fixed Income Conservative <sup>(a)</sup> %	Benchmark <sup>(b)</sup> %
One year	1.33	2.37
Three years	2.14	2.69
Five years	2.05	2.51
Ten years	3.05	2.87

**Annual Total Return**

Financial Years Ended (31 August)	Amlslamic Fixed Income Conservative <sup>(a)</sup> %	Benchmark <sup>(b)</sup> %
2025	2.00	2.59
2024	2.35	2.86
2023	3.65	2.95
2022	1.59	2.08
2021	1.48	1.95

(a) Source: Novagni Analytics and Advisory Sdn. Bhd.  
 (b) Maybank 12-months General Investment Account rate-i.  
 (Available at [www.aminvest.com](http://www.aminvest.com) / [www.maybank2u.com.my](http://www.maybank2u.com.my))

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

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

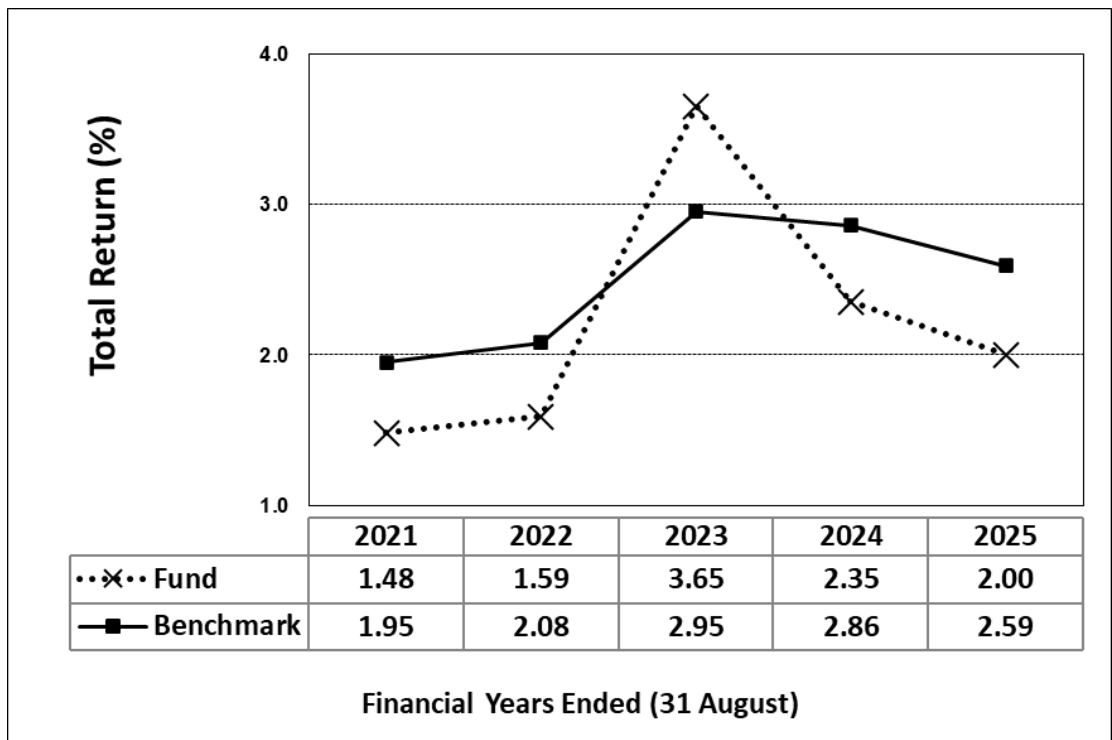
**Fund Performance**

For the financial period under review, the Fund registered a return of 0.14% comprising of negative 1.99% capital and 2.13% income distribution.

Thus, the Fund's return of 0.14% has underperformed the benchmark's return of 1.09% by 0.95%.

As compared with the financial year ended 31 August 2025, the net asset value ("NAV") per unit of the Fund decreased by 2.00% from RM1.2842 to RM1.2585, while units in circulation decreased by 50.36% from 2,129,403 units to 1,057,057 units.

The following line chart shows comparison between the annual performances of Amlslamic Fixed Income Conservative and its benchmark for the financial years ended 31 August.



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

<b>Strategies and Policies Employed</b>	<p>The Fund sought to achieve its objective by investing a minimum of 70% of its net asset value (NAV) in Sukuk, while maintaining a weighted average portfolio duration of one (1) to three (3) years.</p> <p>The Fund can place maximum 30% of its NAV in Islamic deposits and/or Islamic money market instruments.</p>																
<b>Portfolio Structure</b>	<p>The table below is the asset allocation of the Fund as at 28 February 2026 and 31 August 2025.</p> <table border="1" data-bbox="368 495 1485 734"> <thead> <tr> <th></th> <th>As at 28.02.2026 %</th> <th>As at 31.08.2025 %</th> <th>Changes %</th> </tr> </thead> <tbody> <tr> <td>Government Investment Issue</td> <td>92.03</td> <td>93.14</td> <td>-1.11</td> </tr> <tr> <td>Money market deposits and cash equivalents</td> <td>7.97</td> <td>6.86</td> <td>1.11</td> </tr> <tr> <td><b>Total</b></td> <td><b>100.00</b></td> <td><b>100.00</b></td> <td></td> </tr> </tbody> </table> <p>For the financial period under review, the Fund invested 92.03% of its NAV in Government Investment Issue and the remaining balance of 7.97% was held in money market deposits and cash equivalents.</p>		As at 28.02.2026 %	As at 31.08.2025 %	Changes %	Government Investment Issue	92.03	93.14	-1.11	Money market deposits and cash equivalents	7.97	6.86	1.11	<b>Total</b>	<b>100.00</b>	<b>100.00</b>	
	As at 28.02.2026 %	As at 31.08.2025 %	Changes %														
Government Investment Issue	92.03	93.14	-1.11														
Money market deposits and cash equivalents	7.97	6.86	1.11														
<b>Total</b>	<b>100.00</b>	<b>100.00</b>															
<b>Securities Lending / Repurchase Transactions</b>	<p>The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).</p>																
<b>Cross Trades</b>	<p>There were no cross trades undertaken during the financial period under review.</p>																
<b>Distribution/ unit splits</b>	<p>During the financial period under review, the Fund declared distribution, detailed as follows:</p> <table border="1" data-bbox="368 1279 1453 1417"> <thead> <tr> <th>Date of distribution</th> <th>Distribution per unit RM (sen)</th> <th>NAV per unit Cum-Distribution (RM)</th> <th>NAV per unit Ex-Distribution (RM)</th> </tr> </thead> <tbody> <tr> <td>24-Oct-25</td> <td>2.7325</td> <td>1.2840</td> <td>1.2567</td> </tr> </tbody> </table> <p>There is no unit split declared for the financial period under review.</p>	Date of distribution	Distribution per unit RM (sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)	24-Oct-25	2.7325	1.2840	1.2567								
Date of distribution	Distribution per unit RM (sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)														
24-Oct-25	2.7325	1.2840	1.2567														
<b>State of Affairs</b>	<p>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 period under review.</p>																
<b>Rebates and Soft Commission</b>	<p>During the period, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.</p>																
<b>Market Review</b>	<p>In September, Malaysian Government Securities (MGS) yields fell across the curve, in tandem with lowering yields in the United States Treasuries (UST). In terms of curve movement, MGS curve bull-flattened, with rates falling by 2-6 basis point (bps) MoM on the long to ultra long-end of the curve, while the UST curve bull-steepened, with yields declining by 23-49 bps MoM on the short-end of the curve. Malaysian bond market came under pressure in October as investor turned bearish bias, influenced by the sell-off in UST driven by uncertainties surrounding US presidential election and prospect of slower rate cut by United States Federal Reserve (US Fed).</p>																

	<p>Sentiment remained generally weak throughout the month despite Budget 2025 being tabled by Prime Minister Anwar on 18 October, which projected a narrower deficit of -3.8% of Gross Domestic Product (GDP) for 2025. Overall, MGS curve bear flattened, with yields rising by 6-22 bps on MoM basis in October. In November, Malaysian bond market rallied as investor were influenced by similar bullish sentiment in UST in the later part of the month, coupled with Bank Negara Malaysia (BNM) announcement on the cancellation of the 3-year Government Investment Issue (GII). The lower government bond supply in the market resulted in a buoyant sentiment with MGS yields falling by 5-15 bps on MoM basis in November. In December, Malaysian bond market traded marginally weaker amidst profit taking activities against a bearish global bond backdrop, partly contributed by thinner liquidity in second half of the month as many were away for year-end holiday. This was despite positive news from BNM on the announcement of a much smaller than expected final government bond auction for the year. Overall, MGS yields rose 1-4 bps, except for the ultra-long end 30-Year MGS which declined 1 bps on a MoM basis in December.</p> <p>In January 2026, the local bond market delivered a mixed performance, with investors alternating between bullish and bearish positions throughout the month amid continued uncertainty over the short- to medium-term direction of bond yields. The Malaysian bond market continued to deliver mixed performance in February 2026, beginning the month on a softer footing following a lukewarm 10-year government bond auction. Despite the subdued start, market sentiment improved steadily as the month progressed, supported by a stable domestic macroeconomic backdrop. Resilient GDP momentum, contained inflation, and expectations of sustained policy stability continued to underpin investor confidence and enhance the appeal of ringgit fixed-income assets.</p>
<p><b>Market Outlook</b></p>	<p>Geopolitical risks have intensified following the escalation of the 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 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>

Kuala Lumpur, Malaysia  
AmFunds Management Berhad

21 April 2026

**Amlslamic Fixed Income Conservative**

**STATEMENT OF FINANCIAL POSITION  
AS AT 28 FEBRUARY 2026**

	Note	28.02.2026 (unaudited) RM	31.08.2025 (audited) RM
<b>ASSETS</b>			
Shariah-compliant investment	4	1,224,348	2,547,074
Shariah-compliant deposit with licensed financial institution	5	-	196,043
Cash at bank		119,189	10,587
<b>TOTAL ASSETS</b>		<u>1,343,537</u>	<u>2,753,704</u>
<b>LIABILITIES</b>			
Amount due to Manager	6	883	1,853
Amount due to Trustee	7	63	139
Sundry payables and accruals		12,255	17,146
<b>TOTAL LIABILITIES</b>		<u>13,201</u>	<u>19,138</u>
<b>NET ASSET VALUE (“NAV”) OF THE FUND</b>		<u>1,330,336</u>	<u>2,734,566</u>
<b>EQUITY</b>			
Unit holders’ capital	9(a)	(26,399,348)	(25,049,569)
Retained earnings	9(b)(c)	27,729,684	27,784,135
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>	9	<u>1,330,336</u>	<u>2,734,566</u>
<b>UNITS IN CIRCULATION</b>	9(a)	<u>1,057,057</u>	<u>2,129,403</u>
<b>NAV PER UNIT (RM)</b>		<u>1.2585</u>	<u>1.2842</u>

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

## Amlslamic Fixed Income Conservative

### STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

		01.09.2025 to 28.02.2026	01.09.2024 to 28.02.2025
	Note	RM	RM
<b>SHARIAH-COMPLIANT INVESTMENT INCOME</b>			
Profit income		33,823	49,008
Net losses from Shariah-compliant investment:			
– Financial asset at fair value through profit or loss (“FVTPL”)	8	<u>(6,643)</u>	<u>(1,179)</u>
		<u>27,180</u>	<u>47,829</u>
<b>EXPENDITURE</b>			
Management fee	6	(8,551)	(10,731)
Trustee’s fee	7	(684)	(858)
Audit fee		(4,204)	(4,204)
Tax agent’s fee		(2,033)	(2,033)
Other expenses		<u>(8,037)</u>	<u>(7,091)</u>
		<u>(23,509)</u>	<u>(24,917)</u>
<b>Net income before taxation</b>		3,671	22,912
<b>Taxation</b>	11	<u>-</u>	<u>-</u>
<b>Net income after taxation, representing total comprehensive income for the financial period</b>		<u>3,671</u>	<u>22,912</u>
Total comprehensive income comprises the following:			
Realised income		2,544	24,091
Unrealised gain/(loss)		<u>1,127</u>	<u>(1,179)</u>
		<u>3,671</u>	<u>22,912</u>
<b>Distribution for the financial period:</b>			
Net distribution	12	<u>58,122</u>	<u>397,126</u>
Gross distribution per unit (sen)	12	<u>2.7325</u>	<u>19.9302</u>
Net distribution per unit (sen)	12	<u>2.7325</u>	<u>19.9302</u>

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

## Amlslamic Fixed Income Conservative

### STATEMENT OF CHANGES IN EQUITY *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

	Note	Unit holders' capital RM	Retained earnings RM	Total equity RM
At 1 September 2025		(25,049,569)	27,784,135	2,734,566
Total comprehensive income for the financial period		-	3,671	3,671
Reinvestment of distribution	9(a)	58,122	-	58,122
Cancellation of units	9(a)	(1,407,901)	-	(1,407,901)
Distribution	12	-	(58,122)	(58,122)
Balance at 28 February 2026		<u>(26,399,348)</u>	<u>27,729,684</u>	<u>1,330,336</u>
At 1 September 2024		(25,155,562)	28,124,822	2,969,260
Total comprehensive income for the financial period		-	22,912	22,912
Creation of units		397,126	-	397,126
Cancellation of units		(148,158)	-	(148,158)
Distribution		-	(397,126)	(397,126)
Balance at 28 February 2025		<u>(24,906,594)</u>	<u>27,750,608</u>	<u>2,844,014</u>

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

## Amlslamic Fixed Income Conservative

### STATEMENT OF CASH FLOWS *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

	01.09.2025 to 28.02.2026 RM	01.09.2024 to 28.02.2025 RM
<b>CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES</b>		
Proceeds from sale of Shariah-compliant investment	5,909,600	1,015,987
Purchases of Shariah-compliant investment	(4,589,562)	(2,580,869)
Profit received	29,868	58,609
Management fee paid	(9,521)	(10,861)
Trustee's fee paid	(760)	(878)
Tax agent's fee paid	(4,100)	-
Payments for other expenses	(15,065)	(14,453)
Net cash generated from/(used in) operating and investing activities	<u>1,320,460</u>	<u>(1,532,465)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Payments for cancellation of units	(1,407,901)	(142,212)
Net cash used in financing activity	<u>(1,407,901)</u>	<u>(142,212)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(87,441)	(1,674,677)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<u>206,630</u>	<u>1,970,238</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<u>119,189</u>	<u>295,561</u>
Cash and cash equivalents comprise:		
Shariah-compliant deposit with licensed financial institution	-	285,023
Cash at bank	119,189	10,538
	<u>119,189</u>	<u>295,561</u>

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

#### 1. GENERAL INFORMATION

Amlslamic Fixed Income Conservative (the “Fund”) was established pursuant to a Deed dated 18 July 2011 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.

The Fund was set up with the objective of providing capital appreciation over the short to medium term by investing in a portfolio consisting of fixed income instruments that comply with Shariah principles. As provided in the Deeds, the financial year shall end on 31 August 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 21 April 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 134: *Interim Financial Reporting* (“MFRS 134”) as issued by the Malaysian Accounting Standards Board (“MASB”).

##### Standards effective during the financial period

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

<b>Description</b>	<b>Effective for financial periods beginning on or after</b>
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.

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 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 to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures: Amendments to the Classifications and Measurement of Financial Instruments</i>	1 January 2026
Amendments that are part of Annual Improvements - Volume 11: Amendments to MFRS 1 <i>First-time Adoption of Malaysian Financial Reporting Standards</i>	1 January 2026
Amendments to MFRS 7 <i>Financial Instruments: Disclosures</i>	
Amendments to MFRS 9 <i>Financial Instruments</i>	
Amendments to MFRS 10 <i>Consolidated Financial Statements*</i>	
Amendments to MFRS 107 <i>Statement of Cash Flows</i>	
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature-dependent Electricity*</i>	1 January 2026
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) Profit income

For all profit-bearing financial assets, profit income is calculated using the effective profit method. Effective profit 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 profit rate, but not future credit losses.

## **Amlslamic Fixed Income Conservative**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026**

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

##### **3.1 Income recognition (cont'd.)**

(i) Profit 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, profit income continues to be recognised using the rate of return used to discount the future cash flows for the purpose of measuring the impairment loss.

(ii) Gain or loss on disposal of Shariah-compliant investments

On disposal of Shariah-compliant 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 Shariah-compliant 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 Shariah-compliant investments that are readily convertible to cash with insignificant risk of changes in value.

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

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

##### 3.5 Distribution

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

##### 3.6 Unit holders' capital

The unit holders' capital of the Fund meets the definition of puttable instruments and is classified as equity instruments as it meets 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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026**

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

**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 ("SPPP 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 SPPP test determines whether the contractual cash flows are solely for payments of principal and profit and the assessment is performed on a financial instrument basis.

*Business model*

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

*Cash flow characteristics*

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

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

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

##### 3.8 Financial assets (cont'd.)

Classification and measurement (cont'd.)

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

##### Financial assets at amortised cost

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

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

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

These Shariah-compliant investments are initially recorded at fair value and transaction costs are expensed in the profit or loss. Subsequent to initial recognition, these Shariah-compliant 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". Profit earned element of such instrument is recorded in "Profit income".

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026**

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

**3.9 Financial liabilities – classification and subsequent measurement**

Financial liabilities issued by the Fund are classified as financial liabilities at amortised cost, where the substance of the contractual arrangement results in the Fund having an obligation either to deliver cash or another financial asset to the holders. After initial measurement, financial liabilities are subsequently measured at amortised cost using the effective profit 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 profit 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 Shariah-compliant investments classified as FVOCI - debt instruments, the cumulative fair value change recognised in OCI is recycled to profit or loss.

(ii) Derecognition of financial liability

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

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

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

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

## **Amlslamic Fixed Income Conservative**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026**

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

##### **3.12 Determination of fair value**

For Shariah-compliant investments in local unquoted 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 profit, which includes the accretion of discount and amortisation of premium. Adjusted cost of Shariah-compliant investments relates to the purchased cost plus accrued profit, 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 period.

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

##### **3.14 Significant accounting estimates and judgments**

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

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

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

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

#### 4. SHARIAH-COMPLIANT INVESTMENT

	28.02.2026 RM	31.08.2025 RM
<b>Financial asset at FVTPL</b>		
At nominal value:		
Government Investment Issue	<u>1,200,000</u>	<u>2,500,000</u>
At fair value:		
Government Investment Issue	<u>1,224,348</u>	<u>2,547,074</u>

Details of Shariah-compliant investment as at 28 February 2026 are as follows:

Maturity date	Issuer	Nominal value RM	Fair value RM	Adjusted cost RM	Fair value as a percentage of NAV %
<b>Government Investment Issue</b>					
30.09.2027	Government of Malaysia	<u>1,200,000</u>	<u>1,224,348</u>	<u>1,225,358</u>	<u>92.03</u>
<b>Total financial asset at FVTPL</b>		<u>1,200,000</u>	<u>1,224,348</u>	<u>1,225,358</u>	<u>92.03</u>
<b>Shortfall of fair value over adjusted cost</b>			<u>(1,010)</u>		

#### 5. SHARIAH-COMPLIANT DEPOSIT WITH LICENSED FINANCIAL INSTITUTION

	28.02.2026 RM	31.08.2025 RM
At nominal value:		
Short-term deposit	<u>-</u>	<u>196,000</u>
At carrying value:		
Short-term deposit	<u>-</u>	<u>196,043</u>

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

#### 6. AMOUNT DUE TO MANAGER

	28.02.2026 RM	31.08.2025 RM
<b>Due to Manager</b>		
Management fee payable	<u>883</u>	<u>1,853</u>

Management fee is at a rate of 0.75% (31.08.2025: 0.75%) per annum on the NAV of the Fund, calculated on a daily basis.

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

#### 7. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.06% (31.08.2025: 0.06%) per annum on the NAV of the Fund, calculated on a daily basis.

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

#### 8. NET LOSSES FROM SHARIAH-COMPLIANT INVESTMENT

	01.09.2025 to 28.02.2026 RM	01.09.2024 to 28.02.2025 RM
Net losses on financial asset at FVTPL comprised:		
– Net realised loss on sale of Shariah-compliant investments	(7,770)	-
– Net unrealised gain/(loss) on changes in fair value of Shariah-compliant investment	1,127	(1,179)
	<u>(6,643)</u>	<u>(1,179)</u>

#### 9 TOTAL EQUITY

Total equity is represented by:

	Note	28.02.2026 RM	31.08.2025 RM
Unit holders' capital	(a)	(26,399,348)	(25,049,569)
Retained earnings			
– Realised income	(b)	27,730,694	27,786,272
– Unrealised losses	(c)	(1,010)	(2,137)
		<u>1,330,336</u>	<u>2,734,566</u>

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

#### 9 TOTAL EQUITY (CONT'D.)

##### (a) Unit holders' capital/Units in circulation

	28.02.2026		31.08.2025	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	2,129,403	(25,049,569)	2,036,707	(25,155,562)
Reinvestment of distribution	46,250	58,122	314,879	397,126
Cancellation during the financial period/year	(1,118,596)	(1,407,901)	(222,183)	(291,133)
At end of the financial period/year	<u>1,057,057</u>	<u>(26,399,348)</u>	<u>2,129,403</u>	<u>(25,049,569)</u>

The negative balance of unit holders' capital was due to the cancellation of units at a higher NAV per unit following the price appreciation of the Fund as compared to the units being created at a lower NAV per unit in prior years.

##### (b) Realised

	28.02.2026 RM	31.08.2025 RM
At beginning of the financial period/year	27,786,272	28,125,276
Net realised income for the financial period/year	2,544	58,122
Distribution out of realised income	(58,122)	(397,126)
At end of the financial period/year	<u>27,730,694</u>	<u>27,786,272</u>

##### (c) Unrealised

	28.02.2026 RM	31.08.2025 RM
At beginning of the financial period/year	(2,137)	(454)
Net unrealised gain/(loss) for the financial period/year	1,127	(1,683)
At end of the financial period/year	<u>(1,010)</u>	<u>(2,137)</u>

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

#### 10. 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

There are no units held by the Manager or any other related party as at 28 February 2026 and 31 August 2025.

#### 11. TAXATION

Income tax payable is calculated on Shariah-compliant 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:

	<b>01.09.2025 to 28.02.2026</b>	<b>01.09.2024 to 28.02.2025</b>
	<b>RM</b>	<b>RM</b>
Net income before taxation	<u>3,671</u>	<u>22,912</u>
Taxation at Malaysian statutory rate of 24% (2025: 24%)	881	5,499
Tax effects of:		
Income not subject to taxation	(8,388)	(11,762)
Losses not allowed for tax deduction	1,865	283
Restriction on tax deductible expenses for unit trust fund	2,755	3,226
Non-permitted expenses for tax purposes	2,581	2,396
Permitted expenses not used and not available for future financial periods	<u>306</u>	<u>358</u>
Tax expense for the financial period	<u>-</u>	<u>-</u>

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

#### 12. DISTRIBUTION

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

##### Financial period ended 28 February 2026

Distribution Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
24 October 2025	<u>2.7325</u>	<u>2.7325</u>	<u>58,122</u>

##### Financial period ended 28 February 2025

Distribution Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
25 October 2024	<u>19.9302</u>	<u>19.9302</u>	<u>397,126</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.

The distribution declared for the financial period ended 28 February 2025 has been proposed before taking into account the net unrealised loss of RM1,179 arose during the financial period which is carried forward to the next financial period.

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

#### 13. TOTAL EXPENSE RATIO (“TER”)

The Fund’s TER is as follows:

	01.09.2025 to 28.02.2026 % p.a.	01.09.2024 to 28.02.2025 % p.a.
Management fee	0.37	0.37
Trustee’s fee	0.03	0.03
Fund’s other expenses	<u>0.62</u>	<u>0.46</u>
Total TER	<u>1.02</u>	<u>0.86</u>

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.

## Amlslamic Fixed Income Conservative

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026

#### 14. PORTFOLIO TURNOVER RATIO (“PTR”)

The PTR of the Fund, which is the ratio of average total acquisitions and disposals of Shariah-compliant investments to the average NAV of the Fund calculated on a daily basis is 2.30 times (01.09.2024 to 28.02.2025: Nil times).

#### 15. SEGMENTAL REPORTING

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

#### 16. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial period ended 28 February 2026 are as follows:

	Transactions value	
	RM	%
CIMB Islamic Bank Berhad	4,626,118	43.59
RHB Investment Bank Berhad	4,493,723	42.34
CIMB Bank Berhad	1,493,068	14.07
Total	<u>10,612,909</u>	<u>100.00</u>

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

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

#### 17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026**

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

Risk management is carried out by closely monitoring, measuring and mitigating the above said risks, careful selection of Shariah-compliant investments coupled with stringent compliance to Shariah-compliant investments restrictions as stipulated by the Capital Markets and Services Act 2007, Securities Commission Malaysia's Guidelines on Unit Trust Funds, Securities Commission Malaysia's Guidelines on Islamic Capital Market Products and Services, 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) Profit rate risk**

Profit rate risk will affect the value of the Fund's Shariah-compliant investments, given the profit rate movements, which are influenced by regional and local economic developments as well as political developments.

Domestic profit rates on Shariah-compliant deposits and placements with licensed financial institution are determined based on prevailing market rates.

Although Islamic Fund does not deal with profit-bearing accounts and products, the fluctuation of profit rate may affect the performance of an Islamic Fund.

**(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 is exposed to the risk of sukuk issuers and licensed financial institutions defaulting on their repayment obligations which in turn would affect the NAV of the Fund.

For Shariah-compliant deposit with licensed financial institution, the Fund makes placements with licensed financial institution with sound rating of P1/MARC-1 and above. Cash at bank is held for liquidity purposes and is not exposed to significant credit risk.

**(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 Fund experiencing large redemptions, when the Investment Manager could be forced to sell large volumes of its holdings at unfavorable prices to meet redemptions requirements.

## **Amlslamic Fixed Income Conservative**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026**

#### **17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)**

##### **(c) Liquidity risk (cont'd.)**

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, Shariah-compliant 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.

##### **(d) Single issuer risk**

Internal policy restricts the Fund from investing in securities issued by any issuer of not more than a certain percentage of its NAV. Under such restriction, the risk exposure to the securities of any single issuer is diversified and managed based on internal/external ratings.

##### **(e) Regulatory risk**

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

##### **(f) Management risk**

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

##### **(g) 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.

##### **(h) Shariah non-compliance risk**

This is the risk of the Fund not conforming to Shariah Investment Guidelines. The Shariah Adviser for the Fund would be responsible for ensuring that the Fund is managed and administered in accordance with Shariah Investment Guidelines. Note that as the Fund can only invest in Shariah-compliant instruments, non-compliance may adversely affect the NAV of the Fund when the rectification of non-compliance results in losses.

## **AmIslamic Fixed Income Conservative**

### **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 Malaysian Financial Reporting Standards 134: *Interim Financial Reporting* (“MFRS 134”) so as to give a true and fair view of the financial position of AmIslamic Fixed Income Conservative (the “Fund”) as at 28 February 2026 and of the comprehensive income, the changes in equity and cash flows for the financial period then ended.

For and on behalf of the Manager

**WONG WENG TUCK**

Executive Director

Kuala Lumpur, Malaysia

21 April 2026

## **TRUSTEE'S REPORT**

### **TO THE UNIT HOLDERS OF AMISLAMIC FIXED INCOME CONSERVATIVE ("Fund")**

We have acted as Trustee of the Fund for the financial period ended 28 February 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 period covered by these financial statements in accordance with the following:-

1. Limitations imposed on the investment powers of the management company under the deed, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the deed; and
3. Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirement.

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  
21 April 2026

## SHARIAH ADVISER'S REPORT FOR ISLAMIC UNIT TRUST FUND

To the unit holders of AmIslamic Fixed Income Conservative ("Fund"),

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, AmFunds Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the Shariah principles and requirements and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters: and
2. The assets of the Fund comprise instruments that have been classified as Shariah-compliant.

For Amanie Advisors Sdn Bhd

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Ahmad Anas Fadzil  
Registered Shariah Officer  
Date: 21 April 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.)*

