

Quarterly Report for

# AmIslamic Institutional 1

30 June 2025



**AmInvest**

Growing Your Investments in a Changing World

## TRUST DIRECTORY

### **Manager**

AmIslamic Funds Management Sdn Bhd  
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55 Jalan Raja Chulan  
50200 Kuala Lumpur

### **Shariah Adviser**

Amanie Advisors Sdn Bhd

### **Trustee**

Deutsche Trustees Malaysia Berhad

### **Auditors and Reporting Accountants**

Ernst & Young PLT

### **Taxation Adviser**

Deloitte Tax Services Sdn Bhd

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## MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the unaudited quarterly accounts of Amlslamic Institutional 1 ("Fund") for the financial period from 1 April 2025 to 30 June 2025.

### Salient Information of the Fund

<b>Name</b>	Amlslamic Institutional* 1 ("Fund")  <i>*Institutional refers to the potential Sophisticated Investors of the Fund and not to the nature of the investables.</i>																																					
<b>Category/Type</b>	Wholesale Islamic Fixed Income / Growth and to a lesser extent income																																					
<b>Objective</b>	The Fund is a fixed income fund that aims to outperform the benchmark of Quantshop ALL GII Index by investing mainly in Shariah Compliant fixed income instruments.  <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 27 December 2011 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.																																					
<b>Performance Benchmark</b>	Quantshop ALL GII Index (Available at <a href="http://www.aminvest.com">www.aminvest.com</a> )																																					
<b>Income Distribution Policy</b>	Income (if any) will be declared quarterly.  <i>Note: The income could be in the form of units or cash.</i>  <i>Should there be realized income or gains, there may be income distribution declared.</i>																																					
<b>Breakdown of Unit Holdings by Size</b>	For the financial period under review, the size of the Fund stood at 181,376,614 units. <table border="1" data-bbox="357 1565 1426 1883"> <thead> <tr> <th rowspan="2">Size of holding</th><th colspan="2">As at 30 June 2025</th><th colspan="2">As at 31 March 2025</th></tr> <tr> <th>No of units held</th><th>Number of unitholders</th><th>No of units held</th><th>Number of unitholders</th></tr> </thead> <tbody> <tr> <td>5,000 and below</td><td>-</td><td>-</td><td>-</td><td>-</td></tr> <tr> <td>5,001-10,000</td><td>-</td><td>-</td><td>-</td><td>-</td></tr> <tr> <td>10,001-50,000</td><td>-</td><td>-</td><td>-</td><td>-</td></tr> <tr> <td>50,001-500,000</td><td>-</td><td>-</td><td>-</td><td>-</td></tr> <tr> <td>500,001 and above</td><td>181,376,614</td><td>5</td><td>179,113,730</td><td>5</td></tr> </tbody> </table>				Size of holding	As at 30 June 2025		As at 31 March 2025		No of units held	Number of unitholders	No of units held	Number of unitholders	5,000 and below	-	-	-	-	5,001-10,000	-	-	-	-	10,001-50,000	-	-	-	-	50,001-500,000	-	-	-	-	500,001 and above	181,376,614	5	179,113,730	5
Size of holding	As at 30 June 2025		As at 31 March 2025																																			
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## Fund Performance Data

<b>Portfolio Composition</b>	Details of portfolio composition of the Fund as at 30 June 2025 and for the past three financial years are as follows:				
		<b>As at 30.06.2025 %</b>	<b>As at 31 March</b>		
			<b>2025 %</b>	<b>2024 %</b>	<b>2023 %</b>
	Corporate sukuk	73.46	74.71	83.56	86.16
	Government Investment Issues	26.42	18.14	15.80	8.26
	Money market deposits and cash equivalents	0.12	7.15	0.64	5.58
	<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>				
<b>Performance Details</b>	Performance details of the Fund for the financial period ended 30 June 2025 and three financial years ended 31 March are as follows:				
		<b>FPE 30.06.2025</b>	<b>FYE 2025</b>	<b>FYE 2024</b>	<b>FYE 2023</b>
	Net asset value (RM)	192,486,086	188,258,835	129,402,777	121,731,166
	Units in circulation	181,376,614	179,113,730	122,088,085	119,604,268
	Net asset value per unit (RM)	1.0613	1.0511	1.0599	1.0178
	Highest net asset value per unit (RM)	1.0735	1.0770	1.0720	1.0287
	Lowest net asset value per unit (RM)	1.0507	1.0507	1.0181	0.9884
	Benchmark performance (%)	2.98	4.46	4.75	5.12
	Total return (%) <sup>(1)</sup>	2.22	4.56	7.14	4.71
	- Capital growth (%)	1.01	-0.77	4.16	0.86
	- Income distributions (%)	1.21	5.33	2.98	3.85
	Gross distributions (RM sen per unit)	1.27	5.65	3.03	3.89
	Net distributions (RM sen per unit)	1.27	5.65	3.03	3.89
	Total expense ratio (%) <sup>(2)</sup>	0.06	0.23	0.24	0.24
	Portfolio turnover ratio (times) <sup>(3)</sup>	0.18	0.82	0.37	0.48
	<i>Note:</i>				
	<i>(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).</i>				
	<i>(2) Total expense ratio ("TER") is calculated based on the total fees and expenses incurred by the Fund divided by the average fund size calculated on a daily basis.</i>				
	<i>(3) Portfolio turnover ratio ("PTR") is calculated based on the average of the total acquisitions and total disposals of investment securities of the Fund divided by the average fund size calculated on a daily basis.</i>				

**Average Total Return (as at 30 June 2025)**

	<b>Amlslamic Institutional 1<sup>(a)</sup></b> %	<b>Benchmark<sup>(b)</sup></b> %
One year	5.76	6.74
Three years	6.53	6.33
Five years	4.13	3.27
Ten years	5.41	4.43

**Annual Total Return**

<b>Financial Years Ended (31 March)</b>	<b>Amlslamic Institutional 1<sup>(a)</sup></b> %	<b>Benchmark<sup>(b)</sup></b> %
2025	4.56	4.46
2024	7.14	4.75
2023	4.71	5.12
2022	3.02	-0.21
2021	2.71	3.32

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

(b) Quantshop ALL GII Index (Available at [www.aminvest.com](http://www.aminvest.com))

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

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

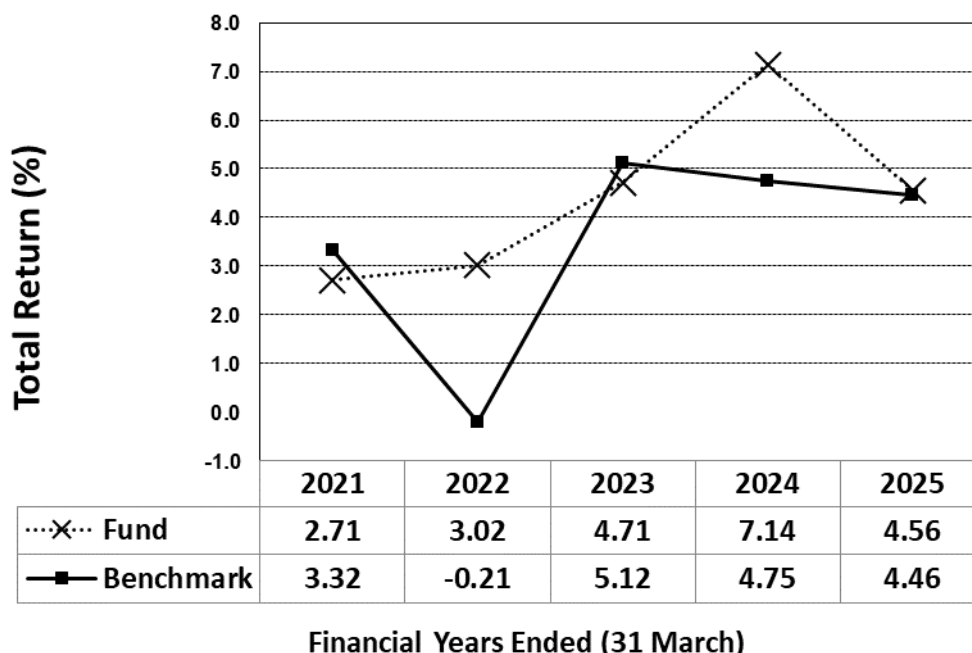
**Fund Performance**

For the financial period under review, the Fund registered a return of 2.22% comprising of 1.01% capital growth and 1.21% income distribution.

Thus, the Fund's return of 2.22% has underperformed the benchmark's return of 2.98% by 0.76%.

As compared with the financial year ended 31 March 2025, the net asset value ("NAV") per unit of the Fund increased by 0.97% from RM1.0511 to RM1.0613, while units in circulation increased by 1.26% from 179,113,730 units to 181,376,614 units.

The following line chart shows comparison between the annual performances of Amlslamic Institutional 1 and its benchmark for the 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.**

#### Strategies and Policies Employed

For the financial period under review, the Fund remained invested in Sukuk, and within the permitted asset allocation of 40%-100% in Sukuk. The Investment Manager adopted active tactical duration management, yield curve positioning and credit spread arbitrage in buying and selling Sukuk for the Fund. This involves the use of models that analyze and compare expected returns and assumed risk. Under this approach, the Investment Manager will focus on Sukuk that would deliver favorable return given an acceptable level of risk. The Investment Manager may also consider obligations with a more favorable or improving credit or industry outlook that provide the potential for capital appreciation.

#### Portfolio Structure

The table below is the asset allocation of the Fund as at 30 June 2025 and 31 March 2025.

	As at 30.06.2025 %	As at 31.03.2025 %	Changes %
Corporate sukuk	73.46	74.71	-1.25
Government Investment Issues	26.42	18.14	8.28
Money market deposits and cash equivalents	0.12	7.15	-7.03
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	

As at 30 June 2025, the Fund has 99.88% of its NAV invested in corporate sukuk and Malaysian Government sukuk with the remaining 0.12% in money market deposits and cash equivalents. Overall sukuk holdings in the portfolio remained high, in line with the Fund prevailing strategy.

#### Cross Trades

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

Distribution/ Unit Splits	During the financial period under review, the Fund declared income distribution, detailed as follows:			
	Date of distribution	Distribution per unit RM (sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)
	30-Jun-25	1.27	1.0740	1.0613
	There is no unit split declared for the financial period under review.			
State of Affairs	There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unitholders during the financial period under review.			
Rebates and Soft Commission	During the period, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.			
Market Review	<p>Malaysia bond market posted a strong performance in the second quarter of 2025, supported by a dovish shift in interest rate expectations, resilient domestic liquidity and strong foreign demand. Yields of Malaysia Government Securities (MGS) declined across tenors in April and May, while June saw some consolidation amid profit-taking activities and volatile global bond conditions, though overall sentiment in local bond market remained resilient.</p> <p>In April, the bond market rallied strongly with MGS yields declining by 7-21 basis point (bps) across the curve, led by the short end of the MGS curve. The bull-steepening move reflected a pivotal shift in market expectations as investor began pricing in a potential 25bps Overnight Policy Rate (OPR) cut by Bank Negara Malaysia (BNM). This was triggered by combination of weaker-than-expected 1Q2025 Malaysia Gross Domestic Products (GDP) data and softer domestic outlook amid global trade uncertainties following “Liberation Tariff” announced by United States (US) President Donald Trump. Malaysia government bond auction during the month saw robust demand while foreign inflow reached RM10.2 billion (March 2025: RM3.2 billion) in April, the largest monthly inflow since July 2023.</p> <p>The bullish momentum continued into May with broad-based yield declines. MGS 5-year and 7-year yields fell sharply by 20bps and 17bps, respectively while MGS 10-year to MGS 20-year also posted notable declines in the range of 11 to 14bps. The move resulted in a bull flattening of MGS curve. Positive sentiment was reinforced by dovish cues from BNM and increased foreign participation in Malaysia bond market. Foreign inflows surged to net inflow of RM13.5 billion (April 2025: RM10.2 billion), the highest monthly inflow since May 2014, reflecting strong conviction in the ringgit bond market. Government bond auction activity during the month remained healthy, particularly the Malaysian Government Investment Issue (GII) 20-year which saw bid-to-cover ratio (BTC) of 3.32x as investors continued extending duration.</p> <p>In June, local bond market showed resilience amid a backdrop of United States Treasury (UST) volatility and continued weakness in the United States Dollar (USD). MGS bonds saw some profit-taking activities in the medium-term tenors in June, but sentiment recovered in the final week of the month, with only marginal movement in benchmark yields for the month. The MGS 5-year, 7-year and 15-year yields ended marginally higher at 0.5bps month-on-month (MoM), 2.9bps MoM and 0.2bps MoM respectively, while the rest of the curve rallied marginally. The exception was the 10Y MGS that had an auction at month-end and rallied with yield declined 8.2bps MoM.</p>			



<b>Market Outlook</b>	<p>The macro environment is expected to remain supportive of bonds, especially as inflation stays contained and policy turns more accommodative. Downside risks include further global slowdown, geopolitical tensions, and unexpected volatility in commodity prices. Domestic demand will continue to anchor growth, supported by fiscal spending and targeted cash assistance measures under the 13th Malaysia Plan.</p> <p>We maintain our overweight duration strategy for all portfolios to position for further yield compression as monetary policy eases. We favour positioning in the belly of the curve (5–7 years) to capture potential curve flattening and benefit from roll-down strategies.</p> <p>We prefer High-grade bonds i.e., AAA and AA names, for the yield pickup with potential for further spread tightening. Credit selection remains critical, with a focus on defensive sectors and issuers with robust balance sheets and recurring cash flows, particularly in utilities, infrastructure, and select financials.</p>
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Kuala Lumpur, Malaysia  
Amlslamic Funds Management Sdn Bhd

20 August 2025

**Amlslamic Institutional 1****STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2025**

	<b>30.06.2025 (unaudited) RM</b>	<b>31.03.2025 (audited) RM</b>
<b>ASSETS</b>		
Shariah-compliant investments	192,259,719	174,806,604
Shariah-compliant deposit with licensed financial institution	2,562,204	16,391,208
Cash at bank	10,794	10,677
<b>TOTAL ASSETS</b>	<b>194,832,717</b>	<b>191,208,489</b>
<b>LIABILITIES</b>		
Amount due to Manager	31,640	30,948
Amount due to Trustee	6,393	6,464
Distribution payable	2,303,483	2,901,642
Sundry payables and accruals	5,115	10,600
<b>TOTAL LIABILITIES</b>	<b>2,346,631</b>	<b>2,949,654</b>
<b>NET ASSET VALUE ("NAV") OF THE FUND</b>	<b>192,486,086</b>	<b>188,258,835</b>
<b>EQUITY</b>		
Unit holders' capital	187,049,659	184,672,046
Retained earnings	5,436,427	3,586,789
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>	<b>192,486,086</b>	<b>188,258,835</b>
<b>UNITS IN CIRCULATION</b>	<b>181,376,614</b>	<b>179,113,730</b>
<b>NAV PER UNIT (RM)</b>	<b>1.0613</b>	<b>1.0511</b>

# Amlslamic Institutional 1

## STATEMENT OF COMPREHENSIVE INCOME *(Unaudited)* FOR THE FINANCIAL PERIOD FROM 1 APRIL 2025 TO 30 JUNE 2025

		01.04.2025 to 30.06.2025	01.04.2024 to 30.06.2024
	Note	RM	RM
<b>SHARIAH-COMPLIANT INVESTMENT INCOME</b>			
Profit income		1,981,278	1,405,874
Net gains from Shariah-compliant investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	1	2,283,374	65,404
		<u>4,264,652</u>	<u>1,471,278</u>
<b>EXPENDITURE</b>			
Manager’s fee		(86,642)	(58,749)
Trustee’s fee		(19,254)	(13,055)
Audit fee		(997)	(998)
Tax agent’s fee		(823)	(823)
Other expenses		(3,815)	(2,820)
		<u>(111,531)</u>	<u>(76,445)</u>
<b>Net income before taxation</b>		4,153,121	1,394,833
<b>Taxation</b>		-	-
<b>Net income after taxation, representing total comprehensive income for the financial period</b>		<u>4,153,121</u>	<u>1,394,833</u>
Total comprehensive income comprises the following:			
Realised income		2,297,190	1,628,278
Unrealised gain/(loss)		1,855,931	(233,445)
		<u>4,153,121</u>	<u>1,394,833</u>
<b>Distribution for the financial period</b>			
Net distribution	2	<u>2,303,483</u>	<u>1,009,733</u>
Gross distribution per unit (sen)	2	<u>1.27</u>	<u>0.82</u>
Net distribution per unit (sen)	2	<u>1.27</u>	<u>0.82</u>

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

**Amlslamic Institutional 1****STATEMENT OF CHANGES IN EQUITY (Unaudited)  
FOR THE FINANCIAL PERIOD FROM 1 APRIL 2025 TO 30 JUNE 2025**

	<b>Note</b>	<b>Unit holders' capital RM</b>	<b>Retained earnings RM</b>	<b>Total equity RM</b>
At 1 April 2025		184,672,046	3,586,789	188,258,835
Total comprehensive income for the financial period		-	4,153,121	4,153,121
Reinvestment of distribution		2,377,613	-	2,377,613
Distribution	2	-	(2,303,483)	(2,303,483)
Balance at 30 June 2025		<u>187,049,659</u>	<u>5,436,427</u>	<u>192,486,086</u>
At 1 April 2024		124,156,443	5,246,334	129,402,777
Total comprehensive income for the financial period		-	1,394,833	1,394,833
Reinvestment of distribution		1,112,783	-	1,112,783
Distribution	2	-	(1,009,733)	(1,009,733)
Balance at 30 June 2024		<u>125,269,226</u>	<u>5,631,434</u>	<u>130,900,660</u>

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

**Amlslamic Institutional 1****STATEMENT OF CASH FLOWS (Unaudited)****FOR THE FINANCIAL PERIOD FROM 1 APRIL 2025 TO 30 JUNE 2025**

	<b>01.04.2025 to 30.06.2025 RM</b>	<b>01.04.2024 to 30.06.2024 RM</b>
<b>CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES</b>		
Proceeds from sale of Shariah-compliant investments	27,313,150	15,465,949
Purchases of Shariah-compliant investments	(42,332,440)	(8,076,200)
Profit received	1,830,827	1,801,116
Manager's fee paid	(85,950)	(59,165)
Trustee's fee paid	(19,325)	(13,150)
Tax agent's fee paid	(3,300)	-
Payments for other expenses	(7,820)	(2,160)
Net cash (used in)/generated from operating and investing activities	<u>(13,304,858)</u>	<u>9,116,390</u>
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Distribution paid	<u>(524,029)</u>	<u>(401,109)</u>
Net cash used in financing activity	<u>(524,029)</u>	<u>(401,109)</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(13,828,887)</u>	<u>8,715,281</u>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<u>16,401,885</u>	<u>2,159,992</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<u>2,572,998</u>	<u>10,875,273</u>
Cash and cash equivalents comprise:		
Shariah-compliant deposit with licensed financial institution	2,562,204	10,864,589
Cash at bank	10,794	10,684
	<u>2,572,998</u>	<u>10,875,273</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD FROM 1 APRIL 2025 TO 30 JUNE 2025**

**1. NET GAINS FROM SHARIAH-COMPLIANT INVESTMENTS**

	<b>01.04.2025 to 30.06.2025 RM</b>	<b>01.04.2024 to 30.06.2024 RM</b>
Net gains on financial assets at FVTPL comprised:		
– Net realised gains on sale of Shariah-compliant investments	427,443	298,849
– Net unrealised gain/(loss) on changes in fair value of Shariah-compliant investments	1,855,931	(233,445)
	<u>2,283,374</u>	<u>65,404</u>

**2. DISTRIBUTION**

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

**Financial period ended 30 June 2025**

<b>Distribution Ex-date</b>	<b>Gross distribution per unit RM (sen)</b>	<b>Net distribution per unit RM (sen)</b>	<b>Total distribution RM</b>
30 June 2025	<u>1.27</u>	<u>1.27</u>	<u>2,303,483</u>

**Financial period ended 30 June 2024**

<b>Distribution Ex-date</b>	<b>Gross distribution per unit RM (sen)</b>	<b>Net distribution per unit RM (sen)</b>	<b>Total distribution RM</b>
28 June 2024	<u>0.82</u>	<u>0.82</u>	<u>1,009,733</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 30 June 2024 was proposed before taking into account the net unrealised loss of RM233,445 arising during the financial period which was carried forward to the next financial period.

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

## **SHARIAH ADVISER'S REPORT FOR ISLAMIC WHOLESALE FUND**

To the unit holders of Amlslamic Institutional 1 ("Fund"),

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, Amlslamic Funds Management Sdn Bhd 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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Tan Sri Dr Mohd Daud Bakar

Executive Chairman

Date: 20 August 2025

## DIRECTORY

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*For enquiries about this or any of the other Funds offered by AmIslamic Funds Management Sdn Bhd  
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.)*



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