

Annual Report for

AmTactical Bond

31 August 2025



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 AmTactical Bond ("Fund") for the financial year ended 31 August 2025.

Salient Information of the Fund

Name	AmTactical Bond ("Fund")
Category/ Type	Bond / Income and Growth
Objective	The Fund aims to provide income* and to a lesser extent capital appreciation by investing primarily in bonds. <i>Notes:</i> <i>Any material change to the investment objective of the Fund would require Unit Holders' approval.</i> <i>*Income distribution (if any) will be reinvested.</i>
Duration	The Fund was established on 29 October 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	QuantsShop All MGS Index. (Available at www.aminvest.com) <i>Note: There is no specific index available in the market that is applicable for the Fund. As the Fund is a bond fund that invests primarily in a mixture of domestic and foreign sovereign, quasi-sovereign and corporate bonds, hence this index is chosen as it is widely used as benchmark for bond funds in the Malaysia market. The risk profile of the performance benchmark is not the same as the risk profile of the Fund. The Fund is expected to outperform the QuantsShop All MGS Index.</i>
Income Distribution Policy	<u>Class B (MYR)</u> Subject to availability of income, distribution is paid twice every year and will be reinvested. At the Manager's discretion, the Fund may distribute from its gain, income and capital. The rationale for distribution out of capital is to allow the Fund the ability to (i) distribute income on a regular basis in accordance with the distribution policy of the Fund or (ii) increase the amount of distributable income to the Unit Holders, after taking into consideration the risk of distributing out of capital. Distribution out of the Fund's capital has the effect of lowering the NAV of the Fund, may reduce part of the Unit Holders' original investment and may also result in reduced future returns to Unit Holders. When a substantial amount of the original investment is being returned to the Unit Holders, it has a risk of eroding the capital of the Fund and may, over time, cause the NAV of the Fund to fall. The greater the risk of capital erosion that exists, the greater the likelihood that, due to capital erosion, the value of future returns would also be diminished.

Note: Income distribution amount (if any) for each of the Classes would be different subject to sole discretion of the Manager.

Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 31 August are as follows:			
		As at 31 August		
		2025 %	2024 %	2023 %
	Local corporate bonds	55.26	54.40	42.17
	Foreign corporate bonds	35.10	24.61	21.53
	Foreign Government bond	3.66	7.66	6.01
	Malaysian Government Securities	-	2.68	10.61
	Government Investment Issue	2.87	-	-
	Money market deposits and cash equivalents	3.11	10.65	19.68
	Total	100.00	100.00	100.00
<i>Note: The abovementioned percentages are calculated based on total net asset value.</i>				
Performance Details	Performance details of the Fund for the financial years ended 31 August are as follows:			
		FYE 2025	FYE 2024	FYE 2023
	Net asset value (RM)	35,235,135	39,678,648	50,941,065
	Units in circulation	35,042,702	39,364,522	51,468,660
	Net asset value per unit (RM)	1.0055	1.0080	0.9897
	Highest net asset value per unit (RM)	1.0262	1.0282	1.0342
	Lowest net asset value per unit (RM)	0.9705	0.9908	0.9238
	Benchmark performance (%)	6.59	4.85	5.54
	Total return (%) ⁽¹⁾	4.60	2.34	-4.68
	- Capital growth (%)	0.22	1.47	-4.68
	- Income distributions (%)	4.38	0.87	-
	Gross distributions (RM sen per unit)	4.4163	0.9433	-
	Net distributions (RM sen per unit)	4.4163	0.8584	-
	Total expenses ratio (%) ⁽²⁾	1.14	1.13	1.12
	Portfolio turnover ratio (times) ⁽³⁾	0.59	0.78	0.96
	<i>Note:</i>			
	(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 1.13% per annum for the financial year ended 31 August 2024 mainly due to decrease in average fund size.			
	(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 2025 and 2024 were due mainly to investing activities.			

Average Total Return (as at 31 August 2025)

Class B (MYR)	AmTactical Bond^(a)	Benchmark^(b)
	%	%
One year	4.60	6.59
Three years	0.67	5.65
Five years	-1.24	3.19
Ten years	2.68	4.75

Annual Total Return

Financial Years Ended (31 August) Class B (MYR)	AmTactical Bond^(a)	Benchmark^(b)
	%	%
2025	4.60	6.59
2024	2.34	4.85
2023	-4.68	5.54
2022	-10.27	-0.39
2021	2.60	-0.41

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

(b) Quantshop All MGS Index (Available at www.aminvest.com).

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

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

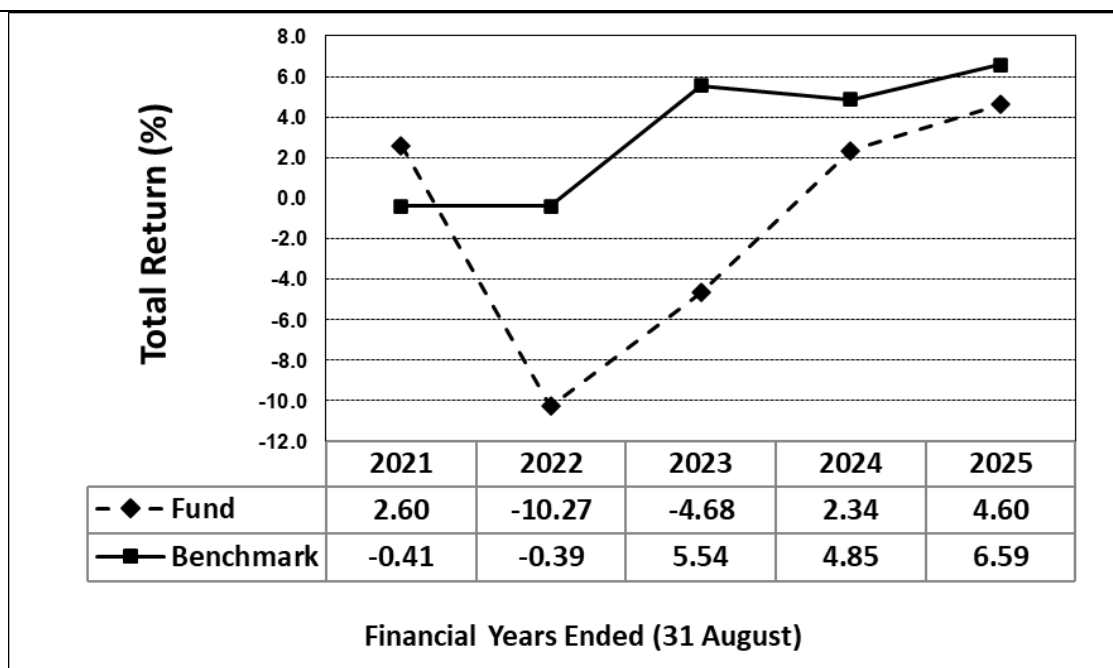
Fund Performance**Class B (MYR)**

For the financial year under review, the Fund registered a return of 4.60% comprising of 0.22% capital growth and 4.38% income distributions.

Thus, the Fund's return of 4.60% has underperformed the benchmark's return of 6.59% by 1.99%.

As compared with the financial year ended 31 August 2024, the net asset value ("NAV") per unit of the Fund decreased by 0.25% from RM1.0080 to RM1.0055, while units in circulation decreased by 10.98% from 39,364,522 units to 35,042,702 units.

The following line chart shows comparison between the annual performances of AmTactical Bond – Class B (MYR) 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.

Strategies and Policies Employed

For the financial year under review, the Fund invested primarily in corporate bonds. The Manager analyses the general economic and market conditions. The Manager also analyses and compares fixed income securities in terms of expected returns against assumed risk by analyzing credit rating and duration of the fixed income securities, where the Manager selects securities that would deliver better returns for a given level of risk. The Fund's investment is subject to active tactical duration management, where duration of the portfolio of the Fund is monitored and modified according to interest rate outlook without any portfolio maturity limitation.

Portfolio Structure

The table below is the asset allocation of the Fund as at 31 August 2025 and 31 August 2024.

	As at 31.08.2025 %	As at 31.08.2024 %	Changes %
Local corporate bonds	55.26	54.40	0.86
Foreign corporate bonds	35.10	24.61	10.49
Foreign Government bond	3.66	7.66	-4.00
Malaysian Government Securities	-	2.68	-2.68
Government Investment Issue	2.87	-	2.87
Money market deposits and cash equivalents	3.11	10.65	-7.54
Total	100.00	100.00	

For the financial year under review, the Fund invested 35.10% of NAV in foreign corporate bonds, 55.26% in local corporate bonds, 3.66% in foreign Government bond, 2.87% in Government Investment Issue and the balance of 3.11% was held in money market deposits and cash equivalents.

Securities Lending / Repurchase Transactions	The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).			
Cross Trades	There were no cross trades undertaken during the financial year under review.			
Distribution/ unit splits	During the financial year under review, the Fund declared income distribution, detailed as follows:			
	Date of distribution	Distributions per unit RM (sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)
	25-Oct-24	1.3945	1.0122	0.9982
	25-Apr-25	3.0218	1.0162	0.9860
	There is no unit split declared for the financial year under review.			
State of Affairs	There has been neither significant changes 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	The Malaysian bond market experienced notable volatility from September 2024 through August 2025, largely influenced by global economic developments, shifts in US Federal Reserve (Fed) policy, and domestic monetary actions. Despite the turbulence, the market demonstrated resilience and ended the period with a constructive tone. Entering 2025, ringgit government bonds started the year slightly stronger, with decent bids as market participants rebuilt inventories. A relief rally in United States Treasuries (UST) followed lower-than-expected inflation prints in the United States (US), although the local bond market remained largely stable. Despite volatility in the UST market, Malaysian bonds stayed calm and supportive, buoyed by less hawkish pricing of US rates and improved regional sentiment stemming from the continued pause in Trump-era tariffs. The first half of 2025 was marked by a steady rally in the Malaysian bond market, underpinned by strong domestic liquidity and dovish policy signals. Towards the end of the first quarter, growing concerns over tariffs, rising inflation expectations, and slowing US economic growth prompted investors to seek refuge in safer assets, steepening the UST yield curve. Locally, government securities rallied, supported by expectations of a 25bps rate cut following a weaker-than-expected Q1 Gross Domestic Product (GDP) print. In May, Bank Negara Malaysia (BNM) announced a 100bps cut to the statutory reserve requirement, which, along with record-high net foreign inflows of RM13.5 billion, significantly boosted investor confidence. Despite global headwinds such as UST volatility and a weak United States Dollar (USD), the market showed resilience, with the Malaysian Government Securities (MGS) yield curve bull-flattening amid cautious optimism and a stable domestic growth outlook. In July, BNM delivered a 25bps reduction in the Overnight Policy Rate (OPR), reinforcing the dovish tone. The market continued to rally, although the pace moderated slightly in August. The MGS yield curve marginally bull-steepened as investors priced in another potential 25bps rate cut from BNM. However, the rally saw some moderation towards the end of the month as investors turned more			

	cautious amid lower bond yields. The domestic market also decoupled somewhat from United State Treasuries (UST), which continued to rally following Fed Chair Jerome Powell's dovish tilt in his speech at the Jackson Hole Symposium on 22 August 2025.
Market Outlook	Malaysia's 2Q 2025 Gross Domestic Product (GDP) growth held steady at 4.4% Year-over-Year (YoY), supported by front loading activity, due to pause on higher tariff rates. As the United States (US) reciprocal tariff of 19% has been announced on imports from Malaysia, domestic growth could be slower ahead as external demands weaken. We maintain overweight on duration, given the supportive background. Yield curve positioning strategy is deployed at the belly of the curve (5–7 years) to capture potential curve flattening and benefit from bonds "rolling down" to lower yields. We prefer corporate bonds for higher yield pick-up, compared to govies. Credit spreads are likely to stay tight, with strong demands from local investors. We are selective on credit names, with a focus on defensive sectors and issuers with strong credit metrics, particularly in utilities, infrastructure, and banks.

Additional Information of the Fund

List highlighting the amendments for the Twelfth Supplementary Master Prospectus dated 27 March 2025 (the "Twelfth Supplementary Master Prospectus"). This Twelfth Supplementary Master Prospectus has to be read in conjunction with the Master Prospectus dated 10 September 2017, the First Supplementary Master Prospectus dated 4 January 2018, the Second Supplementary Master Prospectus dated 20 December 2018, the Third Supplementary Master Prospectus dated 5 August 2019, the Fourth Supplementary Master Prospectus dated 8 November 2019, the Fifth Supplementary Master Prospectus dated 31 March 2021, the Sixth Supplementary Master Prospectus dated 28 July 2021, the Seventh Supplementary Master Prospectus dated 26 October 2021, the Eighth Supplementary Master Prospectus dated 20 December 2021, the Ninth Supplementary Master Prospectus dated 12 December 2022, the Tenth Supplementary Master Prospectus dated 31 August 2023 and the Eleventh Supplementary Master Prospectus dated 1 March 2024 (collectively, the "Prospectuses").

No	Prior disclosure in the Prospectuses	Revised disclosure in the Twelfth Supplementary Master Prospectus				
1.	“3. THE FUND’S DETAILED INFORMATION”, Section 3.6 List of Current Deed and Supplementary Deed <table><tr><td>AmTactical Bond</td><td> - AmMaster Deed dated 23 March 2012 - 1st Supplemental Deed dated 2 May 2014 - 2nd Supplemental Deed dated 25 February 2015 - 3rd Supplemental Deed dated 20 July 2022 </td></tr></table>	AmTactical Bond	- AmMaster Deed dated 23 March 2012 - 1st Supplemental Deed dated 2 May 2014 - 2nd Supplemental Deed dated 25 February 2015 - 3rd Supplemental Deed dated 20 July 2022	“3. THE FUND’S DETAILED INFORMATION”, Section 3.6 List of Current Deed and Supplementary Deed <table><tr><td>AmTactical Bond</td><td> - AmMaster Deed dated 23 March 2012 - 1st Supplemental Deed dated 2 May 2014 - 2nd Supplemental Deed dated 25 February 2015 - 3rd Supplemental Deed dated 20 July 2022 - 4th Supplemental Deed dated 15 March 2024 </td></tr></table>	AmTactical Bond	- AmMaster Deed dated 23 March 2012 - 1st Supplemental Deed dated 2 May 2014 - 2nd Supplemental Deed dated 25 February 2015 - 3rd Supplemental Deed dated 20 July 2022 - 4th Supplemental Deed dated 15 March 2024
AmTactical Bond	- AmMaster Deed dated 23 March 2012 - 1st Supplemental Deed dated 2 May 2014 - 2nd Supplemental Deed dated 25 February 2015 - 3rd Supplemental Deed dated 20 July 2022					
AmTactical Bond	- AmMaster Deed dated 23 March 2012 - 1st Supplemental Deed dated 2 May 2014 - 2nd Supplemental Deed dated 25 February 2015 - 3rd Supplemental Deed dated 20 July 2022 - 4th Supplemental Deed dated 15 March 2024					
2.	“6. TRANSACTION INFORMATION”, Section 6.7 Income Distribution, Unclaimed Monies	“6. TRANSACTION INFORMATION”, Section 6.7 Income Distribution, Unclaimed Monies				

	Unclaimed monies Any cheque payable to you which remain unclaimed after such period (currently being twelve (12) months) will be paid to Registrar of Unclaimed Moneys in accordance with the requirements of the Unclaimed Moneys Act 1965. Thereafter all claims need to be made to the Registrar of Unclaimed Moneys. Unit Holders may claim the unclaimed amount from the Registrar of Unclaimed Moneys.	Unclaimed monies Any moneys payable to you which remains unclaimed (hereinafter referred to as "unclaimed amount") for a period of not less than two (2) years from the date of payment or such other period as may be prescribed by the Unclaimed Moneys Act 1965 will be paid to Registrar of Unclaimed Moneys in accordance with the requirements of the Unclaimed Moneys Act 1965. Thereafter, all claims need to be made to the Registrar of Unclaimed Moneys. Unit Holders may claim the unclaimed amount from the Registrar of Unclaimed Moneys.
3.	"10. MANAGING THE FUND'S INVESTMENT", Section 10.3 The Board of Directors The Board of Directors ("Board") consists of six (6) members, including five (5) independent members. The board members are: • Jeyaratnam a/l Tamotharam Pillai (Independent) • Tai Terk Lin (Independent) • Mustafa Bin Mohd Nor (Independent) • Jas Bir Kaur a/p Lol Singh (Independent) • Ng Chih Kaye (Independent) • Goh Wee Peng (Non-Independent)	"10. MANAGING THE FUND'S INVESTMENT", Section 10.3 The Board of Directors The board of directors of the Manager ("Board") consists of five (5) members, including four (4) independent members. The list of the Board members is available on our website at: www.aminvest.com/eng/AboutUs/Pages/AmFundsManagementBerhad.aspx

List highlighting the amendments for the Fifteenth Supplementary Master Prospectus dated 5 August 2025 (the “Fifteenth Supplementary Master Prospectus”) with Securities Commission Malaysia. The Fifteenth Supplementary Master Prospectus has to be read in conjunction with the Master Prospectus dated 10 September 2017, the First Supplementary Master Prospectus dated 4 January 2018, the Second Supplementary Master Prospectus dated 20 December 2018, the Third Supplementary Master Prospectus dated 5 August 2019, the Fourth Supplementary Master Prospectus dated 8 November 2019, the Fifth Supplementary Master Prospectus dated 31 March 2021, the Sixth Supplementary Master Prospectus dated 28 July 2021, the Seventh Supplementary Master Prospectus dated 26 October 2021, the Eighth Supplementary Master Prospectus dated 20 December 2021, the Ninth Supplementary Master Prospectus dated 12 December 2022, the Tenth Supplementary Master Prospectus dated 31 August 2023, the Eleventh Supplementary Master Prospectus dated 1 March 2024, the Twelfth Supplementary Master Prospectus dated 27 March 2025, and the Thirteenth Supplementary Master Prospectus dated 2 May 2025 and the Fourteenth Supplementary Master Prospectus dated 25 June 2025 (collectively, the “Prospectuses”).

No	Prior disclosure in the Prospectuses	Revised disclosure in the Fifteenth Supplementary Master Prospectus
1.	“1. DEFINITIONS”, “Business Day” Business Day A day on which the Bursa Malaysia and/or commercial banks in Kuala Lumpur are open for business The Manager may declare certain Business Days to be non-Business Days although Bursa Malaysia and/or commercial banks in Kuala Lumpur are open, if the markets in which the Fund is invested are closed for business. This is to ensure that investors are given a fair valuation of the Fund when making subscriptions or redemptions. This information will be communicated to you via our website at www.aminvest.com. Alternatively, you may contact our customer service at (603) 2032 2888.	“1. DEFINITIONS”, “Business Day” Business Day A day on which the Bursa Malaysia and/or commercial banks in Kuala Lumpur are open for business. The Manager may declare certain Business Days to be non-Business Days although Bursa Malaysia and/or commercial banks in Kuala Lumpur are open, if: (i) the markets in which the Fund is invested in are closed for business; and/or (ii) the management company or investment manager of the Target Fund declares a non-business day and/or non-dealing day. This is to ensure that investors are given a fair valuation of the Fund when making subscriptions or redemptions. This information will be communicated to you via our website at www.aminvest.com. Alternatively, you may contact our Customer Service at (603) 2032 2888.
2.	“14. TAXATION”	“14. TAXATION” The tax advisers’ letter has been updated.

Kuala Lumpur, Malaysia
AmFunds Management Berhad

23 October 2025

Independent auditors' report to the unit holders of AmTactical Bond

Report on the audit of the financial statements

Opinion

We have audited the financial statements of AmTactical Bond (the "Fund"), which comprise the statement of financial position as at 31 August 2025, 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 14 to 48.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 August 2025, 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 AmTactical Bond (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 the fact. We have nothing to report in this regard.

Responsibilities of the Manager and the Trustee for the financial statements

The Manager is responsible for the preparation of the 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 has 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
AmTactical Bond (cont'd.)**

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

As part of an audit in accordance with the approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgment and maintain professional skepticism 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
AmTactical Bond (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 Unit Trust Funds issued by the Securities Commission Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

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

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

Kuala Lumpur, Malaysia
23 October 2025

AmTactical Bond**STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2025**

	Note	2025 RM	2024 RM
ASSETS			
Investments	4	34,140,421	35,453,139
Deposits with licensed financial institutions	5	916,207	4,394,669
Interest receivable		-	75,565
Tax recoverable		218,974	156,654
Cash at banks		148,134	149,305
TOTAL ASSETS		35,423,736	40,229,332
LIABILITIES			
Amount due to Manager	6	170,164	535,821
Amount due to Trustee	7	1,795	2,080
Sundry payables and accruals		16,642	12,783
TOTAL LIABILITIES		188,601	550,684
NET ASSET VALUE ("NAV") OF THE FUND		35,235,135	39,678,648
EQUITY			
Unit holders' capital	9(a)	48,305,059	52,613,165
Accumulated losses	9(b)(c)	(13,069,924)	(12,934,517)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	9	35,235,135	39,678,648
UNITS IN CIRCULATION			
- Class B (MYR)	9(a)	35,042,702	39,364,522
NAV PER UNIT (RM)			
- Class B (MYR)		1.0055	1.0080

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

AmTactical Bond

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

	Note	2025 RM	2024 RM
INVESTMENT INCOME			
Interest income		1,967,618	2,417,577
Net gain/(loss) from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	8	11,484	(374,270)
Other net realised (loss)/gain on foreign currency exchange		(6,185)	19,446
Other net unrealised (loss)/gain on foreign currency exchange		(175)	175
		<u>1,972,742</u>	<u>2,062,928</u>
EXPENDITURE			
Manager’s fee	6	(379,058)	(486,401)
Trustee’s fee	7	(22,744)	(29,184)
Audit fee		(8,000)	(8,000)
Tax agent’s fee		(4,100)	(4,100)
Custodian’s fee		(3,292)	(4,296)
Other expenses		(14,042)	(18,578)
		<u>(431,236)</u>	<u>(550,559)</u>
Net income before taxation		1,541,506	1,512,369
Taxation	11	-	(20,288)
Net income after taxation, representing total comprehensive income for the financial year		<u>1,541,506</u>	<u>1,492,081</u>
Total comprehensive income comprises the following:			
Realised income		1,587,404	1,614,328
Unrealised losses		(45,898)	(122,247)
		<u>1,541,506</u>	<u>1,492,081</u>
Distributions for the financial year			
Net distributions	12	<u>1,676,913</u>	<u>388,739</u>
Gross distributions per unit (sen)	12	<u>4.4163</u>	<u>0.9433</u>
Net distributions per unit (sen)	12	<u>4.4163</u>	<u>0.8584</u>

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

AmTactical Bond**STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

	Note	Unit holders' capital RM	Accumulated losses RM	Total equity RM
At 1 September 2024		52,613,165	(12,934,517)	39,678,648
Total comprehensive income for the financial year		-	1,541,506	1,541,506
Creation of units	9(a)	5,758,166	-	5,758,166
Reinvestment of distributions	9(a)	1,676,913	-	1,676,913
Cancellation of units	9(a)	(11,743,185)	-	(11,743,185)
Distributions	12	-	(1,676,913)	(1,676,913)
Balance at 31 August 2025		<u>48,305,059</u>	<u>(13,069,924)</u>	<u>35,235,135</u>
At 1 September 2023		64,978,924	(14,037,859)	50,941,065
Total comprehensive income for the financial year		-	1,492,081	1,492,081
Creation of units	9(a)	4,606,168	-	4,606,168
Reinvestment of distribution	9(a)	388,739	-	388,739
Cancellation of units	9(a)	(17,360,666)	-	(17,360,666)
Distribution	12	-	(388,739)	(388,739)
Balance at 31 August 2024		<u>52,613,165</u>	<u>(12,934,517)</u>	<u>39,678,648</u>

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

AmTactical Bond**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

	Note	2025 RM	2024 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES			
Proceeds from sale of investments		22,790,502	40,181,897
Purchases of investments		(21,404,935)	(34,773,694)
Net settlement from derivative contracts		-	(283,240)
Interest received		1,975,458	2,343,871
Manager's fee paid		(384,166)	(498,610)
Trustee's fee paid		(23,029)	(29,714)
Tax agent's fee paid		-	(4,100)
Custodian's fee paid		(3,292)	(4,296)
Tax paid		(62,320)	(235,450)
Payments for other expenses		(22,283)	(26,694)
Net cash generated from operating and investing activities		<u>2,865,935</u>	<u>6,669,970</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		5,758,166	4,610,843
Payments for cancellation of units		(12,103,734)	(16,910,636)
Net cash used in financing activities		<u>(6,345,568)</u>	<u>(12,299,793)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS		(3,479,633)	(5,629,823)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		<u>4,543,974</u>	<u>10,173,797</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR		<u>1,064,341</u>	<u>4,543,974</u>
Cash and cash equivalents comprise:			
Deposits with licensed financial institutions	5	916,207	4,394,669
Cash at banks		148,134	149,305
		<u>1,064,341</u>	<u>4,543,974</u>

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

AmTactical Bond

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

1. GENERAL INFORMATION

AmTactical Bond (the “Fund”) was established pursuant to a Deed dated 23 March 2012 as amended by the 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 aims to provide income and to a lesser extent capital appreciation by investing primarily in bonds. As provided in the Deeds, the financial year shall end on 31 August. The units in the Fund for Class B (MYR) were first offered for sale on 29 October 2012, while Class A (USD), Class B (AUD) and Class B (SGD) were first offered for sales on 16 July 2014. There were no units in circulation for Class A (USD), Class B (AUD) and Class B (SGD) since its offer date and those units were terminated on 31 August 2018.

The financial statements were authorised for issue by the Manager on 23 October 2025.

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 MFRS Accounting Standards and 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 16 <i>Leases : Lease Liability in a Sale and Leaseback*</i>	1 January 2024
Amendments to MFRS 101 <i>Presentation of Financial Statements: Non-Current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 107 <i>Statement of Cash Flows</i> and MFRS 7 <i>Financial Instruments: Disclosures: Supplier Finance Arrangements</i>	1 January 2024

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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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 121 <i>The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability</i>	1 January 2025
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 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 AUGUST 2025**

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 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" or "MYR") 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 Foreign currency transactions

Transactions in currencies other than the Fund's functional currency (foreign currencies) are recorded in the functional currency using exchange rates prevailing at the transaction dates. At each reporting date, foreign currency monetary items are translated into RM at exchange rates ruling at the reporting date. All exchange gains or losses are recognised in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

3.5 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.

3.6 Distribution

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

3.7 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").

3.8 Financial instruments – initial recognition and measurement

(i) Initial recognition

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

(ii) Initial measurement

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

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

(iii) “Day 1” profit or loss

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

3.9 Financial assets

Classification and measurement

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

Business model

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

3.9 Financial assets (cont'd.)

Classification and measurement (cont'd.)

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 dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets include in this category are deposits with licensed financial institutions, cash at banks, amount due from Target Fund Manager, amount due from Manager, amount due from brokers/financial institutions, dividend/distribution receivables and other receivables.

Financial assets at FVOCI

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

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

3.9 Financial assets (cont'd.)

Classification and measurement (cont'd.)

The Fund may classify its financial assets under the following categories: (cont'd.)

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". Exchange differences on financial assets at FVTPL are not recognised separately in profit or loss but are included in net gain or net loss on changes in fair value of financial assets at FVTPL.

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.

3.10 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.

3.11 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

3.11 Derecognition of financial instruments (cont'd.)

(i) Derecognition of financial asset (cont'd.)

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

(ii) Derecognition of financial liability

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

3.12 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 ECLs 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.

3.13 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. For investments in foreign fixed income securities, fair value will be based on indicative prices provided by independent and reputable institutions plus accrued interest. Adjusted cost of investments relates to the purchased cost plus accrued interest, adjusted for amortisation of premium and accretion of discount, if any, calculated over the period from the date of acquisition to the date of maturity of the respective securities as approved by the Manager and the Trustee. The difference between adjusted cost and fair value is treated as unrealised gain or loss and is recognised in profit or loss.

The fair value of foreign exchange - forward contracts is calculated by making reference to prevailing forward exchange rates for contracts with similar maturity profiles in the market. Derivatives are carried as assets when the fair value is positive and as liabilities when the fair value is negative.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

3.14 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.

3.15 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

	2025 RM	2024 RM
Financial assets at FVTPL		
Fixed income securities - local	20,481,265	22,646,985
Fixed income securities - foreign	13,659,156	12,806,154
	<u>34,140,421</u>	<u>35,453,139</u>

AmTactical Bond

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 August 2025 are as follows:

Maturity date	Issuer	Credit rating	Nominal value RM	Fair value RM	Adjusted cost RM	Fair value as a percentage of NAV %
Fixed income securities - local						
Corporate bonds						
19.03.2027	IJM Land Berhad	A	2,000,000	2,094,020	2,052,119	5.94
28.03.2028	Qualitas Sukuk Berhad	AA	2,000,000	2,071,063	2,040,863	5.88
20.04.2028	UMW Holdings Berhad	AA	1,600,000	1,738,349	1,637,021	4.94
03.05.2028	UDA Holdings Berhad	AA	200,000	207,949	203,508	0.59
09.05.2031	UDA Holdings Berhad	AA	1,000,000	1,054,255	1,020,020	2.99
31.05.2032	GENM Capital Berhad	AA	1,500,000	1,588,436	1,519,586	4.51
11.11.2036	YTL Corporation Berhad	AA	2,000,000	2,279,503	2,043,354	6.47
02.06.2037	TNB Power Generation Sdn. Bhd.	AAA	250,000	287,731	253,113	0.82
05.01.2038	Edra Energy Sdn. Bhd.	AA	5,000,000	6,384,674	5,191,126	18.12
02.06.2042	TNB Power Generation Sdn. Bhd.	AAA	500,000	599,246	506,411	1.70
06.10.2042	Solarpack Suria Sungai Petani Sdn. Bhd.	AA	1,000,000	1,163,343	1,032,314	3.30
Total corporate bonds			17,050,000	19,468,569	17,499,435	55.26

AmTactical Bond

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 August 2025 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 %
Fixed income securities - local (cont'd.)						
Government Investment Issue						
31.05.2045	Government of Malaysia	NR*	1,000,000	1,012,696	1,012,025	2.87
Total Government Investment Issue			1,000,000	1,012,696	1,012,025	2.87
Total fixed income securities - local			18,050,000	20,481,265	18,511,460	58.13

Maturity date	Issuer	Credit rating	Nominal value USD	Fair value RM	Adjusted cost RM	Fair value as a percentage of NAV %
Fixed income securities - foreign						
Corporate bonds denominated in United States Dollar ("USD")						
07.03.2028	HSBC Holdings PLC	BBB	500,000	2,311,369	2,527,877	6.56
27.06.2029	The Bank Of East Asia Limited	BBB	500,000	2,216,212	2,371,001	6.29
09.03.2031	HSBC Holdings PLC	BBB	600,000	2,393,761	2,446,070	6.79

AmTactical Bond

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 August 2025 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value USD	Fair value RM	Adjusted cost RM	Fair value as a percentage of NAV %
Fixed income securities - foreign (cont'd.)						
Corporate bonds denominated in United States Dollar ("USD") (cont'd.)						
16.01.2032	Standard Chartered PLC	BB	400,000	1,778,781	1,818,836	5.05
27.04.2032	Lenovo Group Limited	BBB	600,000	2,781,443	2,875,926	7.89
03.01.2035	Petronas Capital Limited	A	200,000	886,684	906,537	2.52
Total corporate bonds denominated in USD			<u>2,800,000</u>	<u>12,368,250</u>	<u>12,946,247</u>	<u>35.10</u>
Government bond denominated in USD						
15.11.2034	United States of America	AA	300,000	1,290,906	1,336,931	3.66
Total Government bond denominated in USD			<u>300,000</u>	<u>1,290,906</u>	<u>1,336,931</u>	<u>3.66</u>
Total fixed income securities - foreign			<u>3,100,000</u>	<u>13,659,156</u>	<u>14,283,178</u>	<u>38.76</u>
Total financial assets at FVTPL				<u>34,140,421</u>	<u>32,794,638</u>	<u>96.89</u>
Excess of fair value over adjusted cost				<u>1,345,783</u>		

* Non-Rated

AmTactical Bond

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

4. INVESTMENTS (CONT'D.)

The weighted average effective yield on investments are as follows:

	Effective yield	
	2025	2024
	%	%
Fixed income securities - local		
- Corporate bonds	4.05	4.34
- Government Investment Issue	3.75	-
- Malaysian Government Securities	-	4.19
Fixed income securities - foreign		
- Corporate bonds	6.01	6.02
- Government bond	4.16	4.42

Analysis of the remaining maturities of investments as at 31 August 2025 and 31 August 2024 are as follows:

	1 year to 5 years RM	More than 5 years RM
2025		
At nominal value:		
Corporate bonds	5,800,000	11,250,000
Government Investment Issue	-	1,000,000

2024		
At nominal value:		
Corporate bonds	6,500,000	12,750,000
Malaysian Government Securities	-	1,000,000

	1 year to 5 years USD	More than 5 years USD
2025		
At nominal value:		
Corporate bonds	1,000,000	1,800,000
Government bond	-	300,000

2024		
At nominal value:		
Corporate bonds	2,200,000	-
Government bond	700,000	-

AmTactical Bond

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

5. DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS

	2025 RM	2024 RM
At nominal value:		
Short-term deposits	<u>916,000</u>	<u>4,393,838</u>
At carrying value:		
Short-term deposits	<u>916,207</u>	<u>4,394,669</u>

Details of deposit with licensed financial institution are as follows:

Maturity date	Financial institution	Nominal value RM	Carrying value RM	Carrying value as a percentage of NAV %
2025				
Short-term deposit				
02.09.2025	CIMB Bank Berhad	<u>916,000</u>	<u>916,207</u>	<u>2.60</u>

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

	Weighted average effective interest rate		Weighted average remaining maturities	
	2025 %	2024 %	2025 Days	2024 Days
Short-term deposits	<u>2.75</u>	<u>3.44</u>	<u>2</u>	<u>3</u>

6. AMOUNT DUE TO MANAGER

	Note	2025 RM	2024 RM
Due to Manager			
Cancellation of units	(i)	138,308	498,857
Manager's fee payable	(ii)	<u>31,856</u>	<u>36,964</u>
		<u>170,164</u>	<u>535,821</u>

AmTactical Bond

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

6. AMOUNT DUE TO MANAGER (CONT'D.)

- (i) This represents amount payable to the Manager for units cancelled.

The normal credit period in the current and previous financial years for cancellation of units is three business days.

- (ii) Manager's fee is at a rate of 1.00% (2024: 1.00%) per annum for Class B (MYR) on the NAV of the Fund, calculated on a daily basis.

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

7. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.06% (2024: 0.06%) per annum for Class B (MYR) 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.

8. NET GAIN/(LOSS) FROM INVESTMENTS

	2025 RM	2024 RM
Net gain/(loss) on financial assets at FVTPL comprised:		
– Net realised gain/(loss) on sale of investments	281,406	(446,564)
– Net realised (loss)/gain on foreign currency exchange	(224,199)	477,956
– Net realised loss on settlement of derivative contract	-	(283,240)
– Net unrealised gains on changes in fair value of investments	213,577	1,534,392
– Net unrealised losses on foreign currency fluctuation of investments denominated in foreign currency	(259,300)	(1,656,814)
	<u>11,484</u>	<u>(374,270)</u>

9. TOTAL EQUITY

Total equity is represented by:

	Note	2025 RM	2024 RM
Unit holders' capital	(a)	48,305,059	52,613,165
Accumulated losses			
– Realised losses	(b)	(14,415,707)	(14,326,198)
– Unrealised gains	(c)	1,345,783	1,391,681
		<u>35,235,135</u>	<u>39,678,648</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

9. TOTAL EQUITY (CONT'D.)

(a) Unit holders' capital/Units in circulation - Class B (MYR)

	2025		2024	
	Number of units	RM	Number of units	RM
At beginning of the financial year	39,364,522	52,613,165	51,468,660	64,978,924
Creation during the financial year	5,734,735	5,758,166	4,542,375	4,606,168
Reinvestment of distributions	1,694,072	1,676,913	382,054	388,739
Cancellation during the financial year	(11,750,627)	(11,743,185)	(17,028,567)	(17,360,666)
At end of the financial year	<u>35,042,702</u>	<u>48,305,059</u>	<u>39,364,522</u>	<u>52,613,165</u>

(b) Realised

	2025 RM	2024 RM
At beginning of the financial year	(14,326,198)	(15,551,787)
Net realised income for the financial year	1,587,404	1,614,328
Distributions out of realised income (Note 12)	<u>(1,676,913)</u>	<u>(388,739)</u>
At end of the financial year	<u>(14,415,707)</u>	<u>(14,326,198)</u>

(c) Unrealised

	2025 RM	2024 RM
At beginning of the financial year	1,391,681	1,513,928
Net unrealised losses for the financial year	<u>(45,898)</u>	<u>(122,247)</u>
At end of the financial year	<u>1,345,783</u>	<u>1,391,681</u>

10. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES

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

Related parties

AmFunds Management Berhad
AmInvestment Bank Berhad
AMMB Holdings Berhad ("AMMB")
Subsidiaries and associates of AMMB
as disclosed in its financial statements

Relationships

The Manager
Holding company of the Manager
Ultimate holding company of the Manager
Subsidiaries and associate companies of the
ultimate holding company of the Manager

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

There are no units held by the Manager or any other related party as at 31 August 2025 and 31 August 2024.

11. TAXATION

	2025 RM	2024 RM
Local tax		
– current year	-	23,046
– over provision in previous year	-	(2,758)
	<u>-</u>	<u>20,288</u>

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

Pursuant to the Finance Act 2021, income derived by a resident person from sources outside Malaysia and received in Malaysia from 1 January 2022 will no longer be exempted from tax. Foreign-sourced income ("FSI") received in Malaysia will be taxed at the prevailing tax rate(s) of the taxpayer and based on applicable tax rules. Bilateral or unilateral tax credits may be allowed if the same income has suffered foreign tax, and where relevant conditions are met.

Based on the Income Tax (Unit Trust in relation to Income Received in Malaysia from Outside Malaysia) (Exemption) Order 2024, a qualifying unit trust is exempted from the payment of income tax in respect of the gross income from all sources of income under Section 4 of the Act which is received in Malaysia from outside Malaysia between 1 January 2024 to 31 December 2026.

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:

	2025 RM	2024 RM
Net income before taxation	<u>1,541,506</u>	<u>1,512,369</u>
Taxation at Malaysian statutory rate of 24% (2024: 24%)	369,961	362,969
Tax effects of:		
Income not subject to tax	(654,945)	(1,127,313)
Losses not allowed for tax deduction	181,487	667,122
Restriction on tax deductible expenses for unit trust fund	83,605	106,790
Non-permitted expenses for tax purposes	10,602	13,478
Permitted expenses not used and not available for future financial years	9,290	-
Over provision in previous financial year	-	(2,758)
Tax expense for the financial year	<u>-</u>	<u>20,288</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

12. DISTRIBUTIONS

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

Financial year ended 31 August 2025

Distributions Ex-date	Gross distributions per unit RM (sen)	Net distributions per unit RM (sen)	Total distributions RM
25 October 2024	1.3945	1.3945	536,591
25 April 2025	3.0218	3.0218	1,140,322
	<u>4.4163</u>	<u>4.4163</u>	<u>1,676,913</u>

Financial year ended 31 August 2024

Distributions Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
15 April 2024	<u>0.9433</u>	<u>0.8584</u>	<u>388,739</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 distributions declared for the financial year ended 31 August 2025 have been proposed before taking into account the net unrealised loss of RM45,898 (2024: RM122,247) arising during the financial year which is carried forward to the next financial year.

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

13. TOTAL EXPENSE RATIO ("TER")

The Fund's TER is as follows:

	2025 % p.a.	2024 % p.a.
Manager's fee	1.00	1.00
Trustee's fee	0.06	0.06
Fund's other expenses	0.08	0.07
Total TER	<u>1.14</u>	<u>1.13</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.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

14. 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 0.59 times (2024: 0.78 times).

15. SEGMENTAL REPORTING

The Manager and Investment Committee of the Fund are responsible for allocating resources available to the Fund in accordance with the overall investment strategies as set out in the Investment Guidelines of the Fund. The Fund is managed by two segments:

- A portfolio of foreign fixed income instruments; and
- A portfolio of local fixed income instruments, including deposits with licensed financial institutions.

The investment objective of each segment is to achieve consistent returns from the investments in each segment while safeguarding capital by investing in diversified portfolios. There have been no changes in reportable segments in the current financial year.

	Foreign fixed income portfolio RM	Local fixed income portfolio RM	Total RM
2025			
Interest income	877,531	1,090,087	1,967,618
Net (loss)/gain from investments:			
– Financial assets at FVTPL	(275,228)	286,712	11,484
Other net realised loss on foreign currency exchange	(6,185)	-	(6,185)
Other net unrealised loss on foreign currency exchange	(175)	-	(175)
Total segment investment income for the financial year	<u>595,943</u>	<u>1,376,799</u>	<u>1,972,742</u>
Financial assets at FVTPL	13,659,156	20,481,265	34,140,421
Deposit with licensed financial institution	-	916,207	916,207
Total segment assets	<u>13,659,156</u>	<u>21,397,472</u>	<u>35,056,628</u>
2024			
Interest income	1,023,340	1,394,237	2,417,577
Net (loss)/gain from investments:			
– Financial assets at FVTPL	(985,507)	611,237	(374,270)
Other net realised gain on foreign currency exchange	19,446	-	19,446
Other net unrealised gain on foreign currency exchange	175	-	175
Total segment investment income for the financial year	<u>57,454</u>	<u>2,005,474</u>	<u>2,062,928</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

15. SEGMENTAL REPORTING (CONT'D.)

	Foreign fixed income portfolio RM	Local fixed income portfolio RM	Total RM
2024 (cont'd.)			
Financial assets at FVTPL	12,806,154	22,646,985	35,453,139
Deposits with licensed financial institutions	609,016	3,785,653	4,394,669
Interest receivable	75,565	-	75,565
Total segment assets	<u>13,490,735</u>	<u>26,432,638</u>	<u>39,923,373</u>

There were no segment liabilities as at 31 August 2025 and 31 August 2024.

Expenses of the Fund are not considered part of the performance of any investment segment. The following table provides reconciliation between the net reportable segment income and net income after taxation:

	2025 RM	2024 RM
Net reportable segment investment income	1,972,742	2,062,928
Less: Expenses	<u>(431,236)</u>	<u>(550,559)</u>
Net income before taxation	1,541,506	1,512,369
Taxation	<u>-</u>	<u>(20,288)</u>
Net income after taxation	<u>1,541,506</u>	<u>1,492,081</u>

In addition, certain assets and liabilities are not considered to be part of the net assets or liabilities of an individual segment. The following table provides reconciliation between the net reportable segment assets and liabilities and total assets and liabilities of the Fund.

	2025 RM	2024 RM
Total segment assets	35,056,628	39,923,373
Tax recoverable	218,974	156,654
Cash at banks	148,134	149,305
Total assets of the Fund	<u>35,423,736</u>	<u>40,229,332</u>
Amount due to Manager	170,164	535,821
Amount due to Trustee	1,795	2,080
Sundry payables and accruals	<u>16,642</u>	<u>12,783</u>
Total liabilities of the Fund	<u>188,601</u>	<u>550,684</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025****16. TRANSACTIONS WITH BROKERS**

Details of transactions with brokers for the financial year ended 31 August 2025 are as follows:

	Transactions value	
	RM	%
Novate Global Markets Limited	9,667,368	22.34
JP Morgan Securities Ltd. (London)	7,897,887	18.25
Euroclear Bank SA	4,234,443	9.78
CIMB Islamic Bank Berhad	4,031,192	9.31
Hong Leong Investment Bank Berhad	3,546,671	8.20
JP Morgan Securities (M) Sdn. Bhd.	2,985,327	6.90
Hong Leong Bank Berhad	2,855,522	6.60
AmBank (M) Berhad*	2,556,739	5.91
AmBank Islamic Berhad*	2,000,000	4.62
CIMB Bank Berhad	2,000,000	4.62
Others	1,500,630	3.47
Total	<u>43,275,779</u>	<u>100.00</u>

* Financial institutions related to the Manager.

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

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

17. 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 AUGUST 2025**

17. 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
2025				
Financial assets				
Investments	34,140,421	-	-	34,140,421
Deposits with licensed financial institutions	-	916,207	-	916,207
Cash at banks	-	148,134	-	148,134
Total financial assets	34,140,421	1,064,341	-	35,204,762
Financial liabilities				
Amount due to Manager	-	-	170,164	170,164
Amount due to Trustee	-	-	1,795	1,795
Total financial liabilities	-	-	171,959	171,959
2024				
Financial assets				
Investments	35,453,139	-	-	35,453,139
Deposits with licensed financial institutions	-	4,394,669	-	4,394,669
Interest receivable	75,565	-	-	75,565
Cash at banks	-	149,305	-	149,305
Total financial assets	35,528,704	4,543,974	-	40,072,678
Financial liabilities				
Amount due to Manager	-	-	535,821	535,821
Amount due to Trustee	-	-	2,080	2,080
Total financial liabilities	-	-	537,901	537,901

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

17. FINANCIAL INSTRUMENTS (CONT'D.)

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

	Income, expenses, gains and losses	
	2025	2024
	RM	RM
Income, of which derived from:		
– Interest income from financial assets at FVTPL	1,835,199	2,057,654
– Interest income from financial assets at amortised cost	132,419	359,923
Net gain/(loss) from financial assets at FVTPL	11,484	(374,270)
Other net realised (loss)/gain on foreign currency exchange	(6,185)	19,446
Other net unrealised (loss)/gain on foreign currency exchange	(175)	175

(b) Financial instruments that are carried at fair value

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

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

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities;
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable; either directly or indirectly; or
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

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

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2025				
Financial assets at FVTPL				
– Investments	-	34,140,421	-	34,140,421
2024				
Financial assets at FVTPL				
– Investments	-	35,453,139	-	35,453,139

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

17. 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
- Cash at banks
- Amount due to Manager
- Amount due to Trustee

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.

18. 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, country risk, management risk and non-compliance risk.

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

(a) Market risk

The Fund's principal exposure to market risk arises primarily due to changes in the market environment, global economic and 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 AUGUST 2025**

18. 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	
	2025 RM	2024 RM
+100bps	(1,971,198)	(2,011,473)
-100bps	<u>2,075,530</u>	<u>1,951,992</u>

(ii) Currency risk

Currency risk is associated with the Fund's financial assets and financial liabilities that are denominated in currencies other than the Fund's functional currency. Currency risk refers to the potential loss the Fund might face due to unfavorable fluctuations of currencies other than the Fund's functional currency against the Fund's functional currency.

The result below summarised the currency risk sensitivity of the Fund's NAV due to appreciation/depreciation of the Fund's functional currency against currencies other than the Fund's functional currency:

Percentage movements in currencies other than the Fund's functional currency:	Sensitivity of the Fund's NAV	
	2025 RM	2024 RM
-5.00%	(685,318)	(676,946)
+5.00%	<u>685,318</u>	<u>676,946</u>

The net unhedged financial assets of the Fund that are not denominated in Fund's functional currency are as follows:

Financial assets denominated in	2025	% of NAV	2024	% of NAV
	RM equivalent		RM equivalent	
Euro Dollar				
Cash at bank	<u>542</u>	<u>-*</u>	<u>278</u>	<u>-*</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

(a) Market risk (cont'd.)

(ii) Currency risk (cont'd.)

The net unhedged financial assets of the Fund that are not denominated in Fund's functional currency are as follows: (cont'd.)

Financial assets denominated in	2025	% of NAV	2024	% of NAV
	RM equivalent		RM equivalent	
United States Dollar				
Investments	13,659,157	38.77	12,806,154	32.27
Deposits with licensed financial institutions	-	-	609,016	1.54
Cash at bank	46,659	0.13	47,911	0.12
	<u>13,705,816</u>	<u>38.90</u>	<u>13,463,081</u>	<u>33.93</u>

* represents less than 0.01%.

(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 invests in fixed income and money market 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 August 2025 and 31 August 2024:

Credit rating	RM	As a % of debt securities	As a % of NAV
2025			
AAA	886,977	2.60	2.52
AA	17,778,478	52.07	50.46
A	2,980,704	8.73	8.46
BBB	9,702,785	28.42	27.53
BB	1,778,781	5.21	5.05
NR	1,012,696	2.97	2.87
	<u>34,140,421</u>	<u>100.00</u>	<u>96.89</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

(b) Credit risk (cont'd.)

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

The following table analyses the Fund's portfolio of debt securities by rating category as at 31 August 2025 and 31 August 2024: (cont'd.)

Credit rating	RM	As a % of debt securities	As a % of NAV
2024			
AAA	2,367,688	6.68	5.97
AA	20,153,999	56.85	50.79
A	2,102,239	5.93	5.30
BBB	9,765,959	27.54	24.61
NR	1,063,254	3.00	2.68
	<u>35,453,139</u>	<u>100.00</u>	<u>89.35</u>

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 August 2025 and 31 August 2024:

Credit rating	RM	As a % of deposits	As a % of NAV
2025			
P1/MARC-1	<u>916,207</u>	<u>100.00</u>	<u>2.60</u>
2024			
P1/MARC-1	<u>4,394,669</u>	<u>100.00</u>	<u>11.08</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

(b) Credit risk (cont'd.)

(ii) Credit risk concentration

Concentration of risk is monitored and managed based on sectorial distribution. The table below analyses the Fund's portfolio of debt securities by sectorial distribution as at 31 August 2025 and 31 August 2024:

Sector	RM	As a % of debt securities	As a % of NAV
2025			
Banking	8,700,123	25.48	24.69
Consumer discretionary	3,326,785	9.74	9.44
Data processing	2,781,443	8.15	7.89
Energy and utilities	10,714,497	31.38	30.41
Financial services	2,177,590	6.38	6.18
Health care and social work	2,071,063	6.07	5.88
Public administration	1,012,696	2.97	2.87
Real estate	3,356,224	9.83	9.53
	<u>34,140,421</u>	<u>100.00</u>	<u>96.89</u>
2024			
Banking	4,615,654	13.02	11.63
Consumer discretionary	6,232,776	17.58	15.71
Data processing	1,339,777	3.78	3.38
Energy and utilities	10,497,833	29.61	26.46
Financial services	8,361,718	23.58	21.07
Public administration	1,063,254	3.00	2.68
Real estate	3,342,127	9.43	8.42
	<u>35,453,139</u>	<u>100.00</u>	<u>89.35</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 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

18. 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, 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.

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
2025						
Financial assets						
Investments	1,842,025	3,842,670	7,641,977	3,464,658	1,211,421	27,255,569
Deposit with licensed financial institution	916,276	-	-	-	-	-
Cash at banks	148,134	-	-	-	-	-
Total financial assets	2,906,435	3,842,670	7,641,977	3,464,658	1,211,421	27,255,569
Financial liabilities						
Amount due to Manager	170,164	-	-	-	-	-
Amount due to Trustee	1,795	-	-	-	-	-
Total financial liabilities	171,959	-	-	-	-	-

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025

18. 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
2024						
Financial assets						
Investments	1,866,261	4,810,452	7,517,197	9,347,678	3,071,445	20,362,061
Deposits with licensed financial institutions	4,395,171	-	-	-	-	-
Interest receivable	75,565	-	-	-	-	-
Cash at banks	149,305	-	-	-	-	-
Total financial assets	6,486,302	4,810,452	7,517,197	9,347,678	3,071,445	20,362,061
Financial liabilities						
Amount due to Manager	535,821	-	-	-	-	-
Amount due to Trustee	2,080	-	-	-	-	-
Total financial liabilities	537,901	-	-	-	-	-

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2025**

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

(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) Country risk

The risk of price fluctuation in foreign securities may arise due to political, financial and economic events in foreign countries. If this occurs, there is a possibility that the NAV of the Fund may be adversely affected.

(g) Management risk

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

(h) Non-compliance risk

This is the risk of the Manager or the Trustee not complying with the 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.

19. CAPITAL MANAGEMENT

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

The Fund's objectives for managing capital are:

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

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

AmTactical Bond

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 AmTactical Bond (the “Fund”) as at 31 August 2025 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

23 October 2025

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF AMTACTICAL BOND ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 August 2025 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 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
23 October 2025

DIRECTORY

Head Office 9th & 10th Floor, Bangunan AmBank Group
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Email: enquiries@aminvest.com

Postal Address AmFunds Management Berhad
P.O Box 13611, 50816 Kuala Lumpur

*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.)*

