

Semi-Annual Report for  
**AmTactical Bond**

28 February 2026



## TRUST DIRECTORY

### **Manager**

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

### **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 unaudited accounts of AmTactical Bond ("Fund") for the financial period from 1 September 2025 to 28 February 2026.

### Salient Information of the Fund

<b>Name</b>	AmTactical Bond ("Fund")
<b>Category/ Type</b>	Bond / Income and Growth
<b>Objective</b>	<p>The Fund aims to provide income* and to a lesser extent capital appreciation by investing primarily in bonds.</p> <p><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></p>
<b>Duration</b>	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.
<b>Performance Benchmark</b>	<p>Quantshop All MGS Index. (Available at <a href="http://www.aminvest.com">www.aminvest.com</a>)</p> <p><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 Quantshop All MGS Index.</i></p>
<b>Income Distribution Policy</b>	<p><b><u>Class B (MYR)</u></b></p> <p>Subject to the availability of income, distribution is paid twice every year and will be reinvested.</p> <p>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.</p> <p>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.</p>

## Fund Performance Data

<b>Portfolio Composition</b>	Details of portfolio composition of the Fund as at 28 February 2026 and for the past three financial years are as follows:					
		<b>As at 28.02.2026 %</b>	<b>As at 31 August</b>			
			<b>2025 %</b>	<b>2024 %</b>	<b>2023 %</b>	
	Local corporate bonds	87.90	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	3.25	2.87	-	-	
	Money market deposits and cash equivalents	8.85	3.11	10.65	19.68	
	<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 28 February 2026 and three financial years ended 31 August are as follows:					
		<b>FPE 28.02.2026</b>	<b>FYE 2025</b>	<b>FYE 2024</b>	<b>FYE 2023</b>	
	Net asset value (RM)	30,943,245	35,235,135	39,678,648	50,941,065	
	Units in circulation	31,028,799	35,042,702	39,364,522	51,468,660	
	Net asset value per unit (RM)	0.9972	1.0055	1.0080	0.9897	
	Highest net asset value per unit (RM)	1.0099	1.0262	1.0282	1.0342	
	Lowest net asset value per unit (RM)	0.9909	0.9705	0.9908	0.9238	
	Benchmark performance (%)	0.65	6.59	4.85	5.54	
	Total return (%) <sup>(1)</sup>	0.98	4.60	2.34	-4.68	
	- Capital growth (%)	-0.79	0.22	1.47	-4.68	
	- Income distributions (%)	1.77	4.38	0.87	-	
	Gross distributions (RM sen per unit)	1.7847	4.4163	0.9433	-	
	Net distributions (RM sen per unit)	1.7847	4.4163	0.8584	-	
	Total expenses ratio (%) <sup>(2)</sup>	0.60	1.14	1.13	1.12	
	Portfolio turnover ratio (times) <sup>(3)</sup>	0.61	0.59	0.78	0.96	
		<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 28 February 2026)**

<b>Class B (MYR)</b>	<b>AmTactical Bond<sup>(a)</sup></b> %	<b>Benchmark<sup>(b)</sup></b> %
One year	2.31	5.52
Three years	4.05	4.88
Five years	-1.26	3.67
Ten years	2.15	4.36

**Annual Total Return**

<b>Financial Years Ended</b> <b>(31 August)</b> <b>Class B (MYR)</b>	<b>AmTactical Bond<sup>(a)</sup></b> %	<b>Benchmark<sup>(b)</sup></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](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.**

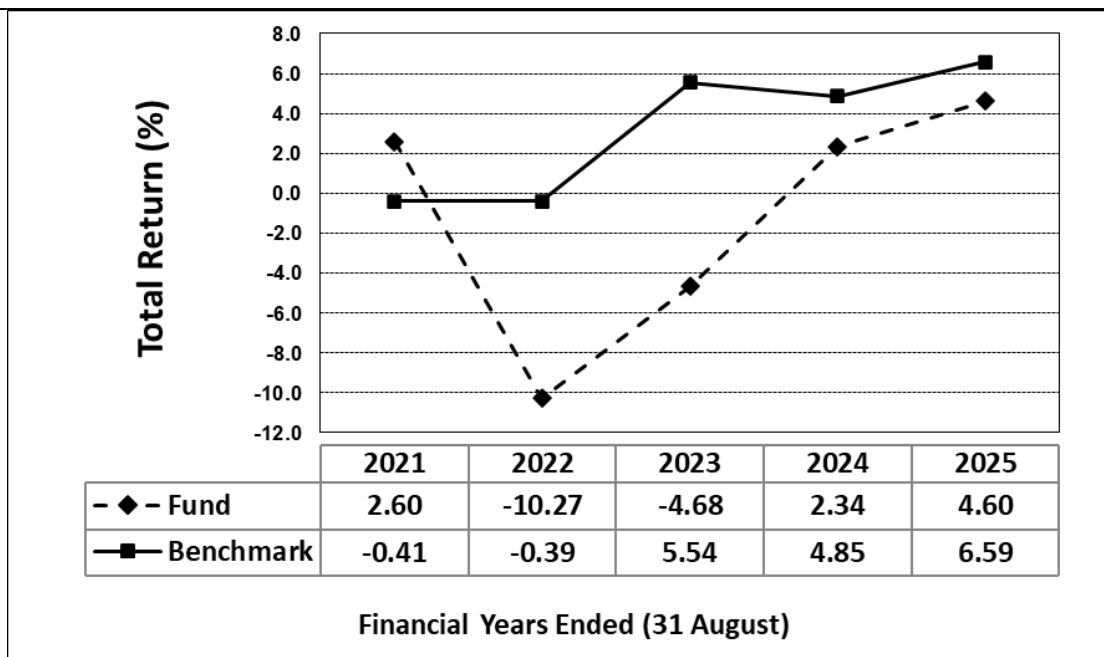
**Fund Performance**Class B (MYR)

For the financial period under review, the Fund registered a return of 0.98% comprising of negative 0.79% capital and 1.77% income distribution.

Thus, the Fund's return of 0.98% has outperformed the benchmark's return of 0.65% by 0.33%.

As compared with the financial year ended 31 August 2025, the net asset value ("NAV") per unit of the Fund decreased by 0.83% from RM1.0055 to RM0.9972, while units in circulation decreased by 11.45% from 35,042,702 units to 31,028,799 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 period 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 28 February 2026 and 31 August 2025.

	As at 28.02.2026 %	As at 31.08.2025 %	Changes %
Local corporate bonds	87.90	55.26	32.64
Foreign corporate bonds	-	35.10	-35.10
Foreign Government bond	-	3.66	-3.66
Government Investment Issue	3.25	2.87	0.38
Money market deposits and cash equivalents	8.85	3.11	5.74
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	

For the financial period under review, the Fund invested 87.90% of NAV in local corporate bonds, 3.25% in Government Investment Issue and the balance of 8.85% was held in money market deposits and cash equivalents.

<b>Securities Lending / Repurchase Transactions</b>	The Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).								
<b>Cross Trades</b>	There were no cross trades undertaken during the financial period under review.								
<b>Distribution/ unit splits</b>	<p>During the financial period under review, the Fund declared distribution, detailed as follows:</p> <table border="1" data-bbox="363 454 1481 595"> <thead> <tr> <th data-bbox="363 454 584 555">Date of distribution</th> <th data-bbox="584 454 895 555">Distribution per unit RM (sen)</th> <th data-bbox="895 454 1182 555">NAV per unit Cum-Distribution (RM)</th> <th data-bbox="1182 454 1481 555">NAV per unit Ex-Distribution (RM)</th> </tr> </thead> <tbody> <tr> <td data-bbox="363 555 584 595">24-Oct-25</td> <td data-bbox="584 555 895 595">1.7847</td> <td data-bbox="895 555 1182 595">1.0090</td> <td data-bbox="1182 555 1481 595">0.9912</td> </tr> </tbody> </table> <p>There is no unit split declared for the financial period under review.</p>	Date of distribution	Distribution per unit RM (sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)	24-Oct-25	1.7847	1.0090	0.9912
Date of distribution	Distribution per unit RM (sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)						
24-Oct-25	1.7847	1.0090	0.9912						
<b>State of Affairs</b>	There were no material changes to the state of affairs of the Fund, nor were there any circumstances that had a material adverse impact on the interests of the unitholders during the financial period under review.								
<b>Rebates and Soft Commission</b>	During the period, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.								
<b>Market Review</b>	<p>The Malaysian bond market performed strongly in 2H2025, supported by expectations of interest rate cuts, sustained foreign inflows, and healthy demand across both sovereign and corporate bonds. Market conditions were particularly constructive in August, when rate-cut optimism drove gains and resulted in a marginal bull-steepening of the Malaysian Government Securities (MGS) yield curve, with long-tenor bonds outperforming. Sovereign auctions were generally well received, although momentum moderated toward month-end. Sentiment turned more cautious in September following weaker demand at the 15-year MGS auction. Yields rose across the curve, especially at the short end, though corporate issuance remained resilient throughout the period.</p> <p>Entering 4Q2025, the market began October on a defensive footing after September’s sell-off, leading to a bear-steepening of the MGS curve and softer demand for long-tenure sovereign bonds. Conditions improved later in the month as foreign investors returned, positioning for potential United States (US) Federal Reserve (Fed) easing. This positive momentum gained traction in November, supported by strong foreign inflows, a weaker United States Dollar (USD), and robust demand at sovereign auctions, alongside sizeable corporate bond issuances. Although liquidity and trading volumes moderated seasonally in December, investor confidence remained intact, evidenced by strong demand at the final 10-year MGS auction of the year.</p> <p>In early 2026, bond market performance turned mixed amid heightened uncertainty. January was marked by fluctuating risk sentiment as investors grappled with the near-term direction of yields. February saw tentative stabilization as trading conditions improved, though demand at key auctions remained subdued. This recovery proved short-lived, as escalating geopolitical tensions involving the US, Israel, and Iran triggered a sell-off in United States Treasuries (UST), resulting in broader global bond market repricing that weighed on local sentiment. Overall, while domestic fundamentals remained relatively stable, external risks increasingly influenced bond market performance.</p>								

<b>Market Outlook</b>	<p>Geopolitical risks have intensified following the escalation of the United States (US) – Israel vs Iran conflict, driving oil prices higher and reviving global inflation concerns. This has led to a broad rise in global bond yields, reduced expectations for monetary easing, and heightened risk aversion toward emerging-market assets, including Asian bonds and currencies.</p> <p>Investor sentiment remains cautious, due to external uncertainties and expectations of increased corporate bond supply in the near term. The combination of heavier issuance and a less predictable global backdrop is likely to keep near-term market tone defensive, particularly toward longer-duration exposures and lower-rated credits.</p> <p>That said, the Ringgit bond market remains supported by relatively resilient domestic fundamentals. Higher oil-related revenues contained inflationary pressures and Bank Negara Malaysia’s steady and predictable policy stance provide an anchor for market stability. Importantly, the recent upward adjustment in yields is improving valuation appeal, creating selective entry opportunities for medium- to long-term investors. In this environment, high quality corporate bond and sukuk are well-positioned to benefit once volatility subsides.</p>
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Kuala Lumpur, Malaysia  
AmFunds Management Berhad

21 April 2026

## AmTactical Bond

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

		28.02.2026 (unaudited) RM	31.08.2025 (audited) RM
<b>ASSETS</b>			
Investments	4	28,204,856	34,140,421
Deposit with licensed financial institution	5	2,693,421	916,207
Tax recoverable		218,974	218,974
Cash at banks		101,110	148,134
<b>TOTAL ASSETS</b>		<u>31,218,361</u>	<u>35,423,736</u>
<b>LIABILITIES</b>			
Amount due to Manager	6	259,543	170,164
Amount due to Trustee	7	1,439	1,795
Sundry payables and accruals		14,134	16,642
<b>TOTAL LIABILITIES</b>		<u>275,116</u>	<u>188,601</u>
<b>NET ASSET VALUE ("NAV") OF THE FUND</b>		<u>30,943,245</u>	<u>35,235,135</u>
<b>EQUITY</b>			
Unit holders' capital	9(a)	44,294,314	48,305,059
Accumulated losses	9(b)(c)	<u>(13,351,069)</u>	<u>(13,069,924)</u>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>	9	<u>30,943,245</u>	<u>35,235,135</u>
<b>UNITS IN CIRCULATION</b>			
- Class B(MYR)	9(a)	<u>31,028,799</u>	<u>35,042,702</u>
<b>NAV PER UNIT (RM)</b>			
- Class B(MYR)		<u>0.9972</u>	<u>1.0055</u>

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

## AmTactical Bond

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

	Note	01.09.2025 to 28.02.2026 RM	01.09.2024 to 28.02.2025 RM
<b>INVESTMENT INCOME</b>			
Interest income		761,121	1,008,437
Net (loss)/gain from investments:			
- Financial assets at fair value through profit or loss ("FVTPL")	8	(199,882)	225,403
Other net realised (loss)/gain on foreign currency exchange		(46,936)	74,989
Other net unrealised loss on foreign currency exchange		-	(175)
		<u>514,303</u>	<u>1,308,654</u>
<b>EXPENDITURE</b>			
Management fee	6	(163,005)	(191,489)
Trustee's fee	7	(9,780)	(11,489)
Audit fee		(3,956)	(3,956)
Tax agent's fee		(2,033)	(2,033)
Custodian's fee		(1,470)	(1,895)
Other expenses		(16,056)	(7,619)
		<u>(196,300)</u>	<u>(218,481)</u>
<b>Net income before taxation</b>		318,003	1,090,173
<b>Taxation</b>	11	-	-
<b>Net income after taxation, representing total comprehensive income for the financial period</b>		<u>318,003</u>	<u>1,090,173</u>
Total comprehensive income comprises the following:			
Realised (loss)/income		(160,993)	988,256
Unrealised gains		478,996	101,917
		<u>318,003</u>	<u>1,090,173</u>
<b>Distribution for the financial period</b>			
Net distribution	12	<u>599,148</u>	<u>536,591</u>
Gross distribution per unit (sen)	12	<u>1.7847</u>	<u>1.3945</u>
Net distribution per unit (sen)	12	<u>1.7847</u>	<u>1.3945</u>

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

## AmTactical Bond

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

	Note	Unit holders' capital RM	Accumulated losses RM	Total equity RM
At 1 September 2025		48,305,059	(13,069,924)	35,235,135
Total comprehensive income for the financial period		-	318,003	318,003
Creation of units	9(a)	1,234,595	-	1,234,595
Reinvestment of distribution	9(a)	599,148	-	599,148
Cancellation of units	9(a)	(5,844,488)	-	(5,844,488)
Distribution	12	-	(599,148)	(599,148)
Balance at 28 February 2026		<u>44,294,314</u>	<u>(13,351,069)</u>	<u>30,943,245</u>
At 1 September 2024		52,613,165	(12,934,517)	39,678,648
Total comprehensive income for the financial period		-	1,090,173	1,090,173
Creation of units		3,581,044	-	3,581,044
Reinvestment of distribution		536,591	-	536,591
Cancellation of units		(5,346,503)	-	(5,346,503)
Distribution		-	(536,591)	(536,591)
Balance at 28 February 2025		<u>51,384,297</u>	<u>(12,380,935)</u>	<u>39,003,362</u>

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

## AmTactical Bond

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

	01.09.2025 to 28.02.2026 RM	01.09.2024 to 28.02.2025 RM
<b>CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES</b>		
Proceeds from sale of investments	22,612,248	18,790,449
Purchases of investments	(17,087,000)	(16,013,975)
Interest received	924,620	1,016,842
Management fee paid	(168,296)	(195,280)
Trustee's fee paid	(10,136)	(11,826)
Tax agent's fee paid	(4,100)	-
Custodian's fee paid	(1,470)	(1,895)
Tax paid	-	(62,320)
Payments for other expenses	(20,453)	(14,339)
Net cash generated from operating and investing activities	<u>6,245,413</u>	<u>3,507,656</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from creation of units	1,234,595	3,581,044
Payments for cancellation of units	(5,749,818)	(5,709,442)
Net cash used in financing activities	<u>(4,515,223)</u>	<u>(2,128,398)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	1,730,190	1,379,258
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<u>1,064,341</u>	<u>4,543,974</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<u>2,794,531</u>	<u>5,923,232</u>
Cash and cash equivalents comprise:		
Deposit with licensed financial institution	2,693,421	5,770,864
Cash at banks	101,110	152,368
	<u>2,794,531</u>	<u>5,923,232</u>

## AmTactical Bond

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

#### 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 21 April 2026.

#### 2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the Fund have been prepared on a historical cost basis, except as otherwise stated in the accounting policies and comply with MFRS Accounting Standards 134: *Interim Financial Reporting* (“MFRS 134”) as issued by the Malaysian Accounting Standards Board (“MASB”).

##### Standards effective during the financial period

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

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

##### Standards issued but not yet effective

The new and amended standards that have been issued but not yet effective up to the date of issuance of the Fund’s financial statements are disclosed below. The Fund intends to adopt these new pronouncements, if applicable, when they become effective.

## AmTactical Bond

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

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

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

Description	Effective for financial periods beginning on or after
Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures: Amendments to the Classifications and Measurement of Financial Instruments</i>	1 January 2026
Amendments that are part of Annual Improvements - Volume 11: Amendments to MFRS 1 <i>First-time Adoption of Malaysian Financial Reporting Standards</i>	1 January 2026
Amendments to MFRS 7 <i>Financial Instruments: Disclosures</i>	
Amendments to MFRS 9 <i>Financial Instruments</i>	
Amendments to MFRS 10 <i>Consolidated Financial Statements*</i>	
Amendments to MFRS 107 <i>Statement of Cash Flows</i>	
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature-dependent Electricity*</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures*</i>	1 January 2027
Amendments to MFRS 121: <i>The Effects of Changes in Foreign Exchange Rates - Translation to a Hyperinflationary Presentation Currency</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*</i>	Deferred

\* These MFRS Accounting Standards and Amendments to MFRS Accounting Standards are not relevant to the Fund.

#### 3. MATERIAL ACCOUNTING POLICY INFORMATION

##### 3.1 Income recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the income can be reliably measured. Income is measured at the fair value of consideration received or receivable.

(i) 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 PERIOD FROM 1 SEPTEMBER 2025 TO 28 FEBRUARY 2026**

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

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

(i) Interest income (cont'd.)

Once the recorded value of a financial asset or a group of similar financial assets has been reduced due to an impairment loss, interest income continues to be recognised using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

(ii) Gain or loss on disposal of investments

On disposal of investments, the net realised gain or loss on disposal is measured as the difference between the net disposal proceeds and the carrying amount of the investments. The net realised gain or loss is recognised in profit or loss.

**3.2 Income tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income ("OCI") or directly in equity.

**3.3 Functional and presentation currency**

Functional currency is the currency of the primary economic environment in which the Fund operates that most faithfully represents the economic effects of the underlying transactions. The functional currency of the Fund is Ringgit Malaysia ("RM") which reflects the currency in which the Fund competes for funds, issues and redeems units. The Fund has also adopted RM as its presentation currency.

**3.4 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.

**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.

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

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

**3.6 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.

(iii) "Day 1" profit or loss

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

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

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

**3.9 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.

*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.

## AmTactical Bond

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

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

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

Classification and measurement (cont'd.)

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

##### Financial assets at amortised cost

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

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

A financial asset is measured at FVOCI if its business model is both to hold the asset to collect contractual cash flows and to sell the financial asset. 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.

##### 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.

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

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

**3.10 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.

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 ECL at each reporting date. The ECL in respect of financial assets at amortised cost, if any, is recognised in profit or loss.

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

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

**3.12 Financial instruments – expected credit losses (“ECL”) (cont'd.)**

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.

**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 period.

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

**3.15 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.

## AmTactical Bond

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

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

##### 3.15 Significant accounting estimates and judgments (cont'd.)

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 period.

#### 4. INVESTMENTS

	28.02.2026 RM	31.08.2025 RM
<b>Financial assets at FVTPL</b>		
Fixed income securities - local	28,204,856	20,481,265
Fixed income securities - foreign	-	13,659,156
	<u>28,204,856</u>	<u>34,140,421</u>

Details of investments as at 28 February 2026 are as follows:

Maturity date	Issuer	Nominal value RM	Fair value RM	Adjusted cost RM	Fair value as a percentage of NAV %
<b>Fixed income securities - local</b>					
<b>Corporate bonds</b>					
19.03.2027	IJM Land Berhad	2,000,000	2,092,377	2,051,178	6.76
28.03.2028	Qualitas Sukuk Berhad	2,000,000	2,064,502	2,039,822	6.67
20.04.2028	UMW Holdings Berhad	1,600,000	1,720,625	1,636,465	5.56
03.12.2030	CIMB Group Holdings Berhad	1,000,000	1,011,606	1,009,716	3.27

## AmTactical Bond

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

#### 4. INVESTMENTS (CONT'D.)

Details of investments as at 28 February 2026 are as follows: (cont'd.)

Maturity date	Issuer	Nominal value RM	Fair value RM	Adjusted cost RM	Fair value as a percentage of NAV %
<b>Fixed income securities - local (cont'd.)</b>					
<b>Corporate bonds (cont'd.)</b>					
09.05.2031	UDA Holdings Berhad	1,000,000	1,052,785	1,019,639	3.40
31.05.2032	GENM Capital Berhad	1,500,000	1,578,207	1,519,377	5.10
05.11.2032	Alliance Bank Malaysia Berhad	1,000,000	1,017,875	1,013,055	3.29
28.11.2035	Malaysian Resources Corporation Berhad	2,000,000	2,029,505	2,017,156	6.56
11.11.2036	YTL Corporation Berhad	2,000,000	2,253,361	2,042,662	7.28
02.06.2037	TNB Power Generation Sdn. Bhd.	250,000	278,968	253,078	0.90
05.01.2038	Edra Energy Sdn. Bhd.	5,000,000	6,308,155	5,186,422	20.39
06.11.2040	PNB Merdeka Ventures Sdn. Bhd.	4,000,000	4,070,595	4,050,915	13.16
02.06.2042	TNB Power Generation Sdn. Bhd.	500,000	575,665	506,340	1.86
06.10.2042	Solarpack Suria Sungai Petani Sdn. Bhd.	1,000,000	1,144,880	1,031,529	3.70
<b>Total corporate bonds</b>		<b>24,850,000</b>	<b>27,199,106</b>	<b>25,377,354</b>	<b>87.90</b>

## AmTactical Bond

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

#### 4. INVESTMENTS (CONT'D.)

Details of investments as at 28 February 2026 are as follows: (cont'd.)

Maturity date	Issuer	Nominal value RM	Fair value RM	Adjusted cost RM	Fair value as a percentage of NAV %
<b>Fixed income securities - local (cont'd.)</b>					
<b>Government Investment Issue</b>					
31.01.2056	Government of Malaysia	1,000,000	1,005,750	1,002,723	3.25
<b>Total Government Investment Issue</b>		<u>1,000,000</u>	<u>1,005,750</u>	<u>1,002,723</u>	<u>3.25</u>
<b>Total fixed income securities - local</b>		<u>25,850,000</u>	<u>28,204,856</u>	<u>26,380,077</u>	<u>91.15</u>
<b>Total financial assets at FVTPL</b>		<u>25,850,000</u>	<u>28,204,856</u>	<u>26,380,077</u>	<u>91.15</u>
<b>Excess of fair value over adjusted cost</b>			<u>1,824,779</u>		

#### 5. DEPOSIT WITH LICENSED FINANCIAL INSTITUTION

	28.02.2026 RM	31.08.2025 RM
At nominal value:		
Short-term deposit	<u>2,693,000</u>	<u>916,000</u>
At carrying value:		
Short-term deposit	<u>2,693,421</u>	<u>916,207</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 %
<b>28.02.2026</b>				
<b>Short-term deposit</b>				
02.03.2026	Malayan Banking Berhad	<u>2,693,000</u>	<u>2,693,421</u>	<u>8.70</u>

## AmTactical Bond

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

#### 6. AMOUNT DUE TO MANAGER

	Note	28.02.2026 RM	31.08.2025 RM
<b>Due to Manager</b>			
Cancellation of units	(i)	232,978	138,308
Management fee payable	(ii)	26,565	31,856
		<u>259,543</u>	<u>170,164</u>

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

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

- (ii) Management fee is at a rate of 1.00% (31.08.2025: 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 financial period and previous financial year for management fee payable is one month.

#### 7. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.06% (31.08.2025: 0.06%) per annum 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 financial period and previous financial year for Trustee's fee payable is one month.

#### 8. NET (LOSS)/GAIN FROM INVESTMENTS

	01.09.2025 to 28.02.2026 RM	01.09.2024 to 28.02.2025 RM
Net (loss)/gain on financial assets at FVTPL comprised:		
- Net realised gains on sale of investments	487,736	253,077
- Net realised losses on foreign currency exchange	(1,166,614)	(129,766)
- Net unrealised losses on changes in fair value of investments	(496,655)	(370,319)
- Net unrealised gains on foreign currency fluctuation of investments denominated in foreign currency	975,651	472,411
	<u>(199,882)</u>	<u>225,403</u>

## AmTactical Bond

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

#### 9. TOTAL EQUITY

Total equity is represented by:

	Note	28.02.2026 RM	31.08.2025 RM
Unit holders' capital	(a)	44,294,314	48,305,059
Accumulated losses			
– Realised losses	(b)	(15,175,848)	(14,415,707)
– Unrealised gains	(c)	1,824,779	1,345,783
		<u>30,943,245</u>	<u>35,235,135</u>

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

	28.02.2026		31.08.2025	
	Number of units	RM	Number of units	RM
At beginning of the financial period/year	35,042,702	48,305,059	39,364,522	52,613,165
Creation during the financial period/year	1,229,422	1,234,595	5,734,735	5,758,166
Reinvestment of distribution	604,467	599,148	1,694,072	1,676,913
Cancellation during the financial period/year	<u>(5,847,792)</u>	<u>(5,844,488)</u>	<u>(11,750,627)</u>	<u>(11,743,185)</u>
At end of the financial period/year	<u>31,028,799</u>	<u>44,294,314</u>	<u>35,042,702</u>	<u>48,305,059</u>

#### (b) Realised

	28.02.2026 RM	31.08.2025 RM
At beginning of the financial period/year	(14,415,707)	(14,326,198)
Net realised (loss)/income for the financial period/year	(160,993)	1,587,404
Distribution out of realised income	<u>(599,148)</u>	<u>(1,676,913)</u>
At end of the financial period/year	<u>(15,175,848)</u>	<u>(14,415,707)</u>

## AmTactical Bond

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

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

##### (c) Unrealised

	28.02.2026	31.08.2025
	RM	RM
At beginning of the financial period/year	1,345,783	1,391,681
Net unrealised gain/(loss) for the financial period/year	478,996	(45,898)
At end of the financial period/year	<u>1,824,779</u>	<u>1,345,783</u>

#### 10. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES

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

<u>Related parties</u>	<u>Relationships</u>
AmFunds Management Berhad	The Manager
AmInvestment Bank Berhad	Holding company of the Manager
AMMB Holdings Berhad ("AMMB")	Ultimate holding company of the Manager
Subsidiaries and associates of AMMB as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Manager

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

#### 11. TAXATION

Income tax payable is calculated on 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.

## AmTactical Bond

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

#### 11. TAXATION (CONT'D.)

A reconciliation of income tax expense applicable to net income before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Fund is as follows:

	<b>01.09.2025 to 28.02.2026 RM</b>	<b>01.09.2024 to 28.02.2025 RM</b>
Net income before taxation	318,003	1,090,173
Taxation at Malaysian statutory rate of 24% (2025: 24%)	76,321	261,642
Tax effects of:		
Income not subject to tax	(533,882)	(473,153)
Losses not allowed for tax deduction	410,449	159,076
Restriction on tax deductible expenses for unit trust fund	36,063	42,216
Non-permitted expenses for tax purposes	7,042	5,529
Permitted expenses not used and not available for future financial periods	4,007	4,690
Tax expense for the financial period	-	-

#### 12. DISTRIBUTION

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

##### Financial period ended 28 February 2026

<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>
24 October 2025	1.7847	1.7847	599,148

##### Financial period ended 28 February 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>
25 October 2024	1.3945	1.3945	536,591

## AmTactical Bond

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

#### 12. DISTRIBUTION (CONT'D.)

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

#### 13. TOTAL EXPENSE RATIO (“TER”)

The Fund’s TER is as follows:

	01.09.2025 to 28.02.2026 % p.a.	01.09.2024 to 28.02.2025 % p.a.
Management fee	0.50	0.50
Trustee’s fee	0.03	0.03
Fund’s other expenses	0.07	0.04
Total TER	<u>0.60</u>	<u>0.57</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.

#### 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 0.61 times (01.09.2024 to 28.02.2025: 0.45 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

## AmTactical Bond

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

#### 15. SEGMENTAL REPORTING (CONT'D.)

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 period.

	01.09.2025 to 28.02.2026			01.09.2024 to 28.02.2025		
	Foreign fixed income portfolio RM	Local fixed income portfolio RM	Total RM	Foreign fixed income portfolio RM	Local fixed income portfolio RM	Total RM
Interest income	128,307	632,814	761,121	436,548	571,889	1,008,437
Net (loss)/gain from investments:						
– Financial assets at FVTPL	(54,277)	(145,605)	(199,882)	334,959	(109,556)	225,403
Other net realised (loss)/gain on foreign currency exchange	(46,936)	-	(46,936)	74,989	-	74,989
Other net unrealised loss on foreign currency exchange	-	-	-	(175)	-	(175)
<b>Total segment investments income for the financial period</b>	<b>27,094</b>	<b>487,209</b>	<b>514,303</b>	<b>846,321</b>	<b>462,333</b>	<b>1,308,654</b>

## AmTactical Bond

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

#### 15. SEGMENTAL REPORTING (CONT'D.)

	28.02.2026			31.08.2025		
	Foreign fixed income portfolio RM	Local fixed income portfolio RM	Total RM	Foreign fixed income portfolio RM	Local fixed income portfolio RM	Total RM
Financial assets at FVTPL	-	28,204,856	28,204,856	13,659,156	20,481,265	34,140,421
Deposit with licensed financial institution	-	2,693,421	2,693,421	-	916,207	916,207
Total segment assets	-	30,898,277	30,898,277	13,659,156	21,397,472	35,056,628

There are no segment liabilities as at 28 February 2026 and 31 August 2025.

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 investment income and net income after taxation:

	01.09.2025 to 28.02.2026 RM	01.09.2024 to 28.02.2025 RM
Net reportable segment investment income	514,303	1,308,654
Less: Expenses	(196,300)	(218,481)
Net income before taxation	318,003	1,090,173
Taxation	-	-
Net income after taxation	318,003	1,090,173

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.

	28.02.2026 RM	31.08.2025 RM
Total segment assets	30,898,277	35,056,628
Tax recoverable	218,974	218,974
Cash at banks	101,110	148,134
Total assets of the Fund	31,218,361	35,423,736
Amount due to Manager	259,543	170,164
Amount due to Trustee	1,439	1,795
Sundry payables and accruals	14,134	16,642
Total liabilities of the Fund	275,116	188,601

## AmTactical Bond

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

#### 16. TRANSACTIONS WITH BROKERS

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

	Transactions value	
	RM	%
CIMB Islamic Bank Berhad	12,177,391	30.42
CIMB Bank Berhad	9,090,269	22.70
Euroclear Bank SA	6,750,569	16.86
Malayan Banking Berhad	4,000,000	9.99
Merrill Lynch Int. Ltd. (London)	2,396,551	5.99
Novate Global Markets Limited	2,243,796	5.60
JP Morgan Securities Ltd. London	2,174,103	5.43
JP Morgan Securities (M) Sdn. Bhd.	999,400	2.50
Hong Leong Investment Bank Berhad	205,635	0.51
Total	<u>40,037,714</u>	<u>100.00</u>

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

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

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

The Fund is exposed to a variety of risks that include market risk, credit risk, liquidity risk, single issuer risk, regulatory risk, 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.

## AmTactical Bond

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

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

##### (a) Market risk (cont'd.)

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.

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

Financial assets denominated in	28.02.2026		31.08.2025	
	RM equivalent	% of NAV	RM equivalent	% of NAV
<b>Euro Dollar</b>				
Cash at bank	503	-*	542	-*
<b>United States Dollar</b>				
Investments	-	-	13,659,157	38.77
Cash at bank	-	-	46,659	0.13
	-	-	13,705,816	38.90

\* 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 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.

## **AmTactical Bond**

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

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

##### **(b) Credit risk (cont'd.)**

For deposits with licensed financial institutions, the Fund makes placements with licensed financial institution with sound rating of P1/MARC-1 and above. Cash at banks are held for liquidity purposes and are not exposed to significant credit risk.

##### **(c) Liquidity risk**

Liquidity risk is defined as the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. Exposure to liquidity risk arises because of the possibility that the Fund could be required to pay its financial liabilities or redeem its units earlier than expected. This is also the risk of the Fund experiencing large redemptions, when the Investment Manager could be forced to sell large volumes of its holdings at unfavorable prices to meet redemption requirements.

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by unit holders. Liquid assets comprise of cash at banks, deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 5 to 7 days. The Fund's policy is to always maintain a prudent level of liquid assets so as to reduce liquidity risk.

The Fund's financial liabilities have contractual maturities of not more than six months.

##### **(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.

**AmTactical Bond**

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

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

**(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 their respective internal policies, the Deeds, securities laws or guidelines issued by the regulators relevant to each party, which may adversely affect the performance of the Fund.

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

For and on behalf of the Manager

**WONG WENG TUCK**

Executive Director

Kuala Lumpur, Malaysia

21 April 2026

## **TRUSTEE'S REPORT**

### **TO THE UNIT HOLDERS OF AMTACTICAL BOND (“Fund”)**

We have acted as Trustee of the Fund for the financial period ended 28 February 2026 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AmFunds Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the following:-

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

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

For Deutsche Trustees Malaysia Berhad

**Ng Hon Leong**  
Head, Fund Operations

**Sylvia Beh**  
Chief Executive Officer

Kuala Lumpur  
21 April 2026

## DIRECTORY

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

