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Semi-Annual Report for

# AmEuropean Equity Alpha

**31 May 2026**


Group Wealth Management

## TRUST DIRECTORY

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

**Trustee**
AmanahRaya Trustees 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 AmEuropean Equity Alpha ("Fund") for the financial period from 1 December 2025 to 31 May 2026.

**Salient Information of the Fund**

| | |
|---|---|
| **Name** | AmEuropean Equity Alpha ("Fund") |
| **Category/ Type** | Equity / Growth |
| **Fund Objective** | The Fund seeks to provide capital growth primarily through investment in equities and equity-related securities of European companies.<br><br>*Note: Any material change to the investment objective of the Fund would require Unit Holders' approval.* |
| **Duration** | The Fund was established on 8 August 2006 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interest of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund. |
| **Performance Benchmark** | MSCI Europe Index (Available at www.aminvest.com)<br><br>*Note: The risk profile of the performance benchmark is not the same as the risk profile of the Fund.*<br><br>*The performance benchmark of the Fund has changed from MSCI Europe Net (Total Return) Index to MSCI Europe Index following the conversion of the Fund from a feeder fund to an equity fund.*<br><br>*Source: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or redisseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com).* |
| **Income Distribution Policy** | Distribution (if any) is at the Manager's discretion. |

**Fund Performance Data**

**Portfolio Composition**

Details of portfolio composition of the Fund as at 31 May 2026 and for the past three financial years are as follows:

| | As at 31.05.2026 % | As at 30 November 2025 % | 2024 % | 2023 % |
|---|---|---|---|---|
| Exchange-Traded Funds | 99.17 | 92.08 | - | - |
| Foreign Collective Investment Scheme | - | - | 90.83 | 96.21 |
| Money market deposits and cash equivalents | 0.83 | 7.92 | 9.17 | 3.79 |
| **Total** | **100.00** | **100.00** | **100.00** | **100.00** |

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

**Performance Details**

Performance details of the Fund for the financial period ended 31 May 2026 and three financial years ended 30 November are as follows:

| | FPE 31.05.2026 | FYE 2025 | FYE 2024 | FYE 2023 |
|---|---|---|---|---|
| Net asset value (RM) | 11,840,161 | 12,823,027 | 14,079,299 | 19,358,578 |
| Units in circulation | 13,262,590 | 10,416,145 | 11,143,670 | 15,587,202 |
| Net asset value per unit (RM) | 0.8927 | 1.2311 | 1.2634 | 1.2420 |
| Highest net asset value per unit (RM) | 1.2871 | 1.2945 | 1.4204 | 1.5247 |
| Lowest net asset value per unit (RM) | 0.8057 | 1.0853 | 1.2323 | 1.2381 |
| Benchmark performance (%) | 4.64 | 17.35 | 4.43 | 20.12 |
| Total return (%)(1) | 4.41 | 10.98 | 1.73 | 15.72 |
| - Capital growth (%) | -27.03 | -1.23 | 1.73 | -1.66 |
| - Income distribution (%) | 31.44 | 12.21 | - | 17.38 |
| Gross distribution (RM sen per unit) | 38.7050 | 15.4237 | - | 21.96 |
| Net distribution (RM sen per unit) | 38.7050 | 15.4237 | - | 21.96 |
| Total expense ratio (%)(2) | 0.94 | 1.34 | 0.59 | 0.52 |
| Portfolio turnover ratio (times)(3) | 0.03 | 1.02 | 0.18 | 0.44 |

*Note:*

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

*(2) Total expense ratio ("TER") is calculated based on the total fees and expenses incurred by the Fund divided by the average fund size calculated on a daily basis.*

*(3) Portfolio turnover ratio ("PTR") is calculated based on the average of the total acquisitions and total disposals of investment securities of the Fund divided by the average fund size calculated on a daily basis.*

| | |
|---|---|
| | **Average Total Return (as at 31 May 2026)** |

| | AmEuropean Equity Alpha[a] % | Benchmark**[b] % |
|---|---|---|
| One year | 8.31 | 9.15 |
| Three years | 7.02 | 11.00 |
| Five years | 5.73 | 7.14 |
| Ten years | 5.27 | 8.41 |

**Annual Total Return**

| Financial Years Ended (30 November) | AmEuropean Equity Alpha[a] % | Benchmark**[b] % |
|---|---|---|
| 2025 | 10.98 | 17.35 |
| 2024 | 1.73 | 4.43 |
| 2023 | 15.72 | 20.12 |
| 2022 | 1.93 | -6.94 |
| 2021 | 19.80 | 18.51 |

*(a) Source: Novagni Analytics and Advisory Sdn. Bhd.*
*(b) MSCI Europe Index. (Available at www.aminvest.com).*
*** Benchmark − from 8 August 2006 to 26 April 2025 MSCI Europe Net (Total Return) Index.*
*− from 27 April 2025 onwards MSCI Europe Index.*

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

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

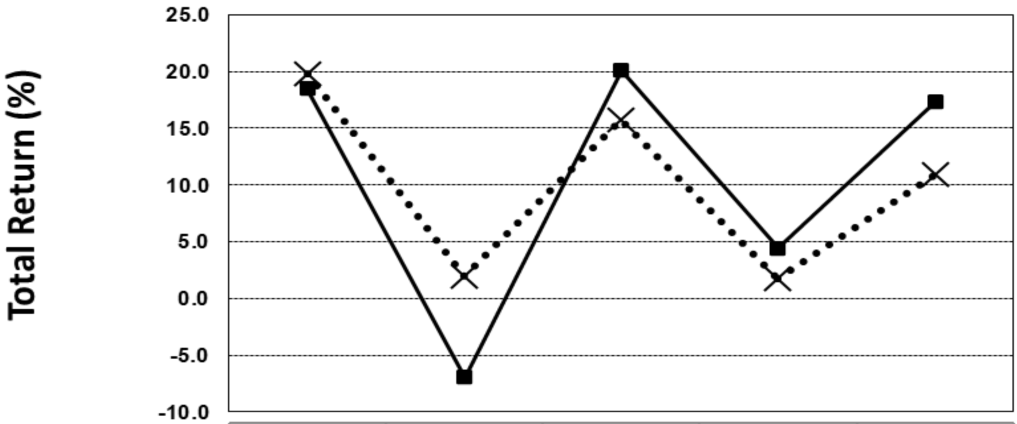
**Fund Performance**

For the financial period under review, the Fund registered a return of 4.41% comprising of negative 27.03% capital and 31.44% income distribution.

Thus, the Fund's return of 4.41% has underperformed the benchmark's return of 4.64% by 0.23%.

As compared with the financial year ended 30 November 2025, the net asset value ("NAV") per unit of the Fund decreased by 27.49% from RM1.2311 to RM0.8927, while units in circulation increased by 27.33% from 10,416,145 units to 13,262,590 units.

The following line chart shows the comparison between the annual performances of AmEuropean Equity Alpha and its benchmark for the financial years ended 30 November.




| | 2021 | 2022 | 2023 | 2024 | 2025 |
|---|---|---|---|---|---|
| Fund | 19.80 | 1.93 | 15.72 | 1.73 | 10.98 |
| Benchmark | 18.51 | -6.94 | 20.12 | 4.43 | 17.35 |

Financial Years Ended (30 November)

**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**

To achieve the Fund's investment objective, the Fund may invest 70% to 99% of its NAV in a diversified portfolio of equities and equity-related securities of European companies which are listed in eligible markets.

The Fund will invest in a diversified portfolio of securities which offers potential growth.

The Fund will invest at least 1% of its NAV in deposits and money market instruments.

The Fund is actively managed and the Manager may opt to invest in the investments directly or via CIS.

In adverse market conditions and as part of the temporary defensive strategy, the Manager may reduce the Fund's exposure in equities to a minimum of 50% of the Fund's NAV and increase its investments in deposits and money market instruments. During this period, the Fund's investments may differ from the stipulated asset allocation.

The Fund may utilise derivatives including but not limited to options, futures contracts, forward contracts and swaps for hedging purposes, where appropriate.

**Portfolio Structure**

The table below is the asset allocation of the Fund as at 31 May 2026 and 30 November 2025.

| | As at 31.05.2026 % | As at 30.11.2025 % | Changes % |
|---|---|---|---|
| Exchange-Traded Funds | 99.17 | 92.08 | 7.09 |
| Money market deposits and cash equivalents | 0.83 | 7.92 | -7.09 |
| **Total** | **100.00** | **100.00** | |

| | |
|---|---|
| | As at the end of the financial period under review, the Fund has invested 99.17% of its NAV in the foreign Exchange-Traded Funds and the balance of 0.83% of its NAV 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 Trade** | There were no cross trades undertaken during the financial period under review. |
| **Distribution/ Unit splits** | During the financial period under review, the Fund declared distribution, detailed as follows:<br><br>**Date of distribution** / **Distribution per unit RM (sen)** / **NAV per unit Cum-Distribution (RM)** / **NAV per unit Ex-Distribution (RM)**<br>20-Jan-26 / 38.7050 / 1.2671 / 0.8801<br><br>There is no unit split declared for the financial period 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 period under review. |
| **Rebates and Soft Commission** | During the period, the management company received soft commissions by virtue of transactions conducted for the Fund, in the form of research services, systems and services relating to performance measurement of portfolios and subscription fees for fund’s benchmark indices. All of these assist in the investment decision making process which are of demonstrable benefit to unitholders of the Fund.<br><br>The company has soft commission arrangement with a total of 12 brokers, who execute trades for the Fund and other funds or investments managed by the company. The soft commission received would be in the form of research services, systems and services relating to performance measurement of portfolios and/or subscription fees for fund’s benchmark indices. All of these assist in the investment decision making process which are of demonstrable benefit to unitholders of the Fund and other funds or investments managed by the company.<br><br>Soft commissions received were for the benefit of the Fund and there was no churning of trades. |
| **Market Review** | European markets experienced a temporary setback at the onset of the United States (US)-Iran conflict as investors grew concerned that escalating energy prices could reignite inflationary pressures. However, as negotiations between the US and Iran progressed towards a temporary truce, markets largely looked through the conflict and refocused on Artificial Intelligence (AI)-related beneficiaries, allowing the market's upward trajectory to resume.<br><br>Technology, Energy, and Banking outperformed the benchmark during the period, while Consumer Discretionary remained among the weakest-performing sectors due to intense competition from Chinese Electric Vehicle (EV) manufacturers and continued weakness in luxury goods demand.<br><br>By country, Spain was the standout performer, supported by strong tourism inflows, population growth, and spending from the European Union (EU) Recovery Fund. Italy also delivered strong performance, benefiting from EU-funded investments and improving fiscal credibility. Meanwhile, Germany lagged as infrastructure spending |

| | |
|---|---|
| | disappointed in early 2026 due to lengthy legislative framework. Nevertheless, the German government has since accelerated the rollout through fast-tracked legislation for projects of high public interest and faster disbursement of funds. |
| **Market Outlook** | While inflationary pressures and the slower than expected pace of German infrastructure spending remain headwinds, further European Central Bank (ECB) tightening is expected to be limited. Looking ahead, an improvement in European company earnings momentum is likely to be the key catalyst for the remainder of the year. The banking sector is expected to remain a key outperformer, supported by Europe's ongoing efforts to simplify regulations and reduce cross-border barriers through the Single Rulebook framework, which is expected to be implemented by early 2027. |

Kuala Lumpur, Malaysia
AmFunds Management Berhad

21 July 2026

**AmEuropean Equity Alpha**

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

| | Note | 31.05.2026 (unaudited) RM | 30.11.2025 (audited) RM |
|---|---|---|---|
| **ASSETS** | | | |
| Investments | 4 | 11,742,329 | 11,807,795 |
| Distribution receivable | | 5,108 | 4,527 |
| Amount due from Manager | 5(a) | 1,484 | - |
| Cash at banks | | 149,934 | 1,082,150 |
| **TOTAL ASSETS** | | 11,898,855 | 12,894,472 |
| **LIABILITIES** | | | |
| Amount due to Manager | 5(b) | 41,895 | 55,230 |
| Amount due to Trustee | 6 | 712 | 735 |
| Sundry payables and accruals | | 16,087 | 15,480 |
| **TOTAL LIABILITIES** | | 58,694 | 71,445 |
| **NET ASSET VALUE ("NAV") OF THE FUND** | | 11,840,161 | 12,823,027 |
| **EQUITY** | | | |
| Unit holders' capital | 8(a) | (1,980,263) | (4,379,696) |
| Retained earnings | 8(b)(c) | 13,820,424 | 17,202,723 |
| **NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS** | 8 | 11,840,161 | 12,823,027 |
| **UNITS IN CIRCULATION** | 8(a) | 13,262,590 | 10,416,145 |
| **NAV PER UNIT (RM)** | | 0.8927 | 1.2311 |

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

**AmEuropean Equity Alpha**

**STATEMENT OF COMPREHENSIVE INCOME** *(Unaudited)*
**FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2025 TO 31 MAY 2026**

| | Note | 01.12.2025 to 31.05.2026 RM | 01.12.2024 to 31.05.2025 RM |
|---|---|---|---|
| **INVESTMENT INCOME** | | | |
| Distribution income | | 39,137 | 6,565 |
| Interest income | | 6,637 | 14,573 |
| Net gains from investments: | | | |
| − Financial assets at fair value through profit or loss (“FVTPL”) | 7 | 610,129 | 1,318,252 |
| Other net realised losses on foreign currency exchange | | (12,076) | (258,091) |
| Other net unrealised gain/(loss) on foreign currency exchange | | 9 | (16) |
| | | 643,836 | 1,081,283 |
| **EXPENDITURE** | | | |
| Management fee | 5 | (93,237) | (46,081) |
| Trustee’s fee | 6 | (4,351) | (4,949) |
| Audit fee | | (5,434) | (4,334) |
| Tax agent’s fee | | (2,495) | (1,895) |
| Custodian’s fee | | (937) | (3,928) |
| Brokerage and other transaction fees | | (1,886) | - |
| Other expenses | | (11,074) | (29,248) |
| | | (119,414) | (90,435) |
| **Net income before taxation** | | 524,422 | 990,848 |
| **Taxation** | 10 | (5,403) | - |
| **Net income after taxation, representing total comprehensive income for the financial period** | | 519,019 | 990,848 |
| Total comprehensive income comprises the following: | | | |
| Realised (loss)/income | | (28,863) | 3,901,663 |
| Unrealised gain/(loss) | | 547,882 | (2,910,815) |
| | | 519,019 | 990,848 |
| **Distribution for the financial period** | | | |
| Net distribution | 11 | 3,901,318 | 1,704,844 |
| Gross distribution per unit (sen) | 11 | 38.7050 | 15.4237 |
| Net distribution per unit (sen) | 11 | 38.7050 | 15.4237 |

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

**AmEuropean Equity Alpha**

**STATEMENT OF CHANGES IN EQUITY** *(Unaudited)*
**FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2025 TO 31 MAY 2026**

| | Note | Unit holders' capital RM | Retained earnings RM | Total equity RM |
|---|---|---|---|---|
| At 1 December 2025 | | (4,379,696) | 17,202,723 | 12,823,027 |
| Total comprehensive income for the financial period | | - | 519,019 | 519,019 |
| Creation of units | 8(a) | 1,140,961 | - | 1,140,961 |
| Reinvestment of distribution | 8(a) | 3,901,318 | - | 3,901,318 |
| Cancellation of units | 8(a) | (2,642,846) | - | (2,642,846) |
| Distribution | 11 | - | (3,901,318) | (3,901,318) |
| Balance at 31 May 2026 | | (1,980,263) | 13,820,424 | 11,840,161 |
| | | | | |
| At 1 December 2024 | | (3,374,214) | 17,453,513 | 14,079,299 |
| Total comprehensive income for the financial period | | - | 990,848 | 990,848 |
| Creation of units | | 2,067,726 | - | 2,067,726 |
| Reinvestment of distribution | | 1,704,844 | - | 1,704,844 |
| Cancellation of units | | (3,669,745) | - | (3,669,745) |
| Distribution | | - | (1,704,844) | (1,704,844) |
| Balance at 31 May 2025 | | (3,271,389) | 16,739,517 | 13,468,128 |

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

**AmEuropean Equity Alpha**

**STATEMENT OF CASH FLOWS** *(Unaudited)*
**FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2025 TO 31 MAY 2026**

| | 01.12.2025 to 31.05.2026 RM | 01.12.2024 to 31.05.2025 RM |
|---|---|---|
| **CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES** | | |
| Proceeds from sale of investments | 739,322 | 13,791,589 |
| Purchases of investments | (75,803) | (10,620,415) |
| Distribution received | 33,162 | - |
| Interest received | 6,637 | 14,573 |
| Management fee paid | (93,802) | (33,459) |
| Trustee's fee paid | (4,374) | (4,961) |
| Custodian's fee paid | (937) | (3,928) |
| Payments for other expenses | (20,282) | (36,585) |
| Net cash generated from operating and investing activities | 583,923 | 3,106,814 |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Proceeds from creation of units | 1,139,477 | 2,069,362 |
| Payments for cancellation of units | (2,655,616) | (3,676,170) |
| Net cash used in financing activities | (1,516,139) | (1,606,808) |
| **NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS** | (932,216) | 1,500,006 |
| **CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD** | 1,082,150 | 1,319,275 |
| **CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD** | 149,934 | 2,819,281 |
| Cash and cash equivalents comprise: | | |
| Cash at banks | 149,934 | 2,819,281 |

**NOTES TO THE FINANCIAL STATEMENTS**
**FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2025 TO 31 MAY 2026**

## 1. GENERAL INFORMATION

AmEuropean Equity Alpha (the "Fund") was established pursuant to a Deed dated 30 June 2006 as amended by Deeds supplemental thereto (the "Deeds"), between AmFunds Management Berhad as the Manager, AmanahRaya Trustees Berhad as the Trustee and all unit holders. By the 12th Supplementary Master Prospectus dated 27 March 2025, the Fund has changed its objective and name from European Equity Alpha to AmEuropean Equity Alpha and has converted from a feeder fund to an equity fund.

The Fund seeks to provide capital growth primarily through investment in equities and equity-related securities of European companies. As provided in the Deeds, the financial year shall end on 30 November and the units in the Fund were first offered for sale on 8 August 2006.

The financial statements were authorised for issue by the Manager on 21 July 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.

| **Description** | **Effective for financial periods beginning on or after** |
|---|---|
| Amendments to MFRS 121 *The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability* | 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.

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

Distribution income is recognised when the Fund's right to receive the payment is established.

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

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

(ii) Interest income

Interest income is recognised on an accrual basis using the effective interest method.

(iii) 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. 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 distribution income, 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.

## 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.

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 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.

## 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 fair value through other comprehensive income ("FVOCI") (cont'd.)*

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

*Financial assets at FVTPL*

Any financial assets that are not measured at amortised cost or FVOCI are measured at FVTPL. Subsequent to initial recognition, financial assets at FVTPL are measured at fair value. Changes in the fair value of those financial instruments are recorded in "Net gain or loss on financial assets at FVTPL". Distribution revenue and interest earned elements of such instruments are recorded separately in "Distribution income" and "Interest income" respectively. 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.

The Fund subsequently measures its investments at FVTPL. Distribution revenue earned whilst holding the investments is recognised in profit or loss when the right to receive the payment has been established. Gains and losses on the investments, realised and unrealised, are included in 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. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D.)

### 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.

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. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D.)

### 3.13 Determination of fair value

For the investments in Collective Investment Scheme ("CIS"), fair value is determined based on the closing NAV per unit of the foreign CIS. Purchased cost is the quoted price that the Fund paid when buying its investments. The difference between purchased cost and fair value is treated as unrealised gain or loss and is recognised in profit or loss.

### 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.

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

| | 31.05.2026 RM | 30.11.2025 RM |
|---|---|---|
| **Financial assets at FVTPL** | | |
| At cost: | | |
| Exchange-Traded Funds | 10,391,087 | 11,004,426 |
| At fair value: | | |
| Exchange-Traded Funds | 11,742,329 | 11,807,795 |

Details of investments as at 31 May 2026 are as follows:

| Name of Fund | Number of units | Fair value RM | Purchased cost RM | Fair value as a percentage of NAV % |
|---|---|---|---|---|
| **Exchange-Traded Funds** | | | | |
| **France** | | | | |
| Amundi ETF DAX UCITS ETF DR | 597 | 1,225,738 | 1,201,492 | 10.35 |
| **Total in France** | 597 | 1,225,738 | 1,201,492 | 10.35 |
| **Germany** | | | | |
| Xtrackers MSCI Europe Health Care Screened UCITS ETF IC | 630 | 647,329 | 635,765 | 5.47 |
| iShares STOXX Europe 600 Banks UCITS ETF (DE) | 4,730 | 825,288 | 608,251 | 6.97 |
| iShares STOXX Europe 600 Technology UCITS ETF (DE) | 1,610 | 714,934 | 587,748 | 6.04 |
| Vanguard FTSE Developed Europe UCITS ETF (EUR) Accumulating | 6,566 | 1,758,215 | 1,534,111 | 14.85 |
| Xtrackers EURO STOXX 50 UCITS ETF 1D | 6,770 | 1,988,117 | 1,794,251 | 16.79 |
| **Total in Germany** | 20,306 | 5,933,883 | 5,160,126 | 50.12 |

## 4. INVESTMENTS (CONT'D.)

Details of investments as at 31 May 2026 are as follows: (cont'd.)

| Name of Fund | Number of units | Fair value RM | Purchased cost RM | Fair value as a percentage of NAV % |
|---|---|---|---|---|
| **Exchange-Traded Funds (cont'd.)** | | | | |
| **Switzerland** | | | | |
| iShares Core EURO STOXX 50 UCITS ETF | 1,860 | 2,022,951 | 1,770,675 | 17.08 |
| **Total in Switzerland** | 1,860 | 2,022,951 | 1,770,675 | 17.08 |
| **United Kingdom** | | | | |
| Xtrackers MSCI Europe UCITS ETF 2C USD Hedged | 20,770 | 1,860,240 | 1,639,744 | 15.71 |
| **Total in United Kingdom** | 20,770 | 1,860,240 | 1,639,744 | 15.71 |
| **United States** | | | | |
| Franklin FTSE United Kingdom ETF | 4,925 | 699,517 | 619,050 | 5.91 |
| **Total in United States** | 4,925 | 699,517 | 619,050 | 5.91 |
| **Total Exchange-Traded Funds** | 48,458 | 11,742,329 | 10,391,087 | 99.17 |
| **Excess of fair value over purchased cost** | | 1,351,242 | | |

## 5. AMOUNT DUE FROM/TO MANAGER

| | Note | 31.05.2026 RM | 30.11.2025 RM |
|---|---|---|---|
| **(a) Due from Manager** | | | |
| Creation of units | (i) | 1,484 | - |

## 5. AMOUNT DUE FROM/TO MANAGER (CONT'D.)

| | | Note | 31.05.2026 RM | 30.11.2025 RM |
|---|---|---|---|---|
| (b) | **Due to Manager** | | | |
| | Cancellation of units | (ii) | 25,649 | 38,419 |
| | Management fee payable | (iii) | 16,246 | 16,811 |
| | | | 41,895 | 55,230 |

(i) This represents amount receivable from the Manager for units created.

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

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

(iii) Management fee is at a rate of 1.50% (01.12.2024 to 26.04.2025: 1.80%, effective 27.04.2025) per annum of the of 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.

## 6. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.07% (30.11.2025: 0.07%) per annum on the NAV of the Fund, calculated on a daily basis.

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

## 7. NET GAINS FROM INVESTMENTS

| | 01.12.2025 to 31.05.2026 RM | 01.12.2024 to 31.05.2025 RM |
|---|---|---|
| Net gains on financial assets at FVTPL comprised: | | |
| – Net realised gains on sale of investments | 99,398 | 3,884,885 |
| – Net realised (loss)/gain on foreign currency exchange | (37,142) | 344,166 |
| – Net unrealised gain/(loss) on changes in fair value of investments | 905,621 | (3,091,808) |
| – Net unrealised (loss)/gain on foreign currency fluctuation of investments denominated in foreign currency | (357,748) | 181,009 |
| | 610,129 | 1,318,252 |

## 8. TOTAL EQUITY

Total equity is represented by:

| | Note | 31.05.2026 RM | 30.11.2025 RM |
|---|---|---|---|
| Unit holders' capital | (a) | (1,980,263) | (4,379,696) |
| Retained earnings | | | |
| − Realised income | (b) | 12,469,169 | 16,399,350 |
| − Unrealised gains | (c) | 1,351,255 | 803,373 |
| | | 11,840,161 | 12,823,027 |

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

| | 31.05.2026 | | 30.11.2025 | |
|---|---|---|---|---|
| | Number of units | RM | Number of units | RM |
| At beginning of the financial period/year | 10,416,145 | (4,379,696) | 11,143,670 | (3,374,214) |
| Creation during the financial period/year | 1,141,580 | 1,140,961 | 2,563,843 | 3,127,559 |
| Reinvestment of distribution | 4,432,812 | 3,901,318 | 1,535,619 | 1,704,844 |
| Cancellation during the financial period/year | (2,727,947) | (2,642,846) | (4,826,987) | (5,837,885) |
| At end of the financial period/ year | 13,262,590 | (1,980,263) | 10,416,145 | (4,379,696) |

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

### (b) Realised

| | 31.05.2026 RM | 30.11.2025 RM |
|---|---|---|
| At beginning of the financial period/year | 16,399,350 | 14,202,875 |
| Net realised (loss)/income for the financial period/year | (28,863) | 3,901,319 |
| Distribution out of realised income | (3,901,318) | (1,704,844) |
| At end of the financial period/year | 12,469,169 | 16,399,350 |

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

### (c) Unrealised

| | 31.05.2026<br>RM | 30.11.2025<br>RM |
|---|---:|---:|
| At beginning of the financial period/year | 803,373 | 3,250,638 |
| Net unrealised gain/(loss) for the financial period/year | 547,882 | (2,447,265) |
| At end of the financial period/year | 1,351,255 | 803,373 |

## 9. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES

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

| Related parties | Relationships |
|---|---|
| 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 31 May 2026 and 30 November 2025.

## 10. TAXATION

| | 01.12.2025 to<br>31.05.2026<br>RM | 01.12.2024 to<br>31.05.2025<br>RM |
|---|---:|---:|
| Foreign tax | 5,403 | - |

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.

## 10. TAXATION (CONT'D.)

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.

The taxation charged for the financial period is related to withholding tax derived from countries including France and United States calculated at the rates prevailing in these countries.

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:

| | 01.12.2025 to 31.05.2026 RM | 01.12.2024 to 31.05.2025 RM |
|---|---|---|
| Net income before taxation | 524,422 | 990,848 |
| Taxation at Malaysian statutory rate of 24% (2025: 24%) | 125,861 | 237,804 |
| Tax effects of: | | |
| Income not subject to taxation | (246,789) | (1,063,487) |
| Losses not allowed for tax deduction | 97,672 | 803,980 |
| Restriction on tax deductible expenses | 21,313 | 10,890 |
| Non-permitted expenses for tax purposes | 4,978 | 9,604 |
| Permitted expenses not used and not available for future financial periods | 2,368 | 1,209 |
| Tax expense for the financial period | 5,403 | - |

## 11. DISTRIBUTION

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

**Financial period ended 31 May 2026**

| Distribution Ex-date | Gross distribution per unit RM (sen) | Net distribution per unit RM (sen) | Total distribution RM |
|---|---|---|---|
| 20 January 2026 | 38.7050 | 38.7050 | 3,901,318 |

## 11. DISTRIBUTION (CONT'D.)

Details of distribution to unit holders for the financial periods are as follows: (cont'd.)

**Financial period ended 31 May 2025**

| Distribution Ex-date | Gross distribution per unit RM (sen) | Net distribution per unit RM (sen) | Total distribution RM |
|---|---|---|---|
| 23 January 2025 | 15.4237 | 15.4237 | 1,704,844 |

Gross distribution per unit is derived from gross realised income less expenses divided by the number of units in circulation, while net distribution per unit is derived from gross realised income less expenses and taxation divided by the number of units in circulation.

The distribution declared for the financial period ended 31 May 2025 has been proposed before taking into account the net unrealised losses of RM2,910,815 arising during the financial period which was carried forward to the next financial period.

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

## 12. TOTAL EXPENSE RATIO ("TER")

The Fund's TER is as follows:

| | 01.12.2025 to 31.05.2026 % p.a. | 01.12.2024 to 31.05.2025 % p.a. |
|---|---|---|
| Management fee | 0.75 | 0.33 |
| Trustee's fee | 0.03 | 0.03 |
| Fund's other expenses | 0.16 | 0.28 |
| Total TER | 0.94 | 0.64 |

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.

## 13. 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 0.03 times (01.12.2024 to 31.05.2025: 0.87 times).

## 14. SEGMENTAL REPORTING

In accordance with the objective of the Fund, substantially all of the Fund's investments are made in the form of CIS. The Manager is of the opinion that the risk and rewards from these investments are not individually or segmentally distinct and hence the Fund does not have a separately identifiable business on geographical segments.

## 15. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial period ended 31 May 2026 are as follows:

| | Transactions value | | Brokerage fee, stamp duty and clearing fee | |
|---|---|---|---|---|
| | RM | % | RM | % |
| Daiwa Capital Markets Hong Kong Ltd. | 291,620 | 35.25 | 729 | 38.65 |
| Macquarie Securities (Australia) Limited | 287,358 | 34.74 | 537 | 28.47 |
| BNP Paribas Securities Services S.A. | 248,223 | 30.01 | 620 | 32.88 |
| | 827,201 | 100.00 | 1,886 | 100.00 |

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 investments in Exchange-Traded Funds.

## 16. 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.

## 16. 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) Price risk

Price risk refers to the uncertainty of an investment's future prices. In the event of adverse price movements, the Fund might endure potential loss on its investments. In managing price risk, the Manager actively monitors the performance and risk profile of the investment portfolio.

#### (ii) 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 rate on deposits and placements with licensed financial institutions are determined based on prevailing market rates.

#### (iii) 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 Fund's functional currency are as follows:

| | 31.05.2026 | | 30.11.2025 | |
|---|---|---|---|---|
| **Financial assets denominated in** | **RM equivalent** | **% of NAV** | **RM equivalent** | **% of NAV** |
| **Euro** | | | | |
| Investments | 9,182,572 | 77.55 | 9,182,928 | 71.61 |
| Distribution receivable | 5,108 | 0.05 | 4,527 | 0.04 |
| Cash at banks | 188 | -* | 195 | -* |
| | 9,187,868 | 77.60 | 9,187,650 | 71.65 |
| **United States Dollar** | | | | |
| Investments | 2,559,757 | 21.62 | 2,624,867 | 20.47 |
| Cash at banks | 10 | -* | 10 | -* |
| | 2,559,767 | 21.62 | 2,624,877 | 20.47 |

* represents less than 0.01%.

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

### (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. Credit risk applies to distribution receivable. The issuer of such instruments may not be able to fulfill the required interest payments or repay the principal invested or amount owing. These risks may cause the Fund's investments to fluctuate in value.

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.

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

**(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 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.

**AmEuropean Equity Alpha**

## 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 AmEuropean Equity Alpha (the "Fund") as at 31 May 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 July 2026

## TRUSTEE'S REPORT

To the unit holders of **AMEUROPEAN EQUITY ALPHA** ("Fund")**,**

We have acted as Trustee of the Fund for the financial period ended 31 May 2026 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AMFUNDS MANAGEMENT BERHAD has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the management company under the deed, securities laws and the Guidelines on Unit Trust Funds;

2. Valuation and pricing is carried out in accordance with the deed; and

3. Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirement.

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

For **AMANAHRAYA TRUSTEES BERHAD**

**ZAINUDIN BIN SUHAIMI**
Chief Executive Officer
Date: 14 July 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.)*

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