

Annual Report for

ABF Malaysia Bond Index Fund

31 December 2024



AmInvest

Growing Your Investments in a Changing World

ABF Malaysia Bond Index Fund

Annual Report

31 December 2024

TRUST DIRECTORY

Manager

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

Trustee

HSBC (Malaysia) Trustee Berhad

Auditors and Reporting Accountants

Ernst & Young PLT

Taxation Adviser

Deloitte Tax Services Sdn Bhd

CORPORATE DIRECTORY

AmFunds Management Berhad

Registered Office

22nd Floor, Bangunan AmBank Group
No. 55, Jalan Raja Chulan, 50200 Kuala Lumpur
Tel: 03-2036 2633

Head Office

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No. 55, Jalan Raja Chulan, 50200 Kuala Lumpur
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E-mail: enquiries@aminvest.com
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Secretary

Koh Suet Peng
(MAICSA 7019861)
(SSM Practising Cert. No. 202008002984)
22nd Floor, Bangunan AmBank Group
No. 55 Jalan Raja Chulan
50200 Kuala Lumpur

HSBC (Malaysia) Trustee Berhad

Registered & Business Office
Level 19, Menara IQ
Lingkaran TRX
55188 Tun Razak Exchange
Kuala Lumpur
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MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the audited accounts of ABF Malaysia Bond Index Fund ("Fund") for the financial year ended 31 December 2024.

Salient Information of the Fund

Name	ABF Malaysia Bond Index Fund ("Fund")			
Category/Type	Fixed Income ETF / Income			
Objective	<p>The investment objective of the Fund is to achieve a total return for the Fund Assets that closely tracks the total return of the benchmark.</p> <p><i>Note: Any material change to the Fund's investment objective will require the Unit Holder's approval by way of a resolution of not less than two-thirds of all Unit Holders at a meeting of Unit Holders duly convened and held in accordance with the Deed.</i></p>			
Index Component	Details of the index component as at 31 December 2024 are as follows:			
	Code	Issuer	Coupon (%)	Final Maturity
	VK190031	Danum Capital Bhd	4.300	13 February 2026
	VN160022	Danga Capital Bhd	4.600	23 February 2026
	VN160028	Prasarana Malaysia Bhd	4.470	26 February 2026
	VI210048	Federal Land Development Authority	3.040	24 March 2026
	GK190003	Malaysia Government Investment Issue	3.726	31 March 2026
	VK190069	DanaInfra Nasional Bhd	4.030	1 April 2026
	VK190080	Lembaga Pembiayaan Perumahan Sektor Awam	4.000	10 April 2026
	MS110003	Malaysia Government Bond	4.392	15 April 2026
	VN160127	DanaInfra Nasional Bhd	4.290	30 April 2026
	UG230155	Cagamas Berhad	3.900	29 May 2026
	UG230190	Cagamas Berhad	3.900	3 July 2026
	ML190001	Malaysia Government Bond	3.906	15 July 2026
	VN160231	Perbadanan Tabung Pendidikan Tinggi Nasional	4.200	27 July 2026
	VN160235	Jambatan Kedua Sdn Bhd	4.200	28 July 2026
	VS110260	Prasarana Malaysia Bhd	4.350	4 August 2026
	VH220310	Lembaga Pembiayaan Perumahan Sektor Awam	3.900	25 August 2026
	VI210330	Prasarana Malaysia Bhd	2.980	27 August 2026
	VP140207	Perbadanan Tabung Pendidikan Tinggi Nasional	4.530	27 August 2026

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	MX060002	Malaysia Government Bond	4.709	15 September 2026	2,310,000,000
	VN160279	Lembaga Pembiayaan Perumahan Sektor Awam	4.050	21 September 2026	700,000,000
	VI210363	PR1MA Corp Malaysia	3.050	30 September 2026	500,000,000
	GO160003	Malaysia Government Investment Issue	4.070	30 September 2026	29,500,000,000
	VG230414	Cagamas Berhad	3.970	5 October 2026	540,000,000
	VN160319	DanaInfra Nasional Bhd	4.090	20 October 2026	600,000,000
	VN160330	Bank Pembangunan Malaysia Berhad	4.500	4 November 2026	850,000,000
	VK190270	DanaInfra Nasional Bhd	3.530	27 November 2026	705,000,000
	MO160003	Malaysia Government Bond	3.900	30 November 2026	22,980,000,000
	VN170037	GovCo Holdings Bhd	4.550	22 February 2027	500,000,000
	MS120002	Malaysia Government Bond	3.892	15 March 2027	4,250,000,000
	VK200069	Danum Capital Bhd	3.140	13 May 2027	500,000,000
	VN170160	DanaInfra Nasional Bhd	4.370	25 May 2027	500,000,000
	MX070003	Malaysia Government Bond	3.502	31 May 2027	31,500,000,000
	VI220214	Pengurusan Air SPV Berhad	4.400	3 June 2027	645,000,000
	VK200085	Pengurusan Air SPV Berhad	3.320	4 June 2027	850,000,000
	VI220220	Johor Corporation	4.720	11 June 2027	1,215,000,000
	GS120059	Malaysia Government Investment Issue	3.899	15 June 2027	5,000,000,000
	VS120272	DanaInfra Nasional Bhd	4.040	20 July 2027	900,000,000
	GO170001	Malaysia Government Investment Issue	4.258	26 July 2027	11,000,000,000
	VI220273	PR1MA Corp Malaysia	4.000	29 July 2027	500,000,000
	VK200156	PR1MA Corp Malaysia	2.580	30 July 2027	500,000,000
	PS120074	Prasarana Malaysia Bhd	4.000	6 September 2027	1,000,000,000
	VN170245	Danga Capital Bhd	4.520	6 September 2027	1,500,000,000
	VK200196	DanaInfra Nasional Bhd	2.660	23 September 2027	600,000,000
	GL200001	Malaysia Government Investment Issue	3.422	30 September 2027	25,500,000,000
	DS120018	Khazanah Nasional Bhd	0.000	12 October 2027	1,000,000,000
	VI220418	Cagamas Berhad	4.620	4 November 2027	1,000,000,000
	VK200298	Lembaga Pembiayaan Perumahan Sektor Awam	2.660	5 November 2027	500,000,000
	MO170004	Malaysia Government Bond	3.899	16 November 2027	24,500,000,000
	VS120395	Turus Pesawat Sdn Bhd	4.120	19 November 2027	750,000,000
	UI220349	Cagamas Berhad	4.500	13 December 2027	1,000,000,000
	VI230006	Cagamas Berhad	4.260	18 January 2028	500,000,000
	VK210002	Danga Capital Bhd	2.960	25 January 2028	1,500,000,000
	VK210005	Pengurusan Air SPV Berhad	3.070	4 February 2028	500,000,000
	VK210014	DanaInfra Nasional Bhd	2.840	24 February 2028	700,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VS130090	Perbadanan Tabung Pendidikan Tinggi Nasional	4.220	28 February 2028	830,000,000
VK210054	Lembaga Pembiayaan Perumahan Sektor Awam	3.510	24 March 2028	515,000,000
MI230002	Malaysia Government Bond	3.519	20 April 2028	15,000,000,000
VK210156	Pengurusan Air SPV Berhad	3.750	28 April 2028	500,000,000
VN180152	DanaInfra Nasional Bhd	4.550	2 May 2028	700,000,000
VS130151	Perbadanan Tabung Pendidikan Tinggi Nasional	4.190	31 May 2028	500,000,000
VK210216	Pengurusan Air SPV Berhad	3.730	2 June 2028	550,000,000
VI230185	Pengurusan Air SPV Berhad	3.700	6 June 2028	500,000,000
MS130005	Malaysia Government Bond	3.733	15 June 2028	24,000,000,000
VI230247	Cagamas Berhad	3.980	28 June 2028	500,000,000
VI230255	Lembaga Pembiayaan Perumahan Sektor Awam	3.750	6 July 2028	510,000,000
GJ230001	Malaysia Government Investment Issue	3.599	31 July 2028	20,500,000,000
GT130001	Malaysia Government Investment Issue	3.871	8 August 2028	3,000,000,000
VI230345	Cagamas Berhad	4.000	29 August 2028	500,000,000
VS130241	Prasarana Malaysia Bhd	4.580	29 August 2028	500,000,000
MX080003	Malaysia Government Bond	5.248	15 September 2028	3,840,000,000
VI230427	Cagamas Berhad	4.060	10 October 2028	780,000,000
VL200226	Prasarana Malaysia Bhd	2.780	20 October 2028	700,000,000
VL200276	Perbadanan Tabung Pendidikan Tinggi Nasional	2.770	27 October 2028	950,000,000
VN180297	Lembaga Pembiayaan Perumahan Sektor Awam	4.390	31 October 2028	550,000,000
GO180002	Malaysia Government Investment Issue	4.369	31 October 2028	24,500,000,000
VN180330	DanaInfra Nasional Bhd	4.470	24 November 2028	740,000,000
VI230476	Bank Pembangunan Malaysia Berhad	4.020	1 December 2028	600,000,000
GS130072	Malaysia Government Investment Issue	4.943	6 December 2028	5,000,000,000
VI230488	Cagamas Berhad	4.020	15 December 2028	500,000,000
VN190019	Pengurusan Air SPV Berhad	4.340	7 February 2029	600,000,000
VN190024	DanaInfra Nasional Bhd	4.360	12 February 2029	700,000,000
VN190050	Perbadanan Tabung Pendidikan Tinggi Nasional	4.270	1 March 2029	700,000,000
VS140056	Rantau Abang Capital Bhd	5.200	26 March 2029	1,000,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VK220146	Perbadanan Tabung Pendidikan Tinggi Nasional	3.730	29 March 2029	600,000,000
	MK220003	Malaysia Government Bond	4.504	30 April 2029	10,000,000,000
	VK220231	Danga Capital Bhd	4.680	29 June 2029	800,000,000
	GO190001	Malaysia Government Investment Issue	4.130	9 July 2029	30,000,000,000
	VM200121	Prasarana Malaysia Bhd	3.060	10 July 2029	700,000,000
	VL210293	Prasarana Malaysia Bhd	3.370	3 August 2029	800,000,000
	MO190002	Malaysia Government Bond	3.885	15 August 2029	30,500,000,000
	VL210336	Lembaga Pembiayaan Perumahan Sektor Awam	3.440	30 August 2029	785,000,000
	VS140224	Bank Pembangunan Malaysia Berhad	4.750	12 September 2029	900,000,000
	VX090825	Prasarana Malaysia Bhd	5.070	28 September 2029	1,500,000,000
	VK220395	DanaInfra Nasional Bhd	4.440	19 October 2029	500,000,000
	VN190231	Pengurusan Air SPV Berhad	3.900	30 October 2029	500,000,000
	VS150002	Danga Capital Bhd	4.880	29 January 2030	1,500,000,000
	VK230028	Pengurusan Air SPV Berhad	4.560	31 January 2030	1,045,000,000
	VK230017	DanaInfra Nasional Bhd	4.150	31 January 2030	600,000,000
	VS150025	Perbadanan Tabung Pendidikan Tinggi Nasional	4.630	12 February 2030	500,000,000
	VN200013	Prasarana Malaysia Bhd	3.090	25 February 2030	600,000,000
	VS150043	Prasarana Malaysia Bhd	4.640	22 March 2030	1,100,000,000
	MX100003	Malaysia Government Bond	4.498	15 April 2030	27,770,000,000
	VN200070	Danum Capital Bhd	3.290	13 May 2030	1,000,000,000
	VN200075	DanaInfra Nasional Bhd	3.010	20 May 2030	600,000,000
	VS150104	Jambatan Kedua Sdn Bhd	4.520	28 May 2030	700,000,000
	VK230264	Johor Corporation	4.450	5 July 2030	600,000,000
	VN200197	DanaInfra Nasional Bhd	2.860	23 September 2030	500,000,000
	GT150003	Malaysia Government Investment Issue	4.245	30 September 2030	22,000,000,000
	GO200002	Malaysia Government Investment Issue	3.465	15 October 2030	28,000,000,000
	VS160029	Prasarana Malaysia Bhd	4.750	26 February 2031	700,000,000
	VP190053	Prasarana Malaysia Bhd	4.380	12 March 2031	700,000,000
	MO200002	Malaysia Government Bond	2.632	15 April 2031	35,000,000,000
	VS160128	DanaInfra Nasional Bhd	4.570	2 May 2031	700,000,000
	UK240132	Cagamas Berhad	4.030	2 May 2031	670,000,000
	VX110056	Rantau Abang Capital Bhd	5.050	12 May 2031	1,000,000,000
	VK240115	Pengurusan Air SPV Berhad	3.980	4 June 2031	520,000,000
	VL230198	DanaInfra Nasional Bhd	3.910	6 June 2031	600,000,000
	VS160151	GovCo Holdings Bhd	4.730	6 June 2031	550,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
VN210218	Bank Pembangunan Malaysia Berhad	4.050	6 June 2031	700,000,000
MX110004	Malaysia Government Bond	4.232	30 June 2031	13,893,000,000
VS160232	Perbadanan Tabung Pendidikan Tinggi Nasional	4.500	25 July 2031	500,000,000
GL240002	Malaysia Government Investment Issue	3.804	8 October 2031	14,500,000,000
VK240289	PR1MA Corp Malaysia	3.850	17 October 2031	750,000,000
VS160320	DanaInfra Nasional Bhd	4.480	20 October 2031	700,000,000
VS170036	GovCo Holdings Bhd	4.950	20 February 2032	1,250,000,000
VS170042	Bank Pembangunan Malaysia Berhad	4.980	2 March 2032	700,000,000
VS170113	Perbadanan Tabung Pendidikan Tinggi Nasional	4.860	12 March 2032	855,000,000
VS170119	DanaInfra Nasional Bhd	4.950	19 March 2032	1,065,000,000
MX120004	Malaysia Government Bond	4.127	15 April 2032	3,584,538,000
VS170147	Lembaga Pembiayaan Perumahan Sektor Awam	4.940	16 April 2032	700,000,000
VS170161	DanaInfra Nasional Bhd	4.890	25 May 2032	700,000,000
MO220001	Malaysia Government Bond	3.582	15 July 2032	18,000,000,000
VS170237	Perbadanan Tabung Pendidikan Tinggi Nasional	4.930	17 August 2032	1,300,000,000
VN220314	Lembaga Pembiayaan Perumahan Sektor Awam	4.200	25 August 2032	910,000,000
VN220321	Prasarana Malaysia Bhd	4.180	27 August 2032	600,000,000
DX120016	Khazanah Nasional Bhd	0.000	3 September 2032	1,000,000,000
GO220001	Malaysia Government Investment Issue	4.193	7 October 2032	25,500,000,000
VN220396	DanaInfra Nasional Bhd	4.580	20 October 2032	500,000,000
VS170376	DanaInfra Nasional Bhd	4.900	16 November 2032	500,000,000
VX120396	Turus Pesawat Sdn Bhd	4.360	19 November 2032	1,650,000,000
VS180036	Perbadanan Tabung Pendidikan Tinggi Nasional	4.900	21 January 2033	500,000,000
VS180037	Danga Capital Bhd	4.940	26 January 2033	1,500,000,000
VS180082	Prasarana Malaysia Bhd	4.940	8 March 2033	500,000,000
VS180135	Lembaga Pembiayaan Perumahan Sektor Awam	4.900	5 April 2033	1,500,000,000
MX130004	Malaysia Government Bond	3.844	15 April 2033	14,000,000,000
VS180153	DanaInfra Nasional Bhd	4.900	29 April 2033	700,000,000
GT170006	Malaysia Government Investment Issue	4.724	15 June 2033	12,500,000,000
VN230309	Perbadanan Tabung Pendidikan Tinggi Nasional	3.950	29 July 2033	1,395,000,000

Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
GX130068	Malaysia Government Investment Issue	4.582	30 August 2033	22,500,000,000
VT180093	Danga Capital Bhd	5.020	21 September 2033	2,000,000,000
VN230425	Cagamas Berhad	4.310	27 October 2033	500,000,000
VX130278	DanaInfra Nasional Bhd	4.800	31 October 2033	900,000,000
MT180003	Malaysia Government Bond	4.642	7 November 2033	25,000,000,000
VN240013	Pengurusan Air SPV Berhad	4.140	7 February 2034	650,000,000
VS190025	DanaInfra Nasional Bhd	4.650	10 February 2034	500,000,000
VS190032	Danga Capital Bhd	4.680	14 February 2034	1,000,000,000
VS190049	Perbadanan Tabung Pendidikan Tinggi Nasional	4.580	28 February 2034	1,600,000,000
VS190054	Prasarana Malaysia Bhd	4.530	10 March 2034	700,000,000
VS190071	DanaInfra Nasional Bhd	4.300	31 March 2034	800,000,000
VN240141	Prasarana Malaysia Bhd	3.970	28 June 2034	500,000,000
MS190004	Malaysia Government Bond	3.828	5 July 2034	24,000,000,000
VX140199	DanaInfra Nasional Bhd	4.930	24 July 2034	500,000,000
VS190136	Prasarana Malaysia Bhd	3.920	4 August 2034	500,000,000
VN240198	Danga Capital Bhd	3.870	8 August 2034	1,000,000,000
VQ210337	Lembaga Pembiayaan Perumahan Sektor Awam	3.860	1 September 2034	600,000,000
VX140225	Bank Pembangunan Malaysia Berhad	4.850	12 September 2034	900,000,000
VX140364	DanaInfra Nasional Bhd	4.790	27 November 2034	500,000,000
VS190272	DanaInfra Nasional Bhd	3.930	27 November 2034	870,000,000
GT190006	Malaysia Government Investment Issue	4.119	30 November 2034	29,500,000,000
VS200006	Lembaga Pembiayaan Perumahan Sektor Awam	3.450	13 February 2035	665,000,000
VS200011	Danum Capital Bhd	3.420	21 February 2035	1,500,000,000
VS200014	Prasarana Malaysia Bhd	3.280	23 February 2035	500,000,000
VS200076	DanaInfra Nasional Bhd	3.270	18 May 2035	600,000,000
MY150004	Malaysia Government Bond	4.254	31 May 2035	16,108,000,000
VS200122	Prasarana Malaysia Bhd	3.560	10 July 2035	500,000,000
VR210338	Lembaga Pembiayaan Perumahan Sektor Awam	4.000	30 August 2035	600,000,000
VS200198	DanaInfra Nasional Bhd	3.350	21 September 2035	500,000,000
GX150006	Malaysia Government Investment Issue	4.786	31 October 2035	7,000,000,000
VR210430	DanaInfra Nasional Bhd	4.230	23 November 2035	615,000,000
VX150340	Prasarana Malaysia Bhd	5.050	11 December 2035	500,000,000
VX160030	Prasarana Malaysia Bhd	4.970	26 February 2036	600,000,000
VP240035	Perbadanan Tabung Pendidikan Tinggi Nasional	4.030	7 March 2036	550,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VS210039	Perbadanan Tabung Pendidikan Tinggi Nasional	4.170	10 March 2036	700,000,000
	VS210050	Federal Land Development Authority	4.500	24 March 2036	900,000,000
	VS210056	Lembaga Pembiayaan Perumahan Sektor Awam	4.460	25 March 2036	600,000,000
	VX160129	DanaInfra Nasional Bhd	4.760	2 May 2036	500,000,000
	GT210001	Malaysia Government Investment Issue	3.447	15 July 2036	21,500,000,000
	VS210328	Prasarana Malaysia Bhd	4.110	27 August 2036	600,000,000
	VX160280	Lembaga Pembiayaan Perumahan Sektor Awam	4.620	19 September 2036	900,000,000
	VX160321	DanaInfra Nasional Bhd	4.650	20 October 2036	800,000,000
	VS210380	DanaInfra Nasional Bhd	4.340	27 October 2036	860,000,000
	VV190072	DanaInfra Nasional Bhd	4.530	1 April 2037	600,000,000
	MX170003	Malaysia Government Bond	4.762	7 April 2037	26,000,000,000
	VS220166	DanaInfra Nasional Bhd	4.530	7 April 2037	870,000,000
	GX170005	Malaysia Government Investment Issue	4.755	4 August 2037	14,500,000,000
	VX170249	Lembaga Pembiayaan Perumahan Sektor Awam	5.050	7 September 2037	1,000,000,000
	VX170264	Prasarana Malaysia Bhd	5.010	14 September 2037	650,000,000
	VS230024	Prasarana Malaysia Bhd	4.380	29 January 2038	550,000,000
	VX180072	DanaInfra Nasional Bhd	5.110	19 February 2038	1,500,000,000
	GT220003	Malaysia Government Investment Issue	4.662	31 March 2038	10,000,000,000
	VS230187	Pengurusan Air SPV Berhad	4.140	4 June 2038	960,000,000
	VS230199	DanaInfra Nasional Bhd	4.210	8 June 2038	850,000,000
	MX180004	Malaysia Government Bond	4.893	8 June 2038	23,500,000,000
	VS230202	DanaInfra Nasional Bhd	4.180	11 June 2038	550,000,000
	VS230260	Lembaga Pembiayaan Perumahan Sektor Awam	4.210	6 July 2038	1,070,000,000
	VX180298	Lembaga Pembiayaan Perumahan Sektor Awam	4.850	29 October 2038	900,000,000
	VX180332	DanaInfra Nasional Bhd	5.000	26 November 2038	520,000,000
	VX180350	Prasarana Malaysia Bhd	5.020	3 December 2038	500,000,000
	VX190048	Perbadanan Tabung Pendidikan Tinggi Nasional	4.800	1 March 2039	700,000,000
	VS240036	Perbadanan Tabung Pendidikan Tinggi Nasional	4.110	7 March 2039	900,000,000
	VX190083	Lembaga Pembiayaan Perumahan Sektor Awam	4.580	11 April 2039	600,000,000
	MS240001	Malaysia Government Bond	4.054	18 April 2039	15,000,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VZ140102	DanaInfra Nasional Bhd	5.380	21 April 2039	700,000,000
	VS240113	Pengurusan Air SPV Berhad	4.070	3 June 2039	1,080,000,000
	VS240140	Prasarana Malaysia Bhd	4.060	28 June 2039	500,000,000
	VT230261	Lembaga Pembiayaan Perumahan Sektor Awam	4.250	6 July 2039	550,000,000
	VS240156	DanaInfra Nasional Bhd	4.060	15 July 2039	900,000,000
	VV210339	Lembaga Pembiayaan Perumahan Sektor Awam	4.270	2 September 2039	900,000,000
	GY190002	Malaysia Government Investment Issue	4.467	15 September 2039	30,800,000,000
	VX200015	Prasarana Malaysia Bhd	3.440	24 February 2040	1,000,000,000
	VX200058	Prasarana Malaysia Bhd	3.750	23 March 2040	650,000,000
	VZ150047	DanaInfra Nasional Bhd	4.950	6 April 2040	1,000,000,000
	VX200077	DanaInfra Nasional Bhd	3.570	18 May 2040	600,000,000
	MY190005	Malaysia Government Bond	3.757	22 May 2040	24,700,000,000
	VY190174	Lembaga Pembiayaan Perumahan Sektor Awam	3.690	18 September 2040	1,300,000,000
	VX200199	DanaInfra Nasional Bhd	3.720	21 September 2040	600,000,000
	VZ150257	DanaInfra Nasional Bhd	5.040	12 November 2040	800,000,000
	VZ160031	Prasarana Malaysia Bhd	5.070	26 February 2041	755,000,000
	VZ160130	DanaInfra Nasional Bhd	4.850	3 May 2041	1,000,000,000
	VZ160233	Perbadanan Tabung Pendidikan Tinggi Nasional	4.850	26 July 2041	1,500,000,000
	VZ160237	Jambatan Kedua Sdn Bhd	4.860	26 July 2041	900,000,000
	GY210002	Malaysia Government Investment Issue	4.417	30 September 2041	19,000,000,000
	VZ160322	DanaInfra Nasional Bhd	4.780	18 October 2041	1,000,000,000
	VY200299	Lembaga Pembiayaan Perumahan Sektor Awam	3.820	6 November 2041	1,500,000,000
	VX220106	Prasarana Malaysia Bhd	4.540	3 March 2042	500,000,000
	VZ170163	DanaInfra Nasional Bhd	5.200	23 May 2042	780,000,000
	VZ170265	Prasarana Malaysia Bhd	5.110	12 September 2042	600,000,000
	MY220002	Malaysia Government Bond	4.696	15 October 2042	25,000,000,000
	VZ200300	Lembaga Pembiayaan Perumahan Sektor Awam	3.870	6 November 2042	1,450,000,000
	VZ170377	DanaInfra Nasional Bhd	5.220	14 November 2042	600,000,000
	VZ180073	DanaInfra Nasional Bhd	5.240	20 February 2043	1,000,000,000
	VZ180084	Prasarana Malaysia Bhd	5.250	6 March 2043	1,200,000,000
	VZ190073	DanaInfra Nasional Bhd	4.720	1 April 2043	500,000,000
	GY230002	Malaysia Government Investment Issue	4.291	14 August 2043	30,500,000,000
	MZ130007	Malaysia Government Bond	4.935	30 September 2043	8,258,462,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VZ200301	Lembaga Pembiayaan Perumahan Sektor Awam	3.910	6 November 2043	1,350,000,000
	MX240002	Malaysia Government Bond	4.180	16 May 2044	10,000,000,000
	VZ140201	DanaInfra Nasional Bhd	5.290	22 July 2044	500,000,000
	VZ190175	Lembaga Pembiayaan Perumahan Sektor Awam	3.770	15 September 2044	700,000,000
	VZ190181	DanaInfra Nasional Bhd	3.800	26 September 2044	500,000,000
	VX240266	Prasarana Malaysia Bhd	4.090	7 October 2044	1,100,000,000
	VZ140366	DanaInfra Nasional Bhd	5.160	25 November 2044	500,000,000
	VZ200057	Prasarana Malaysia Bhd	3.900	24 March 2045	700,000,000
	VZ210057	Lembaga Pembiayaan Perumahan Sektor Awam	4.790	24 March 2045	765,000,000
	VZ150046	DanaInfra Nasional Bhd	5.050	6 April 2045	1,000,000,000
	VZ200200	DanaInfra Nasional Bhd	3.870	22 September 2045	600,000,000
	VZ150258	DanaInfra Nasional Bhd	5.150	10 November 2045	800,000,000
	MZ160002	Malaysia Government Bond	4.736	15 March 2046	11,300,000,000
	VZ210058	Lembaga Pembiayaan Perumahan Sektor Awam	4.810	23 March 2046	700,000,000
	VZ160131	DanaInfra Nasional Bhd	5.020	3 May 2046	1,000,000,000
	VZ160281	Lembaga Pembiayaan Perumahan Sektor Awam	4.900	21 September 2046	800,000,000
	VZ160323	DanaInfra Nasional Bhd	4.950	19 October 2046	1,000,000,000
	VZ170149	Lembaga Pembiayaan Perumahan Sektor Awam	5.220	17 April 2047	500,000,000
	GZ170004	Malaysia Government Investment Issue	4.895	8 May 2047	9,000,000,000
	VZ170164	DanaInfra Nasional Bhd	5.250	24 May 2047	720,000,000
	VZ170250	Lembaga Pembiayaan Perumahan Sektor Awam	5.260	6 September 2047	1,000,000,000
	VZ170266	Prasarana Malaysia Bhd	5.230	13 September 2047	600,000,000
	VZ170378	DanaInfra Nasional Bhd	5.350	15 November 2047	900,000,000
	VZ180074	DanaInfra Nasional Bhd	5.360	21 February 2048	500,000,000
	VZ190074	DanaInfra Nasional Bhd	4.820	1 April 2048	800,000,000
	MZ180005	Malaysia Government Bond	4.921	6 July 2048	16,469,000,000
	VZ190176	Lembaga Pembiayaan Perumahan Sektor Awam	3.860	18 September 2048	1,000,000,000
	VZ180299	Lembaga Pembiayaan Perumahan Sektor Awam	5.100	30 October 2048	500,000,000
	VZ180333	DanaInfra Nasional Bhd	5.170	26 November 2048	755,000,000
	VZ200007	Lembaga Pembiayaan Perumahan Sektor Awam	3.970	12 February 2049	500,000,000
	VZ190028	DanaInfra Nasional Bhd	5.060	12 February 2049	1,000,000,000

	Code	Issuer	Coupon (%)	Final Maturity	Notional Amount (RM)
	VZ190084	Lembaga Pembiayaan Perumahan Sektor Awam	4.800	9 April 2049	1,000,000,000
	VZ190182	DanaInfra Nasional Bhd	3.900	24 September 2049	600,000,000
	GZ190005	Malaysia Government Investment Issue	4.638	15 November 2049	19,500,000,000
	VZ200008	Lembaga Pembiayaan Perumahan Sektor Awam	4.000	11 February 2050	850,000,000
	VZ200016	Prasarana Malaysia Bhd	3.800	25 February 2050	1,000,000,000
	VZ200078	DanaInfra Nasional Bhd	3.890	20 May 2050	600,000,000
	MZ200001	Malaysia Government Bond	4.065	15 June 2050	29,519,199,000
	VZ200201	DanaInfra Nasional Bhd	4.010	23 September 2050	1,200,000,000
	VZ210017	DanaInfra Nasional Bhd	4.360	24 February 2051	700,000,000
	VZ210060	Lembaga Pembiayaan Perumahan Sektor Awam	4.910	24 March 2051	720,000,000
	VZ210167	DanaInfra Nasional Bhd	4.640	5 May 2051	500,000,000
	VZ210342	Lembaga Pembiayaan Perumahan Sektor Awam	4.580	1 September 2051	580,000,000
	VZ220168	DanaInfra Nasional Bhd	4.800	5 April 2052	560,000,000
	GZ220002	Malaysia Government Investment Issue	5.357	15 May 2052	23,000,000,000
	MZ230001	Malaysia Government Bond	4.457	31 March 2053	20,925,000,000
	GZ240001	Malaysia Government Investment Issue	4.280	23 March 2054	15,000,000,000

(Source: Markit Indices Limited)

Duration	The Fund was established on 13 July 2005 and shall exist for as long as it appears to the Manager and the Trustee that it is in the interests of the unitholders for it to continue. In some circumstances, the unitholders can resolve at a meeting to terminate the Fund.
Performance Benchmark	<p>Markit iBoxx® ABF Malaysia Bond Index ("iBoxx Index") (Available at www.aminvest.com)</p> <p><i>The iBoxx® ABF Malaysia (the "Index") referenced herein is the property of Markit Indices GmbH ("Index Sponsor") and has been licensed for use in connection with ABF Malaysia Bond Index Fund. Each party acknowledges and agrees that ABF Malaysia Bond Index Fund is not sponsored, endorsed or promoted by the Index Sponsor. The Index Sponsor makes no representation whatsoever, whether express or implied, and hereby expressly disclaims all warranties (including, without limitation, those of merchantability or fitness for a particular purpose or use), with respect to the Index or any data included therein or relating thereto, and in particular disclaims any warranty either as to the quality, accuracy and/or completeness of the Index or any data included therein, the results obtained from the use of the Index and/or the composition of the Index at any particular time on any particular date or otherwise and/or the creditworthiness of any entity, or the likelihood of the occurrence of a credit event or similar event (however defined) with respect to an obligation, in the Index at any particular time on any particular date or otherwise. The Index Sponsor shall not be liable (whether in negligence or otherwise) to the parties or any other person for any error in the Index, and the Index Sponsor is under no obligation to advise the parties or any person of any error therein.</i></p>

	<p><i>The Index Sponsor makes no representation whatsoever, whether express or implied, as to the advisability of purchasing or selling ABF Malaysia Bond Index Fund, the ability of the Index to track relevant markets' performances, or otherwise relating to the Index or any transaction or product with respect thereto, or of assuming any risks in connection therewith. The Index Sponsor has no obligation to take the needs of any party into consideration in determining, composing or calculating the Index. No party purchasing or selling ABF Malaysia Bond Index Fund, nor the Index Sponsor, shall have any liability to any party for any act or failure to act by the Index Sponsor in connection with the determination, adjustment, calculation or maintenance of the Index.</i></p>																																										
Income Distribution Policy	<p>Income distribution, if any, will be on a semi-annual basis.</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 investment objective of the Fund and the risk of distributing out of capital for the Fund.</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> <p><i>Note: At the Manager's discretion, the Fund may distribute from its gain, Income and capital.</i></p>																																										
Breakdown of Unit Holdings by Size	<p>For the financial year under review, the size of the Fund stood at 1,457,921,800 units.</p> <table border="1"> <thead> <tr> <th rowspan="2">Size of holding</th><th colspan="2">As at 31 December 2024</th><th colspan="2">As at 31 December 2023</th></tr> <tr> <th>No of units held</th><th>Number of unitholders</th><th>No of units held</th><th>Number of unitholders</th></tr> </thead> <tbody> <tr> <td>Less than 100</td><td>200</td><td>11</td><td>200</td><td>10</td></tr> <tr> <td>100-1,000</td><td>58,900</td><td>144</td><td>48,100</td><td>115</td></tr> <tr> <td>1,001-10,000</td><td>279,800</td><td>73</td><td>295,900</td><td>77</td></tr> <tr> <td>10,001-100,000</td><td>581,800</td><td>16</td><td>456,300</td><td>13</td></tr> <tr> <td>100,001 to less than 5% of issue units</td><td>56,593,230</td><td>11</td><td>38,213,430</td><td>12</td></tr> <tr> <td>5% and above of issue units</td><td>1,400,407,870</td><td>1</td><td>1,391,407,870</td><td>1</td></tr> </tbody> </table>				Size of holding	As at 31 December 2024		As at 31 December 2023		No of units held	Number of unitholders	No of units held	Number of unitholders	Less than 100	200	11	200	10	100-1,000	58,900	144	48,100	115	1,001-10,000	279,800	73	295,900	77	10,001-100,000	581,800	16	456,300	13	100,001 to less than 5% of issue units	56,593,230	11	38,213,430	12	5% and above of issue units	1,400,407,870	1	1,391,407,870	1
Size of holding	As at 31 December 2024		As at 31 December 2023																																								
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Fund Performance Data

Portfolio Composition	Details of portfolio composition of the Fund as at 31 December are as follows:					
		As at 31 December				
		2024 %	2023 %	2022 %	2021 %	2020 %
	Cagamas bonds	0.85	0.87	0.61	-	-
	Government Investment Issues	43.14	39.54	41.93	42.29	43.87
	Malaysian Government Securities	45.82	50.41	52.61	52.15	52.64
	Quasi-Government bonds	9.36	8.42	6.88	4.75	4.48
	Money market deposits and cash equivalents	0.83	0.76	-2.03	0.81	-0.99
	Total	100.00	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 years ended 31 December are as follows:					
		FYE 2024	FYE 2023	FYE 2022	FYE 2021	FYE 2020
	Net asset value (RM'000)	1,792,843	1,745,900	1,613,726	1,648,920	1,627,416
	Units in circulation ('000)	1,457,922	1,430,422	1,402,922	1,402,922	1,320,422
	Net asset value per unit (RM)	1.2297	1.2205	1.1503	1.1753	1.2325
	Highest net asset value per unit (RM)	1.2592	1.2205	1.1900	1.2359	1.2657
	Lowest net asset value per unit (RM)	1.2165	1.1524	1.1190	1.1577	1.1878
	Closing quoted price (RM/unit)	1.2230	1.2160	1.1520	1.1830	1.2340
	Highest quoted price (RM/unit)	1.2630	1.2230	1.1900	1.2350	1.3400
	Lowest quoted price (RM/unit)	1.1700	1.1500	1.1250	1.1600	1.1800
	Benchmark performance (%)	4.26	6.76	1.27	-1.46	7.29
	Total return (%) ⁽¹⁾	4.12	6.49	1.15	-1.62	7.32
	- Capital growth (%)	0.81	6.09	-2.13	-4.62	2.32
	- Income distribution (%)	3.31	0.40	3.28	3.00	5.00
	Gross distribution (sen per unit)	4.04	0.46	3.85	3.70	6.03
	Net distribution (sen per unit)	4.04	0.46	3.85	3.70	6.03
	Distribution yield (%) ⁽²⁾	3.30	0.38	3.35	3.13	4.89
	Total expense ratio (%) ⁽³⁾	0.15	0.15	0.15	0.15	0.15
	Portfolio turnover ratio (times) ⁽⁴⁾	0.12	0.12	0.12	0.11	0.14
	Note:					
	(1) Total return is the actual return of the Fund for the respective financial years computed based on the net asset value per unit and net of all fees.					

- (2) Distribution yield is calculated based on the total distribution for the respective financial years divided by the closing quoted price.
- (3) 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.
- (4) 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 December 2024)

	ABF Malaysia Bond Index Fund^(a) %	Benchmark^(b) %
One year	4.12	4.26
Three years	3.90	4.07
Five years	3.44	3.57
Ten years	4.15	4.37

Annual Total Return

Financial Years Ended (31 December)	ABF Malaysia Bond Index Fund^(a) %	Benchmark^(b) %
2024	4.12	4.26
2023	6.49	6.76
2022	1.15	1.27
2021	-1.62	-1.46
2020	7.32	7.29

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

(b) Markit iBoxx® ABF Malaysia Bond Index ("iBoxx Index")
(Available at www.aminvest.com)

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

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

Fund Performance

For the financial year under review, the Fund registered a return of 4.12% comprising of 0.81% capital growth and 3.31% income distribution.

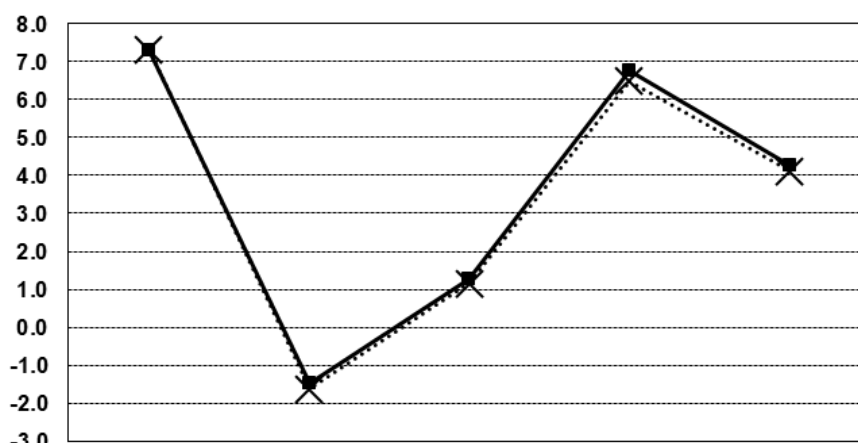
Thus, the Fund's return of 4.12% has underperformed the benchmark's return of 4.26% by 0.14%.

As compared with the financial year ended 31 December 2023, the net asset value ("NAV") per unit of the Fund increased by 0.75% from RM1.2205 to RM1.2297, while units in circulation increased by 1.92% from 1,430,421,800 units to 1,457,921,800 units.

The closing price quoted at Bursa Malaysia of the Fund increased by 0.58% from RM1.2160 to RM1.2230.

The following line chart shows the comparison between the annual performance of ABF Malaysia Bond Index and its benchmark for the financial years ended 31 December.

Total Return (%)



	2020	2021	2022	2023	2024
...x... Fund	7.32	-1.62	1.15	6.49	4.12
—■— Benchmark	7.29	-1.46	1.27	6.76	4.26

Financial Years Ended (31 December)

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

Has the Fund achieved its objective?

The Fund has reached its objective of being a passively managed fund against the given benchmark with returns corresponded closely to the performance of the benchmark index.

Strategies and Policies Employed

For the financial year under review, the Fund used a passive strategy whereby the Manager aims, by way of representative sampling, to achieve a return on the Fund Assets that closely tracks the returns of the benchmark index.

Portfolio Structure

The table below is the asset allocation of the Fund as at 31 December 2024 and 31 December 2023.

	As at 31.12.2024 %	As at 31.12.2023 %	Changes %
Cagamas bonds	0.85	0.87	-0.02
Government Investment Issues	43.14	39.54	3.60
Malaysian Government Securities	45.82	50.41	-4.59
Quasi-Government bonds	9.36	8.42	0.94
Money market deposits and cash equivalents	0.83	0.76	0.07
Total	100.00	100.00	

For the financial year under review, the Fund invested 88.96% of its NAV in Malaysian Government bonds, 9.36% in Quasi-Government bonds, 0.85% in Cagamas bonds and the remaining 0.83% 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 year under review.

Distribution/ unit splits	<p>During the financial year under review, the Fund declared income distribution, detailed as follows:</p> <table><tr><th>Date of distribution</th><th>Distribution per unit (RM sen)</th><th>NAV per unit Cum-Distribution (RM)</th><th>NAV per unit Ex-Distribution (RM)</th></tr><tr><td>16-Aug-24</td><td>4.04</td><td>1.2574</td><td>1.2170</td></tr></table> <p>There is no unit split declared for the financial year under review.</p>	Date of distribution	Distribution per unit (RM sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)	16-Aug-24	4.04	1.2574	1.2170
Date of distribution	Distribution per unit (RM sen)	NAV per unit Cum-Distribution (RM)	NAV per unit Ex-Distribution (RM)						
16-Aug-24	4.04	1.2574	1.2170						
State of Affairs	<p>There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the financial year under review.</p>								
Rebates and Soft Commission	<p>During the year, the management company did not receive soft commissions by virtue of transactions conducted for the Fund.</p>								
Market Review	<p>The Malaysian bond market experienced significant volatility in 2024, closing tracking global economic conditions and United States (US) Federal Reserve (Fed) policy shifts. Despite the volatility, the Malaysian bond market has ended the year with Malaysian Government Securities (MGS) yields rose 1-4bps on the belly of the curve while the ultra-long end 20Y-30Y MGS declined by 4-6bps over the year, except for 10Y MGS which rose 11bps.</p> <p>2024 started with a sell-off in January driven by profit taking and cautious move ahead of key US economic data. Market activities remained subdued in the first quarter as the US Fed pushed back against early rate cut expectations, coupled by the strong US jobs data and higher than expected US inflation prints, the local bond market saw some sell-down in MGS in the belly of the curve. Some buying interest returned to ringgit bonds as US rates began to show some signs of stabilization, however not fully reversing the sell-off in the earlier part of February 2024. A relief rally in March provided temporary support, given the absence of hawkish guidance from the Fed reversed some defensive bets in the United States Treasury (UST).</p> <p>In the second quarter, the market strengthened as weaker US job data and softer inflation fueled expectations of policy easing. Foreign inflows surged in July, driving MGS yields lower, but profit taking in August tempered gains despite UST continued to rally amid heighten expectation of imminent rate cut by US Fed at its upcoming meeting in September. When the US Fed announced a 50bps cut (first reduction since March 2020) in September, a broad rally occurred in global bonds. However, sentiment weakened again in October as uncertainties surrounding the US presidential election and prospect of a slower rate cut by the US Fed pushed yields higher. In terms of foreign flows, MGS and Government Investment Issue (GII) saw outflow of RM10.6 billion during the month as compared to RM0.3 billion net outflow in September.</p> <p>In November, the Malaysian bond market rallied, driven by bullish sentiment in the UST following the US presidential election. The Republican victory heightened inflation fears and dampened expectations of Fed rate cuts, leading to a sell-off in UST post-election. However, this was partially reversed later in the month. Locally, sentiment was further supported by the Bank Negara Malaysia's (BNM) announcement to cancel the 3-year GII. December ended on a softer note with profit-taking and bearish global bond backdrop, driven by the US Fed's more hawkish policy guidance and higher-than-expected inflation expectations and partly contributed by lack of liquidity in second half of December. This is despite positive news from BNM's announcement of a smaller-than-expected final government bond</p>								

	<p>auction for the year provided some support.</p> <p>Overall, Malaysian bond market demand remained supported given ample domestic liquidity. This led to tightening of credit spreads across the curve, with credit spreads of government guaranteed bonds narrowing to low to mid-single digit spread while AA3-rated corporate bonds narrowing by 2 to 18bps across the curve. The 2024 trading volume of the MGS and GII increased by 12.9% year-on-year to RM939.9 billion while corporate and quasi-sovereign bonds increased by 21.1% to RM178.9 billion.</p>
Market Outlook	The Malaysian bond market is expected to remain rangebound in the absence of significant catalysts, with Bank Negara Malaysia (BNM) maintaining the Overnight Policy Rate (OPR) at 3% throughout 2025.
Additional Information	<p>This Third Supplementary Prospectus has been issued to inform investors of:</p> <ul style="list-style-type: none"> i) the update to the corporate information of the Manager; ii) the updates to the distribution policy of the Fund; iii) the updates to the risk factors specific to the Fund; iv) the change in the composition of the board of directors of the Manager; v) the change in the composition of the investment committee of the Fund; and vi) other updates which are general in nature.

Kuala Lumpur, Malaysia
AmFunds Management Berhad

18 February 2025

Board of Directors of the Manager

The Board of Directors, of which more than one-third are independent members, exercise ultimate control over the operations of the Manager. For the financial year ended 31 December 2024 (1 January 2024 to 31 December 2024), there were five (5) Board of Directors' meetings held by the Manager.

Details of the Directors of the Manager as at 31 December 2024 are set out as below:

Name	:	Jeyaratnam A/L Tamotharam Pillai
Age	:	70 years old
Gender	:	Male
Nationality	:	Malaysian
Qualification	:	<ul style="list-style-type: none"> i) Fellow of the Institute of Chartered Accountants of England and Wales ii) Chartered Accountant Malaysian Institute of Accountants
Executive/Non-Executive Director	:	Non-Executive Chairman
Independent/Non-Independent Director	:	Independent Director
Working Experience	:	<ul style="list-style-type: none"> i) July 1978 - July 1983 F.W.Smith, Riches & Co. Chartered Accountants, London Audit Junior/Senior ii) May 1984 - August 1993 Aseambankers Malaysia Berhad Senior Manager, Corporate Finance iii) September 1993 - December 1997 Amanah Merchant Bank Berhad Senior General Manager, Corporate Finance iv) January 1998 - May 1998 Amanah Merchant Bank Berhad Chief General Manager v) June 1998 – April 2001 Amanah Merchant Bank Berhad Chief Executive vi) April 2001 - June 2003 Alliance Merchant Bank Berhad Chief Executive Director vii) August 2003 - September 2006 Maybank Investment Bank Berhad (Formerly known as Aseam Bankers) Deputy Chief Executive Officer viii) October 2006 - January 2007 ECM Libra Avenue Berhad Deputy Chief Executive Officer

	ix) January 2007 - December 2009 ECM Investment Bank Berhad Chief Executive Officer x) January 2010 - January 2011 KAF Investment Bank Berhad Head of Investment Banking xi) January 2011 - January 2014 MIDF Amanah Investment Bank Berhad Head of Investment Banking xii) February 2014 - March 2015 Kuwait Finance House (Malaysia) Berhad Chief Investment Banking Officer xiii) April 2015 - April 2018 MIDF Amanah Investment Bank Berhad Senior Banker
Occupation	: Director
Date of appointment	: 1 April 2019
Member of any other Board Committee	: None
Date of appointment to the Investment Committee	: Not a member of Investment Committee
Number of Investment Committee meetings attended for the financial year ended 31 December 2024	: Not applicable
Directorship of other public companies	: AmlInvestment Bank Berhad
Family relationship with any director	: None
Conflict of interest with the Fund	: None
List of convictions for offences within the past 5 years (if any)	: None
Number of Board meeting attended for the financial year ended 31 December 2024	: Six (6) out of six (6) meetings
Name	: Ng Chih Kaye
Age	: 69 years old
Gender	: Male
Nationality	: Malaysian
Qualification	: i) Financial Accreditation (Panel Member) Financial Accreditation Agency ii) Chartered Accountant (Member) Malaysian Institute of Accountants iii) Certified Accountant (Fellow) Association of Chartered Certified Accountants, United Kingdom

	iv)	Member Insolvency Committees of the Malaysian Institute of Certified Public Accountants
Executive/Non-Executive Director	:	Non-Executive Director
Independent/Non-Independent Director	:	Independent Director
Working Experience	:	i) January 1978 - January 1983 Blinkhorn Lyon Golding Audit Senior ii) March 1983 - December 1984 KPMG Audit Senior iii) January 1985 - July 1988 Malayan Banking Berhad Senior Officer/ Internal Audit iv) August 1988 – October 2010 Malayan Banking Berhad Executive Vice President
Occupation	:	Director
Date of appointment	:	1 July 2021
Member of any other Board Committee	:	Audit and Risk Management Committee
Date of appointment to the Investment Committee	:	Not a member of Investment Committee
Number of Investment Committee meeting attended for the financial year ended 31 December 2024	:	Not applicable
Directorship of other public companies	:	AmBank (M) Berhad
Family relationship with any director	:	None
Conflict of interest with the Fund	:	None
List of convictions for offences within the past 5 years (if any)	:	None
Number of Board meeting attended for the financial year ended 31 December 2024	:	Five (5) out of six (6) meetings
Name	:	Jas Bir Kaur A/P Lol Singh
Age	:	67 years old
Gender	:	Female
Nationality	:	Malaysian
Qualification	:	i) Certified Mediator Malaysian Mediation Centre ii) Certified Business and Executive Coach Malaysian Association of Corporate Coach iii) Panel of Mediators Securities Industry Dispute Resolution Centre

Executive/Non-Executive Director	:	Non-Executive Director
Independent/Non-Independent Director	:	Independent Director
Working Experience	:	<ul style="list-style-type: none"> i) April 1980 - August 1986 Bank Negara Malaysia Senior Administrative Officer ii) August 1986 - March 1993 Bank Negara Malaysia Assistant Manager (under Bank Negara structure) Capital Issues Committee under Treasury (Ministry of Finance) secondment by Bank Negara Malaysia iii) April 1993 - August 2018 Securities Commission Malaysia Deputy Director iv) June 2019 - December 2019 Value Partners Hong Kong Senior Director
Occupation	:	Director
Date of appointment	:	1 July 2021
Member of any other Board Committee	:	Audit and Risk Management Committee
Date of appointment to the Investment Committee	:	Not a member of Investment Committee
Number of Investment Committee meeting attended for the financial year ended 31 December 2024	:	Not applicable
Directorship of other public companies	:	<ul style="list-style-type: none"> 1. Federation of Investment Managers Malaysia 2. Pimpinan Ehsan Berhad
Family relationship with any director	:	None
Conflict of interest with the Fund	:	None
List of convictions for offences within the past 5 years (if any)	:	None
Number of Board meeting attended for the financial year ended 31 December 2024	:	Six (6) out of six (6) meetings

Name	:	Arnold Lim Boon Lay
Age	:	68 years old
Gender	:	Male
Nationality	:	Malaysian
Qualification	:	<ul style="list-style-type: none"> i) Chartered Financial Analyst Chartered Financial Analyst (CFA)
Executive/Non-Executive Director	:	Non-Executive Director
Independent/Non-Independent Director	:	Independent Director
Working Experience	:	<ul style="list-style-type: none"> i) September 1979 - August 1981 Kelga Sdn Bhd (now Ansell Kedah Sdn Bhd)

Production Superintendent

- ii) June 1983 - January 1985
Citibank N.A., Kuala Lumpur
Consumer Services Group
Assistant Manager
 - iii) February 1985 - March 1987
Citibank N.A., Kuala Lumpur
Public Sector Group
Manager
 - iv) April 1987- March 1988
Citibank N.A., Kuala Lumpur
World Corporate Group
Assistant Vice-President
 - v) April 1988 - December 1988
Citibank N.A., Kuala Lumpur
Corporate Finance
Assistant Vice-President
 - vi) January 1989 - March 1994
Pica (M) Corporation Sdn Bhd
Senior Investment Manager
 - vii) April 1994 - December 1994
Asia Unit Trusts Berhad (AUTB) & Singapore Unit
Trusts Limited (SUTL)
General Manager (also a Member of the Investment
Committee of AUTB)
 - viii) January 1995 - June 1999
HLG Asset Management Sdn Bhd
General Manager
 - ix) January 2000 - June 2000
Hwang DBS Securities Berhad, Shah Alam
Paid Dealer's Representative
 - x) August 2000 - September 2001
ING Barings (Malaysia) Sdn Bhd, Kuala Lumpur
Head of Research/Country Strategist
 - xi) November 2001 - August 2002
Merican & Partners Asset Management Sdn Bhd
(Formerly known as Lotus Asset Management Sdn
Bhd)
Chief Investment Officer
 - xii) October 2002 - February 2004
Pacific Mutual Fund Berhad
Chief Investment Officer
 - xiii) March 2004 - April 2007
SBB Asset Management Sdn Bhd
Chief Investment Officer
-

	<p>xiv) May 2007 - August 2014 CIMB-Principal Asset Management Head of Retail Equities</p> <p>xv) September 2014 - August 2016 CIMB-Principal Asset Management Chief Investment Officer - Malaysia</p>
Occupation	: Director
Date of appointment	: 15 December 2023
Member of any other Board Committee	: Investment Committee
Date of appointment to the Investment Committee	: 15 December 2023
Number of Investment Committee meeting attended for the financial year ended 31 December 2024	: Five (5) out of five (5) meetings
Directorship of other public companies	: None
Family relationship with any director	: None
Conflict of interest with the Fund	: None
List of convictions for offences within the past 5 years (if any)	: None
Number of Board meeting attended for the financial year ended 31 December 2024	: Six (6) out of six (6) meetings
Name	: Goh Wee Peng
Age	: 50 years old
Gender	: Female
Nationality	: Malaysian
Qualification	<p>i) Bachelor of Business (Economics and Finance) RMIT University, Australia</p> <p>ii) Persatuan Forex License Institute Bank-Bank Malaysia</p> <p>iii) Dealer's Representative License (issued by Securities Commission)</p> <p>iv) Capital Markets Services Representative's License Holder</p> <p>v) Member Federation of Investment Managers Malaysia</p> <p>vi) Member Malaysian Association of Asset Managers</p>
Executive/Non-Executive Director	: Executive Director
Independent/Non-Independent Director	: Non-Independent Director

Working Experience	: <ul style="list-style-type: none"> i) April 1997 - July 1999 Fulton Prebon (M) Sdn Bhd Money Market Broker ii) August 1999 - June 2000 HLG Securities Sdn Bhd Institutional Dealer iii) July 2000 - May 2001 HLG Asset Management Research Executive iv) May 2001 - May 2002 HLG Asset Management Investment Analyst v) June 2002 - August 2002 Southern Bank Berhad Fixed Income Dealer vi) September 2002 - March 2004 AmInvestment Management Sdn Bhd Credit Analyst vii) April 2004 - March 2005 AmInvestment Management Sdn Bhd Assistant Fund Manager viii) April 2005 - March 2006 AmInvestment Management Sdn Bhd Fund Manager ix) April 2006 - March 2009 AmInvestment Management Sdn Bhd Head of Fixed Income x) April 2009 - March 2010 AmInvestment Management Sdn Bhd Head of Fixed Income & Acting Chief Investment Officer of Fixed Income xi) April 2010 - June 2016 AmInvestment Management Sdn Bhd/ AmFunds Management Berhad Chief Investment Officer of Fixed Income xii) July 2016 - May 2017 AmFunds Management Berhad Deputy Chief Executive Officer xiii) June 2017 - August 2018 AmFunds Management Berhad Acting Chief Executive Officer xiv) August 2018 - Present AmFunds Management Berhad Chief Executive Officer
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Occupation	: Chief Executive Officer
Date of appointment	: 1 June 2017
Member of any other Board Committee	: None
Date of appointment to the Investment Committee	: 31 October 2017
Number of Investment Committee meeting attended for the financial year ended 31 December 2024	: Five (5) out of five (5) meetings
Directorship of other public companies	: None
Family relationship with any director	: None
Conflict of interest with the Fund	: None
List of convictions for offences within the past 5 years (if any)	: None
Number of Board meeting attended for the financial year ended 31 December 2024	: Six (6) out of six (6) meetings

Investment Committee

The Investment Committee, of which more than one-third are independent members, exercise ultimate select appropriate strategies and efficiently implemented to achieve the proper performance, actively monitor, measure and evaluate the fund management performance of the Manager. For the financial year end 31 December 2024 (1 January 2024 to 31 December 2024), there were five (5) Investment Committee Meetings held by the Manager. The members of the Investment Committee are as follows:

- Arnold Lim Boon Lay (profile as mentioned above)
- Tracy Chen Wee Keng (profile as mentioned below)
- Goh Wee Peng (profile as mentioned above)

Name	: Tracy Chen Wee Keng
Age	: 58 years old
Gender	: Female
Nationality	: Malaysian
Qualification	: i) University Sains Malaysia Bachelor of Management (First Class Honours) ii) Capital Market Services Representative License (CMRSL)
Independent/Non-Independent Member	: Independent Member
Working Experience	: i) 01 May 1989 – 30 April 1990 Ban Hin Lee Bank Berhad Officer, Prai Branch ii) 01 May 1990 – 30 June 1993 Standard Chartered Bank (M) Berhad Credit Analyst, Corporate Services iii) 01 July 1993 – 31 December 1994 Perwira Affin Merchant Bank Berhad Manager / Senior Officer, Banking

	<ul style="list-style-type: none"> iv) 01 January 1995 – 03 September 1999 Perwira Affin Merchant Bank Berhad Deputy General Manager, Banking v) 01 October 1999 – 31 March 2001 Perwira Affin Merchant Bank Berhad Senior General Manager, Debt Capital Market vi) 01 April 2001 – 31 December 2001 CIMB Investment Bank Berhad Associate Director, Debt Capital Market vii) 01 January 2002 – 31 December 2007 CIMB Investment Bank Berhad Director, Investment Banking (IBK) viii) 01 January 2008 – 31 March 2014 CIMB Investment Bank Berhad Managing Director, Customer Client Solutions (CCS), Investment Banking ix) 01 April 2014 – 31 March 2015 CIMB Investment Bank Berhad Senior Managing Director / Regional Sector Head, Customer Client Solutions x) 01 April 2015 – 31 March 2016 CIMB Investment Bank Berhad Head of Investment Banking Malaysia xi) 01 April 2016 – 31 December 2019 CIMB Investment Bank Berhad Senior Managing Director and Co-Head, Sr Bankers Group xii) 04 May 2020 – 30 June 2020 AmInvestment Bank Berhad Deputy Chief Executive Officer & Head of Capital Advisory xiii) 01 July 2020 – 27 October 2020 AmInvestment Bank Berhad Acting Chief Executive Officer xiv) 28 October 2020 – Present AmInvestment Bank Berhad Chief Executive Officer
Occupation	: Chief Executive Officer
Member of any other Board Committee	: None
Date of appointment to the Investment Committee	: 30 June 2023
Number of Investment Committee meeting attended for the financial year ended 31 December 2024	: Five (5) out of five (5) meetings

Directorship of other public companies	: None
Family relationship with any director	: None
Conflict of interest with the Fund	: None
List of convictions for offences within the past 5 years (if any)	: None

Material Litigation

For the financial year under review, neither the Directors of the management company nor the Manager of the Fund were engaged in any material litigation and arbitration, including those pending or threatened, and any facts likely to give any proceedings, which might materially affect the business/financial position of the Manager and of its delegates. The Fund has also not engaged in any material litigation and arbitration, including those pending or threatened, and any facts likely to give any proceedings, which might materially affect the Fund.

Manager

Previously, we have appointed AmInvestment Management Sdn Bhd (“AIM”) to implement the Fund’s investment strategy on behalf of us to achieve the objectives of the Fund. However, following the consolidation of business activities of AmFunds Management Berhad (formerly known as AmInvestment Services Berhad) (“AFM”) and AIM on 1 December 2014, AFM has acquired/assume the obligations, undertaking, commitments and contingencies of AIM. Effective 1 December 2014, AFM is a licensed fund manager approved by the Securities Commission Malaysia and manages the Fund.

Investment Committee

The Investment Committee reviews the Fund’s investment objective and guidelines; and to ensure that the Fund is invested appropriately. For the financial year ended 31 December 2024, there were five (5) Investment Committee Meetings held by the Manager.

Unitholders

List of the unit holders having the largest number of units:

NO	NAME	Number of Unit Held	Unit Held (%)
1	HSBC BANK MALAYSIA BERHAD	1,400,407,870	96.05507
2	AMINVESTMENT BANK BERHAD	51,410,100	3.52626
3	AMINVESTMENT BANK BERHAD	2,137,130	0.14659
4	PHILLIP CAPITAL SDN BHD	542,900	0.03724
5	CGS INTERNATIONAL SECURITIES MALAYSIA SDN BHD	533,400	0.03659
6	CGS INTERNATIONAL SECURITIES MALAYSIA SDN BHD	524,300	0.03596
7	CITIBANK BERHAD	400,000	0.02744
8	AFFIN HWANG INVESTMENT BANK BERHAD	380,600	0.02611
9	MAYBANK INVESTMENT BANK BERHAD	200,000	0.01372
10	KENANGA INVESTMENT BANK BERHAD	163,000	0.01118
11	HSBC BANK MALAYSIA BERHAD	161,800	0.01110
12	CITIBANK BERHAD	140,000	0.00960
13	MAYBANK INVESTMENT BANK BERHAD	79,700	0.00547
14	PHILLIP CAPITAL SDN BHD	57,300	0.00393
15	AFFIN HWANG INVESTMENT BANK BERHAD	50,000	0.00343
16	HONG LEONG INVESTMENT BANK BERHAD	50,000	0.00343
17	MAYBANK INVESTMENT BANK BERHAD	46,000	0.00316
18	HONG LEONG INVESTMENT BANK BERHAD	40,600	0.00278
19	MAYBANK INVESTMENT BANK BERHAD	38,700	0.00265
20	CGS INTERNATIONAL SECURITIES MALAYSIA SDN BHD	35,000	0.00240
21	AFFIN HWANG INVESTMENT BANK BERHAD	35,000	0.00240
22	KENANGA INVESTMENT BANK BERHAD	33,100	0.00227
23	IFAST CAPITAL SDN BHD	26,600	0.00182
24	AMINVESTMENT BANK BERHAD	26,200	0.00180
25	IFAST CAPITAL SDN BHD	21,000	0.00144
26	KENANGA INVESTMENT BANK BERHAD	20,000	0.00137
27	PHILLIP CAPITAL SDN BHD	11,600	0.00080
28	KENANGA INVESTMENT BANK BERHAD	11,000	0.00075
29	CGS INTERNATIONAL SECURITIES MALAYSIA SDN BHD	10,000	0.00069
30	KENANGA INVESTMENT BANK BERHAD	10,000	0.00069

Directors' Training

The Board has undertaken an assessment of the training needs of each director, with the assistance from Company Secretary and Group Learning and Development units.

Name of Directors	List of Training/Conference/Seminar/Workshop attended	Date
Jeyaratnam A/L Tamotharam Pillai	Anti Money Laundering Awareness Session	22 February 2024
	Mandatory Accreditation Program (MAP) Part II	06-07 March 2024
	Asian Economy Impact - Climate Change Risk	31 May 2024
	BNM Sasana Symposium 2024	12 June 2024
	Refresher on Basel FIRB (Foundation Internal Ratings Based	08 August 2024
	Briefing on E-Invoicing	24 September 2024
	Anti Bribery & Corruption Training	13 November 2024
	Cyber Security Awareness Program	28 November 2024
Ng Chih Kaye	Mandatory Accreditation Program (MAP) Part II	05-06 February 2024
	Capital Gains Tax on Foreign and Domestic Transactions	21 February 2024
	Anti Money Laundering Awareness Session	22 February 2024
	Board Technology Day	29 February 2024
	The AI Effect on Accountants	30 April 2024
	Leadership In a Changed World	09 May 2024
	Being Sued as a INED - A Personal Journey	10 May 2024
	Asian Economy Impact - Climate Change Risk	31 May 2024
	Data Innovation to Drive Financial Inclusion - Pushing New Frontiers	21 June 2024
	Refresher on Basel FIRB (Foundation Internal Ratings Based	08 August 2024
	The Digital Renaissance: Navigating Change & Staying Ahead	27 August 2024
	Leading The Way: Developing Credible Transition Plans for Financial Institutions	10 October 2024
	Cyber Security Awareness Program	16 October 2024
	Anti Bribery & Corruption Training	12 November 2024
Jas Bir Kaur A/P Lol Singh	Anti Money Laundering Awareness Session	22 February 2024
	Mandatory Accreditation Program (MAP) Part II	26-27 February 2024
	Fide Forum – CGM Masterclass: What Directors Must Know: Recent Developments in Climate Science	15 May 2024
	Global Forum on Islamic Economics and Finance (GFIEF)	28 May 2024
	Asian Economy Impact - Climate Change Risk	31 May 2024
	Sustainability Reporting Masterclass	21 June 2024
	SSM Annual Conference	27 August 2024
	FIMM Annual Conference	12 September 2024
	Cyber Security Awareness Program	16 October 2024
	Anti Bribery & Corruption Training	12 November 2024

Name of Directors	List of Training/Conference/Seminar/Workshop attended	Date
Arnold Lim Boon Lay	Board of Directors Induction AmFunds Management Berhad	15 January 2024
	Anti Money Laundering Awareness Session	07 March 2024
	Mandatory Accreditation Program (MAP)	26-27 March 2024
	CMDP - Module 1: Directors as Gatekeepers of Market Participants	13 May 2024
	CMDP - Module 2a: Business Challenges and Regulatory Expectations	14 May 2024
	CMDP - Module 2b: Business Challenges & Regulatory Expectations (Fund Management)	15 May 2024
	CMDP - Module 3: Risk Oversight & Compliance	16 May 2024
	CMDP - Module 4: Current & Emerging Regulatory Issues in Capital Markets	17 May 2024
	Mandatory Accreditation Program (MAP) Part II	20-21 May 2024
	Asian Economy Impact - Climate Change Risk	31 May 2024
	Cyber Security Awareness Program	16 October 2024
Goh Wee Peng	Anti Money Laundering Awareness Session	07 March 2024
	Key Insights of Hajah and Darurah Principles and Applications	15 March 2024
	Asian Economy Impact - Climate Change Risk	31 May 2024
	Mandatory Accreditation Program (MAP) Part II	12-13 June 2024
	Directors' Remuneration Report Launch	11 November 2024
	Cyber Security Awareness Program	28 November 2024

Independent auditors' report to the unit holders of ABF Malaysia Bond Index Fund

Report on the audit of the financial statements

Opinion

We have audited the financial statements of ABF Malaysia Bond Index Fund (the "Fund"), which comprise the statement of financial position as at 31 December 2024, and statement of comprehensive income, statement of changes in equity and statement of cash flows of the Fund for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 34 to 67.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 December 2024, and of its financial performance and cash flows for the financial year then ended in accordance with MFRS Accounting Standards and IFRS Accounting Standards.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the financial statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence and other ethical responsibilities

We are independent of the Fund in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Fund for the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For the matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the *Auditors' responsibilities for the audit of the financial statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Independent auditors' report to the unit holders of ABF Malaysia Bond Index Fund (cont'd.)

Valuation and existence of investments

The risk: The Fund's business to invest in a portfolio consisting of mainly Ringgit Malaysia denominated government and quasi-government debt securities for investors who seek an index-based approach to investing. Accordingly, the investment portfolio of mainly Government and quasi-Government debt securities is a significant material item in the financial statements. The valuation of the assets held in the investment portfolio is the key driver of the Fund's net asset value and investment return. Incorrect asset pricing or a failure to maintain proper legal title of assets by the Fund could have a significant impact on portfolio valuation and, therefore, the return generated for unit holders. We therefore identified the valuation and existence of the investment portfolio as risks that require particular audit attention.

Our response: Our audit work included, but was not restricted to, understanding the Manager's process and controls for the valuation of investments in order to assess compliance with relevant financial reporting standards, performing walkthrough procedures and testing the operating effectiveness of relevant controls on a sample basis. We agreed the valuation of all investments as at the year-end to an independent source of market prices. We obtained confirmation of the existence and ownership of the investments as at the year-end directly from the Fund's independent Trustee. The Fund's accounting policy on the valuation of investments is included in Note 3 to the financial statements, and its disclosures about investments held at the year-end are included in Note 4 to the financial statements.

Information other than the financial statements and auditors' report thereon

The Manager of the Fund (the "Manager") is responsible for the other information. The other information comprises the information included in the annual report of the Fund, but does not include the financial statements of the Fund and our auditors' report thereon.

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Fund, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Fund or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report the fact. We have nothing to report in this regard.

Responsibilities of the Manager and the Trustee for the financial statements

The Manager is responsible for the preparation of the financial statements of the Fund that give a true and fair view in accordance with MFRS Accounting Standards and IFRS Accounting Standards. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

Independent auditors' report to the unit holders of ABF Malaysia Bond Index Fund (cont'd.)

Responsibilities of the Manager and the Trustees for the financial statements (cont'd.)

In preparing the financial statements of the Fund, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or to cease operations, or has no realistic alternative to do so.

The Trustee is responsible for overseeing the Fund's financial reporting process. The Trustee is also responsible for ensuring that the Manager maintains proper accounting and other records as are necessary to enable true and fair presentation of these financial statements.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Fund as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

**Independent auditors' report to the unit holders of
ABF Malaysia Bond Index Fund (cont'd.)**

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

- Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Manager with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Manager, we determine those matters that were of most significance in the audit of the financial statements of the Fund for the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other matters

This report is made solely to the unit holders of the Fund, as a body, in accordance with the Guidelines on Exchange Traded Funds issued by the Securities Commission Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

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

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

Kuala Lumpur, Malaysia
18 February 2025

ABF Malaysia Bond Index Fund

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	Note	2024 RM	2023 RM
ASSETS			
Investments	4	1,777,943,425	1,732,568,973
Deposit with licensed financial institution	5	15,308,321	13,113,287
Interest receivable		-	634,800
Cash at banks		11,489	12,126
TOTAL ASSETS		<u>1,793,263,235</u>	<u>1,746,329,186</u>
LIABILITIES			
Amount due to Manager	6	166,386	157,262
Amount due to Trustee	7	60,691	59,118
Amount due to Index provider	8	128,650	147,456
Sundry payables and accruals		64,877	65,110
TOTAL LIABILITIES		<u>420,604</u>	<u>428,946</u>
NET ASSET VALUE ("NAV") OF THE FUND		<u>1,792,842,631</u>	<u>1,745,900,240</u>
EQUITY			
Unit holders' capital	10(a)	1,565,350,353	1,531,772,853
Retained earnings	10(b)(c)	<u>227,492,278</u>	<u>214,127,387</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	<u>1,792,842,631</u>	<u>1,745,900,240</u>
UNITS IN CIRCULATION	10(a)	<u>1,457,921,800</u>	<u>1,430,421,800</u>
NAV PER UNIT (RM)		<u>1.2297</u>	<u>1.2205</u>

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

ABF Malaysia Bond Index Fund

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	Note	2024 RM	2023 RM
INVESTMENT INCOME			
Interest income		68,976,214	66,732,822
Net gains from investments:			
– Financial assets at fair value through profit or loss (“FVTPL”)	9	<u>4,880,075</u>	<u>42,810,537</u>
		<u>73,856,289</u>	<u>109,543,359</u>
EXPENDITURE			
Manager’s fee	6	(1,771,834)	(1,708,438)
Trustee’s fee	7	(708,733)	(683,376)
Licence fee	8	(169,638)	(170,102)
Audit fee		(12,000)	(12,000)
Tax agent’s fee		(4,100)	(4,100)
Other expenses		<u>(36,052)</u>	<u>(31,671)</u>
		<u>(2,702,357)</u>	<u>(2,609,687)</u>
Net income before taxation		71,153,932	106,933,672
Taxation	12	<u>-</u>	<u>-</u>
Net income after taxation, representing total comprehensive income for the financial year		<u>71,153,932</u>	<u>106,933,672</u>
Total comprehensive income comprises the following:			
Realised income		68,331,781	64,312,783
Unrealised gains		<u>2,822,151</u>	<u>42,620,889</u>
		<u>71,153,932</u>	<u>106,933,672</u>
Distribution for the financial year			
Net distribution	13	<u>57,789,041</u>	<u>6,579,940</u>
Gross distribution per unit (sen)	13	<u>4.04</u>	<u>0.46</u>
Net distribution per unit (sen)	13	<u>4.04</u>	<u>0.46</u>

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

ABF Malaysia Bond Index Fund

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

	Note	Unit holders' capital RM	Retained earnings RM	Total equity RM
At 1 January 2024		1,531,772,853	214,127,387	1,745,900,240
Total comprehensive income for the financial year		-	71,153,932	71,153,932
Creation of units	10(a)	33,577,500	-	33,577,500
Distribution	13	-	(57,789,041)	(57,789,041)
Balance at 31 December 2024		<u>1,565,350,353</u>	<u>227,492,278</u>	<u>1,792,842,631</u>
At 1 January 2023		1,499,952,603	113,773,655	1,613,726,258
Total comprehensive income for the financial year		-	106,933,672	106,933,672
Creation of units	10(a)	31,820,250	-	31,820,250
Distribution	13	-	(6,579,940)	(6,579,940)
Balance at 31 December 2023		<u>1,531,772,853</u>	<u>214,127,387</u>	<u>1,745,900,240</u>

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

ABF Malaysia Bond Index Fund**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

	Note	2024 RM	2023 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES			
Proceeds from sale of investments		181,158,811	187,900,000
Purchases of investments		(223,880,900)	(233,538,993)
Interest received		71,838,726	68,506,743
Manager's fee paid		(1,762,710)	(1,709,510)
Trustee's fee paid		(707,160)	(678,564)
Licence fee paid		(188,444)	(141,348)
Tax agent's fee paid		(4,100)	(4,100)
Payments for other expenses		(48,285)	(46,759)
Net cash generated from operating and investing activities		<u>26,405,938</u>	<u>20,287,469</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		33,577,500	31,820,250
Distributions paid		(57,789,041)	(60,592,429)
Net cash used in financing activities		<u>(24,211,541)</u>	<u>(28,772,179)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		2,194,397	(8,484,710)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR		<u>13,125,413</u>	<u>21,610,123</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR		<u>15,319,810</u>	<u>13,125,413</u>
Cash and cash equivalents comprise:			
Deposit with licensed financial institution	5	15,308,321	13,113,287
Cash at banks		11,489	12,126
		<u>15,319,810</u>	<u>13,125,413</u>

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

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

1. GENERAL INFORMATION

ABF Malaysia Bond Index Fund (the “Fund”) was established pursuant to a Deed dated 12 July 2005 as amended by Deeds supplemental thereto (the “Deeds”), between AmFunds Management Berhad as the Manager, HSBC (Malaysia) Trustee Berhad as the Trustee and all unit holders.

The Fund was set up with the objective for investors who seek an “index-based” approach to investing in a portfolio of Ringgit Malaysia denominated government and quasi-government debt securities. As provided in the Deeds, the financial year shall end on 31 December and the units in the Fund were first offered for sale on 13 July 2005.

Pursuant to the Replacement Prospectus dated 6 August 2021, the Fund has changed its investment objective to achieve a total return for the Fund Assets that closely tracks the total return of the Benchmark, Markit iBoxx® ABF Malaysia Bond Index.

The financial statements were authorised for issue by the Manager on 18 February 2025.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

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

Standards effective during the financial year

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

Description	Effective for financial periods beginning on or after
Amendments to MFRS 16 <i>Leases: Lease Liability in a Sale and Leaseback*</i>	1 January 2024
Amendments to MFRS 101 <i>Presentation of Financial Statements: Non-Current Liabilities with Covenants</i>	1 January 2024
Amendments to MFRS 107 <i>Statement of Cash Flows</i> and MFRS 7 <i>Financial Instruments: Disclosures: Supplier Finance Arrangements</i>	1 January 2024

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

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

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.

Description	Effective for financial periods beginning on or after
Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures: Amendments to the Classifications and Measurement of Financial Instruments</i>	1 January 2026
Amendments that are part of Annual Improvements - Volume 11: Amendments to MFRS 1 <i>First-time Adoption of Malaysian Financial Reporting Standards</i>	1 January 2026
Amendments to MFRS 7 <i>Financial Instruments: Disclosures</i>	
Amendments to MFRS 9 <i>Financial Instruments</i>	
Amendments to MFRS 10 <i>Consolidated Financial Statements</i> *	
Amendments to MFRS 107 <i>Statement of Cash Flows</i>	
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i> *	1 January 2027
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> *	Deferred

* These MFRS and Amendments to MFRSs are not relevant to the Fund.

3. SUMMARY OF ACCOUNTING POLICIES

3.1 Income recognition

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

(i) Interest income

For all interest-bearing financial assets, interest income is calculated using the effective interest method. Effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. The calculation takes into account all contractual terms of the financial instrument and includes any fees or incremental costs that are directly attributable to the instrument and are an integral part of the effective interest rate, but not future credit losses.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.1 Income recognition (cont'd.)

(i) Interest income (cont'd.)

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

(ii) Gain or loss on disposal of investments

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

3.2 Income tax

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

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

3.3 Functional and presentation currency

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

3.4 Statement of cash flows

The Fund adopts the direct method in the preparation of the statement of cash flows.

Cash and cash equivalents are short-term, highly liquid investments that are readily convertible to cash with insignificant risk of changes in value.

3.5 Distribution

Distribution is at the discretion of the Manager. A distribution to the Fund's unit holders is accounted for as a deduction from retained earnings and realised income. Realised income is the income earned from 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.6 Unit holders' capital

The unit holders' capital of the Fund meets the definition of puttable instruments and is classified as equity instruments as it meets all criteria for such classification under MFRS 132 *Financial Instruments: Presentation* ("MFRS 132").

(i) In-Kind Creation

In order for the new units to be created, Participating Dealer (PD) will apply to the Manager for the issue of units on a Dealing Day by generally tendering the In-Kind Creation basket which comprise Creation Securities and the Cash Component (if any).

(ii) In-Kind Redemption

Following receipt of Redemption Application from a holder through a PD on each Dealing Day, the Manager may determine the In-Kind Redemption Basket which comprise Redemption Securities and payment in cash of the Cash Component (if any) in exchange for redemption of units.

3.7 Financial instruments – initial recognition and measurement

(i) Initial recognition

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

(ii) Initial measurement

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

(iii) "Day 1" profit or loss

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.8 Financial assets

Classification and measurement

The classification of financial assets depends on the Fund's business model of managing the financial assets in order to generate cash flows ("business model test") and the contractual cash flow characteristics of the financial instruments ("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.

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

Financial assets at amortised cost

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.8 Financial assets (cont'd.)

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

Financial assets at FVOCI

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

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

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".

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

3.9 Financial liabilities – classification and subsequent measurement

Financial liabilities issued by the Fund are classified as financial liabilities at amortised cost, where the substance of the contractual arrangement results in the Fund having an obligation either to deliver cash or another financial asset to the holders. After initial measurement, financial liabilities are subsequently measured at amortised cost using the effective 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.10 Derecognition of financial instruments

(i) Derecognition of financial asset

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised when:

- the rights to receive cash flows from the asset have expired, or
- the Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a “pass-through” arrangement; and either:
 - the Fund has transferred substantially all the risks and rewards of the asset, or
 - the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

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

(ii) Derecognition of financial liability

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

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

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

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

3.12 Determination of fair value

Investments are stated at fair value on a portfolio basis in accordance with the provisions of the Deed. Fair value is determined based on prices provided by the Index provider, Markit Indices Limited, 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 the adjusted cost and fair value is treated as unrealised gain or loss and is recognised in profit or loss. Unrealised gain or loss recognised in profit or loss is not distributable in nature.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

3. SUMMARY OF ACCOUNTING POLICIES (CONT'D.)

3.13 Classification of realised and unrealised gains and losses

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period's unrealised gains and losses for financial instruments which were realised (i.e. sold, redeemed or matured) during the reporting period.

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

3.14 Significant accounting estimates and judgments

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

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

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

4. INVESTMENTS

	2024	2023
	RM	RM
Financial assets at FVTPL		
At nominal value:		
Cagamas bonds	15,000,000	15,000,000
Quasi-Government bonds	155,000,000	135,000,000
Malaysian Government Securities	796,500,000	855,180,000
Government Investment Issues	740,160,000	661,160,000
	<u>1,706,660,000</u>	<u>1,666,340,000</u>
At fair value:		
Cagamas bonds	15,300,454	15,223,761
Quasi-Government bonds	167,830,130	146,945,440
Malaysian Government Securities	821,357,973	880,023,548
Government Investment Issues	773,454,868	690,376,224
	<u>1,777,943,425</u>	<u>1,732,568,973</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

4. INVESTMENTS

Details of investments as at 31 December 2024 are as follows:

Maturity date	Issuer	Credit rating	Nominal value	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Cagamas bonds						
31.01.2025	Cagamas Berhad	AAA	5,000,000	5,069,177	5,067,108	0.28
04.11.2027	Cagamas Berhad	AAA	5,000,000	5,141,988	5,125,310	0.29
29.08.2028	Cagamas Berhad	AAA	5,000,000	5,089,289	5,094,494	0.28
Total Cagamas bonds			15,000,000	15,300,454	15,286,912	0.85
Quasi-Government bonds						
13.02.2026	Danum Capital Berhad	AAA	5,000,000	5,114,514	5,088,413	0.29
27.08.2026	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,159,046	5,117,396	0.29
22.02.2027	GovCo Holdings Berhad	NR**	5,000,000	5,172,708	5,099,237	0.29
30.07.2027	PR1MA Corporation Malaysia	NR**	5,000,000	4,920,682	4,912,720	0.27
25.01.2028	Danga Capital Berhad	AAA	5,000,000	4,940,935	4,953,238	0.28
20.10.2028	Prasarana Malaysia Berhad	NR**	5,000,000	4,853,453	4,869,443	0.27
28.09.2029	Prasarana Malaysia Berhad	NR**	5,000,000	5,334,487	5,144,396	0.30
19.10.2029	DanaInfra Nasional Berhad	NR**	5,000,000	5,177,508	5,183,954	0.29

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Quasi-Government bonds (cont'd.)						
12.03.2032	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,356,355	5,369,560	0.30
17.08.2032	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,410,154	5,425,297	0.30
21.09.2033	Danga Capital Berhad	AAA	5,000,000	5,441,027	5,365,858	0.30
31.10.2033	DanaInfra Nasional Berhad	NR**	5,000,000	5,357,293	5,351,771	0.30
07.03.2034	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,065,947	5,061,997	0.28
08.08.2034	Danum Capital Berhad	AAA	5,000,000	5,017,199	5,089,338	0.28
21.02.2035	Danum Capital Berhad	AAA	5,000,000	4,810,887	4,770,980	0.27
25.03.2036	Lembaga Pembiayaan Perumahan Sektor Awam	NR**	5,000,000	5,268,146	5,220,752	0.29
19.02.2038	DanaInfra Nasional Berhad	NR**	5,000,000	5,635,745	5,935,251	0.31
29.10.2038	Lembaga Pembiayaan Perumahan Sektor Awam	NR**	10,000,000	10,920,280	10,623,655	0.61

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Quasi-Government bonds (cont'd.)						
27.05.2039	1Malaysia Development Berhad	NR**	35,000,000	41,123,660	37,901,723	2.29
26.02.2041	Prasarana Malaysia Berhad	NR**	10,000,000	11,312,179	10,467,183	0.63
26.07.2041	Jambatan Kedua Sdn. Bhd.	NR**	5,000,000	5,484,107	5,372,356	0.31
26.07.2041	Perbadanan Tabung Pendidikan Tinggi Nasional	NR**	5,000,000	5,533,530	4,992,496	0.31
18.08.2042	DanaInfra Nasional Berhad	NR**	5,000,000	5,420,288	5,085,438	0.30
Total Quasi-Government bonds			155,000,000	167,830,130	162,402,452	9.36

Malaysian Government Securities

15.04.2026	Government of Malaysia	NR**	10,000,000	10,216,874	10,143,981	0.57
15.07.2026	Government of Malaysia	NR**	20,000,000	20,505,689	20,457,771	1.14
30.11.2026	Government of Malaysia	NR**	30,000,000	30,354,144	30,439,935	1.69
15.03.2027	Government of Malaysia	NR**	10,000,000	10,207,738	10,330,092	0.57
31.05.2027	Government of Malaysia	NR**	40,000,000	40,124,802	40,518,792	2.24
16.11.2027	Government of Malaysia	NR**	30,000,000	30,443,991	30,134,402	1.70
20.04.2028	Government of Malaysia	NR**	20,000,000	20,093,251	20,143,076	1.12

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Malaysian Government Securities (cont'd.)						
15.06.2028	Government of Malaysia	NR**	40,000,000	40,252,871	39,332,062	2.24
15.09.2028	Government of Malaysia	NR**	10,000,000	10,699,570	10,917,186	0.60
30.04.2029	Government of Malaysia	NR**	30,000,000	31,179,952	30,647,324	1.74
15.08.2029	Government of Malaysia	NR**	40,000,000	40,997,033	41,300,103	2.29
15.04.2030	Government of Malaysia	NR**	27,500,000	28,801,207	27,647,032	1.61
15.04.2031	Government of Malaysia	NR**	35,000,000	32,960,209	34,617,782	1.84
30.06.2031	Government of Malaysia	NR**	30,000,000	30,785,730	29,845,605	1.72
15.04.2032	Government of Malaysia	NR**	10,000,000	10,277,881	10,383,161	0.57
15.07.2032	Government of Malaysia	NR**	20,000,000	20,010,311	20,205,385	1.12
15.04.2033	Government of Malaysia	NR**	30,000,000	30,264,459	29,341,452	1.69
07.11.2033	Government of Malaysia	NR**	22,500,000	24,026,260	22,804,467	1.34
05.07.2034	Government of Malaysia	NR**	31,500,000	32,074,953	33,397,488	1.79
31.05.2035	Government of Malaysia	NR**	20,000,000	20,741,017	20,241,345	1.16
07.04.2037	Government of Malaysia	NR**	40,000,000	43,637,301	42,713,836	2.43
08.06.2038	Government of Malaysia	NR**	30,000,000	32,917,996	31,117,147	1.83
18.04.2039	Government of Malaysia	NR**	10,000,000	10,150,745	10,284,182	0.57
22.05.2040	Government of Malaysia	NR**	40,000,000	38,838,582	39,673,972	2.17
15.10.2042	Government of Malaysia	NR**	40,000,000	43,496,073	41,709,557	2.43
30.09.2043	Government of Malaysia	NR**	10,000,000	11,221,150	10,323,436	0.62

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Malaysian Government Securities (cont'd.)						
16.05.2044	Government of Malaysia	NR**	10,000,000	10,186,222	10,129,377	0.57
15.03.2046	Government of Malaysia	NR**	20,000,000	22,008,261	20,581,954	1.23
06.07.2048	Government of Malaysia	NR**	20,000,000	22,792,064	21,890,247	1.27
15.06.2050	Government of Malaysia	NR**	40,000,000	39,482,942	38,344,474	2.20
31.03.2053	Government of Malaysia	NR**	30,000,000	31,608,695	31,735,566	1.76
Total Malaysian Government Securities			796,500,000	821,357,973	811,352,189	45.82

Government Investment Issues

31.03.2026	Government of Malaysia	NR**	30,000,000	30,411,943	30,577,154	1.70
30.09.2026	Government of Malaysia	NR**	40,000,000	40,881,015	40,636,782	2.28
15.06.2027	Government of Malaysia	NR**	20,000,000	20,225,983	20,094,963	1.13
26.07.2027	Government of Malaysia	NR**	20,000,000	20,735,379	20,462,395	1.16
30.09.2027	Government of Malaysia	NR**	40,000,000	40,263,551	40,939,912	2.24
31.07.2028	Government of Malaysia	NR**	30,000,000	30,476,746	30,472,573	1.70
31.10.2028	Government of Malaysia	NR**	30,000,000	31,025,246	30,364,671	1.73
06.12.2028	Government of Malaysia	NR**	10,000,000	10,513,899	10,155,397	0.59
09.07.2029	Government of Malaysia	NR**	36,160,000	37,604,241	37,350,355	2.10
30.09.2030	Government of Malaysia	NR**	30,000,000	31,125,423	30,703,517	1.74
15.10.2030	Government of Malaysia	NR**	40,000,000	39,757,087	40,225,689	2.22
08.10.2031	Government of Malaysia	NR**	20,000,000	20,232,943	20,186,802	1.13

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

4. INVESTMENTS (CONT'D.)

Details of investments as at 31 December 2024 are as follows: (cont'd.)

Maturity date	Issuer	Credit rating	Nominal value	Fair value* RM	Adjusted cost RM	Fair value as a percentage of NAV %
Government Investment Issues (cont'd.)						
07.10.2032	Government of Malaysia	NR**	30,000,000	31,064,759	30,260,692	1.73
15.06.2033	Government of Malaysia	NR**	20,000,000	21,315,996	20,206,360	1.19
30.08.2033	Government of Malaysia	NR**	30,000,000	32,103,734	30,389,063	1.79
30.11.2034	Government of Malaysia	NR**	35,000,000	35,947,491	37,362,390	2.00
31.10.2035	Government of Malaysia	NR**	20,000,000	21,724,693	20,638,492	1.21
15.07.2036	Government of Malaysia	NR**	19,000,000	18,484,640	19,325,176	1.03
04.08.2037	Government of Malaysia	NR**	20,000,000	21,974,628	21,821,295	1.22
31.03.2038	Government of Malaysia	NR**	10,000,000	10,817,094	10,055,896	0.60
15.09.2039	Government of Malaysia	NR**	40,000,000	42,601,446	42,456,051	2.38
30.09.2041	Government of Malaysia	NR**	30,000,000	31,615,319	31,227,259	1.76
14.08.2043	Government of Malaysia	NR**	40,000,000	41,631,454	41,375,325	2.32
08.05.2047	Government of Malaysia	NR**	20,000,000	22,182,994	20,512,199	1.24
15.11.2049	Government of Malaysia	NR**	30,000,000	32,401,049	31,117,404	1.81
15.05.2052	Government of Malaysia	NR**	30,000,000	35,839,449	34,479,303	2.00
23.03.2054	Government of Malaysia	NR**	20,000,000	20,496,666	20,347,344	1.14
Total Government Investment Issues			740,160,000	773,454,868	763,744,459	43.14
Total financial assets at FVTPL			1,706,660,000	1,777,943,425	1,752,786,012	99.17
Excess of fair value over adjusted cost				25,157,413		

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

4. INVESTMENTS (CONT'D.)

The weighted average effective yield on investments are as follows:

	Effective yield*	
	2024	2023
	%	%
Cagamas bonds	3.71	3.71
Quasi-Government bonds	3.99	4.04
Malaysian Government Securities	3.81	3.78
Government Investment Issues	3.80	3.82

* As provided by Markit Indices Limited

** Non-rated

Analysis of the remaining maturity of investments as at 31 December 2024 and 31 December 2023 are as follows:

	Less than 1 year RM	1 year to 5 years RM	More than 5 years RM
2024			
At nominal value:			
Cagamas bonds	5,000,000	10,000,000	-
Quasi-Government bonds	-	40,000,000	115,000,000
Malaysian Government Securities	-	280,000,000	516,500,000
Government Investment Issues	-	256,160,000	484,000,000
2023			
At nominal value:			
Cagamas bonds	5,000,000	10,000,000	-
Quasi-Government bonds	-	30,000,000	105,000,000
Malaysian Government Securities	-	307,680,000	547,500,000
Government Investment Issues	-	228,500,000	432,660,000

5. DEPOSIT WITH LICENSED FINANCIAL INSTITUTION

	2024 RM	2023 RM
At nominal value:		
Short-term deposit	15,307,000	13,110,000
At carrying value:		
Short-term deposit	15,308,321	13,113,287

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

5. DEPOSIT WITH LICENSED FINANCIAL INSTITUTION (CONT'D.)

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 %
2024				
Short-term deposit				
02.01.2025	CIMB Bank Berhad	15,307,000	15,308,321	0.85

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

	Weighted average effective interest rate		Weighted average remaining maturities	
	2024 %	2023 %	2024 Days	2023 Days
Short-term deposit	3.15	3.05	2	2

6. AMOUNT DUE TO MANAGER

	2024 RM	2023 RM
Due to Manager		
Manager's fee payable	166,386	157,262

Manager's fee is at a rate of 0.10% (2023: 0.10%) per annum on the NAV of the Fund, calculated on a daily basis.

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

7. AMOUNT DUE TO TRUSTEE

Trustee's fee is at a rate of 0.04% (2023: 0.04%) per annum on the NAV of the Fund, calculated on a daily basis.

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

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

8. AMOUNT DUE TO INDEX PROVIDER

Amount due to Index provider is the licence fee payable to Markit Indices Limited, the provider of the benchmark index.

Licence fee is calculated on a daily basis at the following rate:

Fund size	% p.a.
From 1 July 2008 onwards	
For amount equal to or less than Initial Funding	0.0175
For amount above Initial Funding, but equal to or less than 275% of Initial Funding	0.01
For amount above 275% of Initial Funding	No charge

Subject to a minimum annual fee of USD21,234

*Initial Funding for the Fund was USD115,400,000.

9. NET GAINS FROM INVESTMENTS

	2024 RM	2023 RM
Net gains on financial assets at FVTPL comprised:		
– Net realised gains on sale of investments	2,057,924	189,648
– Net unrealised gains on changes in fair value of investments	2,822,151	42,620,889
	<u>4,880,075</u>	<u>42,810,537</u>

10. TOTAL EQUITY

Total equity is represented by:

	Note	2024 RM	2023 RM
Unit holders' capital	(a)	1,565,350,353	1,531,772,853
Retained earnings			
– Realised income	(b)	202,334,865	191,792,125
– Unrealised gains	(c)	25,157,413	22,335,262
		<u>1,792,842,631</u>	<u>1,745,900,240</u>

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

10. TOTAL EQUITY (CONT'D.)

(a) Unit holders' capital/Units in circulation

	2024		2023	
	Number of units	RM	Number of units	RM
At beginning of the financial year	1,430,421,800	1,531,772,853	1,402,921,800	1,499,952,603
Creation during the financial year	27,500,000	33,577,500	27,500,000	31,820,250
At end of the financial year	1,457,921,800	1,565,350,353	1,430,421,800	1,531,772,853

(b) Realised – distributable

	2024 RM	2023 RM
At beginning of the financial year	191,792,125	134,059,282
Net realised income for the financial year	68,331,781	64,312,783
Distribution out of realised income (Note 13)	(57,789,041)	(6,579,940)
At end of the financial year	202,334,865	191,792,125

(c) Unrealised – non-distributable

	2024 RM	2023 RM
At beginning of the financial year	22,335,262	(20,285,627)
Net unrealised gains for the financial year	2,822,151	42,620,889
At end of the financial year	25,157,413	22,335,262

11. SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES

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

Related parties

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

Relationships

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

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

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

	2024		2023	
	Number of units	RM	Number of units	RM
AmBank (M) Berhad*	2,137,130	2,613,710 [^]	2,826,230	3,436,696 [^]

* The financial institution related to the Manager is the legal and beneficial owner of the units. The Manager and any other related party did not hold any units in the Fund as at 31 December 2024 and 31 December 2023.

[^] Closing quoted price published in Bursa Malaysia Berhad as at 31 December 2024 was RM1.2230 (2023: RM1.2160).

Other than those disclosed elsewhere in the financial statements, the significant related party balance as at the reporting date is as follows:

	2024 RM	2023 RM
Significant related party balance		
<u>AmBank (M) Berhad</u>		
Cash at bank	936	967

12. 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.

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:

	2024 RM	2023 RM
Net income before taxation	71,153,932	106,933,672
Taxation at Malaysian statutory rate of 24% (2023: 24%)	17,076,944	25,664,081
Tax effects of:		
Income not subject to tax	(17,731,599)	(26,290,406)
Loss not allowed for tax deduction	6,090	-
Restriction on tax deductible expenses for Exchange Traded Funds	385,308	371,615
Non-permitted expenses for tax purposes	220,445	213,420
Permitted expenses not used and not available for future financial years	42,812	41,290
Tax expense for the financial year	-	-

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

13. DISTRIBUTION

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

	2024 RM	2023 RM
Gross distribution per unit (sen)	4.04	0.46
Net distribution per unit (sen)	4.04	0.46
Cum-Distribution - 16 August 2024		
NAV	1,798,663,079	-
NAV per unit	1.2574	-
Ex-Distribution - 16 August 2024		
NAV	1,740,874,038	-
NAV per unit	1.2170	-
Cum-Distribution - 22 June 2023		
NAV	-	1,711,984,510
NAV per unit	-	1.1968
Ex-Distribution - 22 June 2023		
NAV	-	1,705,404,570
NAV per unit	-	1.1922

Financial year ended 31 December 2024

Distribution Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
16 August 2024	4.04	4.04	57,789,041

Financial year ended 31 December 2023

Distribution Ex-date	Gross distribution per unit RM (sen)	Net distribution per unit RM (sen)	Total distribution RM
22 June 2023	0.46	0.46	6,579,940

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

13. 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.

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

14. TOTAL EXPENSE RATIO ("TER")

The Fund's TER is as follows:

	2024 % p.a.	2023 % p.a.
Manager's fee	0.10	0.10
Trustee's fee	0.04	0.04
Licence fee	0.01	0.01
Fund's other expenses	-*	-*
Total TER	0.15	0.15

* represents less than 0.01%

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.

15. 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 0.12 times (2023: 0.12 times).

16. SEGMENTAL REPORTING

In accordance with the objective of the Fund, substantially all of the Fund's investments are made in the form of fixed income securities in Malaysia. 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 or geographical segments.

ABF Malaysia Bond Index Fund

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024

17. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial year ended 31 December 2024 are as follows:

	Transactions value	
	RM	%
Citibank Berhad	110,281,646	27.28
CIMB Bank Berhad	100,996,550	24.99
CIMB Islamic Bank Berhad	85,534,254	21.16
JP Morgan Securities (M) Sdn. Bhd.	36,273,976	8.97
Standard Chartered Bank Malaysia Berhad	21,004,414	5.20
United Overseas Bank (Malaysia) Bhd.	19,325,354	4.78
RHB Investment Bank Berhad	15,941,158	3.94
Malayan Banking Berhad	5,012,500	1.24
AmBank Islamic Berhad*	5,000,000	1.24
Hong Leong Islamic Bank Berhad	4,858,136	1.20
Total	<u>404,227,988</u>	<u>100.00</u>

* A financial institution related to the Manager.

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

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

18. FINANCIAL INSTRUMENTS

(a) Classification of financial instruments

The accounting policies in Note 3 describe how the classes of financial instruments are measured, and how income and expenses, including fair value gains and losses, are recognised. The following table analyses the financial assets and liabilities of the Fund in the statement of financial position by the class of financial instrument to which they are assigned, and therefore by the measurement basis.

	Financial assets at FVTPL RM	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Total RM
2024				
Financial assets				
Investments	1,777,943,425	-	-	1,777,943,425
Deposit with licensed financial institution	-	15,308,321	-	15,308,321
Cash at banks	-	11,489	-	11,489
Total financial assets	<u>1,777,943,425</u>	<u>15,319,810</u>	<u>-</u>	<u>1,793,263,235</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

18. FINANCIAL INSTRUMENTS (CONT'D.)

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

	Financial assets at FVTPL RM	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Total RM
2024 (cont'd.)				
Financial liabilities				
Amount due to Manager	-	-	166,386	166,386
Amount due to Trustee	-	-	60,691	60,691
Amount due to Index provider	-	-	128,650	128,650
Total financial liabilities	-	-	355,727	355,727
2023				
Financial assets				
Investments	1,732,568,973	-	-	1,732,568,973
Deposit with licensed financial institution	-	13,113,287	-	13,113,287
Interest receivable	-	634,800	-	634,800
Cash at banks	-	12,126	-	12,126
Total financial assets	1,732,568,973	13,760,213	-	1,746,329,186
Financial liabilities				
Amount due to Manager	-	-	157,262	157,262
Amount due to Trustee	-	-	59,118	59,118
Amount due to Index provider	-	-	147,456	147,456
Total financial liabilities	-	-	363,836	363,836
Income, expenses, gains and losses				
			2024 RM	2023 RM
Net gains from financial assets at FVTPL			4,880,075	42,810,537
Income, of which derived from:				
– Interest income from financial assets at FVTPL			68,323,770	66,175,665
– Interest income from financial assets at amortised cost			652,444	557,157

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

18. FINANCIAL INSTRUMENTS (CONT'D.)

(b) Financial instruments that are carried at fair value

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

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

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable; either directly or indirectly; or

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

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

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2024				
Financial assets at FVTPL	-	1,777,943,425	-	1,777,943,425
2023				
Financial assets at FVTPL	-	1,732,568,973	-	1,732,568,973

(c) Financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value

The following are classes of financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value due to their short period to maturity or short credit period:

- Deposit with licensed financial institution
- Interest receivable
- Cash at banks
- Amount due to Manager
- Amount due to Trustee
- Amount due to Index provider

There are no financial instruments which are not carried at fair value and whose carrying amounts are not reasonable approximation of their respective fair value.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks that include market risk, credit risk, liquidity risk, regulatory 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 Exchange Traded Funds and the Deeds as the backbone of risk management of the Fund.

(a) Market risk

The Fund's principal exposure to market risk arises primarily due to changes in the market environment, global economic and geo-political developments.

The Fund's market risk is affected primarily by the following risks:

(i) Interest rate risk

Interest rate risk will affect the value of the Fund's investments, given the interest rate movements, which are influenced by regional and local economic developments as well as political developments.

Domestic interest rates on deposits and placements with licensed financial institutions are determined based on prevailing market rates.

The result below summarised the interest rate sensitivity of the Fund's NAV, or theoretical value due to the parallel movement assumption of the yield curve by +100bps and -100bps respectively:

Parallel shift in yield curve by:	Sensitivity of the Fund's NAV, or theoretical value	
	2024 RM	2023 RM
+100 bps	(124,000,819)	(119,078,840)
-100 bps	141,212,696	135,268,653

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

19. 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. The Fund can invest up to 100% of the NAV in fixed income instruments. As such the Fund would be exposed to the risk of bond issuers and licensed financial institutions defaulting on its repayment obligations which in turn would affect the NAV of the Fund.

(i) Credit quality of financial assets

The following table analyses the Fund's portfolio of debt securities by rating category as at 31 December 2024 and 31 December 2023:

Credit rating	RM	As a % of debt securities	As a % of NAV
2024			
AAA	40,625,016	2.28	2.26
NR	1,737,318,409	97.72	96.91
	<u>1,777,943,425</u>	<u>100.00</u>	<u>99.17</u>
2023			
AAA	40,514,135	2.34	2.32
NR	1,692,054,838	97.66	96.92
	<u>1,732,568,973</u>	<u>100.00</u>	<u>99.24</u>

For deposit with licensed financial institution, the Fund only makes placements with licensed financial institution with sound rating of P1/MARC-1 and above. The following table presents the Fund's portfolio of deposit by rating category as at 31 December 2024 and 31 December 2023:

Credit rating	RM	As a % of deposits	As a % of NAV
2024			
P1/MARC-1	15,308,321	100.00	0.85
2023			
P1/MARC-1	13,113,287	100.00	0.75

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

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

(b) Credit risk (cont'd.)

(ii) Credit risk concentration

Concentration of risk is monitored and managed based on sectorial distribution. The table below analyses the Fund's portfolio of debt securities by sectorial distribution as at 31 December 2024 and 31 December 2023:

Sectors	RM	As a % of debt securities	As a % of NAV
2024			
Financial services	67,150,048	3.77	3.75
Public administration	1,678,888,470	94.43	93.64
Real estate	4,920,682	0.28	0.27
Transportation and storage	26,984,225	1.52	1.51
	<u>1,777,943,425</u>	<u>100.00</u>	<u>99.17</u>
2023			
Financial services	51,223,969	2.96	2.94
Public administration	1,654,448,399	95.49	94.76
Transportation and storage	26,896,605	1.55	1.54
	<u>1,732,568,973</u>	<u>100.00</u>	<u>99.24</u>

(c) Liquidity risk

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

ABF Malaysia Bond Index Fund

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

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

(c) Liquidity risk (cont'd.)

The following table presents the undiscounted contractual cash flows from different financial assets and financial liabilities classes in the Fund:

	Contractual cash flows (undiscounted)					
	0 – 1 year RM	1 – 2 years RM	2 – 3 years RM	3 – 4 years RM	4 – 5 years RM	More than 5 years RM
2024						
Financial assets						
Investments	76,822,115	210,857,584	239,770,988	212,823,420	169,643,708	1,578,010,898
Deposit with licensed financial institution	15,309,642	-	-	-	-	-
Cash at banks	11,489	-	-	-	-	-
Total financial assets	92,143,246	210,857,584	239,770,988	212,823,420	169,643,708	1,578,010,898
Financial liabilities						
Amount due to Manager	166,386	-	-	-	-	-
Amount due to Trustee	60,691	-	-	-	-	-
Amount due to Index provider	128,650	-	-	-	-	-
Total financial liabilities	355,727	-	-	-	-	-

ABF Malaysia Bond Index Fund

**NOTES TO THE FINANCIAL STATEMENTS
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19. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D.)

(c) Liquidity risk (cont'd.)

The following table presents the undiscounted contractual cash flows from different financial assets and financial liabilities classes in the Fund: (cont'd.)

	Contractual cash flows (undiscounted)					
	0 – 1 year RM	1 – 2 years RM	2 – 3 years RM	3 – 4 years RM	4 – 5 years RM	More than 5 years RM
2023						
Financial assets						
Investments	75,716,717	205,160,965	213,623,448	197,488,068	201,360,840	1,523,276,456
Deposit with licensed financial institution	13,114,382	-	-	-	-	-
Interest receivable	634,800	-	-	-	-	-
Cash at banks	12,126	-	-	-	-	-
Total financial assets	89,478,025	205,160,965	213,623,448	197,488,068	201,360,840	1,523,276,456
Financial liabilities						
Amount due to Manager	157,262	-	-	-	-	-
Amount due to Trustee	59,118	-	-	-	-	-
Amount due to Index provider	147,456	-	-	-	-	-
Total financial liabilities	363,836	-	-	-	-	-

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2024**

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

(d) Regulatory risk

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

(e) Management risk

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

(f) 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.

20. CAPITAL MANAGEMENT

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

The Fund's objectives for managing capital are:

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

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

ABF Malaysia Bond Index Fund

STATEMENT BY THE MANAGER

I, Goh Wee Peng, being the Director of and on behalf of the Board of Directors of AmFunds Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying financial statements are drawn up in accordance with MFRS Accounting Standards and IFRS Accounting Standards so as to give a true and fair view of the financial position of ABF Malaysia Bond Index Fund (the “Fund”) as at 31 December 2024 and of the comprehensive income, the changes in equity and cash flows for the financial year then ended.

For and on behalf of the Manager

GOH WEE PENG

Executive Director

Kuala Lumpur, Malaysia

18 February 2025

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF ABF MALAYSIA BOND INDEX FUND ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 December 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, AmFunds Management Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the Management Company under the Deeds, securities laws and the Guidelines on Exchange-Traded Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds 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 HSBC (Malaysia) Trustee Berhad

Lee Cincee
Senior Manager, Trustee and Fiduciary Services

Kuala Lumpur, Malaysia
Date: 18 February 2025

DIRECTORY

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Tel: (03) 2032 2888 Facsimile: (03) 2031 5210
Email: enquiries@aminvest.com

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

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

