

EASTSPRING INVESTMENTS ASIA PACIFIC EQUITY MY FUND

INTERIM REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD
ENDED 30 SEPTEMBER 2017



Dear Valued Investor,

Greetings from Eastspring Investments Berhad!

First and foremost, we would like to take this opportunity to thank you for choosing to invest with Eastspring Investments Berhad.

We are pleased to enclose a copy of the Annual/Interim/Quarterly Fund Reports of Eastspring Investments Berhad's fund(s) for the reporting period ended 30 September 2017.

You may also download these reports from our website at www.eastspringinvestments.com.my

Should you require any assistance, please do not hesitate to contact our Client Services at 03-2332 1000.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Raymond Tang Chee Kin', written in a cursive style.

Raymond Tang Chee Kin

Non-Independent, Executive Director and Chief Executive Officer

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FUND INFORMATION

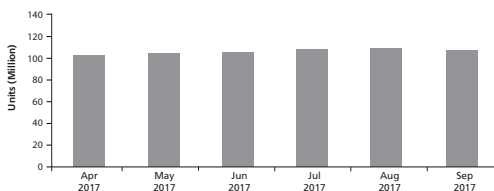
Name of Fund	Eastspring Investments Asia Pacific Equity MY Fund (the "Fund")
Fund Category/ Type	Equity/growth
Fund Objective	<p>The Fund seeks to provide a medium to long-term capital growth.</p> <p>ANY MATERIAL CHANGES TO THE FUND'S OBJECTIVE WOULD REQUIRE UNIT HOLDERS' APPROVAL.</p>
Performance Benchmark	<p>The performance benchmark of the Fund is MSCI AC APXJ Index</p> <p>Source: www.msci.com</p> <p>Note: The risk profile of the Fund is different from the risk profile of the performance benchmark.</p>
Fund Income Distribution Policy	Incidental

FUND INFORMATION (CONTINUED)

Breakdown of Unit Holdings by Size

As at 30 September 2017, the size of Eastspring Investments Asia Pacific Equity MY Fund stood at 108.677 million units.

Fund Size



Breakdown of Unit Holdings

Unit Holdings	No. of Unit Holders	%	No of Units* ('000)	%
5,000 units and below	366	17.06	931	0.86
5,001 to 10,000 units	239	11.14	1,826	1.68
10,001 to 50,000 units	1,317	61.40	28,160	25.91
50,001 to 500,000 units	207	9.65	20,013	18.42
500,001 units and above	16	0.75	57,746	53.13
Total	2,145	100.00	108,676	100.00

* excludes units held by the Manager.

KEY PERFORMANCE DATA

FOR THE FINANCIAL PERIOD ENDED

Category	30.9.2017	30.9.2016	30.9.2015
	(%)	(%)	(%)
Quoted securities			
Capital Goods	-	-	4.69
Consumer Discretionary	6.42	7.93	4.42
Consumer Staple	2.76	1.95	1.94
Energy	5.08	5.71	5.36
Financial	40.55	38.17	40.77
Health Care	-	-	0.54
Industrial	11.23	11.30	5.97
Information Technology	23.89	19.82	3.17
Material	4.47	5.09	4.96
Media	-	-	0.90
Oil & Gas	-	-	3.21
Technology Hardware & Equipment	-	-	13.71
Telecommunication Services	1.61	4.20	5.53
Trading / Services	-	-	0.92
Utilities	1.89	3.12	1.87
	97.90	97.29	97.96
Cash and other assets	2.10	2.71	2.04
Total	100.00	100.00	100.00

KEY PERFORMANCE DATA (CONTINUED)

Category	30.9.2017	30.9.2016	30.9.2015
Net Asset Value (NAV) (RM'000)	83,409	58,221	67,727
Units In Circulation (Units '000)	108,677	93,136	113,417
Net Asset Value Per Unit (RM)	0.7675	0.6251	0.5971
Highest Net Asset Value Per Unit (RM)	0.7920	0.6300	0.6673
Lowest Net Asset Value Per Unit (RM)	0.7207	0.5239	0.5688
Total Return (%)			
- Capital Growth	3.26	14.32	(5.51)
- Income Distribution	-	-	-
Total Return (%)	3.26	14.32	(5.51)
Gross Distribution Per Unit (RM)	-	-	-
Net Distribution Per Unit (RM)	-	-	-
Management Expense Ratio (MER) (%)*	1.05	1.15	0.97
Portfolio Turnover Ratio (PTR) (times)^	0.18	0.28	0.20

* There were no significant changes to the MER during the period under review.

^ There were no significant changes to the PTR during the period under review.

KEY PERFORMANCE DATA (CONTINUED)

	1 year 1.10.2016 to 30.9.2017	3 years 1.10.2014 to 30.9.2017	5 years 1.10.2012 to 30.9.2017
	(%)	(%)	(%)
Average total return	22.78	11.42	9.94

Year ended	1.4.2016 to 31.3.2017	1.4.2015 to 31.3.2016	1.4.2014 to 31.3.2015	1.4.2013 to 31.3.2014	1.4.2012 to 31.3.2013
	(%)	(%)	(%)	(%)	(%)
Annual total return	35.94	(13.47)	18.76	5.93	1.78

The unit prices of the Funds may go down as well as up and the past performance figures shown are not indicative of future performance.

Source: The above total return of the Fund was sourced from Lipper for Investment Management.

Bases of calculation and assumptions made in calculating returns:

$$\text{Percentage growth} = \frac{\text{NAV}_t}{\text{NAV}_0} - 1$$

NAV_t = NAV at the end of the period

NAV_0 = NAV at the beginning of the period

$$\text{Performance annualised} = (1 + \text{Percentage Growth})^{1/n} - 1$$

Adjusted for unit split and distribution paid out for the period

n = Number of years

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

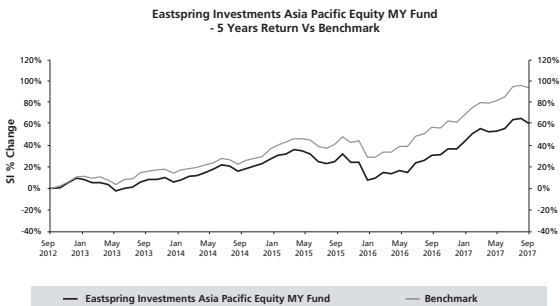
MANAGER'S REPORT

Fund Performance

Over the 5-year period, the Fund recorded a return of 60.63%, underperforming the benchmark return of 93.55% by 32.92%.

For the period under review, the Fund registered a return of 3.26%, underperforming the benchmark return of 7.50% by 4.24%.

Over the reporting period, stock selection in Australia, Hong Kong, Energy and Financials contributed to performance while those in Singapore, China, Industrials and Consumer Discretionary detracted from performance.



The performance is calculated on NAV-to-NAV basis with gross income or dividend reinvested.

Benchmark: MSCI AC APxJ Index

Source: Lipper for Investment Management and www.msci.com, as at 30 September 2017.

Past performance of the Fund is not necessarily indicative of its future performance.

MANAGER'S REPORT (CONTINUED)

Analysis of Fund Performance

For the financial period ended 30 September 2017:

Income Return	Capital Return*	Total Return	Total Return of Benchmark
(%)	(%)	(%)	(%)
0.00	3.26	3.26	7.50

* Capital return components (NAV per unit to NAV per unit).

Distribution/ Unit Split

No distribution or unit split were declared for the financial period ended 30 September 2017.

Investment Strategy During Period Under Review

Asian equity valuations are trading well below their long-term averages.

We are seeing some positive signs from a slow but steady economic recovery in the United States being somewhat offset by continued uncertainty around Europe's recovery.

Chinese data remains in the headlines as the government manages the transition to a consumption driven economy. Interest rates have been cut across Asia, supported by falling inflation, in the hope of stimulating economic activity.

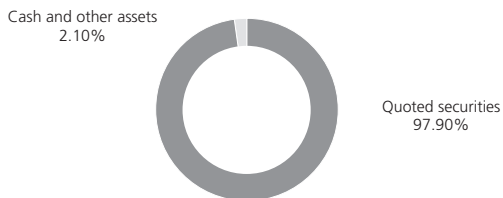
We continue to see many attractively valued stock specific opportunities for the strategy.

MANAGER'S REPORT (CONTINUED)

Asset Allocation

Asset Allocation	30-Sep 2017 (%)	31-Mar 2017 (%)	Changes (%)
Quoted securities	97.90	97.38	0.52
Cash and other assets	2.10	2.62	(0.52)

Asset Allocation as at 30 September 2017



There were no significant changes in asset allocation of the Fund for the period under review.

MANAGER'S REPORT (CONTINUED)

State of Affairs of the Fund

There have 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 period under review.

However, in the Eastspring Investments Master Prospectus dated 15 July 2017, the information in relation to the 1st paragraph of the investment strategy, temporary defensive positions, security risk, currency risk and minimum holdings of units have been revised as set out in (a) to (e) below. The revision of the 1st paragraph of the investment strategy was due to addition of explanation to "good".

a. Investment Strategy (1st paragraph)

The Fund seeks to achieve its objective by investing in equities and equity-related securities of companies based in the local and Asia Pacific ex-Japan region with good* capital growth potential. The Fund will invest in markets where the regulatory authority is an ordinary member of International Organization of Securities Commissions ("IOSCO"). The markets where the Fund will invest in include but not limited to Australia, China, Hong Kong, India, Indonesia, Korea, New Zealand, Pakistan, Philippines, Singapore, Taiwan and Thailand.

** good generally refers to potentially higher capital growth than the market average.*

MANAGER'S REPORT (CONTINUED)

**State of Affairs of
the Fund
(continued)**

b. Temporary Defensive Positions

The Manager may adopt temporary defensive positions. Please refer to page 70 of the Master Prospectus dated 15 July 2017.

c. Security risk

Adverse price movements of a particular security invested by the Fund may adversely affect the Fund's Net Asset Value ("NAV"). The Manager strives to mitigate the impact of a particular security risk through portfolio diversification.

Meanwhile investing in equity-related securities such as American Depository Receipts ("ADRs"), rights and warrants where price movement is dependent on the price movement of the underlying of the equity-related securities the risk is generally higher than their equities as these equity-related securities are leveraged form of investment. The price of equity-related securities generally fluctuates more than the equities and consequently may affect the volatility of the Fund's NAV. To mitigate this risk, the Manager will conduct rigorous fundamental analysis of the equities and equity-related securities.

Warrants are financial instruments that give the buyer the right but not the obligation to purchase or sell equities at a pre-determined price before the expiry date. Such investments may experience time decay, and the erosion of value accelerates as the instrument advances to its expiry date.

MANAGER'S REPORT (CONTINUED)

State of Affairs of the Fund (continued)

d. Currency risk

As the investments of the Fund may be denominated in currencies other than the base currency, any fluctuation in the exchange rate between the base currency and the currencies in which the investments are denominated may have an impact on the value of these investments. Investors should be aware that if the currencies in which the investments are denominated depreciate against the base currency, this will have an adverse effect on the NAV of the Fund in the base currency and vice versa. Investors should note that any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment.

The impact of the exchange rate movement between the base currency of the Fund and the currency of the underlying investments may result in a depreciation of the value of the investments as expressed in the base currency of the Fund.

The Fund does not intend to engage in any currency hedging to mitigate currency risk.

e. Minimum Holdings of Units

There is no limit on the frequency of redemption. In the case of a partial redemption, instructions will be carried out only if the minimum holding of Units (being 1,000 Units* or such other number of Units as the Manager may determine from time to time) remains in the Fund after the redemption. If the Units in a Unit Holder's account are less than the minimum holding of Units for the Fund after a redemption application is made, all Units that the Unit Holders holds in the Fund will be redeemed automatically. The same applies for partial switching out.

** should we increase the minimum holdings of Units in future, Unit Holder will be informed via post mail at least 14 days prior to the implementation been made effective.*

MARKET REVIEW

Stock markets in Asia advanced for the second and third quarters to add to gains seen in the first three months with the MSCI Emerging Markets up 14.5% and the MSCI Asia ex Japan index up 10.5%. Within Asia, MSCI China was up 25.0%, MSCI Korea was up 15.6% and MSCI Taiwan up 6.4%. India underperformed with the MSCI India index up only 5.7% as the introduction of Goods & Services Tax (“GST”) weighed on sentiment. Solid economic figures in almost every major economic region in the world boosted returns with ongoing benign inflation figures, strong GDP growth numbers and continued high liquidity combining to underpin equity markets. Higher oil and commodity prices continued to boost developed markets while Chinese industrial production and GDP growth numbers surprised on the upside in August, and boosting Asia markets.

Politics during the period centred on developed markets rather than in Asia or other Emerging Markets. The United States of America (“US”) saw the White House continue to be dogged by questions surrounding the collusion or otherwise of Russia and the Trump Presidential election campaign last year. US House Republicans failed to pass its key healthcare reform bill before the July holidays however the promised tax reforms began their passage through Congress in September.

In Europe, United Kingdom (“UK”) Prime Minister Teresa May called a snap general election in April in a bid to secure a larger parliamentary majority ahead of British Exit (“Brexit”) negotiations however the move backfired when she was returned without a working majority. Meanwhile, Brexit negotiations started and soon became bogged down in a quagmire over EU citizens rights, the UK “divorce” bill, and the question mark over the border between Northern Ireland and the Republic.

Meanwhile, in France, Emmanuel Macron won the Presidential election in a clear second-round win against far right candidate Marine Le Pen with many political watchers viewed the win by Macron as evidence that populist politics in Europe was fading with European equity markets subsequently recording gains over the summer months.

Back in Asia, in May, Moon Jae-in was elected as South Korea’s 19th president on a promise of reform of the chaebols and an end to corruption, allegations of which brought down his predecessor Park Geun-hye. His election removed an uncertainty for the markets and Korean stocks advanced strongly despite a diplomatic row between Korea and China, which was only resolved in October.

In global economic developments, the Bank of Japan in May held short-term interest rates steady at -0.1% while raising GDP forecasts for 2017 and 2018. It kept rates at the same level in June too. The ECB also held rates in May and then again in June but later, ECB President Mario Draghi hinted that he would be looking to end the Quantitative Easing (“QE”) programme. In the US, the Fed raised interest rates in Q2 by 25 basis points (“bps”) to 1.25% and said it would be concentrating on shrinking the balance sheet for the remainder of the year. The hike was expected by the markets with one more expected by the end of the year.

Meanwhile, China saw its sovereign rating lowered by Moodys with the ratings agency citing concerns about the erosion in financial strength with debt continuing to rise as growth slows. In June, the MSCI announced it would include 222 Chinese A-Shares in its key Emerging Market and All World indices in a two-step process, while the bond connect programme that links mainland China bond exchanges with those in Hong Kong also began.

Throughout the second quarter, India prepared for the introduction of GST in July although concerns about its rollout had a dampening effect on markets in June. However, by July, the evidence was that the introduction had been smooth and markets recovered somewhat.

Elsewhere in Asia, Thailand was the strongest market in south-east Asia on hopes growth would accelerate in 2018 while the Philippines and Malaysia also produced solid stock market returns. Indonesia proved to be the only Asia market that saw a decline in the period despite two interest rate cuts however India markets advanced post the introduction of GST at the beginning of July.

REBATES AND SOFT COMMISSIONS

During the period under review, the Manager and its delegates (if any) did not receive any soft commissions from stockbrokers.

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EASTSPRING INVESTMENTS ASIA PACIFIC EQUITY MY FUND

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

STATEMENT BY THE MANAGER

We, Tang Chee Kin and Khoo Chuan Keat, being two of the Directors of Eastspring Investments Berhad, do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements set out on pages 18 to 76 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the financial position of the Fund as at 30 September 2017 and of its financial performance, changes in equity and cash flows for the six months financial period ended on that date in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
EASTSPRING INVESTMENTS BERHAD

TANG CHEE KIN
Executive Director / Chief Executive Officer

KHOO CHUAN KEAT
Director

Kuala Lumpur
Date: 15 November 2017

TRUSTEE'S REPORT TO THE UNIT HOLDERS OF EASTSPRING INVESTMENTS ASIA PACIFIC EQUITY MY FUND

We have acted as Trustee for Eastspring Investments Asia Pacific Equity MY Fund (the "Fund") for the financial period ended 30 September 2017. To the best of our knowledge, for the financial period under review, Eastspring Investments Berhad (the "Manager") has operated and managed the Fund in accordance with the following:-

- a. limitations imposed on the investment powers of the Manager under the Deed(s), the Securities Commission's Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- b. valuation and pricing for the Fund has been carried out in accordance with the Deed(s) of the Fund and applicable regulatory requirements; and
- c. creation and cancellation of units for the Fund have been carried out in accordance with the Deed(s) of the Fund and applicable regulatory requirements.

For Deutsche Trustees Malaysia Berhad

Soon Lai Ching
Senior Manager, Trustee Operations

Richard Lim Hock Seng
Chief Executive Officer

Kuala Lumpur
Date: 15 November 2017

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

	Note	6-months financial period ended 30.9.2017	6-months financial period ended 30.9.2016
		RM	RM
INVESTMENT INCOME			
Interest income from deposits with licensed financial institutions		6,055	-
Gross dividend income		1,649,882	1,225,034
Net (loss)/gain on foreign currency exchange		(58,446)	73,694
Net gain on financial assets at fair value through profit or loss	6	1,936,591	6,894,380
		<u>3,534,082</u>	<u>8,193,108</u>
EXPENSES			
Management fee	3	(609,023)	(415,857)
Trustee fee	4	(28,421)	(19,407)
Custodian fee		(8,582)	(12,230)
Audit fee		(3,761)	(3,760)
Tax agent fee		(23,156)	(1,705)
GST charges		(38,247)	(26,588)
Other expenses		(139,104)	(154,355)
		<u>(850,294)</u>	<u>(633,902)</u>
PROFIT BEFORE TAXATION		2,683,788	7,559,206
TAXATION	5	<u>(133,061)</u>	<u>(121,608)</u>
PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME		<u>2,550,727</u>	<u>7,437,598</u>
Profit after taxation is made up of the following:			
Realised amount		3,176,985	(774,462)
Unrealised amount		(626,258)	8,212,060
		<u>2,550,727</u>	<u>7,437,598</u>

The accompanying summary of significant accounting policies and notes to the unaudited financial statements form an integral part of these unaudited financial statements.

UNAUDITED STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2017

	Note	2017	2016
		RM	RM
ASSETS			
Cash and cash equivalents	7	2,728,436	1,692,277
Amount due from Manager		564,248	153,626
Amount due from brokers		77,824	81,889
Dividends receivable		260,685	206,993
Tax recoverable		903	903
Financial assets at fair value through profit or loss	6	81,676,504	56,642,738
TOTAL ASSETS		85,308,600	58,778,426
LIABILITIES			
Amount due to Manager		1,755,753	200,516
Amount due to brokers		-	255,108
Accrued management fee		105,262	71,486
Amount due to Trustee		4,912	3,336
GST charges payable		6,610	4,489
Other payables and accruals		27,217	22,641
TOTAL LIABILITIES		1,899,754	557,576
NET ASSET VALUE OF THE FUND		83,408,846	58,220,850
EQUITY			
Unit holders' capital		67,644,742	55,576,453
Retained earnings		15,764,104	2,644,397
NET ASSET ATTRIBUTABLE TO UNIT HOLDERS		83,408,846	58,220,850
NUMBER OF UNITS IN CIRCULATION	8	108,676,726	93,135,919
NET ASSET VALUE PER UNIT (RM)		0.7675	0.6251

The accompanying summary of significant accounting policies and notes to the unaudited financial statements form an integral part of these unaudited financial statements.

UNAUDITED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

	Unit holders' capital	Retained earnings	Total
	RM	RM	RM
Balance as at 1 April 2017	65,546,387	13,213,377	78,759,764
Movement in unit holders' contribution:			
Creation of units from applications	19,566,746	-	19,566,746
Cancellation of units	(17,468,391)	-	(17,468,391)
Total comprehensive income for the financial period	-	2,550,727	2,550,727
Balance as at 30 September 2017	67,644,742	15,764,104	83,408,846
Balance as at 1 April 2016	61,192,856	(4,793,201)	56,399,655
Movement in unit holders' contribution:			
Creation of units from applications	2,169,500	-	2,169,500
Cancellation of units	(7,785,903)	-	(7,785,903)
Total comprehensive income for the financial period	-	7,437,598	7,437,598
Balance as at 30 September 2016	55,576,453	2,644,397	58,220,850

The accompanying summary of significant accounting policies and notes to the unaudited financial statements form an integral part of these unaudited financial statements.

UNAUDITED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

	6-months financial period ended 30.9.2017	6-months financial period ended 30.9.2016
Note	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	13,135,869	18,562,411
Purchase of investments	(16,525,873)	(12,330,400)
Dividends received	1,600,936	1,230,569
Interest received	6,055	-
Management fee paid	(600,090)	(416,725)
Trustee fee paid	(28,004)	(19,448)
Custodian fee paid	(8,582)	(12,230)
Payment for other fees and expenses	(204,540)	(189,267)
Net cash (used in)/generated from operating activities	(2,624,229)	6,824,910
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	19,525,245	2,049,253
Payments for cancellation of units	(15,742,558)	(7,733,023)
Net cash generated from/(used in) financing activities	3,782,687	(5,683,770)
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,158,458	1,141,140
EFFECT OF FOREIGN CURRENCY TRANSLATION	(50,338)	62,471
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	1,620,316	488,666
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	7 2,728,436	1,692,277

The accompanying summary of significant accounting policies and notes to the unaudited financial statements form an integral part of these unaudited financial statements.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

The following accounting policies have been used in dealing with items which are considered material in relation to the financial statements.

A. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”), under the historical cost convention, as modified by financial assets at fair value through profit or loss.

The preparation of financial statements in conformity with the MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported financial period. It also requires the Manager to exercise their judgment in the process of applying the Fund’s accounting policies. Although these estimates and judgment are based on the Manager’s best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note K to the financial statements.

The Fund has applied the following amendments for the first time for the financial year beginning 1 April 2017:

- Amendments to MFRS 107 “Statement of Cash Flows – Disclosure Initiative” (effective from 1 January 2017) introduce an additional disclosure on changes in liabilities arising from financing activities.

There were no significant impact to other accounting policies of the Fund as a result of the abovementioned.

The new standards, amendments to published standards and interpretations to existing standards that are applicable to the Fund but not yet effective and have not been early adopted are as follows:

i. Financial year beginning on/after 1 April 2018

- MFRS 9 “Financial Instruments” (effective from 1 January 2018) will replace MFRS 139 “Financial Instruments: Recognition and Measurement”.

MFRS 9 retains but simplifies the mixed measurement model in MFRS 139 and establishes three primary measurement categories for financial assets: amortised cost, fair value through profit or loss and fair value through other comprehensive income (“OCI”). The basis of classification depends on the entity’s business model and the cash flow characteristics of the financial asset. Investments in equity instruments are always measured at fair value through profit or loss with an irrevocable option at inception to present changes in fair value in OCI (provided the instrument is not held for trading). A debt instrument is measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest.

For liabilities, the standard retains most of the MFRS 139 requirements. These include amortised cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity’s own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch.

MFRS 9 introduces an expected credit loss model on impairment that replaces the incurred loss impairment model used in MFRS 139. The expected credit loss model is forward-looking and eliminates the need for a trigger event to have occurred before credit losses are recognised.

The Fund will apply this standard when effective. This standard is not expected to have a significant impact on the Fund’s financial statements.

- MFRS 15 “Revenue from contracts with customers” (effective from 1 January 2018) replaces MFRS 118 “Revenue” and MFRS 111 “Construction contracts” and related interpretations. The core principle in MFRS 15 is that an entity recognises revenue to depict the transfer of promised goods and services to the customer in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Revenue is recognised when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service.

A new five-step process is applied before revenue can be recognised:

- Identify contracts with customers;
- Identify the separate performance obligations;
- Determine the transactions price of the contract;
- Allocate the transaction price to each of the separate performance obligations; and
- Recognise the revenue as each performance obligation is satisfied.

Key provisions of the new standard are as follows:

- Any bundled goods or services that are distinct must be separately recognised, and any discounts or rebates on the contract price must generally be allocated to the separate elements.
- If the consideration varies (such as incentives, rebates, performance fees, royalties, success of an outcome etc), minimum amounts of revenue must be recognised if they are not at significant risk of reversal.
- The point at which revenue is able to be recognised may shift: some revenue which is currently recognised at a point in time at the end of a contract may have to be recognised over the contract term and vice versa.
- There are new specific rules on licenses, warranties, non-refundable upfront fees, and consignment arrangements, to name a few.
- As with any new standard, there are also increased disclosures.

The Fund will apply this standard when effective. This standard is not expected to have a significant impact on the Fund’s financial statements.

B. INCOME RECOGNITION

Dividend income is recognised on the ex-dividend date, when the right to receive the dividend has been established.

Realised gain or loss on disposal of investments is accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

C. TAXATION

Current tax expense is determined according to the Malaysian tax laws at the current rate based upon the taxable income during the financial period.

Tax on dividend income from foreign quoted securities is based on the tax regime of the respective countries that the Fund invested in.

D. PRESENTATION AND FUNCTIONAL CURRENCY

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). The financial statements are presented in Ringgit Malaysia (“RM”), which is the Fund’s presentation and functional currency.

E. FOREIGN CURRENCY TRANSLATION

Foreign currency transactions in the Fund are translated into the functional currency using the exchange rates prevailing at the transaction dates. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income, except when deferred in other comprehensive income as qualifying cash flow hedges.

F. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

i. Classification

The Fund designates its investment in quoted securities as financial assets at fair value through profit or loss at inception.

Financial assets are designated at fair value through profit or loss when they are managed and their performance evaluated on a fair value basis.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

The Fund's loans and receivables comprise cash and cash equivalents, amount due from Manager, amount due from brokers and dividends receivable.

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

The Fund's financial liabilities include, amount due to Manager, accrued management fee, amount due to Trustee, GST charges payable and other payables and accruals.

ii. Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade date, the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value and transaction costs are expensed in the statement of comprehensive income.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities, within the scope of MFRS 139, are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial liability are derecognised when the obligation under the liability is extinguished; i.e when the obligation specified in the contract is discharged or cancelled or expired.

Unrealised gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' are presented in the statement of comprehensive income within 'net gain/(loss) on financial assets at fair value through profit and loss ' in the period in which they arise. Any unrealised gains however are not distributable.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

In accordance with the Deed, quoted securities in Malaysia are valued at the last done market price quoted on the Bursa Malaysia Securities Berhad ("Bursa Securities") at the date of the statement of financial position.

Quoted securities outside Malaysia are valued at the market bid prices quoted of the respective foreign stock exchanges as at the date of the statement of financial position.

If a valuation based on the market price does not represent the fair value of the securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Loans and receivables and other financial liabilities are subsequently carried at amortised cost using the effective interest rate method.

iii. Impairment for assets carried at amortised costs

For assets carried at amortised cost, the Fund assesses at the end of the reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

The amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced and the amount of the loss is recognised in the statement of comprehensive income. If "loans and receivables" have a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

As a practical expedient, the Fund may measure impairment on the basis of an instrument's fair value using an observable market price.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as an improvement in the debtor's credit rating), the reversal of the previously recognised impairment loss is recognised in statement of comprehensive income.

When an asset is uncollectible, it is written off against the related allowance account. Such assets are written off after all the necessary procedures have been completed and the amount of the loss has been determined.

G. CASH AND CASH EQUIVALENTS

For the purpose of the statement of cash flows, cash and cash equivalents comprise bank balances that is readily convertible to known amounts of cash and which is subject to an insignificant risk of changes in value.

H. UNIT HOLDERS' CAPITAL

The unit holders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's net assets value;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial year if unit holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at prices based on the Fund's net asset value per unit at the time of creation or cancellation. The Fund's net asset value per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units.

I. AMOUNT DUE FROM/(TO) BROKERS

Amount due from and to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

These amounts are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment for amount due from brokers. A provision for impairment of amount due from brokers is established when there is objective evidence that the Fund will not be able to collect all amounts due from the relevant broker. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are considered indicators that the amount due from brokers is impaired. Once a financial asset or a group of similar financial assets has been written down as a result of an impairment loss, interest income is recognised using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or, when appropriate, a shorter period, to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

J. SEGMENTAL INFORMATION

Operating segments are reported in a manner consistent with the internal reporting used by chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Investment Committee of the Fund's Manager that undertakes strategic decisions for the Fund.

K. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS IN APPLYING ACCOUNTING POLICIES

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Funds' results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgments are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

1. INFORMATION ON THE FUND

Eastspring Investments Asia Pacific Equity MY Fund (the "Fund") was constituted pursuant to the execution of a Deed dated 15 July 2005 as modified by a Supplemental Deed dated 27 July 2007 and the Second Supplemental Deed dated 30 November 2009 entered into between Eastspring Investments Berhad (the "Manager") and Mayban Trustees Berhad ("Mayban Trustees"). The Fund replaced Mayban Trustees with Deutsche Trustees Malaysia Berhad (the "Trustee") effective 1 October 2010. A Supplemental Master Deed ("Deed") was entered into between the Manager and the Trustee on 30 July 2010 to effect the change of trustee from Mayban Trustees to the Trustee, followed by Second Supplemental Master Deed dated 28 January 2011, Third Supplemental Master Deed dated 9 March 2011, Fourth Supplemental Master Deed dated 20 January 2012, Fifth Supplemental Master Deed dated 26 March 2014, Sixth Supplemental Master Deed dated 2 January 2015, Seventh Supplemental Master Deed dated 11 July 2016 and Eighth Supplemental Master Deed dated 25 January 2017 (collectively referred to as the "Deed").

The Fund was launched on 21 July 2005 and will continue its operations until terminated by the Trustee or the Manager as provided under Part 12 of the Deed.

The Fund invests primarily in local and Asia Pacific ex-Japan equities, and equity-related securities with good capital growth potential. All investments will be subjected to the Securities Commission (the "SC") Guidelines on Unit Trust Funds, the Deed except where exemptions or variations have been approved by the Securities Commission, internal policies and procedures and the Fund's objective.

The Fund is seeks to provide investors with medium to long term capital growth.

The Manager is a company incorporated in Malaysia and is related to Prudential Plc., a public listed company in the United Kingdom. The principal activity of the Manager is the establishment and management of unit trust funds and asset management.

2. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks, which include market risk (inclusive of price risk and foreign exchange/currency risk), liquidity risk, credit/default risk, fund management risk, non-compliance risk and capital risk.

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated in the Deed.

Financial instruments of the Fund are as follows:

	Note	Loans and receivables RM	Financial assets at fair value through profit or loss RM	Total RM
<u>2017</u>				
Cash and cash equivalents	7	2,728,436	-	2,728,436
Amount due from Manager		564,248	-	564,248
Amount due from brokers		77,824	-	77,824
Dividends receivable		260,685	-	260,685
Quoted securities	6	-	81,676,504	81,676,504
		<u>3,631,193</u>	<u>81,676,504</u>	<u>85,307,697</u>
<u>2016</u>				
Cash and cash equivalents	7	1,692,277	-	1,692,277
Amount due from Manager		153,626	-	153,626
Amount due from brokers		81,889	-	81,889
Dividends receivable		206,993	-	206,993
Quoted securities	6	-	56,642,738	56,642,738
		<u>2,134,785</u>	<u>56,642,738</u>	<u>58,777,523</u>

All liabilities are financial liabilities which are carried at amortised cost.

Market risk

i. Price risk

This risk refers to changes and developments in regulations, politics and the economy of the country. The very nature of a Unit Trust Fund, however, helps mitigate this risk because a Fund would generally hold a well-diversified portfolio of securities from different market sectors so that the collapse of any one of the security or any one market sector would not impact too greatly on the value of the Fund.

The table below shows assets of the Fund as at 30 September which are exposed to price risk:

	2017	2016
	RM	RM
Quoted securities designated at fair value through profit or loss	81,676,504	56,642,738

The following table summarises the sensitivity of the Fund's net asset value and profit after tax to movements in prices of quoted securities at the end of the reporting period. The analysis is based on the assumptions that the market price of the quoted securities increased by 5% and decreased by 5% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted securities, having regard to the historical volatility of the prices.

% Change in price of financial assets at fair value through profit or loss	Market value	Increase/(decrease) in profit after tax and net asset value
	RM	RM
<u>2017</u>		
+5%	85,760,329	4,083,825
-5%	77,592,679	(4,083,825)
<u>2016</u>		
+5%	59,474,875	2,832,137
-5%	53,810,601	(2,832,137)

ii. Foreign exchange/currency risk

As the Fund may invest its assets in securities denominated in a wide range of currencies other than Ringgit Malaysia, the net asset value of the Fund expressed in Ringgit Malaysia may be affected favourably or unfavourably by exchange control regulations or changes in the exchange rates between Ringgit Malaysia and such other currencies. The risk is minimised through investing in a wide range of foreign currencies denominated assets and thus, diversifying the risk of single currency exposure.

In the normal course of investment, the Fund Manager will usually not hedge foreign currency exposure. The Fund Manager may however depending on prevailing market circumstances at a particular point in time, choose to use forward or option contracts for hedging and risk reduction purposes.

The following table sets out the foreign exchange/currency risk concentrations and counterparties of the Fund.

	Financial assets at fair value through profit and loss	Amount due from brokers	Cash and cash equivalents	Dividends receivable	Total
	RM	RM	RM	RM	RM
<u>2017</u>					
AUD	12,364,420	-	126,900	52,062	12,543,382
HKD	28,757,755	-	339,423	162,517	29,259,695
IDR	2,142,067	77,824	22,059	-	2,241,950
INR	4,553,997	-	38,172	11,219	4,603,388
KRW	12,264,990	-	-	-	12,264,990
NZD	-	-	90	-	90
SGD	4,242,150	-	55,853	-	4,298,003
THB	886,334	-	-	-	886,334
TWD	9,321,944	-	163,389	22,311	9,507,644
USD	5,217,215	-	230,689	6,128	5,454,032
	<u>79,750,872</u>	<u>77,824</u>	<u>976,575</u>	<u>254,237</u>	<u>81,059,508</u>

	Financial assets at fair value through profit and loss	Amount due from brokers	Cash and cash equivalents	Dividends receivable	Total
	RM	RM	RM	RM	RM
<u>2016</u>					
AUD	10,806,400	64,234	28,387	58,265	10,957,286
HKD	18,693,170	-	69,136	54,858	18,817,164
IDR	1,712,371	-	-	-	1,712,371
INR	3,230,958	-	1,241,280	-	4,472,238
KRW	8,622,473	-	-	-	8,622,473
NZD	-	-	88	-	88
SGD	3,001,073	-	21,357	-	3,022,430
THB	1,078,603	-	-	-	1,078,603
TWD	5,004,930	17,655	50,565	71,340	5,144,490
USD	2,579,869	-	276,085	4,542	2,860,496
	<u>54,729,847</u>	<u>81,889</u>	<u>1,686,898</u>	<u>189,005</u>	<u>56,687,639</u>

The table summarises the sensitivity of the Fund's financial assets fair value to changes in foreign exchange movements at the end of the reporting period. The analysis is based on the assumption that the foreign exchange rate changes by 5% with all variables remain assumption that the foreign exchange rate changes by 5%, with all variables remain constants. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate having regard to historical volatility of this rate.

Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in price	Impact on profit after tax	Impact on net asset value
	%	RM	RM
<u>2017</u>			
AUD	5	627,169	627,169
HKD	5	1,462,985	1,462,985
IDR	5	112,098	112,098
INR	5	230,169	230,169
KRW	5	613,250	613,250
NZD	5	5	5
SGD	5	214,900	214,900
THB	5	44,317	44,317
TWD	5	475,382	475,382
USD	5	272,702	272,702
		<u>4,052,977</u>	<u>4,052,977</u>

	Change in price	Impact on profit after tax	Impact on net asset value
	%	RM	RM
<u>2016</u>			
AUD	5	547,864	547,864
HKD	5	940,858	940,858
IDR	5	85,619	85,619
INR	5	223,612	223,612
KRW	5	431,124	431,124
NZD	5	4	4
SGD	5	151,122	151,122
THB	5	53,930	53,930
TWD	5	257,225	257,225
USD	5	143,025	143,025
		<u>2,834,383</u>	<u>2,834,383</u>

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations. Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector and other factors. For the purpose of the Fund, the Fund Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

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 bank balances and other instruments which are capable of being converted into cash within 7 days.

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining period as at the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month	Between 1 month to 1 year	Total
	RM	RM	RM
2017			
Amount due to Manager	1,755,753	-	1,755,753
Accrued management fee	105,262	-	105,262
Amount due to Trustee	4,912	-	4,912
GST charges payable	6,610	-	6,610
Other payables and accruals	-	27,217	27,217
Contractual cash outflows	<u>1,872,537</u>	<u>27,217</u>	<u>1,899,754</u>
2016			
Amount due to brokers	255,108	-	255,108
Amount due to Manager	200,516	-	200,516
Accrued management fee	71,486	-	71,486
Amount due to Trustee	3,336	-	3,336
GST charges payable	4,489	-	4,489
Other payables and accruals	-	22,641	22,641
Contractual cash outflows	<u>534,935</u>	<u>22,641</u>	<u>557,576</u>

Credit/default risk

Credit/default risk is the risk that an issuer or counterparty will be unable or unwilling to meet a commitment that it has entered into with the Fund.

For amount due from brokers, the settlement terms are governed by the relevant rules and regulations as prescribed by respective stock exchange.

The credit/default risk is minimal as all transactions in quoted securities are settled/paid upon delivery using approved stockbrokers. The settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC's Guidelines on Unit Trust Funds.

The following table sets out the credit risk concentrations and counterparties of the Fund.

	Cash and cash equivalents	Dividends receivable	Amount due from brokers	Amount due from Manager	Total
	RM	RM	RM	RM	RM
<u>2017</u>					
Banking and Insurance					
- AA1	2,728,436	-	-	-	2,728,436
Consumer Discretionary					
- NR	-	30,030	-	-	30,030
Consumer Staple					
- NR	-	9,870	-	-	9,870
Financial					
- NR	-	85,159	-	-	85,159
Industrial					
- NR	-	113,316	-	-	113,316
Information Technology					
- NR	-	22,310	-	-	22,310
Utilities					
- NR	-	-	77,824	-	77,824
Other					
- NR	-	-	-	564,248	564,248
	<u>2,728,436</u>	<u>260,685</u>	<u>77,824</u>	<u>564,248</u>	<u>3,631,193</u>

	Cash and cash equivalents	Dividends receivable	Amount due from brokers	Amount due from Manager	Total
	RM	RM	RM	RM	RM
<u>2016</u>					
Banking and Insurance					
- AA1	1,692,277	-	-	-	1,692,277
Consumer Discretionary					
- NR	-	25,633	-	-	25,632
Consumer Staple					
- NR	-	6,583	-	-	6,583
Energy					
- NR	-	11,057	64,234	-	75,291
Financial					
- NR	-	50,506	-	-	50,506
Industrial					
- NR	-	38,488	-	-	38,488
Information Technology					
- NR	-	71,340	17,655	-	88,995
Material					
- NR	-	3,386	-	-	3,386
Other					
- NR	-	-	-	153,626	153,626
	<u>1,692,277</u>	<u>206,993</u>	<u>81,889</u>	<u>153,626</u>	<u>2,134,785</u>

None of these assets are past due or impaired.

Fund management risk

There is the risk that the management company may not adhere to the investment mandate of the respective Fund. With close monitoring by the investment committee, back office system being incorporated with limits and controls, and regular reporting to the senior management team, the management company is able to manage such risk. The Trustee has an oversight function over management of the Fund by the management company to safeguard the interests of unit holders.

Non-compliance risk

Non-compliance risk arises when the Manager and others associated with the Fund are not compliant to the rules set out in the Fund's constitution or the law that governs the Fund or applicable internal control procedures, or act fraudulently or dishonestly.

The non-compliance may expose the Fund to higher risks which may result in a fall in the value of the Fund which in turn may affect its investment goals. However, the risk can be mitigated by the internal controls and compliance monitoring undertaken by the Manager.

Capital risk

The capital of the Fund is represented by equity consisting of unit holders' capital and retained earnings. The amount of equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

Fair value estimation

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

The fair value of financial assets traded in active market (such as trading securities) are based on quoted market prices at the close of trading on the period end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Fund Manager will determine the point within the bid-ask spread that is representative of the fair value.

An active market is a market in which transactions for the asset take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

Fair value hierarchy

- i. The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:
 - Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.
 - Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
 - Level 3 : Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Fund's financial assets (by class) measured at fair value:

	Level 1	Level 2	Level 3	Total
	RM	RM	RM	RM
<u>2017</u>				
Financial assets at fair value through profit or loss:				
Quoted securities	81,676,504	-	-	81,676,504
<u>2016</u>				
Financial assets at fair value through profit or loss:				
Quoted securities	56,642,738	-	-	56,642,738

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active quoted securities. The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note F to the financial statements.

- ii. The carrying value of cash and cash equivalents, amount due from Manager, amount due from brokers, dividends receivable and all liabilities are a reasonable approximation of their fair values due to their short term nature.

3. MANAGEMENT FEE

In accordance with the Deed, the Manager is entitled to a management fee at a rate not exceeding 2.00% per annum on the net asset value of the Fund accrued on a daily basis.

For the financial period ended 30 September 2017, the management fee is recognised at a rate of 1.50% (2016: 1.50%) per annum on the net asset value of the Fund, calculated on daily basis.

There will be no further liability to the Manager in respect of the management fee other than the amounts recognised above.

4. TRUSTEE FEE

In accordance with the Deed, the Trustee is entitled to a fee at a rate not exceeding 0.20% per annum on the net asset value of the Fund, accrued on a daily basis subject to a minimum fee of RM18,000 per annum.

For the financial period ended 30 September 2017, the Trustee fee is recognised at a rate of 0.07% (2016: 0.07%) per annum on the net asset value of the Fund, excluding of foreign custodian fees and charges, calculated on daily basis.

There will be no further liability to the Trustee in respect of the trustee fee other than the amounts recognised above.

5. TAXATION

	6-months financial period ended 30.9.2017	6-months financial period ended 30.9.2016
	RM	RM
Tax charged for the financial period:		
Current taxation-Foreign	133,061	121,608

The numerical reconciliation between profit before taxation multiplied by the Malaysian statutory tax rate and tax expense of the Fund is as follows:

	6-months financial period ended 30.9.2017	6-months financial period ended 30.9.2016
	RM	RM
Profit before taxation	2,683,788	7,559,206
Tax at Malaysian statutory rate of 24% (2016 : 24%)	644,109	1,814,209
Tax effect of:		
Investment income exempt from tax	(848,180)	(1,966,346)
Expenses not deductible for tax purposes	47,823	45,047
Restriction on the tax deductible expenses for Unit Trust Funds	156,248	107,090
Foreign income subject to different tax rate	133,061	121,608
Taxation	133,061	121,608

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2017	2016
	RM	RM
Designated at fair value through profit or loss:		
Quoted securities	81,676,504	56,642,738
Net gain on financial assets at fair value through profit or loss:		
Realised gain/(loss) on disposals	2,554,742	(1,306,457)
Change in unrealised fair value (loss)/gain	(618,151)	8,200,837
	1,936,591	6,894,380

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Local				
Malaysia Securities				
<u>Consumer Discretionary</u>				
Genting Malaysia Berhad	157,700	714,396	848,426	1.02
<u>Financial</u>				
CIMB Group Holdings Berhad	170,985	964,492	1,077,206	1.29
Total Malaysia Securities	328,685	1,678,888	1,925,632	2.31
Foreign				
Australia Securities				
<u>Consumer Discretionary</u>				
Nine Entertainment Co Holdings Ltd	86,577	424,628	395,490	0.47
<u>Energy</u>				
Origin Energy Ltd	29,037	775,026	718,965	0.86
Whitehaven Coal Limited	138,698	1,292,457	1,689,555	2.03
Woodside Petroleum Ltd	9,730	1,071,978	937,260	1.12
	177,465	3,139,461	3,345,780	4.01

Name of counter	Quantity	Aggregate cost	Fair value as at	Percentage of net asset value of the Fund
			30.9.2017	
	Units	RM	RM	%
Foreign (continued)				
Australia Securities (continued)				
<u>Financial</u>				
Australia and New Zealand Banking Group Limited	27,664	2,301,949	2,710,572	3.25
National Australia Bank Limited	14,889	1,431,290	1,552,495	1.86
QBE Insurance Group Limited	36,413	1,298,156	1,206,548	1.45
	<u>78,966</u>	<u>5,031,395</u>	<u>5,469,615</u>	<u>6.56</u>
<u>Industrial</u>				
Qantas Airways Ltd	<u>44,893</u>	<u>409,085</u>	<u>866,366</u>	<u>1.04</u>
<u>Material</u>				
BHP Billiton Ltd	<u>22,912</u>	<u>2,093,480</u>	<u>1,955,240</u>	<u>2.34</u>
<u>Telecommunication</u>				
<u>Services</u>				
Telstra Corporation Limited	<u>28,732</u>	<u>405,410</u>	<u>331,929</u>	<u>0.40</u>
Total Australia Securities	<u>439,545</u>	<u>11,503,459</u>	<u>12,364,420</u>	<u>14.82</u>

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Hong Kong Securities				
<u>Consumer Discretionary</u>				
Dongfeng Motor Group Company Limited	156,000	776,556	870,133	1.04
I-Cable Communications Limited	6,655	-	917	-
Parkson Retail Group Limited	501,000	789,613	357,432	0.43
Sands China Limited	29,200	507,785	641,541	0.77
	692,855	2,073,954	1,870,023	2.24
<u>Consumer Staple</u>				
Tingyi (Cayman Islands) Holding Corp.	198,000	1,015,791	1,258,502	1.51
Hengan International Group Co Ltd	16,000	634,705	625,230	0.75
	214,000	1,650,496	1,883,732	2.26
<u>Energy</u>				
Kunlun Energy Company Limited	216,000	851,440	890,758	1.07

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Hong Kong Securities (continued)				
<u>Financial</u>				
Bank of China Limited	729,400	1,256,021	1,517,776	1.82
BOC Hong Kong (Holdings) Limited	35,000	529,245	717,895	0.86
China Construction Bank Corporation	924,000	2,813,879	3,236,147	3.88
China Merchants Bank Co., Ltd.	160,219	1,397,932	2,377,047	2.85
China Overseas Land & Investment Limited	110,000	1,439,596	1,510,107	1.81
Guangzhou R&F Properties Company Limited	71,600	535,984	700,443	0.84
PICC Property and Casualty Company Limited	164,000	1,305,250	1,221,446	1.46
Sino Land Company Limited	89,001	506,302	659,979	0.79
Standard Chartered Plc	37,186	1,744,482	1,546,569	1.85
Sun Hung Kai Properties Limited	26,300	1,311,667	1,803,843	2.16
The Wharf (Holdings) Limited	24,000	664,087	902,821	1.08
	<u>2,370,706</u>	<u>13,504,445</u>	<u>16,194,073</u>	<u>19.40</u>

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Hong Kong Securities (continued)				
<u>Industrial</u>				
China Merchants Holdings (International) Co. Ltd.	114,049	1,393,824	1,485,559	1.78
CK Hutchison Holdings Limited	28,500	1,445,130	1,538,063	1.84
	142,549	2,838,954	3,023,622	3.62
<u>Information Technology</u>				
FIH Mobile Limited	634,000	858,410	846,384	1.01
Tencent Holdings Limited	18,800	1,657,767	3,416,150	4.10
	652,800	2,516,177	4,262,534	5.11
<u>Material</u>				
China Resources Cement Holdings Ltd	244,000	397,785	633,013	0.76
Total Hong Kong Securities	4,532,910	23,833,251	28,757,755	34.46

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Indonesia Securities				
<u>Consumer Staple</u>				
PT Salim Ivomas Pratama Tbk	2,573,000	733,810	418,915	0.50
<u>Financial</u>				
PT Bank Negara Indonesia (Persero) Tbk	631,000	965,270	1,461,989	1.75
<u>Utilities</u>				
PT Perusahaan Gas Negara (Persero) Tbk	529,600	434,503	261,163	0.31
Total Indonesia Securities	3,733,600	2,133,583	2,142,067	2.56

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
India Securities				
<u>Financial</u>				
Axis Bank Limited	15,995	469,910	526,052	0.63
Indiabulls Housing Finance Limited	16,287	827,331	1,269,572	1.52
Rural Electrification Corporation Limited	63,173	546,288	623,933	0.75
	95,455	1,843,529	2,419,557	2.90
<u>Industrial</u>				
Infosys Technologies Ltd	36,719	2,233,941	2,134,440	2.56
Total India Securities	132,174	4,077,470	4,553,997	5.46
Republic of Korea Securities				
<u>Consumer Discretionary</u>				
Hyundai Motor Company Ltd	4,038	2,322,642	2,241,268	2.69
<u>Financial</u>				
Hana Financial Group Ltd	8,026	944,207	1,401,555	1.68
<u>Industrial</u>				
LG Corporation	4,030	911,262	1,197,929	1.44

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Republic of Korea				
Securities (continued)				
<u>Information Technology</u>				
Samsung Electronics Co Ltd	422	2,529,183	3,960,824	4.74
<u>Material</u>				
Hyundai Steel Company	5,854	1,236,972	1,139,928	1.37
<u>Telecommunication Services</u>				
KT Corporation	9,391	1,027,360	1,009,581	1.21
<u>Utilities</u>				
Korea Electric Power Corporation	9,135	1,624,302	1,313,905	1.58
Total Republic of Korea Securities	40,896	10,595,928	12,264,990	14.71

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Singapore Securities				
<u>Financial</u>				
Capitaland Limited	46,900	393,752	521,588	0.63
DBS Group Holdings Ltd	27,777	1,376,599	1,796,542	2.15
Oversea-Chinese Banking Corporation Limited	45,300	1,377,282	1,570,485	1.88
	119,977	3,147,633	3,888,615	4.66
<u>Industrial</u>				
Noble Group Limited	288,114	2,626,339	353,535	0.42
Total Singapore Securities	408,091	5,773,972	4,242,150	5.08

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Taiwan Securities				
<u>Financial</u>				
CTBC Financial Holding Company Limited	394,000	1,063,413	1,040,741	1.25
<u>Information Technology</u>				
Asustek Computer Inc.	13,000	562,509	450,928	0.54
Catcher Technology Company Ltd	20,000	667,633	785,491	0.94
Hon Hai Precision Industry Company Ltd	136,198	1,191,273	1,988,167	2.38
Taiwan Semiconductor Manufacturing Company Limited	168,000	2,991,917	5,056,617	6.06
	337,198	5,413,332	8,281,203	9.92
Total Taiwan Securities	731,198	6,476,745	9,321,944	11.17

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Thailand Security				
<u>Financial</u>				
Kasikornbank Public Company Ltd	32,700	673,563	886,334	1.06
Total Thailand Security	32,700	673,563	886,334	1.06
Bermuda Security (Listed in United States)				
<u>Industrial</u>				
Jardine Matheson Holdings Limited	3,581	798,916	957,258	1.15
Total Bermuda Security (Listed in United States)	3,581	798,916	957,258	1.15
China Securities (Listed in United States)				
<u>Industrial</u>				
Hollysys Automation Technologies Ltd.	9,100	756,388	829,672	1.00

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2017	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
China Securities (Listed in United States) (continued)				
<i>Information Technology</i>				
Alibaba Group Holding Limited	900	668,748	655,798	0.79
Baidu, Inc.	2,655	2,016,847	2,774,487	3.33
	<u>3,555</u>	<u>2,685,595</u>	<u>3,430,285</u>	<u>4.12</u>
Total China Securities (Listed in United States)	12,655	3,441,983	4,259,957	5.12
Total Foreign Securities	10,067,350	69,308,870	79,750,872	95.59
TOTAL QUOTED SECURITIES	<u>10,396,035</u>	<u>70,987,758</u>	<u>81,676,504</u>	<u>97.90</u>
ACCUMULATED UNREALISED GAIN OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>10,688,746</u>		
FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>81,676,504</u>		

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Local				
Malaysia Securities				
<u>Consumer Discretionary</u>				
Genting Malaysia Berhad	129,500	539,036	589,225	1.01
<u>Financial</u>				
CIMB Group Holdings Berhad	176,288	999,229	830,316	1.43
<u>Utilities</u>				
Tenaga Nasional Bhd	34,500	495,009	493,350	0.85
Total Malaysia Securities	340,288	2,033,274	1,912,891	3.29
Foreign				
Australia Securities				
<u>Consumer Discretionary</u>				
Nine Entertainment Co Holdings Ltd	176,271	939,608	587,764	1.01
<u>Energy</u>				
Origin Energy Ltd	24,343	692,091	417,007	0.72
Whitehaven Coal Limited	135,988	1,236,042	1,053,019	1.81
Woodside Petroleum Ltd	8,026	909,607	726,003	1.25
	168,357	2,837,740	2,196,029	3.78

Name of counter	Quantity	Aggregate cost	Fair value as at	Percentage of net asset value of the Fund
			30.9.2016	
	Units	RM	RM	%
Foreign (continued)				
Australia Securities (continued)				
<u>Financial</u>				
Australia and New Zealand Banking Group Limited	24,577	1,853,827	2,146,245	3.69
National Australia Bank Limited	18,398	1,695,697	1,620,605	2.78
QBE Insurance Group Limited	30,052	1,000,706	882,386	1.52
Stockland Corporation Ltd	29,243	371,007	439,945	0.76
Westfield Corporation	15,482	456,925	476,112	0.82
	117,752	5,378,162	5,565,293	9.57
<u>Industrial</u>				
Qantas Airways Ltd	114,440	867,000	1,128,501	1.94
<u>Material</u>				
BHP Billiton Ltd	18,786	1,761,922	1,328,813	2.28
Total Australia Securities	595,606	11,784,432	10,806,400	18.58
Hong Kong Securities				
<u>Consumer Discretionary</u>				
Parkson Retail Group Limited	506,000	988,003	224,133	0.38
Dongfeng Motor Group Company Limited	188,000	913,700	777,564	1.34
	694,000	1,901,703	1,001,697	1.72

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Hong Kong Securities (continued)				
<u>Consumer Staple</u>				
Tingyi (Cayman Islands) Holding Corp.	76,000	351,794	364,222	0.63
<u>Financial</u>				
Bank of China Limited	600,400	929,663	1,134,281	1.95
BOC Hong Kong (Holdings) Limited	36,500	501,568	510,353	0.88
China Construction Bank Corporation	680,000	1,871,142	2,086,669	3.58
China Overseas Land & Investment Limited	64,000	830,667	898,282	1.54
Sino Land Company Limited	71,001	348,883	519,871	0.89
Standard Chartered Plc	30,686	1,505,492	1,021,065	1.75
Sun Hung Kai Properties Limited	23,300	1,033,856	1,456,095	2.50
The Wharf (Holdings) Limited	22,000	548,024	662,771	1.14
	<u>1,527,887</u>	<u>7,569,295</u>	<u>8,289,387</u>	<u>14.23</u>

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Hong Kong Securities (continued)				
<u>Industrial</u>				
China Merchants Holdings (International) Co. Ltd.	72,768	845,466	801,932	1.38
CK Hutchison Holdings Limited	21,000	1,012,987	1,105,027	1.90
	93,768	1,858,453	1,906,959	3.28
<u>Material</u>				
China Resources Cement Holdings Ltd	206,000	283,571	340,805	0.58
Huabao International Holdings Limited	417,000	906,563	663,176	1.14
	623,000	1,190,134	1,003,981	1.72
<u>Telecommunication Services</u>				
China Mobile Limited	29,500	1,371,865	1,477,519	2.54
<u>Utilities</u>				
China Resources Power Holdings Company Limited	50,701	429,379	361,493	0.62
Total Hong Kong Securities	3,094,856	14,672,623	14,405,258	24.74

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Indonesia Securities				
<u>Consumer Staple</u>				
PT Salim Ivomas Pratama Tbk	2,140,000	697,452	337,300	0.58
<u>Financial</u>				
PT Bank Negara Indonesia (Persero) Tbk	524,100	674,924	920,621	1.58
<u>Utilities</u>				
PT Perusahaan Gas Negara (Persero) Tbk	500,300	384,149	454,450	0.78
Total Indonesia Securities	3,164,400	1,756,525	1,712,371	2.94

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
India Securities				
<u>Energy</u>				
Reliance Industries Ltd	9,744	567,809	655,074	1.12
<u>Financial</u>				
Axis Bank Limited	12,715	348,020	427,010	0.73
Indiabulls Housing Finance Limited	15,378	713,938	789,331	1.36
Rural Electrification Corporation Limited	67,303	504,880	502,278	0.86
	95,396	1,566,838	1,718,619	2.95
<u>Industrial</u>				
Infosys Technologies Ltd	13,338	673,307	857,265	1.47
Total India Securities	118,478	2,807,954	3,230,958	5.54

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Singapore Securities				
<u>Financial</u>				
Capitaland Limited	52,200	378,954	506,098	0.87
DBS Group Holdings Ltd	22,896	1,025,593	1,067,609	1.83
Oversea-Chinese Banking Corporation Limited	23,300	665,250	610,641	1.05
	98,396	2,069,797	2,184,348	3.75
<u>Industrial</u>				
Noble Group Limited	1,773,448	2,534,548	816,725	1.40
Total Singapore Securities	1,871,844	4,604,345	3,001,073	5.15
Republic of Korea Securities				
<u>Consumer Discretionary</u>				
Hyundai Motor Company Ltd	3,315	1,931,341	1,682,817	2.89
<u>Financial</u>				
Hana Financial Group Ltd	6,802	711,538	709,702	1.22
<u>Industrial</u>				
LG Corporation	2,519	534,150	610,586	1.05

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Republic of Korea				
Securities (continued)				
<u>Information Technology</u>				
Samsung Electronics Co Ltd	647	1,957,778	3,509,950	6.03
<u>Material</u>				
Hyundai Steel Company	3,324	656,478	632,614	1.09
<u>Telecommunication Services</u>				
KT Corporation	8,093	840,099	967,196	1.66
<u>Utilities</u>				
Korea Electric Power Corporation	2,519	505,569	509,608	0.87
Total Republic of Korea Securities	27,219	7,136,953	8,622,473	14.81

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Taiwan Securities				
<u>Information Technology</u>				
Catcher Technology Co Ltd	20,000	616,256	672,236	1.15
Compal Electronics, Inc	94,000	249,526	240,222	0.41
Hon Hai Precision Industry Co Ltd	131,198	886,988	1,368,858	2.35
Taiwan Semiconductor Manufacturing Company Ltd	113,000	1,193,804	2,723,614	4.68
	358,198	2,946,574	5,004,930	8.59
Total Taiwan Securities	358,198	2,946,574	5,004,930	8.59

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Thailand Securities				
<u>Energy</u>				
PTT Public Company Ltd	11,700	386,432	472,842	0.81
<u>Financial</u>				
Kasikornbank Public Company Ltd	27,100	512,016	605,761	1.04
Total Thailand Securities	38,800	898,448	1,078,603	1.85
Bermuda Security (Listed in United States)				
<u>Industrial</u>				
Jardine Matheson Holdings Limited	2,981	583,644	746,563	1.28
Total Bermuda Security (Listed in United States)	2,981	583,644	746,563	1.28

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
China Securities (Listed in Hong Kong)				
<u>Consumer Staple</u>				
Hengan International Group Co Ltd	12,500	519,497	428,941	0.74
<u>Financial</u>				
China Merchants Bank Co., Ltd.	134,219	977,344	1,399,637	2.40
<u>Information Technology</u>				
Tencent Holdings Limited	15,000	1,068,802	1,705,091	2.93
Total China Securities (Listed in Hong Kong)	161,719	2,565,643	3,533,669	6.07

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
China Securities (Listed in United States)				
<u>Industrial</u>				
Hollysys Automation Technologies Ltd.	5,600	484,121	512,996	0.88
<u>Information Technology</u>				
Baidu, Inc.	1,755	1,230,524	1,320,310	2.27
Total China Securities (Listed in United States)	7,355	1,714,645	1,833,306	3.15

Name of counter	Quantity	Aggregate cost	Fair value as at 30.9.2016	Percentage of net asset value of the Fund
	Units	RM	RM	%
Foreign (continued)				
Macau Security (Listed in Hong Kong)				
<u>Consumer Discretionary</u> Sands China Ltd.	42,000	700,655	754,243	1.30
Total Macau Security (Listed in Hong Kong)	42,000	700,655	754,243	1.30
Total Foreign Securities	9,483,456	52,172,441	54,729,847	94.00
TOTAL QUOTED SECURITIES	<u>9,823,744</u>	54,205,715	<u>56,642,738</u>	97.29
ACCUMULATED UNREALISED GAIN OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>2,437,023</u>		
FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>56,642,738</u>		

7. CASH AND CASH EQUIVALENTS

	2017	2016
	RM	RM
Bank balances with a licensed bank	2,728,436	1,692,277

The currency exposure profile of cash and cash equivalents is as follows:

	2017	2016
	RM	RM
AUD	126,900	28,387
HKD	339,423	69,136
IDR	22,059	-
INR	38,172	1,241,280
MYR	1,751,861	5,379
NZD	90	88
SGD	55,853	21,357
TWD	163,389	50,565
USD	230,689	276,085
	<u>2,728,436</u>	<u>1,692,277</u>

8. UNITS IN CIRCULATION

	2017	2016
	No. of units	No. of units
At the beginning of the financial period	105,966,338	103,149,947
Creation of units arising from applications during the financial period	25,587,933	3,635,088
Cancellation of units during the financial period	<u>(22,877,545)</u>	<u>(13,649,116)</u>
At the end of the financial period	<u>108,676,726</u>	<u>93,135,919</u>

9. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers are as follows:

Name of brokers	Value	Percentage	Brokerage fees	Percentage
	of trades	of total trades		of total brokerage fees
	RM	%	RM	%
<u>2017</u>				
Deutsche Bank Limited	6,126,691	20.81	4,599	11.82
Citigroup Global Markets Inc	5,490,045	18.64	7,087	18.21
Merrill Lynch Int Ltd	4,453,829	15.12	4,722	12.13
Macquarie Bank Limited	2,556,862	8.68	4,264	10.96
UBS Securities Limited	2,403,799	8.16	5,317	13.66
Credit Suisse Limited	1,889,897	6.42	3,716	9.55
ITG Limited	1,636,663	5.56	1,523	3.91
Morgan Stanley And Co	1,421,419	4.83	3,030	7.79
Instinet Limited	1,031,919	3.51	285	0.73
J.P. Morgan Securities, Inc.	678,531	2.30	895	2.30
Others	1,759,154	5.97	3,482	8.94
	<u>29,448,809</u>	<u>100.00</u>	<u>38,920</u>	<u>100.00</u>

Name of brokers	Value of trades	Percentage of total trades	Brokerage fees	Percentage of total brokerage fees
	RM	%	RM	%
<u>2016</u>				
Citigroup Global Markets Inc	4,855,214	15.76	16,419	19.63
CLSA Limited	4,116,182	13.36	9,143	10.94
Merrill Lynch International Ltd	3,526,341	11.44	9,099	10.88
Credit Suisse Equities Limited	2,875,812	9.33	9,151	10.94
J.P. Morgan Morgan Securities (Asia Pacific) Ltd	2,424,865	7.87	7,371	8.81
Goldman Sachs & Co	2,213,651	7.18	5,121	6.11
Macquarie Equities Limited	1,976,832	6.41	4,173	4.99
UBS Securities Pte Ltd	1,613,746	5.24	5,156	6.16
Morgan Stanley And Co.	1,558,167	5.06	3,788	4.53
Instinet Pty	1,502,880	4.88	2,222	2.66
Others	4,152,679	13.47	12,008	14.35
	30,816,369	100.00	83,651	100.00

All brokers highlighted above are not related to the Manager.

10. MANAGEMENT EXPENSE RATIO ("MER")

	2017	2016
	%	%
MER	1.05	1.15

MER is derived from the following calculation:

$$\text{MER} = \frac{(A + B + C + D + E)}{F} \times 100$$

A = Management fee

B = Trustee fee

C = Audit fee

D = Tax agent fee

E = Other expenses (inclusive of GST charges)

F = Average net asset value of the Fund calculated on a daily basis

The average net asset value of the Fund for the financial period calculated on a daily basis is RM80,977,516 (2016: RM55,293,559).

11. PORTFOLIO TURNOVER RATIO ("PTR")

	2017	2016
PTR (times)	0.18	0.28

PTR is derived from the following calculation:

$$\frac{(\text{Total acquisitions for the financial period} + \text{total disposals for the financial period}) \div 2}{\text{Average net asset value of the Fund for the financial period calculated on a daily basis}}$$

where:

total acquisitions for the financial period = RM16,235,116 (2016: RM12,224,673)

total disposals for the financial period = RM13,213,693 (2016: RM18,536,725)

12. UNITS HELD BY THE MANAGER

The related party of and its relationship with the Fund is as follows:

Related party	Relationship			
Eastspring Investments Berhad	The Manager			

	2017		2016	
	No. of units	RM	No. of units	RM
Eastspring Investments Berhad	1,000	768	1,000	625

The above units were transacted at the prevailing market price.

The units are held legally by the Manager and are within the prescribed limit allowed by SC's Guidelines on Unit Trust Funds. Other than the above, there were no units held by the Directors or parties related to the Manager.

13. SEGMENTAL INFORMATION

The internal reporting provided to the chief operating decision-maker for the Fund's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of MFRS and IFRS. The CEO, who is the chief operating decision-maker, is responsible for the performance of the Fund and considers the business to have a single operating segment located in Malaysia. Asset allocation decisions are based on a single, integrated investment strategy and the Fund's performance is evaluated on an overall basis.

The reportable operating segments derive their income by seeking investments to achieve targeted returns consummate with an acceptable level of risk within each portfolio. These returns consist of dividends income earned from investments, foreign exchange gains/losses and gains/losses on the appreciation in the value of investments.

There were no changes in the reportable operating segments during the financial period.

14. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 15 November 2017.

CORPORATE DIRECTORY

MANAGER

NAME

EASTSPRING INVESTMENTS BERHAD

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531241-U

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TRUSTEE

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