

EASTSPRING INVESTMENTS CASH MANAGEMENT FUND

INTERIM REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD
ENDED 30 JUNE 2018



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 June 2018.

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

TABLE OF CONTENTS

Fund Information	1
Key Performance Data	3
Manager's Report	5
Market Review	9
Rebates and Soft Commissions	9
Statement by the Manager	12
Trustee's Report to the Unit Holders of Eastspring Investments Cash Management Fund	13
Unaudited Statement of Financial Position	14
Unaudited Statement of Profit or Loss and Other Comprehensive Income	15
Unaudited Statement of Changes in Net Assets Value	16
Unaudited Statement of Cash Flows	17
Notes to the Unaudited Financial Statements	18
Corporate Directory	45

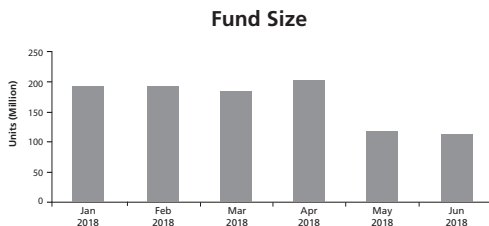
FUND INFORMATION

Name of Fund	Eastspring Investments Cash Management Fund (the “Fund”)
Fund Category/ Type	Money market/income
Fund Objective	<p>The Fund seeks to provide a high level of liquidity with reasonable returns by investing in a portfolio of money market and other short-term debt instruments.</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 Maybank overnight deposit rate.</p> <p>Source: www.maybank2u.com.my</p> <p>Note: The risk profile of the Fund is different from the risk profile of the performance benchmark.</p>
Fund Income Distribution Policy	At least once a month, subject to the availability of income.

FUND INFORMATION (CONTINUED)

Breakdown of Unit Holdings by Size

As at 30 June 2018, the size of Eastspring Investments Cash Management Fund stood at 113.131 million units.



Breakdown of Unit Holdings

Unit Holdings	No. of Unit Holders	%	No of Units* ('000)	%
5,000 units and below	28	24.14	33	0.03
5,001 to 10,000 units	5	4.31	37	0.03
10,001 to 50,000 units	26	22.41	667	0.59
50,001 to 500,000 units	38	32.76	7,201	6.37
500,001 units and above	19	16.38	105,192	92.98
Total	116	100.00	113,130	100.00

* excludes units held by the Manager.

KEY PERFORMANCE DATA

FOR THE FINANCIAL PERIOD ENDED

Category	30.6.2018	30.6.2017	30.6.2016
	(%)	(%)	(%)
Unquoted fixed income securities	31.40	40.29	16.65
Cash and other assets	68.60	59.71	83.35
Total	100.00	100.00	100.00
Net Asset Value (NAV) (RM'000)	61,169	159,924	155,827
Units In Circulation (Units '000)	113,131	295,777	287,849
Net Asset Value Per Unit (RM)	0.5407	0.5407	0.5413
Highest Net Asset Value Per Unit (RM) [#]	0.5406	0.5407	0.5413
Lowest Net Asset Value Per Unit (RM) [#]	0.5394	0.5400	0.5406
Total Return (%)			
- Capital Growth	0.06	(0.09)	(0.02)
- Income Distribution	1.62	1.87	1.79
Total Return (%)	1.68	1.77	1.77
Gross Distribution Per Unit (RM)	0.0087	0.0100	0.0096
Net Distribution Per Unit (RM)	0.0087	0.0100	0.0096
Management Expense Ratio (MER) (%) [*]	0.23	0.30	0.30
Portfolio Turnover Ratio (PTR) (times) [^]	0.06	0.09	0.17

[#] Figures shown as ex-distribution.

^{*} 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 1.7.2017 to 30.6.2018	3 years 1.7.2015 to 30.6.2018	5 years 1.7.2013 to 30.6.2018
	(%)	(%)	(%)

Average total return	3.27	3.39	3.31
----------------------	------	------	------

Year ended	1.1.2017 to 31.12.2017	1.1.2016 to 31.12.2016	1.1.2015 to 31.12.2015	1.1.2014 to 31.12.2014	1.1.2013 to 31.12.2013
	(%)	(%)	(%)	(%)	(%)

Annual total return	3.37	3.36	3.50	3.13	3.00
---------------------	------	------	------	------	------

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

Bases of calculation and assumptions made in calculating returns:

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

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.

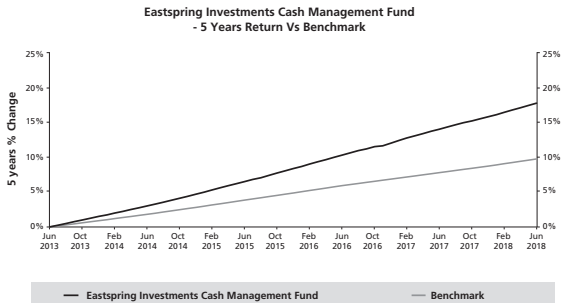
MANAGER'S REPORT

Fund Performance

Over the 5-year period, the Fund recorded a return of 17.71%, outperforming the benchmark return of 9.73% by 7.98%.

During the period under review, the Fund registered a return of 1.68%, outperforming the benchmark return of 0.94% by 0.74%.

Investments in short term corporate bonds and commercial papers have contributed to the outperformance of the Fund.



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

Benchmark: Maybank overnight deposit rate

Source: Lipper for Investment Management and www.maybank2u.com.my, as at 30 June 2018.

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 June 2018:

Income Return	Capital Return*	Total Return	Total Return of Benchmark
(%)	(%)	(%)	(%)
1.62	0.06	1.68	0.94

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

Distribution/ Unit Split

Ex-date	8-Jan-18	6-Feb-18	6-Mar-18
Distribution Per Unit	(RM)	(RM)	(RM)
Gross	0.0014	0.0015	0.0014
Net	0.0014	0.0015	0.0014

Ex-date	6-Apr-18	7-May-18	6-Jun-18
Distribution Per Unit	(RM)	(RM)	(RM)
Gross	0.0015	0.0015	0.0014
Net	0.0015	0.0015	0.0014

Impact on NAV arising from distribution for the financial period ended 30 June 2018.

MANAGER'S REPORT (CONTINUED)

Distribution/
Unit Split
(continued)

Ex-date	8-Jan-18	6-Feb-18	6-Mar-18
	(RM per Unit)	(RM per Unit)	(RM per Unit)
Net Asset			
Value before distribution	0.5408	0.5407	0.5406
Less: distribution	<u>(0.0014)</u>	<u>(0.0015)</u>	<u>(0.0014)</u>
Net Asset Value after distribution	<u>0.5394</u>	<u>0.5392</u>	<u>0.5392</u>

Ex-date	6-Apr-18	7-May-18	6-Jun-18
	(RM per Unit)	(RM per Unit)	(RM per Unit)
Net Asset			
Value before distribution	0.5408	0.5408	0.5408
Less: distribution	<u>(0.0015)</u>	<u>(0.0015)</u>	<u>(0.0014)</u>
Net Asset Value after distribution	<u>0.5393</u>	<u>0.5393</u>	<u>0.5394</u>

No unit split were declared for the financial period ended 30 June 2018.

Investment
Strategy During
Period Under
Review

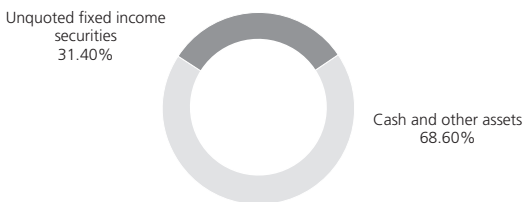
The Fund participated in fixed deposits, selective quality short-term debt securities for yield pick-up and short-term money market instruments for liquidity purposes.

MANAGER'S REPORT (CONTINUED)

Asset Allocation

Asset Allocation	30-Jun 2018	31-Dec 2017	Changes
	(%)	(%)	(%)
Unquoted fixed income securities	31.40	7.33	24.07
Cash and other assets	68.60	92.67	(24.07)

Asset Allocation as at 30 June 2018



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

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.

Cross-Trade Transaction

During the period under review, there were cross-trades executed through a dealer or a financial institution on an arm's length and fair value basis and in the best interest of the Fund. The investment committee for the Fund has reviewed that such trades for the period from January to March 2018 were transacted on an arm's length and fair value basis and in the best interest of the Fund. Whilst the trades for the period from April to June 2018 will be tabled for review at the upcoming investment committee meeting.

MARKET REVIEW

For the period under review, Bank Negara Malaysia (“BNM”) raised the Overnight Policy Rate (“OPR”) by 25bps to 3.25% in Jan 2018, after holding it unchanged since July 2016. In the recent Monetary Policy Committee (“MPC”) meeting in May 2018, BNM maintained the OPR at 3.25%. BNM cited that the global economy has continued to strengthen with more synchronised growth across regions. In the advance economics, rising wages and policy support continued to drive growth. In Asia, growth is driven by sustained domestic activity and strong external demand. While global growth prospects is projected to remain balanced, there remain risks arising from volatility of financial market, global trade tensions and geopolitical risks.

The Malaysian economy is expected to remain strong in 2018 supported by firmer domestic activity and positive global growth performance. Domestic demand remains the key driver of growth, underpinned by higher income and employment, and implementation of ongoing infrastructure projects and sustained capital investment in the manufacturing and services sectors. Headline inflation is projected to remain moderate on expectations of a smaller effect from global cost factors. The ringgit has strengthened this year to better reflect the economic fundamentals. The MPC viewed that at the current level of the OPR, the stance of monetary policy remained accommodative to ensure that the domestic economy continues on a steady growth path amid lower inflation.

Following the 25bps rise in OPR from 3.00% to 3.25% on 25th January 2018, the interbank short-term rates were adjusted upwards and maintained their tight trading range thereafter amidst ample liquidity in the market. The overnight and 1-week rates rose from 2.97% - 3.05% at the beginning period to 3.23% - 3.32% respectively, while the 1-month rates rose from 3.15% - 3.18% to 3.40% - 3.41%.

In the short-term Bills market, yields on 1-month short term Bills traded higher by 34bps and the 1-year yields rose by 45bp. Both 1-month and 1-year yields ended the period at 3.25% and 3.38% respectively.

REBATES AND SOFT COMMISSIONS

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

This page is intentionally left blank

EASTSPRING INVESTMENTS CASH MANAGEMENT FUND

(Established in Malaysia)

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2018

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 14 to 44, are drawn up in accordance with the provisions of the Master Deed and give a true and fair view of the state of affairs of Eastspring Investments Cash Management Fund as at 30 June 2018 and of its results, changes in net assets value and cash flows for the six months financial period ended on that date in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the Securities Commission's Guidelines on Unit Trust Funds in Malaysia.

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: 17 August 2018

TRUSTEE'S REPORT TO THE UNIT HOLDERS OF EASTSPRING INVESTMENTS CASH MANAGEMENT FUND

We have acted as Trustee for Eastspring Investments Cash Management Fund (the "Fund") for the financial period ended 30 June 2018. 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.

We are of the view that the distributions made during this six months financial period ended 30 June 2018 by the Manager are not inconsistent with the objectives of the Fund.

For Deutsche Trustees Malaysia Berhad

Wong Mun Loong

Manager, Trustee Operations

Richard Lim Hock Seng

Chief Executive Officer

Kuala Lumpur

Date: 17 August 2018

UNAUDITED STATEMENT OF FINANCIAL POSITION

AT 30 JUNE 2018

	Note	2018	2017
		RM	RM
INVESTMENTS			
Unquoted fixed income securities	4	19,033,706	64,429,855
Deposits with licensed financial institutions	5	40,960,000	92,680,000
		<u>59,993,706</u>	<u>157,109,855</u>
OTHER ASSETS			
Other receivables		1,158,335	972,090
Bank balance with a licensed bank		55,516	2,025,722
		<u>1,213,851</u>	<u>2,997,812</u>
TOTAL ASSETS		<u>61,207,557</u>	<u>160,107,667</u>
LIABILITIES			
Amount due to Manager		-	69,972
Accrued management fee		15,464	67,588
Amount due to Trustee		2,577	6,758
Other payables and accrued expenses		20,193	39,723
		<u>38,234</u>	<u>184,041</u>
TOTAL LIABILITIES		<u>38,234</u>	<u>184,041</u>
NET ASSETS VALUE		<u>61,169,323</u>	<u>159,923,626</u>
REPRESENTED BY:			
Unit holders' capital		36,248,766	136,513,351
Undistributed income		24,920,557	23,410,275
		<u>61,169,323</u>	<u>159,923,626</u>
NET ASSETS VALUE ATTRIBUTABLE TO UNIT HOLDERS		<u>61,169,323</u>	<u>159,923,626</u>
NUMBER OF UNITS IN CIRCULATION	6	<u>113,131,149</u>	<u>295,777,063</u>
NET ASSETS VALUE ATTRIBUTABLE TO UNIT HOLDERS PER UNIT (EX-DISTRIBUTION)		<u>0.5407</u>	<u>0.5407</u>

The notes on pages 18 to 44 are an integral part of these unaudited financial statements.

UNAUDITED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2018

	Note	1.1.2018 to 30.6.2018	1.1.2017 to 30.6.2017
		RM	RM
Interest income		1,870,921	2,630,573
Net of amortisation of premium		(51,279)	(63,960)
Net unrealised (loss)/gain from financial instruments at fair value through profit or loss		(6,326)	118,730
TOTAL INCOME		<u>1,813,316</u>	<u>2,685,343</u>
EXPENSES			
Management fee	8	(165,400)	(328,613)
Trustee's fee	9	(23,851)	(32,861)
Auditors' remuneration		(4,959)	(4,959)
Tax agent's fee		(3,487)	(1,687)
Administrative expenses		(27,031)	(28,098)
TOTAL OPERATING EXPENSES		<u>(224,728)</u>	<u>(396,218)</u>
NET INCOME/TOTAL COMPREHENSIVE INCOME FOR THE PERIOD			
		<u>1,588,588</u>	<u>2,289,125</u>
Net income is made up as follows:			
Realised amount		1,594,914	2,170,395
Unrealised amount		(6,326)	118,730
		<u>1,588,588</u>	<u>2,289,125</u>

The notes on pages 18 to 44 are an integral part of these unaudited financial statements.

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS VALUE FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2018

	Note	Unit holders' capital	Undistributed income	Total
		RM	RM	RM
AT 1 JANUARY 2018		132,545,828	24,928,611	157,474,439
Movement in unit holders' contribution				
Creation of units from application		36,616,006	-	36,616,006
Creation of units from distributions		1,596,642	-	1,596,642
Cancellation of units		(134,509,710)	-	(134,509,710)
Total comprehensive income for the period		-	1,588,588	1,588,588
Income distributions	10	-	(1,596,642)	(1,596,642)
AT 30 JUNE 2018		<u>36,248,766</u>	<u>24,920,557</u>	<u>61,169,323</u>
AT 1 JANUARY 2017		77,529,829	22,922,644	100,452,473
Movement in unit holders' contribution				
Creation of units from application		102,071,993	-	102,071,993
Creation of units from distributions		2,449,425	-	2,449,425
Cancellation of units		(44,889,723)	-	(44,889,723)
Total comprehensive income for the period		-	2,289,125	2,289,125
Income distributions	10	(648,173)	(1,801,494)	(2,449,667)
AT 30 JUNE 2017		<u>136,513,351</u>	<u>23,410,275</u>	<u>159,923,626</u>

The notes on pages 18 to 44 are an integral part of these unaudited financial statements.

UNAUDITED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2018

	1.1.2018 to 30.6.2018	1.1.2017 to 30.6.2017
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	3,200,000	25,000,000
Purchase of investments	(10,741,275)	(22,911,550)
Movement in deposits with licensed financial institutions	104,130,000	(59,470,000)
Interest received	1,627,880	2,622,202
Payment for other fees and expenses	(290,082)	(362,095)
NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES	<u>97,926,523</u>	<u>(55,121,443)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	36,616,005	102,071,993
Payments for cancellation of units	(134,509,710)	(44,945,529)
Distributions paid	-	(242)
NET CASH (USED IN)/GENERATED FROM FINANCING ACTIVITIES	<u>(97,893,705)</u>	<u>57,126,222</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	32,818	2,004,779
CASH AND CASH EQUIVALENTS AT 1 JANUARY	<u>22,698</u>	<u>20,943</u>
CASH AND CASH EQUIVALENTS AT 30 JUNE	<u>55,516</u>	<u>2,025,722</u>
CASH AND CASH EQUIVALENTS COMPRISE:		
Bank balance with a licensed bank	<u>55,516</u>	<u>2,025,722</u>

The notes on pages 18 to 44 are an integral part of these unaudited financial statements.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2018

1. INFORMATION ON THE FUND AND THE MANAGER

Eastspring Investments Cash Management Fund (the “Fund”) was constituted pursuant to the execution of a Master Deed dated 4 May 2001, a Supplemental Master Deed dated 26 May 2003, a Supplemental Master Deed dated 15 February 2006, a Master Supplemental Deed dated 25 July 2007, and a Second Supplemental Master Deed dated 30 November 2009 between BHLB Trustee Berhad (“BHLB Trustee”) and Eastspring Investments Berhad. The Fund replaced BHLB Trustee with Deutsche Trustees Malaysia Berhad (the “Trustee”) effective 1 October 2010. A Supplemental Master Deed was entered into between the Manager and the Trustee on 30 July 2010 to effect the change of trustee from BHLB Trustee to the Trustee, followed by the Second Supplemental Master Deed dated 28 January 2011, a Third Supplemental Master Deed dated 9 March 2011, a Fourth Supplemental Master Deed dated 20 January 2012, a Fifth Supplemental Master Deed dated 26 March 2014, a Sixth Supplemental Master Deed dated 2 January 2015, a Seventh Supplemental Master Deed dated 11 July 2016 an Eight Supplemental Master Deed dated 25 January 2017, a Ninth Supplemental Master Deed dated 11 December 2017 and a Tenth Supplemental Master Deed dated 4 June 2018 (collectively referred to as the “Deed”).

The Fund will invest principally in a portfolio of money market instruments and short-term debentures. All investments will be subject to the Securities Commission’s (“SC”) Guidelines, the SC requirements, the Deed, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The Fund commenced operations on 29 May 2003 and will continue its operations until terminated according to the conditions stated in Part 12 of the Deed.

The main objective of the Fund seeks to provide investors with a high level of liquidity with reasonable returns by investing in a portfolio of money market and other short-term debt instruments.

The Manager, a company incorporated in Malaysia, 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 business.

2. BASIS OF PREPARATION

a. Statement of compliance

The financial statements of the Fund have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and Securities Commission’s Guidelines on Unit Trust Funds in Malaysia.

The following are accounting standards, amendments and interpretations of the MFRSs that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been adopted by the Fund:

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2019

- MFRS 16, *Leases*
- IC Interpretation 23, *Uncertainty over Income Tax Treatments*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 9, *Financial Instruments – Prepayment Features with Negative Compensation*
- Amendments to MFRS 11, *Joint Arrangements (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 112, *Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 123, *Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)*
- Amendments to MFRS 128, *Investments in Associates and Joint Ventures – Long-term Interests in Associates and Joint Ventures*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2021

- MFRS 17, *Insurance Contracts*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Fund plans to apply the abovementioned accounting standards, amendments and interpretations, where applicable:

- from the annual period beginning on 1 January 2019 for those accounting standards, amendments or interpretations that are effective for annual periods beginning on or after 1 January 2019 except for MFRS 16, Amendments to MFRS 3, Amendments to MFRS 11, Amendments to MFRS 112, Amendments to MFRS 123 and Amendments to MFRS 128 which are not applicable to the Fund.
- The Fund does not plan to apply MFRS 17, *Insurance Contracts* that is effective for annual periods beginning on 1 January 2021 as it is not applicable to the Fund.

The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impact to the current period and prior period financial statements of the Fund except as mentioned below:

i. MFRS 15, Revenue from Contracts with Customers

MFRS 15 replaces the guidance in MFRS 111 *Construction Contracts*, MFRS 118 *Revenue*, IC Interpretation 13, *Customer Loyalty Programmes*, IC Interpretation 15, *Agreements for Construction of Real Estate*, IC Interpretation 18 *Transfers of Assets from Customers* and IC Interpretation 131 *Revenue – Barter Transactions Involving Advertising Services*. MFRS 15 provides a single model for accounting for revenue arising from contracts with customers, focusing on the identification and satisfaction of performance obligations.

Based on the assessment, the Fund does not expect the application of MFRS 15 to have a significant impact on its financial statements.

ii. MFRS 9, *Financial Instruments*

MFRS 9 replaces the guidance in MFRS 139, *Financial Instruments: Recognition and Measurement* on the classification and measurement of financial assets and financial liabilities, and on hedge accounting.

The standard introduces new requirements for classification and measurement of financial instruments, impairment of financial assets and hedge accounting. The approach for classification of financial assets is driven by cash flow characteristics and the business model in which an asset is held with three measurement categories - amortised cost, fair value through profit or loss ("FVTPL") and fair value through other comprehensive income ("FVOCI").

For impairment, MFRS 9 introduces an expected-loss impairment model which will require more timely recognition of expected credit losses to reflect changes of credit risk of financial instruments as well as future economic conditions.

The Fund anticipates changes to the financial statements in the areas of classification and measurements for financial assets where financial assets held for trading are expected to be continued to be measured at FVTPL.

The expected changes above are not expected to have material impact on the assets value of the Fund.

iii. MFRS 16, *Leases*

MFRS 16 replaces the guidance in MFRS 117, *Leases*, IC Interpretation 4, *Determining whether an Arrangement contains a Lease*, IC Interpretation 115, *Operating Leases – Incentives* and IC Interpretation 127, *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*.

The expected changes above are not expected to have material financial impact on the Fund.

b. Basis of measurement

These financial statements have been prepared on the historical cost basis other than as disclosed in Note 3 (a)(ii).

c. Functional and presentation currency

These financial statements are presented in Ringgit Malaysia (“RM”), which is the Fund’s functional currency.

d. Use of estimates and judgments

The preparation of financial statements in conformity with MFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

There are no significant areas of estimation uncertainty and critical judgements in applying accounting policies that have significant effect on the amounts recognised in these financial statements other than fair value estimation for unquoted fixed income securities, see Note 4. Fair values of the unquoted fixed income securities are observable market prices from a bond pricing agency by using valuation techniques.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to the periods presented in these financial statements.

a. Financial instruments

i. Initial recognition and measurement

A financial asset or a financial liability is recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the instrument.

A financial instrument is recognised initially, at its fair value plus, in the case of a financial instrument not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial instrument.

An embedded derivative is recognised separately from the host contract and accounted for as a derivative if, and only if, it is not closely related to the economic characteristics and risks of the host contract and the host contract is not categorised at fair value through profit or loss. The host contract, in the event an embedded derivative is recognised separately, is accounted for in accordance with policy applicable to the nature of the host contract.

ii. Financial instrument categories and subsequent measurement

The Fund categorises financial instruments as follows:

Financial assets

a. Financial assets at fair value through profit or loss

Fair value through profit or loss category comprises financial assets that are held for trading, including derivatives (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument) or financial assets that are specifically designated into this category upon initial recognition.

Derivatives that are linked to and must be settled by delivery of unquoted equity instruments whose fair values cannot be reliably measured are measured at cost.

Financial assets categorised as fair value through profit or loss are subsequently measured at their fair values with the gain or loss recognised in profit or loss.

b. Loans and receivables

Loans and receivables category are debt instruments that are not quoted in an active market that comprises deposits, bank balances and receivables.

Financial assets categorised as loans and receivables are subsequently measured at amortised cost using the effective interest method.

All financial assets, except for those measured at fair value through profit or loss, are subject to review for impairment (see Note 3(c)).

Financial liabilities

All financial liabilities are subsequently measured at amortised cost other than those categorised as fair value through profit or loss.

Fair value through profit or loss category comprises financial liabilities that are derivatives (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument) or financial liabilities that are specifically designated into this category upon initial recognition.

Derivatives that are linked to and must be settled by delivery of equity instruments that do not have a quoted price in an active market for identical instruments whose fair values otherwise cannot be reliably measured are measured at cost.

Financial liabilities categorised as fair value through profit or loss are subsequently measured at their fair values with the gain or loss recognised in profit or loss.

iii. Regular way purchase or sale of financial assets

A regular way purchase or sale is a purchase or sale of a financial asset under a contract whose terms require delivery of the asset within the time frame established generally by regulation or convention in the marketplace concerned.

A regular way purchase or sale of financial assets is recognised and derecognised, as applicable, using trade date accounting. Trade date accounting refers to:

- a. the recognition of an asset to be received and the liability to pay for it on the trade date, and
- b. derecognition of an asset that is sold, recognition of any gain or loss on disposal and the recognition of a receivable from the buyer for payment on the trade date.

iv. Derecognition

A financial asset or part of it is derecognised when, and only when the contractual rights to the cash flows from the financial asset expire or control of the asset is not retained or substantially all of the risks and rewards of ownership of the financial asset are transferred to another party. On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received (including any new asset obtained less any new liability assumed) and any cumulative gain or loss that had been recognised in equity is recognised in profit or loss.

A financial liability or a part of it is derecognised when, and only when, the obligation specified in the contract is discharged or cancelled or expires. On derecognition of a financial liability, the difference between the carrying amount of the financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

b. Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, balances and deposits with banks and highly liquid investments which have an insignificant risk of changes in fair value with original maturities of three months or less, and are used by the Fund in the management of their short term commitments.

Cash and cash equivalents are categorised and measured as loans and receivables in accordance with policy Note 3 (a)(ii)(b).

c. Impairment

Financial assets

All financial assets (except for financial assets categorised as fair value through profit or loss) are assessed at each reporting date whether there is any objective evidence of impairment as a result of one or more events having an impact on the estimated future cash flows of the asset. Losses expected as a result of future events, no matter how likely, are not recognized. If any such objective evidence exists, then the impairment loss of the financial asset is estimated.

An impairment loss in respect of loans and receivables is recognised in profit or loss and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account.

If, in a subsequent period, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss, the impairment loss is reversed, to the extent that the asset's carrying amount does not exceed what the carrying amount would have been had the impairment not been recognised at the date the impairment is reversed. The amount of the reversal is recognised in profit or loss.

d. Income recognition

Interest income is recognised as it accrues using the effective interest method in profit or loss.

The realised gain/(loss) on sale of investments is measured as the difference between the net disposal proceeds and the carrying amount of the investments. The carrying amount for determining the realised gain/(loss) on sale of investments is based on the weighted average cost method and where applicable, adjusted for accretion for discount and amortisation of premium.

e. Income tax

Income tax expense comprises current tax. Income tax is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the period, using tax rates enacted or substantively enacted by the end of reporting period, and any adjustment to tax payable in respect of previous financial periods.

f. Creation and cancellation of units

The Fund issues cancellable units, which are cancelled at the holder's option and are classified as equity. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's net assets value. The outstanding units are carried at the redemption amount that is payable at the financial position date if the holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at the holder's option at prices based on the Fund's net assets value per unit at the time of creation or cancellation. The Fund's net assets value per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units. In accordance with the Security Commission's Guidelines on Unit Trust Funds in Malaysia, investment positions are valued based on the last traded market price for the purpose of determining the net assets value per unit for creations and cancellations.

g. Proceeds and payments on creation and cancellation of units

The net assets value per unit is computed for each dealing day. The price at which units are created or cancelled is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day. Units in the Fund are classified as equity in the statement of financial position and are stated at fair value representing the price at which unit holders can redeem the units from the Fund.

h. Fair value measurements

Fair value of an asset or a liability is determined 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. The measurement assumes that the transaction to sell the asset or transfer the liability takes place either in the principal market or in the absence of a principal market, in the most advantageous market.

For non-financial asset, the fair value measurement takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

When measuring the fair value of an asset or a liability, the Fund uses observable market data as far as possible. Fair value are categorised into different levels in a fair value hierarchy based on the input used in the valuation technique as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Fund can access at the measurement date.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: unobservable inputs for the asset or liability.

The Fund recognises transfers between levels of the fair value hierarchy as of the date of the event or change in circumstances that caused the transfers.

4. UNQUOTED FIXED INCOME SECURITIES

Name of counter	Rating	Maturity/ Callable date	Quantity	Cost		Market value as at 30.6.2018	Percentage of net assets value
				Unit	RM		
2018							
Corporate Bonds							
Bumitama Agri Ltd	AA3	18.03.2019	5,000,000		5,027,198	5,025,400	8.34
Jimah Energy Ventures Sdn Berhad	AA3	12.11.2018	3,500,000		3,558,005	3,558,520	5.88
Jimah Energy Ventures Sdn Berhad	AA3	10.05.2019	300,000		312,151	311,955	0.52
Perbadanan Kemajuan Negeri Selangor	P1	01.04.2019	5,000,000		4,834,897	4,834,897	7.90
Perbadanan Kemajuan Negeri Selangor	AA3	26.10.2018	300,000		300,132	300,084	0.49
Quantum Solar Park (Semenanjung) Sdn Berhad	AA- IS	05.04.2019	5,000,000		5,005,934	5,002,850	8.27
Total Unquoted Fixed Income Securities			19,100,000		19,038,317	19,033,706	31.40

4. UNQUOTED FIXED INCOME SECURITIES (CONTINUED)

Name of counter	Rating	Maturity/ Callable date	Quantity	Cost	Market value as at 30.6.2017	Percentage of net assets value
			Unit	RM	RM	%
2017						
Corporate Bonds						
AmBank (M) Berhad	AA3	16.10.2017	5,000,000	5,003,955	5,007,300	3.13
AMMB Holdings Berhad	AA3	08.08.2017	5,000,000	4,998,819	5,001,000	3.13
BGSM Management Sdn Bhd	AA3	28.12.2017	10,000,000	10,097,529	10,090,600	6.31
First Resources Limited	AA2	08.12.2017	5,000,000	5,004,016	5,000,950	3.13
First Resources Limited Jimah Energy Ventures	AA2	31.07.2017	2,500,000	2,500,416	2,500,525	1.57
Sdn Bhd						
OCBC Bank (Malaysia) Berhad	AA3	12.11.2018	5,000,000	5,300,709	5,300,150	3.31
Perbadanan Kemajuan Negeri Selangor	AA1	15.08.2017	10,000,000	9,999,395	10,002,400	6.25
Public Bank Berhad	AA3	09.08.2017	10,000,000	10,000,184	10,001,500	6.25
RHB Investment Bank Berhad	AA1	25.09.2018	5,000,000	5,026,709	5,030,500	3.15
Special Port Vehicle Berhad	AA3	11.12.2017	5,000,000	5,002,643	5,001,800	3.13
	AAA	28.07.2017	1,500,000	1,492,728	1,493,130	0.93
Total Unquoted Fixed Income Securities			64,000,000	64,427,103	64,429,855	40.29

5. DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS

	2018	2017
	RM	RM
Deposits with licensed financial institutions	40,960,000	92,680,000

6. NUMBER OF UNITS IN CIRCULATION

		2018	2017
	Note	No. of units	No. of units
As at 1 January		291,414,331	185,606,440
Add: Creation of units	6.1	70,770,955	193,144,344
Less: Cancellation of units		(249,054,137)	(82,973,721)
At 30 June		113,131,149	295,777,063

6.1 Creation of units

During the financial period ended 30 June 2018, 2,960,579 units amounting to RM1,596,642 (2017: 4,534,821 units amounting to RM2,449,425) created from re-investment of income distributions.

7. FINANCIAL INSTRUMENTS

7.1 Categories of financial instruments

The table below provides an analysis of financial instruments categorised as follows:

- Loans and receivables ("L&R");
- Fair value through profit or loss ("FVTPL"):
 - Held for trading ("HFT"); and
- Financial liabilities measured at amortised cost ("FL").

	Carrying amount	L&R/ (FL)	FVTPL/ HFT
	RM	RM	RM
2018			
Financial assets			
Investments	59,993,706	40,960,000	19,033,706
Interest receivables	1,158,335	1,158,335	-
Bank balance with a licensed bank	55,516	55,516	-
	61,207,557	42,173,851	19,033,706
Financial liabilities			
Accrued management fee	(15,464)	(15,464)	-
Amount due to Trustee	(2,577)	(2,577)	-
Other payables and accrued expenses	(20,193)	(20,193)	-
	(38,234)	(38,234)	-
2017			
Financial assets			
Investments	157,109,855	92,680,000	64,429,855
Interest receivables	972,090	972,090	-
Bank balance with a licensed bank	2,025,722	2,025,722	-
	160,107,667	95,677,812	64,429,855
Financial liabilities			
Amount due to Manager	(69,972)	(69,972)	-
Accrued management fee	(67,588)	(67,588)	-
Amount due to Trustee	(6,758)	(6,758)	-
Other payables and accrued expenses	(39,723)	(39,723)	-
	(184,041)	(184,041)	-

7.5 Credit risk

Credit risk is the risk of a financial loss to the Fund if a counterparty to a financial instrument fails to meet its contractual obligations. The Fund's exposure to credit risk arises principally from investment in fixed income securities, interest receivables and bank balances/deposits.

The Fund's maximum credit risk exposure at the reporting date is represented by the respective carrying amounts of the relevant financial assets in the statement of financial position.

No financial assets carried at amortised cost were past due or impaired as at date of statement of financial position other than as disclosed in Note 4.

7.6 Liquidity risk

Liquidity risk is the risk that the Fund will not be able to meet its financial obligations as they fall due. This may come about when realisation of units is in excess of normal amounts.

The Fund's exposure to liquidity risk arises principally from its amount due to Manager, amount due to Trustee, accrued management fee and, other payables and accrued expenses.

The extent of exposure to this risk is contained in provisions set out in the prospectus, which allows the Manager to extend the payment period in the event of excessive redemptions. The Fund maintains a level of cash and cash equivalents deemed adequate by the management to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they fall due.

7.7 Market risk

Market risk is the risk that changes in market prices, such as interest rates and other prices will affect the Fund's financial position or cash flows.

Risk management objectives, policies and processes for managing the risk

In order to mitigate risks related to changes and developments in regulations, politics, technology and the economy of the country, the Fund would generally

hold a diversified portfolio of securities from different market sectors as well as placement in short term deposits with various financial institutions to offset negative events affecting any market sector or financial institution.

7.7.1 Interest rate risk

The Fund's investments in fixed rate debt securities are exposed to a risk of change in their fair value due to changes in interest rates. Investments in short term receivables and payables are not significantly exposed to interest rate risk.

Exposure to interest rate risk

The interest rate profile of the Fund's significant interest-bearing financial instruments, based on carrying amounts as at the end of the reporting period was:

	2018	2017
	RM	RM
<u>Fixed rate instruments</u>		
Unquoted fixed income securities	19,033,706	64,429,855
Deposits with licensed financial institutions	40,960,000	92,680,000
	<u>59,993,706</u>	<u>157,109,855</u>

Interest rate risk sensitivity analysis

Fair value sensitivity analysis for fixed rate instruments

The Fund accounts for the unquoted fixed income securities and deposits with licensed financial institutions at fair value through profit or loss and at amortised cost, respectively.

A change in interest rates at the end of the reporting period would not significantly affect profit or loss.

The effective interest rates for the fixed rate instruments are as follows:

	2018	2017
	%	%
Unquoted fixed income securities*	4.53	4.24
Deposits with licensed financial institutions**	3.80	3.81

* Interest rate for unquoted fixed income securities is fixed throughout the duration until maturity.

** Deposits with licensed financial institutions will mature within one year from the date of the statement of financial position.

7.7.2 Other price risk

Bond price risk sensitivity analysis

Investments in unquoted fixed income instruments consist of corporate bonds and commercial papers. All commercial papers have maturities of less than one year. Considering the possible bond market price increase of 10% (2017: 10%), the effect on the Fund's post-tax profit or loss and net assets attributable to unit holders is an increase of RM1,903,370 (2017: RM6,442,985) as at 30 June 2018. A weakening of bond market price would have resulted in an equal but opposite effect.

7.8 Effective interest rates and maturity dates

The effective interest rates and the maturity dates of the financial instruments of the Fund are disclosed in Notes 4 and 7.7.1.

7.9 Management company risk

The Fund's Trustee ensures that the Manager operates and administers the Fund in accordance with the provisions of the Master Deeds, prospectuses, the Securities Commission Guidelines and Regulations and within acceptable business practices. The Manager's internal Compliance unit plays a complementary role

to the Trustee to ensure compliance within the organisation with all relevant legislations and to supervise the monitoring of all prescribed limits to ensure compliance with securities related legislation.

7.10 Fair value information

The carrying amounts of cash and cash equivalents, demand deposits, receivables and payables approximate their fair values due to the relatively short-term nature of these financial instruments.

The fair values of unquoted fixed income securities, together with the carrying amounts shown in the statement of financial position, are already disclosed in Note 4.

The following summarises the methods used in determining the fair value of financial instruments:

Unquoted fixed income securities

Unquoted fixed income securities issued by Malaysian and foreign corporations are rated by the Rating Agency of Malaysia Berhad or Malaysian Rating Corporation Berhad and an independent bond pricing agency company respectively are carried at cost adjusted for the amortisation of any premium or accretion of any discount over their par values at the time of acquisition. The premium or discount is amortised or accreted on a yield to maturity basis over the remaining term of the investments from the date of acquisition.

This adjusted cost (carrying value) is then revalued to reflect its fair value (indicative market value) using the fair price quoted by a bond pricing agency company registered with the Securities Commission as per the Securities Commission's Guidance on Unit Trust Funds. If such quotations are not available, the value shall be determined by reference to the last available quote provided the quote obtained is within the previous 30 days. Surplus or deficit on revaluation is transferred to the statement of profit or loss and other comprehensive income.

The table below analyses financial instruments carried at fair value and those not carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the statement of financial position.

	Fair value of financial instruments carried at fair value			Fair value of financial instruments not carried at fair value				Total fair value	Carrying amount
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3		
	RM	RM	RM	RM	RM	RM	RM	RM	RM
2018									
Financial assets									
Unquoted fixed income securities	-	19,033,706	-	19,033,706	-	-	-	19,033,706	19,033,706
2017									
Financial assets									
Unquoted fixed income securities	-	64,429,855	-	64,429,855	-	-	-	64,429,855	64,429,855

7.10.1 Fair value hierarchy

Policy on transfer between levels

The fair value of an asset to be transferred between levels is determined as of the date of the event or change in circumstances that caused the transfer.

Level 1 fair value

Level 1 fair value is derived from quoted price (unadjusted) in active markets for identical financial assets or liabilities that the entity can access at the measurement date.

Level 2 fair value

Level 2 fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the financial assets or liabilities, either directly or indirectly.

Transfer between Level 1 and Level 2 fair values

There has been no transfer between Level 1 and 2 fair values during the financial period. (2017: no transfer in either directions).

Level 3 fair value

Level 3 fair value is estimated using unobservable inputs for the financial assets and liabilities.

8. MANAGEMENT FEE

The Deed provides that the Manager is entitled to a management fee at a rate not exceeding 2.00% (2017: 2.00%) per annum of the Net Assets Value of the Fund, calculated on a daily basis.

The Manager is currently entitled to a management fee at a rate of 0.50% (2017: 0.50%) per annum of the Net Assets Value of the Fund, calculated on a daily basis.

9. TRUSTEE'S FEE

The Deed provides that the Trustee is entitled to a fee at a rate not exceeding 0.20% (2017: 0.20%) per annum of the Net Assets Value of the Fund, calculated on a daily basis and subject to a minimum of RM18,000 per annum.

The Trustee is currently entitled to a fee at a rate of 0.05% (2017: 0.05%) per annum of the Net Assets Value of the Fund, calculated on a daily basis and subject to a minimum of RM18,000 per annum.

10. INCOME DISTRIBUTIONS

During the current financial period, the Manager declared an aggregate gross distribution of 0.87 sen per unit (2017: 1.00 sen) for investors of Eastspring Investments Cash Management Fund.

	1.1.2018 to 30.6.2018	1.1.2017 to 30.6.2017
	RM	RM
Distributions to unit holders is from previous years realised income:		
Interest income	24,061	30,158
Accretion of discount, net of amortisation of premium	(846)	(623)
Previous year's realised income	2,650,640	1,776,501
Expenses	(3,088)	(4,542)
	<u>2,670,767</u>	<u>1,801,494</u>
Distribution equalisation	(1,074,125)	648,173
Gross/Net distribution	<u>1,596,642</u>	<u>2,449,667</u>

During the financial period, distributions were made as follows:

Ex-date	Aggregate gross/net distribution	
	2018	2017
	Sen/unit	Sen/unit
08 January / 16 January	0.14	0.19
06 February / 15 February	0.15	0.19
06 March / 15 March	0.14	0.16
06 April / 17 April	0.15	0.15
07 May /15 May	0.15	0.15
06 June / 15 June	0.14	0.16
Total	0.87	1.00

11. TAX EXPENSE

There is no tax expense charge for the current and previous financial period. Income from deposits placement and unquoted fixed income securities are exempted from tax in accordance with Schedule 6, Para 35 and Para 35A of the Income Tax Act (ITA), 1967. Pursuant to Section 61(1)(b) of the ITA, 1967, gains from realisation of investments will not be treated as income of the Fund and hence are not subject to income tax. In accordance with Sections 61 and 63B of the ITA, 1967, interest income and gains on sale of investments are exempted from tax.

12. UNITS HELD BY THE MANAGER

Units held at the end of the financial period

	2018	2017
	No. of units	No. of units
Manager		
Eastspring Investments Berhad	1,249	1,209

The above units were transacted at the prevailing market prices on the transaction dates. The units are held beneficially by the Manager for bookings purpose. Other than the above, there were no units held by the Directors or parties related to the Manager.

13. DEALERS' TRANSACTIONS

The details of dealers' transactions by value of trades are as follows:

Name of dealers	Value of trades	Percentage of total trades
	RM	%
<u>Financial period ended 30 June 2018</u>		
Ambank (M) Berhad	5,040,000	46.92
Ambank Islamic Berhad	4,785,479	44.55
RHB Investment Bank Berhad	915,795	8.53
	<u>10,741,274</u>	<u>100.00</u>
<u>Financial period ended 30 June 2017</u>		
Hong Leong Investment Bank Berhad	12,847,250	56.07
RHB Investment Bank Berhad	10,064,300	43.93
	<u>22,911,550</u>	<u>100.00</u>

All dealers highlighted above are not related to the Manager.

No brokerage fee was incurred for the financial period under review (2017: Nil).

14. MANAGEMENT EXPENSE RATIO ("MER")

	2018	2017
	%	%
MER	0.23	0.30

MER includes management fee, trustee's fee, auditor's remuneration, tax agent's fees and administrative expenses which is calculated as follows:

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

A = Management fee

B = Trustee's fee

C = Auditor's remuneration

D = Tax agent's fees

E = Administrative expenses

F = Average Net Assets Value of the Fund calculated on a daily basis

The average Net Assets Value of the Fund for the financial period is RM96,192,634 (2017: RM132,532,236).

15. PORTFOLIO TURNOVER RATIO ("PTR")

	2018	2017
PTR (times)	0.06	0.09

PTR is derived from the following calculation:

$$\frac{\text{(Total acquisitions + total disposals for the financial period)}/2}{\text{Average Net Assets Value of the Fund for the financial period calculated on a daily basis}}$$

	2018	2017
	RM	RM
Where:		
Total acquisitions for the financial period	10,741,274	22,911,550
Total disposals for the financial period	-	-

CORPORATE DIRECTORY

THE MANAGER

NAME

EASTSPRING INVESTMENTS BERHAD

COMPANY NO.

531241-U

REGISTERED OFFICE

16th Floor, Wisma Sime Darby

Jalan Raja Laut

50350 Kuala Lumpur

BUSINESS OFFICE

Level 12, Menara Prudential

No. 10, Jalan Sultan Ismail

50250 Kuala Lumpur

TELEPHONE NO.

603-2052 3388

FAX NO.

603-2070 6129

EMAIL

cs.my@eastspring.com

WEBSITE

www.eastspringinvestments.com.my

TRUSTEE

NAME

DEUTSCHE TRUSTEES MALAYSIA BERHAD

COMPANY NO.

763590-H

REGISTERED OFFICE & BUSINESS OFFICE

Level 20, Menara IMC

No. 8, Jalan Sultan Ismail

50250 Kuala Lumpur

TELEPHONE NO.

603-2053 7522

FAX NO.

603-2053 7526

SALE & PURCHASE OF UNITS

Eastspring Investments Berhad

Level 12, Menara Prudential

No. 10, Jalan Sultan Ismail

50250 Kuala Lumpur

TELEPHONE NO.

603-2332 1000

FAX NO.

603-2052 3366

BRANCHES

Petaling Jaya

Eastspring Investments Berhad
A-17-P1 & M
Block A, Jaya One
72A, Jalan Universiti
46200 Petaling Jaya, Selangor

TELEPHONE NO.

603-7948 1288

Kota Kinabalu

Eastspring Investments Berhad
Suite E3, 9th Floor
CPS Tower, Centre Point Sabah
No. 1, Jalan Centre Point
88000 Kota Kinabalu, Sabah

TELEPHONE NO.

6088-238 613

ENQUIRIES

CLIENT SERVICES

603-2332 1000

Eastspring Investments Berhad (531241-U)
Level 12, Menara Prudential
No. 10, Jalan Sultan Ismail, 50250 Kuala Lumpur
T: (603) 2052 3388 F: (603) 2070 6129
eastspringinvestments.com.my

Client Services
T: (603) 2332 1000 F: (603) 2052 3366
cs.my@eastspring.com