



PMB SHARIAH CASH MANAGEMENT FUND

**ANNUAL REPORT FOR THE
FINANCIAL YEAR ENDED
30 JUNE 2023**

Dear Unitholder,

MOVING TOWARDS ELECTRONIC COMMUNICATION.

We wish to inform that you have been automatically enrolled to receive funds' reports via electronic medium effective 31 March 2018. You will receive a notification by SMS/email when the funds' report is ready for download on our website at www.pmbinvestment.com.my. Please note that the report will be available to view and download from our website until next financial report. Please inform us in writing if you do not wish to receive the documents electronically.

Should you have any queries or need further clarification, please do not hesitate to contact our Clients Service Units at 03-4145 3900 or email at clients@pelaburanmara.com.my.

Thank you.

CORPORATE INFORMATION

MANAGER

PMB INVESTMENT BERHAD

(A member of Pelaburan MARA Berhad)

HEAD OFFICE

2nd Floor, Wisma PMB,
No.1A, Jalan Lumut,
50400 Kuala Lumpur.
Tel: (03) 4145 3800 Fax: (03) 41453901
E-mail: clients@pelaburanmara.com.my
Website: www.pmbinvestment.com.my

BOARD OF DIRECTORS

Mansoor bin Ahmad (Chairman)
Dato' Zulfikri bin Osman
Mohd Sabri bin Ramly
Mahani binti Ibrahim
Mahdzir bin Othman
YM Tengku Umizar binti YM Tengku Ubaidillah (*Appointed on
22 May 2023*)
Nik Mohamed Zaki bin Nik Yusoff (*Appointed on 29 May 2023*)

CHIEF EXECUTIVE OFFICER

Mahani binti Ibrahim

COMPANY SECRETARIES

Mohd Shah Bin Hashim (BC/M/148)

INVESTMENT COMMITTEE MEMBERS

Mansoor bin Ahmad
Nik Mohamed Zaki bin Nik Yusoff
Mahdzir bin Othman
Prof. Dr. Mohamed Aslam bin Mohamed Haneef
Rahimi bin Ramli (*Appointed on 6 June 2023*)

TRUSTEE

AMANAHRAYA TRUSTEES BHD

SHARIAH ADVISER

BIMB SECURITIES SDN BHD

AUDITORS

MESSRS AL JAFREE SALIHIN KUZAIMI PLT (ASK)

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1. FUND INFORMATION

1.1 FUND NAME

PMB SHARIAH CASH MANAGEMENT FUND - PMB SCMF.

1.2 FUND CATEGORY/TYPE

Money Market (Islamic)/ Income.

1.3 FUND INVESTMENT OBJECTIVE

To provide investors with high degree of liquidity while maintaining capital stability through investments primarily in Islamic money market instruments and sukuk.

1.4 FUND PERFORMANCE BENCHMARK

BNM Overnight Islamic Interbank Rate.

1.5 FUND DISTRIBUTION POLICY

The distribution (if any) is on a monthly basis, subject to the availability of income. The distribution of income, if any, will be made in the form of cash or additional units.

1.6 STATE OF AFFAIRS OF THE FUND

There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the period under review.

In relation to this Fund, the Sixteenth Supplemental Master Deed dated 15 February 2023 has been executed with entail the amendments to the provisions of the Supplemental Master Deed to be in line and comply with the Guidelines on Unit Trust Funds (Revised:28 November 2022) ("Revised GUTF") ("Proposed Amendments").

For more details, unit holders may visit:

https://www.pmbinvestment.com.my/wp-content/uploads/2023/04/List-of-Changes_16th-Supp-Deed.pdf

Note:

***upon request by unit holders, the Supplemental Deed is available to view at our office.**

1.7 CHANGES MADE TO THE FUND'S PROSPECTUS

The Second Supplementary Master Prospectus was issued to investors with effect from 14 August 2023 to be in line and comply with the Guidelines on Unit Trust Funds (Revised:28 November 2022) ("Revised GUTF") ("Proposed Amendments") and other updates which are general in nature.

For more details, unit holder may visit:

https://www.pmbinvestment.com.my/wp-content/uploads/2023/07/280723_NOTICE-TO-INVESTOR-ISSUANCE-OF-SECOND-SUPPLEMENTARY-MASTER-PROSPECTUS.pdf

2. FUND PERFORMANCE DATA

2.1 PORTFOLIO COMPOSITION

SECTOR	30 JUNE		
	2023	2022	2021
	%	%	%
Islamic Deposits & Others	100.00	100.00	100.00
Total	100.00	100.00	100.00

2.2 PERFORMANCE DETAILS

		30 JUNE		
		2023	2022	2021
Net Asset Value (NAV) - xD	(RM'000)	80,832	102,501	107,948
Unit in circulation	('000)	159,756	202,478	213,326
NAV per unit - xD	(RM)	0.5060	0.5062	0.5060
NAV per unit - xD				
: <i>Highest</i>	(RM)	0.5114	0.5089	0.5085
: <i>Lowest</i>	(RM)	0.5063	0.5060	0.5056
Total Return *	(%)	2.65	1.67	1.67
- Capital Growth *	(%)	(0.04)	0.04	0.08
- Income Return	(%)	2.69	1.63	1.59
Gross Distribution per unit	(sen)	^1.35	^0.82	^0.80
Net Distribution per unit	(sen)	^1.35	^0.82	^0.80
Total Expense Ratio (TER) ¹	(%)	0.27	0.29	0.29
Portfolio Turnover Ratio (PTR) ²	(times)	1.79	1.55	1.90

* Source: Lipper

^ The distribution is in the form of unit.

Past performance is not necessarily indicative of future performance, unit prices and investment returns may fluctuate.

2.2 PERFORMANCE DETAILS (CONT.)

- 1 The TER for the financial period ended 30 June 2023 went down by 2 percentage points to 0.27% as compared to 0.29% during the previous year's corresponding period as the 15.51% decrease in total expenses was in-line with the 10.14% decrease in the average fund size.
- 2 The PTR for the financial period ended 30 June 2023 went up to 1.79 times from 1.55 times in the previous year's corresponding period due to 10.14% decrease in the average fund size and 3.94% increase in the average financial transaction.

AVERAGE TOTAL RETURN (30 JUNE)			
	1-year	3-year	5 Year
PMB SCMF	2.65%	1.99%	2.40%
BENCHMARK	2.67%	2.06%	2.43%

ANNUAL TOTAL RETURN (30 JUNE)					
	2023	2022	2021	2020	2019
PMB SCMF	2.65%	1.67%	1.67%	2.87%	3.15%
BENCHMARK	2.67%	1.78%	1.75%	2.73%	3.23%

Source: Lipper

Past performance is not necessarily indicative of future performance, unit prices and investment returns may fluctuate.

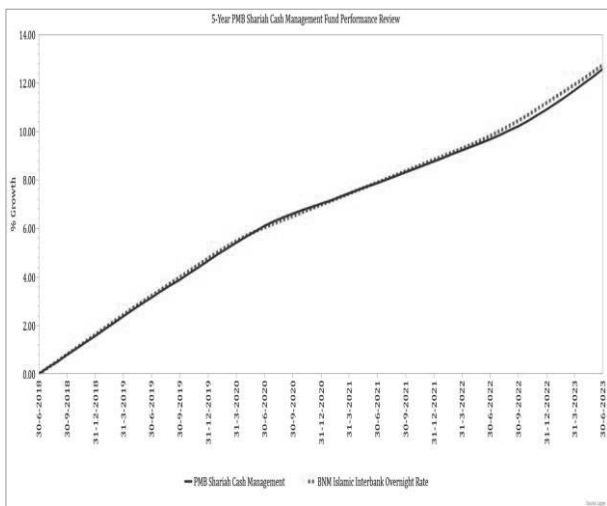
3. MANAGER'S REPORT

We are pleased to present the Manager's report of PMB SCMF for the financial year ended 30 June 2023 (1 July 2022 until 30 June 2023).

3.1 FUND PERFORMANCE

PMB Shariah Cash Management Fund has met its objective, which is to provide investors with high degree of liquidity while maintaining capital stability. Based on data from Lipper, the Fund's return for the 10, 5 and 3-year period registered a total return of 30.77%, 12.58% and 6.10% respectively. For the 1-year financial period, the Fund's return rose to 2.65%.

Fund's performance measured against benchmark for 5-year ended 30 June 2023 is as follows:-



For the 5-year period ended 30 June 2023, the Fund's NAV/unit increased by 12.58%. Meanwhile, the benchmark increased by 12.74%.

During the financial year ended 30 June 2023, Fund's total return was 2.65%. NAV/unit increased by RM0.0133 or 2.63% to RM0.5195 (cD) from RM0.5062 (xD) as at 30 June 2022.

3.2 INCOME DISTRIBUTION/UNIT SPLIT

The Manager with the approval of the Trustee has declared a 1.35 sen (net) income distribution per-unit for the financial year ended 30 June 2023.

3.2 INCOME DISTRIBUTION/UNIT SPLIT (CONTD.)

During the 1-year period, the Fund has declared 12-times income distribution in the form of new units as follows:

Date	Net Income Distribution (sen/unit)	NAV per unit (CD)	NAV per unit (XD)
<u>Monthly Distribution**</u>			
31/07/2022	0.05	0.5070	0.5065
31/08/2022	0.05	0.5074	0.5069
30/09/2022	0.05	0.5077	0.5072
31/10/2022	0.05	0.5082	0.5077
30/11/2022	0.05	0.5088	0.5083
31/12/2022	0.05	0.5094	0.5089
31/01/2023	0.10	0.5101	0.5091
28/02/2023	0.10	0.5102	0.5092
31/03/2023	0.10	0.5105	0.5095
30/04/2023	0.10	0.5108	0.5098
31/05/2023	0.10	0.5111	0.5101
30/06/2023	0.55	0.5115	0.5060

No unit split was declared during the financial year ended 30 June 2023.

3.3 POLICY AND INVESTMENT STRATEGY

The Fund is essentially managed to provide liquidity to meet the near and short term cash flow requirements of its Unit Holders while providing returns. Its investments are largely confined to Islamic money market instruments, Islamic deposit placements and sukuk issued in Malaysia that mature within 365 days.

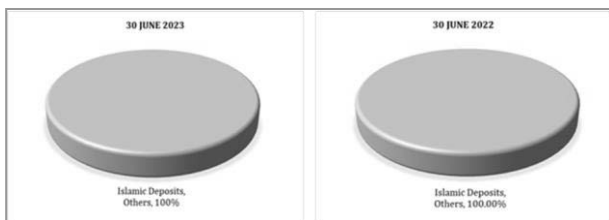
During the financial year ended 30 June 2023, The Fund's asset allocation remained at almost 100% in short term Islamic deposits and cash throughout the financial year.

3.4 ASSET ALLOCATION OF THE FUND

Comparison of investment components based on NAV is as follows: -

ASSET ALLOCATION				
	30 June 2023 (%)	30 June 2022 (%)	Change (%)	Investment Exposure Average (%)
Islamic Deposits/ cash/ others	100.00	100.00	0.00	100.00

During the financial year ended 30 June 2023, 100% of the Fund's NAV was held in Islamic deposits and/or other permitted investments.



3.5 MONEY MARKET REVIEW

The MPC of BNM decided to increase the OPR by 25 basis points to 3.00% during its last meeting held on 3 May 2023. The ceiling and floor rates of the corridor of the OPR are correspondingly increased to 3.25 percent and 2.75 percent, respectively.

The global economy continues to be driven by resilient domestic demand supported by strong labour market conditions, and a stronger-than-expected rebound of China's economy. Nevertheless, the global economy continues to be weighed down by elevated cost pressures and higher interest rates. Headline inflation continued to moderate, but core inflation has persisted above historical averages. For most central banks, the monetary policy stance is likely to remain tight. The growth outlook remains subject to downside risks, mainly from an escalation of geopolitical tensions, higher-than-anticipated inflation outturns, and a sharp tightening in financial market conditions including from further stress in the banking sector.

For the Malaysian economy, latest developments point towards further expansion in economic activity in the first quarter of 2023 after the strong performance in 2022. While exports are expected to moderate, growth in 2023 will be driven by domestic demand. Household spending remains resilient, underpinned by better labour market conditions as unemployment continues to decline to pre-pandemic levels.

3.5 MONEY MARKET REVIEW (CONTD.)

The pickup in tourist arrivals is expected to lift tourism-related activities. Further progress of multi-year infrastructure projects will support investment activity. Domestic financial conditions also remain conducive to financial intermediation, with no signs of excessive tightening affecting consumption and investment activities. Risks to the domestic growth outlook are relatively balanced. Upside risks mainly emanate from domestic factors such as stronger-than-expected tourism activity and implementation of projects including those from the re-tabled Budget 2023, while downside risks stem from weaker-than-expected global growth and more volatile global financial market conditions.

As expected, headline inflation trended lower in recent months on account of moderating cost factors. Both headline and core inflation are expected to moderate over the course of 2023, averaging between 2.8% – 3.8%. However, core inflation will remain at elevated levels amid firm demand conditions. Existing price controls and fuel subsidies will continue to partly contain the extent of upward pressures to inflation. The balance of risk to the inflation outlook is tilted to the upside and remains highly subject to any changes to domestic policy including on subsidies and price controls, financial market developments, as well as global commodity prices.

With the domestic growth prospects remaining resilient, the MPC judges that it is timely to further normalise the degree of monetary accommodation. With this decision, the MPC has withdrawn the monetary stimulus intended to address the COVID-19 crisis in promoting economic recovery. In light of the continued strength of the Malaysian economy, the MPC also recognises the need to ensure that the stance of monetary policy is appropriate to prevent the risk of future financial imbalances. At the current level, the monetary policy stance is slightly accommodative and remains supportive of the economy. The MPC will continue to ensure that the monetary policy stance remains consistent with the outlook of domestic inflation and growth.

(Source: Bank Negara Malaysia's website)

3.6 INTEREST OF UNIT HOLDERS

For the financial year under review, there is no circumstances that materially affect any interest of the unit holders other than business transaction in accordance with the limitations imposed under the Deeds, Securities Commission's Guidelines, the Capital Markets and Services Act 2007 and other applicable laws during the financial year then ended.

3.7 SOFT COMMISSIONS AND REBATES

During the 1-year financial ended 30 June 2023, the Fund Manager received services from one of the stockbroking institutions that indirectly assists in the decision-making process pertaining to the Fund's investment. The services received are in the form of advisory services on Shariah matters. In addition, the Fund Manager also received soft commission from brokers in terms of software and computer hardware related to the Fund's investment, stock market and economic matters.

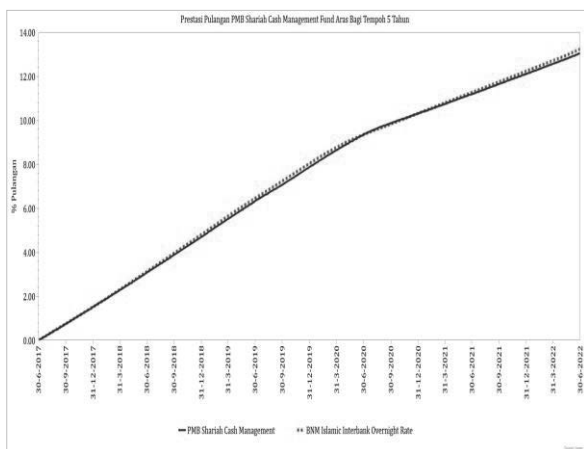
4. LAPORAN PENGURUS

Bagi tahun kewangan berakhir 30 Jun 2023 (1 Julai 2022 hingga 30 Jun 2023).

4.1 PRESTASI DANA

PMB Shariah Cash Management Fund telah mencapai objektifnya iaitu memberi pelabur pulangan yang munasabah dengan tahap kecairan yang tinggi sambil mengekalkan kestabilan modal. Berdasarkan data daripada sumber Lipper, pulangan Dana untuk jangkamasa 10, 5 dan 3-tahun masing-masing mencatat peningkatan sebanyak 30.77%, 12.58% dan 6.10%. Untuk tempoh setahun kewangan berakhir 30 Jun 2023, pulangan Dana meningkat 2.65%.

Prestasi Dana berbanding tanda aras bagi tempoh 5-tahun adalah seperti berikut:-



Sepanjang tempoh tersebut, NAB/unit Dana naik 12.58% berbanding peningkatan pada tanda aras sebanyak 12.74%.

Sepanjang tempoh setahun kewangan berakhir 30 Jun 2023, jumlah kadar pulangan Dana adalah sebanyak 2.65%. NAB/unit Dana meningkat RM0.0133 atau 2.63% kepada RM0.5195 (cD) daripada RM0.5062 (xD) pada 30 Jun 2022.

4.2 PENGAGIHAN PENDAPATAN/TERBITAN UNIT PECAHAN

Pengurus dengan persetujuan Pemegang Amanah telah menetapkan pengagihan pendapatan sebanyak 1.35 sen (bersih) seunit untuk tahun kewangan berakhir 30 Jun 2023.

4.2 PENGAGIHAN PENDAPATAN/TERBITAN UNIT PECAHAN (SAMB.)

Sepanjang tempoh setahun, Dana telah mengisytiharkan 12-kali agihan pendapatan dalam bentuk unit baru.

Tarikh	Pengagihan pendapatan bersih (sen/unit)	NAB seunit (CD)	NAB seunit (XD)
<u>Pengagihan bulanan **</u>			
31/07/2022	0.05	0.5070	0.5065
31/08/2022	0.05	0.5074	0.5069
30/09/2022	0.05	0.5077	0.5072
31/10/2022	0.05	0.5082	0.5077
30/11/2022	0.05	0.5088	0.5083
31/12/2022	0.05	0.5094	0.5089
31/01/2023	0.10	0.5101	0.5091
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31/03/2023	0.10	0.5105	0.5095
30/04/2023	0.10	0.5108	0.5098
31/05/2023	0.10	0.5111	0.5101
30/06/2023	0.55	0.5115	0.5060

Tiada sebarang terbitan unit pecahan dicadangkan sepanjang tempoh kajian berakhir 30 Jun 2023.

4.3 POLISI DAN STRATEGI PELABURAN

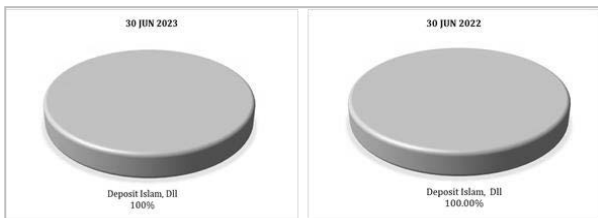
Untuk mencapai objektifnya, Dana ini melabur dalam instrumen jangka pendek pasaran wang Islam, penempatan deposit Islam dan/atau sukuk di Malaysia yang akan matang dalam tempoh 365 hari. Pun begitu, Dana boleh melabur sehingga 10% daripada Nilai Aset Bersih (NAB) dalam instrumen pasaran wang Islam, sukuk dan/atau penempatan deposit Islam dengan tempoh matang melebihi 365 hari tetapi tidak melebihi 732 hari. Peruntukan aset adalah sehingga 100% dalam instrumen pasaran wang Islam, sukuk dan/atau penempatan deposit Islam.

Dalam tahun kewangan berakhir 30 Jun 2023, peruntukan aset dana kekal hampir 100% dalam deposit Islam jangka pendek dan tunai sepanjang tahun kewangan.

4.4 PERUMPUKAN ASET DANA

Pecahan seunit mengikut kelas aset adalah seperti berikut:-

PECAHAN SEUNIT MENGIKUT KELAS ASET				
	30 Jun 2023 (%)	30 Jun 2022 (%)	Perubahan Peratus Mata	Purata Pendedahan Pelaburan (%)
Deposit Islam dan lain-lain	100.00	100.00	0.00	100.00



Sepanjang tempoh setahun kewangan berakhir 30 Jun 2023, pelaburan adalah 100% dalam deposit Islam dan pelaburan - pelaburan lain yang dibenarkan.

4.5 SUASANA PASARAN WANG TEMPATAN SEMASA

MPC BNM memutuskan untuk menaikkan OPR sebanyak 25 mata asas kepada 3.00% dalam mesyuarat yang bersidang pada 3 Mei 2023. Kadar tertinggi dan terendah koridor bagi OPR turut dinaikkan masing-masing kepada 3.25% dan 2.75%.

Ekonomi global terus didorong oleh keadaan permintaan dalam negara yang berdaya tahan dengan sokongan keadaan pasaran pekerja yang teguh serta pemulihan ekonomi China yang lebih kukuh daripada jangkaan. Walau bagaimanapun, ekonomi global terus terjejas oleh tekanan kos yang tinggi dan kadar faedah yang lebih tinggi. Inflasi keseluruhan terus menurun namun inflasi teras terus melebihi purata yang pernah dicatatkan sebelum ini. Pendirian dasar monetari bagi kebanyakan bank pusat dijangka kekal ketat. Prospek pertumbuhan terus bergantung pada risiko pertumbuhan menjadi lebih perlahan, terutamanya disebabkan oleh ketegangan geopolitik yang semakin meruncing, inflasi sebenar yang lebih tinggi daripada jangkaan dan keadaan pasaran kewangan yang menjadi ketat secara ketara termasuk berikutan tekanan yang berterusan dalam sektor perbankan.

Bagi ekonomi Malaysia, perkembangan terkini menunjukkan bahawa kegiatan ekonomi berkembang selanjutnya pada suku pertama tahun 2023 selepas mencatatkan prestasi kukuh pada tahun 2022.

4.5 SUASANA PASARAN WANG TEMPATAN SEMASA (SAMB.)

Meskipun eksport dijangka menjadi sederhana, pertumbuhan pada tahun 2023 akan didorong oleh permintaan dalam negara. Perbelanjaan isi rumah kekal berdaya tahan, disokong oleh keadaan pasaran pekerja yang lebih baik memandangkan pengangguran terus menurun ke tahap sebelum pandemik. Ketibaan pelancong yang meningkat dijangka menggiatkan aktiviti berkaitan pelancongan. Projek infrastruktur berbilang tahun yang terus dilaksanakan akan menyokong aktiviti pelaburan. Keadaan kewangan domestik juga terus kondusif untuk pengantaraan kewangan tanpa tanda-tanda pengetatan berlebihan yang mempengaruhi aktiviti penggunaan dan pelaburan. Risiko prospek pertumbuhan dalam negara secara relatif seimbang. Risiko pertumbuhan menjadi lebih tinggi berpunca terutamanya daripada faktor-faktor dalam negara seperti aktiviti pelancongan yang lebih kukuh daripada jangkaan serta pelaksanaan projek termasuk projek yang dinyatakan dalam pembentangan semula Belanjawan 2023, manakala risiko pertumbuhan menjadi lebih perlahan berpunca daripada pertumbuhan global yang lebih lemah daripada jangkaan dan keadaan pasaran kewangan global yang semakin tidak menentu.

Seperti yang dijangka, inflasi keseluruhan menunjukkan trend menurun pada bulan-bulan kebelakangan ini disebabkan oleh faktor kos yang menurun. Inflasi keseluruhan dan inflasi teras dijangka menjadi sederhana sepanjang tahun 2023, berpurata antara 2.8% hingga 3.8%. Walau bagaimanapun, inflasi teras akan kekal pada paras tinggi berikutan keadaan permintaan yang kukuh. Kawalan harga dan subsidi bahan api sedia ada akan terus membendung sebahagian daripada tekanan inflasi yang meningkat. Imbangan risiko terhadap prospek inflasi cenderung ke arah inflasi menjadi lebih tinggi dan terus bergantung pada sebarang perubahan pada dasar dalam negara termasuk mengenai subsidi dan kawalan harga, perkembangan pasaran kewangan serta harga komoditi global.

Memandangkan prospek pertumbuhan dalam negara yang terus berdaya tahan, MPC menilai bahawa kini adalah masa yang tepat untuk terus mengembalikan tahap akomodasi monetari ke paras yang wajar. Berikutan keputusan ini, MPC telah mengakhiri rangsangan monetari yang bertujuan untuk menangani krisis COVID-19 bagi menggalakkan pemulihan ekonomi. Susulan kekukuhan ekonomi Malaysia yang berterusan, MPC juga mengakui perlunya pendirian dasar monetari yang wajar bagi mengelakkan risiko ketidakseimbangan kewangan pada masa hadapan. Pada tahap OPR semasa, pendirian dasar monetari kekal agak akomodatif dan terus menyokong pertumbuhan ekonomi. MPC akan terus memastikan pendirian dasar monetari kekal konsisten dengan prospek inflasi dan pertumbuhan dalam negara.

(Sumber: Laman sesawang Bank Negara Malaysia)

4.6 KEPENTINGAN PEMEGANG-PEMEGANG UNIT

Sepanjang tempoh kajian, tiada sebarang kejadian yang menjejaskan kepentingan Pemegang-Pemegang Unit selain daripada urusan-urusan yang dijalankan selaras dengan Surat Ikatan Amanah, Garis Panduan Tabung Unit Amanah, Akta Pasaran Modal dan Perkhidmatan 2007 dan undang-undang lain yang berkuatkuasa.

4.7 REBAT DAN KOMISEN RINGAN

Sepanjang tahun kewangan berakhir 30 Jun 2023, Pengurus Dana menerima perkhidmatan daripada salah sebuah institusi broker saham yang membantu proses membuat keputusan berkaitan pelaburan Dana secara tidak langsung. Perkhidmatan yang diterima adalah dalam bentuk khidmat nasihat berkaitan hal-hal Syariah. Sebagai tambahan, Pengurus Dana juga telah menerima komisen ringan daripada syarikat broker saham dalam bentuk perisian dan perkakasan komputer yang berkaitan dengan pengurusan pelaburan Dana dan pengurusan pasaran saham dan ekonomi.

Nota: Laporan ini telah diterjemahkan daripada laporan asal (dalam Bahasa Inggeris). Jika terdapat perbezaan, sila rujuk kepada laporan Bahasa Inggeris.

5. TRUSTEE'S REPORT

To the Unit Holders of PMB SHARIAH CASH MANAGEMENT FUND ("FUND")

We have acted as Trustee of the Fund for the financial year ended 30 June 2023 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, PMB INVESTMENT BERHAD has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

- (a) Limitations imposed on the investment powers of the management company under the deed, securities laws and Guidelines on Unit Trust Funds;
- (b) Valuation and pricing is carried out in accordance with the deed; and
- (c) Any creation and cancellation of units are carried out in accordance with the deed any regulatory requirement.

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

Yours faithfully

AMANAHRAYA TRUSTEES BERHAD

ZAINUDIN BIN SUHAIMI
Chief Executive Officer

Kuala Lumpur, Malaysia

17 August 2023

6. SHARIAH ADVISER'S REPORT

TO THE UNIT HOLDERS OF PMB SHARIAH CASH MANAGEMENT FUND ("FUND")

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, PMB Investment Berhad has operated and managed the Fund for the period covered by these financial statements namely, the year ended 30 June 2023, in accordance with Shariah principles and requirements, and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah compliant.

For and on behalf of the Shariah Adviser,
BIMB SECURITIES SDN BHD

NURUL AQILA SUFIYAH LOKMAN
Designated Shariah Officer

Kuala Lumpur

25 August 2023

7. STATEMENT BY MANAGER

To the Unitholders of PMB SHARIAH CASH MANAGEMENT FUND

We, MAHANI BINTI IBRAHIM and MAHDZIR BIN OTHMAN, being two of the Directors of PMB INVESTMENT BERHAD, do hereby state that in the opinion of the Manager, the audited financial statements give a true and fair view on the financial position of the Fund as at 30 June 2023 and of its statement of comprehensive income, changes in equity and cash flows for the financial year ended 30 June 2023 in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and in accordance with the requirements of Guidelines on Unit Trust Funds by the Securities Commission Malaysia.

For and on behalf of

PMB INVESTMENT BERHAD

As Manager of PMB SHARIAH CASH MANAGEMENT FUND

MAHANI BINTI IBRAHIM

Director

MAHDZIR BIN OTHMAN

Director

KUALA LUMPUR

Date : 22 August 2023

8. AUDITOR'S REPORT

To the Unit Holders of PMB SHARIAH CASH MANAGEMENT FUND

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of PMB SHARIAH CASH MANAGEMENT FUND ("THE FUND"), which comprise the statement of financial position as at 30 June 2023, and statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year 30 June 2023, and notes to the financial statement, including a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 June 2023 and of its financial performance and cash flows for the year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and accordance with the Guidelines on Unit Trust Funds issued by the Securities Commission Malaysia.

We also have verified the computation of the Total Expenses Ratio and Portfolio Turnover Ratio as disclosed in notes 16 and 17 of the financial statements are reasonable.

The schedule set out have been drawn primarily from the accounting records and other records of the Fund which have been subjected to tests and other audit procedures during our review of the Fund's financial statements for the financial year ended 30 June 2023. In our opinion, the information as a whole, have been presented fairly if deemed in all aspects in respect of the financial statements.

Basis for Opinion

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

Independence and Other Ethical Responsibilities

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

Auditors' Report to the Unit holders of PMB SHARIAH CASH MANAGEMENT FUND (CONTD.)

Information Other than the Financial Statements and Auditor's Report Thereon

The Manager of the Fund is responsible for the other information. The other information comprises the Manager's Report and Statement by Manager but does not include the financial statements of the Fund and our auditors' report thereon.

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

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

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

Responsibilities of the Manager for the Financial Statements

The Manager of the Fund is responsible for the preparation of financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the Guidelines on Unit Trust Funds, issued by the Securities Commission Malaysia. The Manager is also responsible for such internal control as the Manager determine is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Fund as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists.

Auditors' Report to the Unit holders of PMB SHARIAH CASH MANAGEMENT FUND (CONTD.)

Auditors' Responsibility for the Audit of the Financial Statements (Contd.)

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

**Auditors' Report to the Unit holders of
PMB SHARIAH CASH MANAGEMENT FUND (CONTD.)**

**Auditors' Responsibility for the Audit of the Financial
Statements (Contd.)**

Other Matters

This report is made solely to the unitholders of the Fund, as a body, in accordance with the Guidelines on Unit Trust Funds, issued by the Securities Commission Malaysia and for no other purposes. We do not assume responsibility to any other person for the contents of this report.

**AL JAFREE SALIHIN
KUZAIMI PLT**
201506002872 (LLP0006652-
LCA) & AF1522
CHARTERED ACCOUNTANTS

**AIZUL IZUAN BIN ABDUL
HAMID**
NO. 03509/07/2024 J
CHARTERED ACCOUNTANT

**22 August 2023
Selangor, Malaysia**

9. FINANCIAL STATEMENT

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	<u>NOTE</u>	<u>2023</u> RM	<u>2022</u> RM
ASSETS			
INVESTMENTS			
Cash and cash equivalents	4	81,199,541	102,790,137
	5	<u>81,199,541</u>	<u>102,790,137</u>
OTHER ASSETS			
Profits receivable from Islamic deposits		534,803	325,943
Tax receivable		-	17,101
		<u>534,803</u>	<u>343,044</u>
TOTAL ASSETS		<u><u>81,734,344</u></u>	<u><u>103,133,181</u></u>
LIABILITIES			
Amount owing to the Manager	6	8,843	51,698
Amount owing to the Trustee		1,787	2,278
Distribution	7	878,657	546,692
Other payables and accruals		12,600	30,300
TOTAL LIABILITIES		<u>901,887</u>	<u>630,968</u>
NET ASSET VALUE		<u><u>80,832,457</u></u>	<u><u>102,502,213</u></u>
EQUITY			
Unitholders' capital	8	81,933,366	103,733,287
Accumulated losses		(1,100,909)	(1,231,074)
TOTAL NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u><u>80,832,457</u></u>	<u><u>102,502,213</u></u>
UNITS IN CIRCULATION	8	<u>159,755,798</u>	<u>202,478,495</u>
NET ASSET VALUE PER UNIT(RM) -XD	9	<u>0.5060</u>	<u>0.5062</u>

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

	<u>NOTE</u>	<u>2023</u> RM	<u>2022</u> RM
INVESTMENTS INCOME			
Profit from Islamic deposits		2,797,044	2,134,546
Hibah from Al-Wadiah savings		310	283
		2,797,354	2,134,829
EXPENSES			
Management fee	10	245,968	274,382
Trustee fee	11	24,597	27,438
Audit fee		10,000	10,000
Tax agent fee		1,500	1,700
Administrative expenses		(14,660)	2,883
		267,405	316,403
PROFIT BEFORE TAXATION		2,529,949	1,818,426
Taxation	12	(17,101)	-
PROFIT AFTER TAXATION		2,512,848	1,818,426
PROFIT AFTER TAXATION IS MADE UP AS FOLLOWS:			
NET REALISED PROFIT		2,512,848	1,818,426
		2,512,848	1,818,426
TOTAL DISTRIBUTION FOR THE FINANCIAL YEAR ENDED	7	2,382,683	1,741,515

**STATEMENT OF AUDITED CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

	<u>NOTE</u>	<u>Unitholders' Capital</u>	<u>Accumulated losses</u>	<u>Total</u>
		RM	RM	RM
Balance as at 1 July 2021		109,255,826	(1,307,985)	107,947,841
Net realised profit		-	1,818,426	1,818,426
Creation of units	8	45,917,185	-	45,917,185
Cancellation of units	8	(51,439,724)	-	(51,439,724)
Distribution	7	-	(1,741,515)	(1,741,515)
Balance as at 30 June 2022		103,733,287	(1,231,074)	102,502,213
Balance as at 1 July 2022		103,733,287	(1,231,074)	102,502,213
Net realised profit		-	2,512,848	2,512,848
Creation of units	8	75,142,830	-	75,142,830
Cancellation of units	8	(96,942,751)	-	(96,942,751)
Distribution	7	-	(2,382,683)	(2,382,683)
Balance as at 30 June 2023		81,933,366	(1,100,909)	80,832,457

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

	<u>2023</u> RM	<u>2022</u> RM
CASH FLOWS FROM INVESTING AND OPERATING ACTIVITIES		
Profit from Islamic deposits	2,588,184	2,093,512
Hibah from Al-Wadiah savings	310	283
Management fee paid	(250,875)	(274,196)
Trustee fee paid	(25,087)	(27,419)
Payment for audit fee	(10,000)	(8,000)
Payment of tax agent fee	(1,500)	(1,500)
Payment of other expenses	(3,040)	(6,933)
Net cash generated from investing and operating activities	2,297,992	1,775,747
 CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	73,169,927	44,415,655
Payment of cancellation of units	(97,058,515)	(51,424,969)
Net cash used in financing activities	(23,888,588)	(7,009,314)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(21,590,596)	(5,233,567)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	102,790,137	108,023,704
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	81,199,541	102,790,137
 CASH AND CASH EQUIVALENTS COMPRISE OF:		
Al-Wadiah Savings	52,010	227,160
Islamic deposits with licensed financial institutions in Malaysia	81,147,531	102,562,977
	81,199,541	102,790,137

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

1. THE FUND, THE MANAGER AND PRINCIPAL ACTIVITY

PMB Shariah Cash Management Fund (“the Fund”), managed by PMB Investment Berhad was launched on 1 November 1969 known as Kumpulan Modal Bumiputera Yang Ketiga and was relaunched on 21 November 2005 as ASM Syariah Money Market Fund. On 8 October 2012, this Fund changed its name to ASM Shariah Cash Management Fund as stated in the Eight Supplement Deed dated on 15 August 2012 and has been registered with the Securities Commission Malaysia on 25 September 2012. Pursuant to the Master Prospectus dated 28 April 2014, this Fund once again changed its name from ASM Shariah Cash Management Fund to PMB Shariah Cash Management Fund in line with the changes of the Manager’s name from ASM Investment Services Berhad to PMB Investment Berhad. This Fund will continue to operate until it is terminated or dissolved in accordance with the provisions of the Deed of Trust and the Capital Markets and Services Act 2007.

The main activity of PMB Shariah Cash Management Fund is to invest primarily in Shariah approved money market instruments and debt securities as defined under Clause 1 of the Deeds of Trust and subject to approval by the Securities Commission Malaysia and in accordance with Shariah principle from time to time.

The Manager is a company incorporated in Malaysia and wholly owned by Pelaburan MARA Berhad. The principal activity of the Manager is management of Unit Trust Funds and Corporate Funds.

2. OBJECTIVE AND POLICIES OF FINANCIAL RISK MANAGEMENT

The Unit Trust Fund operations are exposed to several risks including market risk (including profit rate risk), credit risk, liquidity risk, capital risk management and Shariah status reclassification risk. Financial risk management is carried out through the system of internal control and investment restrictions outline in the Guidelines on Unit Trust Funds by the Securities Commission Malaysia and based on Shariah principles.

(a) Market Risk

(i) Profit Rate Risk

Movements in interest rate will have an impact on a management of a fund. This risk refers to the effect of profit/interest rate changes on the market value of Islamic money market instruments, Islamic deposit placements and sukuk. Any downward movement of the profit/interest rate may result in a loss of the expected return from the Fund’s investments in Islamic money market instrument and Islamic deposit placement.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

2. OBJECTIVE AND POLICIES OF FINANCIAL RISK MANAGEMENT (CONTD.)

(a) Market Risk (Contd.)

(i) Profit Rate Risk (Contd.)

The value of the sukuk has a tendency to move inversely with the movement of the profit/interest rate whereby the prices of the sukuk may fall when profit/interest rates rise, and vice versa.

The interest rate is a general indicator. Although the Fund does not invest in interest bearing instruments, the movement of the interest rate will have an impact on the profit rate of the Islamic money market instruments and Islamic deposit placement, and consequently affect the expected return of the Fund's investments.

The table below shows the sensitivity of changes in profit rate on the NAV of the Fund at the reporting date assuming all other variables held constant.

	<u>Change in basis points</u>	<u>Effect on Islamic</u>	<u>Effect on NAV</u>
		<u>profit</u> <u>Increase/ (Decrease)</u>	<u>Increase/ (Decrease)</u>
		RM	RM
2023	+50/-50	400,723/(400,723)	400,723/(400,723)
2022	+50/-50	523,173/(523,173)	523,173/(523,173)

The above profit rate is a general economic indicator that will have an impact on the management of the Fund regardless whether it is an Islamic unit trust Fund or otherwise. It does not in any way suggest that the Fund will invest in conventional financial instruments. All the investments are carried out for the Fund are in accordance with Shariah requirements.

(b) Credit Risk

Credit risk relates to the creditworthiness of the issuers of the sukuk and their expected ability to make timely payment of profit and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the sukuk. In the case of rated sukuk, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a sukuk either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the sukuk. This could adversely affect the value of the Fund.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

2. OBJECTIVE AND POLICIES OF FINANCIAL RISK MANAGEMENT (CONTD.)

(c) Liquidity Risk

Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund will be negatively affected when it has to sell such assets at unfavourable prices.

The Fund maintains sufficient level of Islamic liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellations of units by unitholders. Islamic liquid assets comprise cash, Islamic deposits with licensed financial institutions and other Shariah-compliant instruments which are capable of being converted into cash within 7 days.

The table below summarises the Fund's financial liabilities into relevant maturity grouping 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.

	2023		Total <u>RM</u>
	Less than 1 month <u>RM</u>	BETWEEN 1 month to 1 year <u>RM</u>	
Amount owing to the Manager	8,843	-	8,843
Amount owing to the Trustee	1,787	-	1,787
Distribution	878,657	-	878,657
Other payables and accruals	-	12,600	12,600
Contractual cash outflows	889,287	12,600	901,887

	2022		Total <u>RM</u>
	Less than 1 month <u>RM</u>	BETWEEN 1 month to 1 year <u>RM</u>	
Amount owing to the Manager	51,698	-	51,698
Amount owing to the Trustee	2,278	-	2,278
Distribution	546,692	-	546,692
Other payables and accruals	-	30,300	30,300
Contractual cash outflows	600,668	30,300	630,968

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

2. OBJECTIVE AND POLICIES OF FINANCIAL RISK MANAGEMENT (CONTD.)

(d) Capital Risk Management

The Fund's capital represents by equity consisting of unitholders' capital and retained earnings. The amount of capital can fluctuate according to the daily subscription and redemption of units at the discretion of unitholders. The Fund's capital is managed in accordance with the objectives of the Fund while maintaining sufficient liquidity to meet redemption of units.

(e) Shariah Status Reclassification Risk

The risk refers to the risk of a possibility that the currently held Islamic fixed income instruments or Islamic money market instruments or Islamic deposits invested by the Fund may be declared as Shariah non-compliant by the relevant authority or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of or withdraw such fixed income instruments or money market instruments or deposits.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The financial statements of the Fund are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies and in compliance with the Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards (“IFRSs”) and Guidelines on Unit Trust Funds by the Securities Commission Malaysia.

The following are accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (“MASB”):

(i) Applications towards MFRS and amendments to MFRS

Adoption of new and amended standards

During the financial year, the Fund has adopted the following amended MFRSs that are mandatory for annual financial periods beginning on or after 1 January 2022:

- Amendments to MFRS 3 - Business Combinations (Reference to the Conceptual Framework)
- Amendments to MFRS 116 - Property, Plant and Equipment (Proceeds before Intended Use)
- Amendments to MFRS 137 - Provisions, Contingent Liabilities and Contingent Assets - Onerous Contracts (Cost of Fulfilling a Contract)
- Annual Improvements to MFRS 2018 – 2020
 - Amendment to MFRS 1 First- Time Adoption of Malaysian Financial Reporting Standards
 - Amendment to MFRS 9 Financial Instruments
 - Amendments to MFRS 16 Leases
 - Amendment to MFRS 141 Agriculture

The adoption of the new standards and amendments to standards and interpretations did not have any significant impact on the financial statements of the Fund.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

(i) Applications towards MFRS and amendments to MFRS (Contd.)

Standards issued but not yet effective

Effective for financial year beginning on or after 1 January 2023:

- Amendments to MFRS 17 Insurance Contracts (Initial Application of MFRS 17 and MFRS 9 Comparative Information)
- Amendments to MFRS 108 – Accounting policies, Changes in Accounting Estimates and Errors – (Definition of Accounting Estimates)
- Amendments to MFRS 112 Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction.

Effective for financial year beginning on or after 1 January 2024:

- Amendments to MFRS 16 – Lease Liability in a Sale and Leaseback
- Amendments to MFRS 101 - Presentation of Financial Statements (Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies)

Effective date of these Amendments to Standards has been deferred, and yet to be announced:

- Amendments to MFRS 10 and MFRS 128 – Investments in Associates and Joint Venture (Sale or Contribution of Assets between an Investor and its Associates or Joint Venture)

The adoption of the above standards and interpretations will have no material impact on the financial statements of the Fund.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(b) Profit from Islamic Deposits

The profit from Islamic deposits is on accrual basis. The profit received by the Fund was derived from Malaysia and credited by any bank or financial institution licensed under the Financial Services Act 2013 or Islamic Financial and Services Act 2013 which are exempt from tax according to Income Tax 1967 (ITA 1967).

(c) Creation and Cancellation of Units

Proceeds from creation of units and payment of cancellation of units are based on the market value of the units comprising the share of capital and the portion of income at the date of the invention or disposition.

(d) Distribution Equalisation

Distribution equalisation is accounted for on the date of issue and depreciation based on the average amount of distributable income included in the unit price and disposals.

(e) Cash and Cash Equivalents

Cash and cash equivalents comprise of Islamic deposits and Al-Wadiah savings with banks and licensed financial institutions where such savings are based on Shariah principles.

(f) Functional and presentation currency

The financial statements are presented in Ringgit Malaysia ('RM'), the currency of the primary economic environment in which the Company operates (its functional currency).

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(g) Financial Instruments

(i) Recognition and Initial 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 asset (unless it is a trade receivable without significant financing component) or a financial liability is initially measured at fair value plus or minus, for an item not at fair value through profit or loss, transaction costs that are directly attributable to its acquisition or issuance. A trade receivable without a significant financing component is initially measured at the transaction price.

An embedded derivative is recognised separately from the host contract where the host contract is not a financial asset, and accounted for separately if, and only if, the derivative is not closely related to the economic characteristics and risks of the host contract and the host contract is not measured 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(g) Financial Instruments (Contd.)

- (ii) Financial instrument categories and subsequent measurement

Financial assets

Categories of financial assets are determined on initial recognition and are not reclassified subsequent to their initial recognition unless the Fund changes its business model for managing financial assets in which case all affected financial assets are reclassified on the first day of the first reporting period following the change of the business model.

a) Amortised cost (AC)

Amortised cost category comprises financial assets that are held within a business model whose objective is to hold assets to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and profit on the principal amount outstanding. The financial assets are not designated as fair value through profit or loss. Subsequent to initial recognition, these financial assets are measured at amortised cost using the effective profit method. The amortised cost is reduced by impairment losses. Profit income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

Profit income is recognised by applying effective profit rate to the gross carrying amount except for credit impaired financial assets where the effective profit rate is applied to the amortised cost.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(g) Financial Instruments (Contd.)

- (ii) Financial instrument categories and subsequent measurement (Contd.)

Financial assets (Contd.)

b) Fair value through other comprehensive income (FVOCI)

(i) Debt investments

Fair value through other comprehensive income category comprises debt investment where it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling the debt investment, and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and profit on the principal amount outstanding. The debt investment is not designated as at fair value through profit or loss. Profit income calculated using the effective profit method, foreign exchange gains and losses and impairment are recognised in profit or loss. Other net gains and losses are recognised in other comprehensive income.

On derecognition, gains and losses accumulated in other comprehensive income are reclassified to profit or loss.

Profit income is recognised by applying effective profit rate to the gross carrying amount except for credit impaired financial assets where the effective profit rate is applied to the amortised cost.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTD.)**

(g) Financial Instruments (Contd.)

- (ii) Financial instrument categories and subsequent measurement (Contd.)

Financial assets (Contd.)

b) Fair value through other comprehensive income (FVOCI) (Contd.)

(ii) Equity investments

This category comprises investment in equity that is not held for trading, and the Fund irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income. This election is made on an investment-by-investment basis. Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of investment.

Other net gains and losses are recognised in other comprehensive income. On derecognition, gains and losses accumulated in other comprehensive income are not reclassified to profit or loss.

a) Fair value through profit or loss (FVPL)

All financial assets not measured at amortised cost or fair value through other comprehensive income as described above are measured at fair value through profit or loss. This includes derivative financial assets (except for a derivative that is a designated and effective hedging instrument). On initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at fair value through other comprehensive income as at fair value through profit or loss if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets categorised as fair value through profit or loss are subsequently measured at their fair value. Net gains or losses, including any profit or dividend income, are recognised in the profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTD.)**

(g) Financial Instruments (Contd.)

- (ii) Financial instrument categories and subsequent measurement (Contd.)

Financial assets (Contd.)

**a) Fair value through profit or loss (FVPL)
(Contd.)**

All financial assets, except for those measured at fair value through profit or loss and equity investments measured at fair value through other comprehensive income, are subject to impairment assessment.

Financial Liabilities

a) Amortised cost (AC)

Other financial liabilities not categorised as fair value through profit or loss are subsequently measured at amortised cost using the effective profit method.

Profit expense and foreign exchange gains and losses are recognised in the profit or loss. Any gains or losses on derecognition are also recognised in the profit or loss.

b) Provisions

Provision is recognised only when the Fund has a present obligation (legal and constructive) as a result of a past event, it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provision is reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(g) Financial Instruments (Contd.)

(iii) 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 expired or transferred, 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 of the financial asset and the sum of consideration received (including any new asset obtained less any new liability assumed) 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, cancelled or expired. A financial liability is also derecognised when its terms are modified and the cash flows of the modified liability are substantially different, in which case, a new financial liability based on modified terms is recognised at fair value.

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.

(iv) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Fund currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and liability simultaneously.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(g) Financial Instruments (Contd.)

(iv) Unitholders' Contribution

The Unitholders' contributions to the Fund meet the definition of puttable instruments classified as equity under the MFRS 9.

Instruments classified as equity are measured at cost and are not remeasured subsequently.

Distribution equalisation is accounted for at the date of creation and cancellation of units of the Fund. It represents the average amount of distributable income or loss included in the creation and cancellation prices of units.

(h) Impairment of Assets

(i) Financial assets

The Fund recognised loss allowances for expected credit losses on financial assets measured at amortised cost, debt investments measured at fair value through other comprehensive income, contract assets and lease receivables. Expected credit losses are a probability-weighted estimate of credit losses.

The Fund measure loss allowances at an amount equal to lifetime expected credit loss, except for debt securities that are determined to have low credit risk at the reporting date, cash and bank balance and other debt securities for which credit risk has not increased significantly since initial recognition, which are measured at 12-month expected credit loss. Loss allowances for trade receivables, contract assets and lease receivables are always measured at an amount equal to lifetime expected credit loss.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit loss, the Fund consider reasonable and supportable information that is relevant and available without undue cost or effort.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(h) Impairment of Assets (Contd.)

(i) Financial assets (Contd.)

This includes both quantitative and qualitative information and analysis, based on the Fund's historical experience and informed credit assessment and including forward-looking information, where available.

Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of the asset, while 12-month expected credit losses are the portion of expected credit losses that result from default events that are possible within the 12 months after the reporting date. The maximum period considered when estimating expected credit losses is the maximum contractual period over which the Fund are exposed to credit risk.

The Fund estimates the expected credit losses on trade receivables using a provision matrix with reference to historical credit loss experience.

An impairment loss in respect of financial assets measured at amortised cost is recognised in profit or loss and the carrying amount of the asset is reduced through the use of an allowance account.

An impairment loss in respect of debt investments measured at fair value through other comprehensive income is recognised in profit or loss and the allowance account is recognised in other comprehensive income.

At each reporting date, the Fund assess whether financial assets carried at amortised cost and debt securities at fair value through other comprehensive income are credit impaired. A financial asset is credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

The gross carrying amount of a financial asset is written off (either partially or fully) to the extent that there is no realistic prospect of recovery. This is generally the case when the Fund determines that the obligor does not have assets or sources of income that could generate sufficient cash flows to pay the amounts subject to the write-off.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(h) Impairment of Assets (Contd.)

(i) Financial assets (Contd.)

However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Fund's procedures for recovery amounts due.

(ii) Other Assets

The carrying amounts of other assets (except for inventories, contract assets, lease receivables, deferred tax asset, assets arising from employee benefits, investment property measured at fair value and non-current assets (or disposal groups) classified as held for sale) are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each period at the same time.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or cash-generating units. Subject to an operating segment ceiling test, for the purpose of goodwill impairment testing, cash-generating units to which goodwill has been allocated are aggregated so that the level at which impairment testing is performed reflects the lowest level at which goodwill is monitored for internal reporting purposes.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs of disposal. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or cash-generating unit.

An impairment loss is recognised if the carrying amount of an asset or its related cash-generating unit exceeds its estimated recoverable amount.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(h) Impairment of Assets (Contd.)

(ii) Other Assets (Contd.)

Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the cash-generating unit (group of cash-generating units) and then to reduce the carrying amounts of the other assets in the cash-generating unit (groups of cash-generating units) on a *pro rata* basis. An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at the end of each reporting period for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount since the last impairment loss was recognised. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. Reversals of impairment losses are credited to profit or loss in the financial year in which the reversals are recognised.

(i) Fair Value of Financial Instruments

Financial instruments comprise financial assets and financial liabilities. Fair value is 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. exit price).

The fair value of financial assets traded in active markets (such as trading Shariah-compliant securities) are based on quoted market prices at the close of trading on the financial year end date.

An active market is a market in which transactions for the assets and liabilities 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(i) Fair Value of Financial Instruments (Contd.)

The carrying values of cash and cash equivalents, amount owing by stockbroking, profit receivable from Islamic deposits, dividend receivable and all current liabilities are reasonable approximations of their fair values due to their short-term nature.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1).
- 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 2).
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

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 judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

4. INVESTMENTS

Details are as follows:

		<u>2023</u>	<u>2022</u>
	Note	<u>RM</u>	<u>RM</u>
Islamic Deposits	5	81,147,531	102,562,977
Total Investments		<u>81,147,531</u>	<u>102,562,977</u>

The list of investments is in Schedule A.

5. CASH AND CASH EQUIVALENTS

		<u>2023</u>	<u>2022</u>
	Note	<u>RM</u>	<u>RM</u>
Islamic deposits with licensed financial institutions in Malaysia	4	81,147,531	102,562,977
Al – Wadiah savings		<u>52,010</u>	<u>227,160</u>
		<u>81,199,541</u>	<u>102,790,137</u>

Islamic deposits include fixed deposits based on Shariah principles in licensed financial institutions as follows:-

		<u>2023</u>	<u>2022</u>
		<u>RM</u>	<u>RM</u>
Islamic Bank		54,840,534	75,127,741
Investment Bank		<u>26,306,997</u>	<u>27,435,236</u>
		<u>81,147,531</u>	<u>102,562,977</u>

Average profit rate during the financial year and the average maturity of the Islamic deposits on the closing date are as follows:

	Average Profit Rate %	Average Maturity Period Days
<u>2023</u>		
Islamic Banks	3.54	136
Investment Banks	<u>3.44</u>	<u>108</u>
<u>2022</u>		
Islamic Banks	2.06	110
Investment Banks	<u>2.02</u>	<u>92</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

6. AMOUNT OWING TO THE MANAGER

	<u>2023</u> RM	<u>2022</u> RM
Creation of unit receivable	9,033	86,848
Cancellation of unit payable	-	(115,764)
Management fee accrued	<u>(17,876)</u>	<u>(22,782)</u>
	<u>(8,843)</u>	<u>(51,698)</u>

7. DISTRIBUTION

Distribution to unit holders in the form of units are as follows:-

<u>2023</u>			
<u>Date of Distribution</u>	<u>Gross Distribution per unit (Sen)</u>	<u>Net Distribution per unit (Sen)</u>	<u>Total Distribution (RM)</u>
31 July 2022	0.05	0.05	106,953
31 August 2022	0.05	0.05	106,577
30 September 2022	0.05	0.05	121,777
31 October 2022	0.05	0.05	116,040
30 November 2022	0.05	0.05	111,467
31 December 2022	0.05	0.05	103,844
31 January 2023	0.10	0.10	159,109
28 February 2023	0.10	0.10	166,362
31 March 2023	0.10	0.10	163,217
30 April 2023	0.10	0.10	174,443
31 May 2023	0.10	0.10	174,237
30 June 2023	0.55	0.55	878,657
Total	<u>1.35</u>	<u>1.35</u>	<u>2,382,683</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

7. DISTRIBUTION (CONTD.)

<u>Date of Distribution</u>	<u>2022</u>		
	<u>Gross Distribution per unit (Sen)</u>	<u>Net Distribution per unit (Sen)</u>	<u>Total Distribution (RM)</u>
31 July 2021	0.05	0.05	101,135
31 August 2021	0.05	0.05	105,438
30 September 2021	0.05	0.05	103,920
31 October 2021	0.05	0.05	101,941
30 November 2021	0.05	0.05	111,363
31 December 2021	0.05	0.05	112,959
31 January 2022	0.05	0.05	110,325
28 February 2022	0.05	0.05	113,087
31 March 2022	0.05	0.05	111,669
30 April 2022	0.05	0.05	112,073
31 May 2022	0.05	0.05	110,913
30 June 2022	0.27	0.27	546,692
Total	<u>0.82</u>	<u>0.82</u>	<u>1,741,515</u>

Distribution to unitholders is recommended at the end of each month, depending on the performance of the Fund itself [The distribution of income in the form of units during the financial year ended 30 June 2023: 1.35 sen (gross) (net: 1.35 sen)].

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

7. DISTRIBUTION (CONTD.)

Distributions declared are derived from the following sources:

	<u>2023</u> RM	<u>2022</u> RM
Profit from Islamic deposits	2,797,044	2,134,546
Hibah from Al-Wadiah savings	310	283
Undistributed profit for the year	(130,165)	(76,911)
	<u>2,667,189</u>	<u>2,057,918</u>
Expenses	(267,405)	(316,403)
Taxation	(17,101)	-
	<u>2,382,683</u>	<u>1,741,515</u>
Units in circulation	<u>159,755,798</u>	<u>202,478,495</u>
Gross distribution per unit (sen)	<u>1.35</u>	<u>0.82</u>
Net distribution per unit (sen)	<u>1.35</u>	<u>0.82</u>

According to the Finance Act 2021, effective 1 January 2022, amendment on Paragraph 35A of Schedule 6 of the Income Tax Act 1967 (ITA), the distribution of certain income by a retail money market fund to non-individual unit holders is subject to tax (24% per annum).

The details of withholding tax start from 1 July 2022 until 30 June 2023 as per below:

<u>Date of Distribution</u>	<u>Total</u> <u>Distribution</u> RM	<u>Withholding</u> <u>Tax</u> RM
31 July 2022	106,953	23,676
31 August 2022	106,577	24,131
30 September 2022	121,777	27,345
31 October 2022	116,040	26,605
30 November 2022	111,467	25,277
31 December 2022	103,844	23,569
31 January 2023	159,109	35,739
28 February 2023	166,362	35,785
31 March 2023	163,217	35,832
30 April 2023	174,443	38,771
31 May 2023	174,237	38,822
30 June 2023	878,657	197,791
Total	<u>2,382,683</u>	<u>533,343</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

8. UNITHOLDERS' CAPITAL

	<u>2023</u>		<u>2022</u>	
	Unit	Rm	Unit	Rm
Balance brought forward	202,478,495	103,733,287	213,325,681	109,255,826
Creation of units during the year	147,850,598	75,142,830	90,523,929	45,917,185
	<u>350,329,093</u>	<u>178,876,117</u>	<u>303,849,610</u>	<u>155,173,011</u>
Cancellation of units during the year	(190,573,295)	(96,942,751)	(101,371,115)	(51,439,724)
Balance carried forward	<u>159,755,798</u>	<u>81,933,366</u>	<u>202,478,495</u>	<u>103,733,287</u>

9. NET ASSET VALUE

Net Asset Value is derived after deducting the total liabilities of the Fund from the Fund's total assets.

	<u>2023</u>		<u>2022</u>	
	Rm	Rm/ Unit	Rm	Rm/ Unit
Net asset value per unit attributable to the unit holders as disclosed in the Financial	<u>80,832,457</u>	<u>0.5060</u>	<u>102,502,213</u>	<u>0.5062</u>

10. MANAGEMENT FEE

The fee paid to the Manager, PMB INVESTMENT BERHAD is computed on a daily basis at 0.25% per annum on the Net Asset Value before deducting Management fee and Trustee fee for that particular day.

11. TRUSTEE FEE

The fee paid to the Trustee, AMANAHRAYA TRUSTEES BERHAD is computed on a daily basis at 0.025% per annum on the Net Asset Value before deducting Management fee and Trustee fee for that particular day.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

12. TAXATION

	<u>2023</u> RM	<u>2022</u> RM
Taxation for the year	-	-
Overprovision of tax receivable	<u>(17,101)</u>	-
Tax expenses for the year	<u>(17,101)</u>	-

Taxes are imposed at a rate of 24% on dividend chargeable income less allowance allowed at 10%.

The reconciliation between tax expenses and accounting profit multiplied by 24% tax rates for the financial year ended 30 June 2023 and 30 June 2022 are as follows:

	<u>2023</u> RM	<u>2022</u> RM
Profit before taxation	<u>2,529,949</u>	1,818,426
Taxation at the rate of 24%	<u>607,188</u>	436,422
Tax effect of income not subject to tax	<u>(671,365)</u>	(512,359)
Tax effect of expenses not allowed	<u>64,177</u>	75,937
Taxation for the year	-	-
Overprovision of tax receivable	<u>(17,101)</u>	-
Tax expenses for the year	<u>(17,101)</u>	-

13. TRANSACTIONS WITH DEALER (01/07/2022 – 30/06/2023)

Broker/Dealer	Transaction Value RM	%	Commission & Fee RM	%
Maybank Islamic Bank Bhd	119,032,445	33.63	-	-
Kenanga Investment Bank Bhd	57,588,133	16.27	-	-
MIDF Amanah Investment Bank Bhd	48,042,992	13.57	-	-
Kuwait Finance House (M) Bhd	36,983,321	10.45	-	-
Bank Islam Malaysia Bhd	34,175,169	9.66	-	-
RHB Islamic Bank Bhd	28,967,492	8.18	-	-
CIMB Islamic Bank Bhd	24,646,659	6.96	-	-
Hong Leong Islamic Bank Bhd	4,527,937	1.28	-	-
Total Transaction	353,964,448	100.00	-	-

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

14. MANAGER'S AND DIRECTORS' INTERESTS

The details of the interests of the Manager and Directors of the Company in the Fund are as follows:-

	<u>2023</u>	<u>2022</u>
(a) <u>Unit Holding</u>		
PMB INVESTMENT BERHAD	-	-
Directors	-	-
*Pelaburan MARA Berhad	5,910,663 units worth RM2,990,795	5,792,664 units worth RM2,932,247
(b) <u>Expenses</u>		
Management fee paid and accrued	RM 245,968	RM 274,382

*Pelaburan MARA Berhad is the holding company of the Manager, PMB Investment Berhad.

Transactions between Fund, Manager and related parties are based on normal business transactions. The holding of the Manager's unit is based on beneficial holdings.

15. TOTAL EXPENSE RATIO ("TER")

TER is calculated as follows:-	<u>2023</u>	<u>2022</u>
TER = $\frac{\text{Fees of the fund + Recovered expenses of the fund} \times 100}{\text{Average net asset value of the Fund calculated on a daily basis}}$	0.27%	0.29%

16. PORTFOLIO TURNOVER RATIO ("PTR")

PTR is calculated as follows:	<u>2023</u>	<u>2022</u>
PTR = $\frac{(\text{Total acquisition} + \text{Total disposals})/2}{\text{Average net asset value of the Fund calculated on a daily basis}}$	1.79 times	1.55 times

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

17. FINANCIAL INSTRUMENTS

a) Classification of financial instruments

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

- i) Amortised Cost ("AC")
- ii) Fair Value Through Profit or Loss ("FVPL")

<u>2023</u>	<u>Carrying Amount</u>	<u>AC</u>	<u>FVPL</u>
	RM	RM	RM
Financial Assets			
Cash and cash equivalents	81,199,541	81,199,541	-
Profit receivable from Islamic deposits	534,803	534,803	-
	<u>81,734,344</u>	<u>81,734,344</u>	<u>-</u>

<u>2023</u>	<u>Carrying Amount</u>	<u>AC</u>
	RM	RM
Financial Liabilities		
Amount owing to the Manager	8,843	8,843
Amount owing to the Trustee	1,787	1,787
Distribution	878,657	878,657
Other payables and accruals	12,600	12,600
	<u>901,887</u>	<u>901,887</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023**

17. FINANCIAL INSTRUMENTS (CONTD.)

a) Classification of financial instruments (Contd.)

<u>2022</u>	<u>Carrying Amount</u> RM	<u>AC</u> RM	<u>FVPL</u> RM
Financial Assets			
Cash and cash equivalents	102,790,137	102,790,137	-
Profit receivable from Islamic deposits	325,943	325,943	-
	<u>103,116,080</u>	<u>103,116,080</u>	<u>-</u>

<u>2022</u>	<u>Carrying Amount</u> RM	<u>AL</u> RM
Financial Liabilities		
Amount owing to the Manager	51,698	51,698
Amount owing to the Trustee	2,278	2,278
Distribution	546,692	546,692
Other payables and accruals	30,300	30,300
	<u>630,968</u>	<u>630,968</u>

18. APPROVAL OF FINANCIAL STATEMENT

The financial statements have been approved for issue by Manager on the date of these financial statements.

SCHEDULE A**PMB SHARIAH CASH MANAGEMENT FUND
LIST OF INVESTMENTS AS AT 30 JUNE 2023**

No.	FINANCIAL INSTITUTION	TYPE	PLACEMENT	PLACEMENT	PERCENTAGE
			COST	FUND VALUE	OF NET
			RM	RM	ASSET VALUE
					%
A ISLAMIC DEPOSITS					
1	Bank Islam Malaysia Bhd	Wafiah	1,141,238	1,160,123	1.43
2	Bank Islam Malaysia Bhd	Wafiah	1,152,715	1,171,178	1.45
3	Bank Islam Malaysia Bhd	Wafiah	1,176,922	1,193,863	1.48
4	Bank Islam Malaysia Bhd	Wafiah	1,138,924	1,154,543	1.43
5	Bank Islam Malaysia Bhd	Wafiah	1,160,494	1,176,296	1.45
6	Bank Islam Malaysia Bhd	Wafiah	1,137,572	1,152,729	1.43
7	Bank Islam Malaysia Bhd	Commodity Murabahah	1,123,776	1,138,585	1.41
8	Bank Islam Malaysia Bhd	Commodity Murabahah	1,137,652	1,147,688	1.42
9	Bank Islam Malaysia Bhd	Commodity Murabahah	1,180,000	1,190,287	1.47
10	Bank Islam Malaysia Bhd	Commodity Murabahah	1,070,778	1,077,458	1.33
11	Bank Islam Malaysia Bhd	Commodity Murabahah	1,149,052	1,154,832	1.43
12	Bank Islam Malaysia Bhd	Commodity Murabahah	1,120,000	1,124,087	1.39
13	CIMB Islamic Bank Bhd	Commodity Murabahah	1,190,000	1,192,726	1.48
14	CIMB Islamic Bank Bhd	Commodity Murabahah	1,110,000	1,112,196	1.38
15	CIMB Islamic Bank Bhd	Commodity Murabahah	1,040,000	1,041,841	1.29
16	CIMB Islamic Bank Bhd	Commodity Murabahah	1,000,000	1,001,666	1.24
17	CIMB Islamic Bank Bhd	Commodity Murabahah	1,020,000	1,021,593	1.26
18	CIMB Islamic Bank Bhd	Commodity Murabahah	1,140,000	1,141,187	1.41
19	Hong Leong Islamic Bank Bhd	Commodity Murabahah	1,150,000	1,161,818	1.44
20	Hong Leong Islamic Bank Bhd	Commodity Murabahah	1,180,000	1,188,897	1.47

SCHEDULE A**PMB SHARIAH CASH MANAGEMENT FUND
LIST OF INVESTMENTS AS AT 30 JUNE 2023**

NO.	FINANCIAL INSTITUTION	TYPE	PLACEMENT	PLACEMENT	PERCENTAGE
			COST	FUND VALUE	OF NET
			RM	RM	ASSET VALUE
					%
A ISLAMIC DEPOSITS (CONTD.)					
21	Hong Leong Islamic Bank Bhd	Commodity Murabahah	1,158,458	1,163,800	1.44
22	Hong Leong Islamic Bank Bhd	Commodity Murabahah	1,108,661	1,113,372	1.38
23	Hong Leong Islamic Bank Bhd	Commodity Murabahah	1,126,391	1,128,937	1.40
24	Kenanga Investment Bank Bhd	Commodity Murabahah	1,140,140	1,155,776	1.43
25	Kenanga Investment Bank Bhd	Commodity Murabahah	1,160,670	1,169,184	1.45
26	Kenanga Investment Bank Bhd	Commodity Murabahah	1,178,901	1,187,066	1.47
27	Kenanga Investment Bank Bhd	Commodity Murabahah	1,169,015	1,176,481	1.45
28	Kenanga Investment Bank Bhd	Commodity Murabahah	1,148,526	1,155,762	1.43
29	Kenanga Investment Bank Bhd	Commodity Murabahah	1,150,000	1,156,755	1.43
30	Kenanga Investment Bank Bhd	Commodity Murabahah	1,149,379	1,155,727	1.43
31	Kenanga Investment Bank Bhd	Commodity Murabahah	1,137,650	1,141,479	1.41
32	Kenanga Investment Bank Bhd	Commodity Murabahah	1,130,000	1,133,529	1.40
33	Bank Islam Malaysia Bhd	Commodity Murabahah	1,130,000	1,132,941	1.40
34	Kenanga Investment Bank Bhd	Commodity Murabahah	1,150,000	1,152,275	1.43
35	Kenanga Investment Bank Bhd	Commodity Murabahah	1,095,685	1,095,771	1.36
36	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,155,458	1,168,157	1.44
37	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,173,533	1,183,211	1.46
38	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,122,695	1,132,218	1.40
39	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,180,000	1,190,287	1.47
40	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,180,000	1,190,565	1.47

SCHEDULE A**PMB SHARIAH CASH MANAGEMENT FUND
LIST OF INVESTMENTS AS AT 30 JUNE 2023**

NO.	FINANCIAL INSTITUTION	TYPE	PLACEMENT	PLACEMENT	PERCENTAGE
			COST	FUND VALUE	OF NET
			RM	RM	ASSET VALUE
					%
A ISLAMIC DEPOSITS (CONTD.)					
41	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,080,812	1,087,741	1.35
42	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,131,404	1,137,588	1.41
43	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,150,132	1,156,087	1.43
44	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,173,415	1,178,664	1.46
45	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,127,715	1,132,541	1.40
46	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,191,136	1,195,600	1.48
47	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,118,962	1,121,685	1.39
48	Kuwait Finance House (M) Bhd	Commodity Murabahah	1,240,000	1,242,907	1.54
49	Maybank Islamic Bank Bhd	Commodity Murabahah	1,178,075	1,189,297	1.47
50	Maybank Islamic Bank Bhd	Commodity Murabahah	1,159,372	1,166,524	1.44
51	Maybank Islamic Bank Bhd	Commodity Murabahah	1,159,494	1,164,835	1.44
52	Maybank Islamic Bank Bhd	Commodity Murabahah	1,014,194	1,018,242	1.26
53	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,136,110	1,145,426	1.42
54	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,207,860	1,217,644	1.51
55	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,156,035	1,164,757	1.44
56	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,160,191	1,168,296	1.44
57	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,170,221	1,178,300	1.46
58	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,121,689	1,128,475	1.40
59	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,185,448	1,191,645	1.47
60	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,137,684	1,143,600	1.41

SCHEDULE A**PMB SHARIAH CASH MANAGEMENT FUND
LIST OF INVESTMENTS AS AT 30 JUNE 2023**

No.	FINANCIAL INSTITUTION	TYPE	PLACEMENT	PLACEMENT	PERCENTAGE
			COST	FUND VALUE	OF NET
			RM	RM	%
A ISLAMIC DEPOSITS (CONTD.)					
61	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,191,794	1,197,753	1.48
62	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	950,000	953,563	1.18
63	MIDF Amanah Investment Bank Bhd	Commodity Murabahah	1,150,000	1,153,795	1.43
64	RHB Islamic Bank Bhd	Commodity Murabahah	1,131,000	1,141,120	1.41
65	RHB Islamic Bank Bhd	Commodity Murabahah	1,140,309	1,150,040	1.42
66	RHB Islamic Bank Bhd	Commodity Murabahah	1,155,149	1,164,786	1.44
67	RHB Islamic Bank Bhd	Commodity Murabahah	1,180,000	1,190,148	1.47
68	RHB Islamic Bank Bhd	Commodity Murabahah	1,152,313	1,161,503	1.44
69	RHB Islamic Bank Bhd	Commodity Murabahah	1,161,886	1,171,054	1.45
70	RHB Islamic Bank Bhd	Commodity Murabahah	1,160,846	1,167,525	1.44
71	RHB Islamic Bank Bhd	Commodity Murabahah	1,310,000	1,314,307	1.63
Total Islamic Deposits			81,147,531	81,682,334	101.05

10. BUSINESS INFORMATION NETWORK

OFFICES

Head Office

2nd Floor, Wisma PMB,
No.1A, Jalan Lumut,
50400, Kuala Lumpur.
Tel: (03) 4145 3800 Fax: (03) 4145 3901
E-mail: clients@pelaburanmara.com.my

Central Region

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No. 1A, Jalan Lumut
50400 Kuala Lumpur
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E-mail: pmbi.central@pelaburanmara.com.my

Northern Region

No. 46 1/F Jalan Todak 2
Pusat Bandar Seberang Jaya
13700 Perai, Pulau Pinang
Tel: (04) 3909036 Fax: (04) 3909041
H/P: (013) 2710392 (Suhaila Malzuki)
E-mail: pmbi.north@pelaburanmara.com.my
suhaila@pelaburanmara.com.my

Eastern Region

Lot D103, Tingkat 1, Mahkota Square
Jalan Mahkota, 25000 Kuantan, Pahang
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E-mail: pmbi.east@pelaburanmara.com.my
ameer.khalifa@pelaburanmara.com.my

Southern Region

No. 17-01, Jalan Molek 1/29
Taman Molek, 81100 Johor Bahru
Tel: (07) 3522120 Fax: (07) 3512120
H/P: (012) 2070440 (Ahmad Zaki Omar)
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zaki@pelaburanmara.com.my

SALES OFFICES

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Fax: (082) 464404

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john@pelaburanmara.com.my

Sabah

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88100 Kota Kinabalu, Sabah

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Fax: (088) 244419

H/P: (013) 8808273 (Hadjira@Azeera Mangguna)

E-mail: pmbi.sabah@pelaburanmara.com.my
azeera@pelaburanmara.com.my

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Kedah

No. 65, 1st Floor, Kompleks Sultan Abdul Hamid,
Persiaran SSAH 1A, 05050 Alor Setar, Kedah

Tel: (04) 7724000

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Kelantan

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15100 Kota Bharu, Kelantan

Tel: (09) 7421791 Fax: (09) 742 1790

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AGENCY OFFICES

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Kuala Lumpur Sentral,
50470 Kuala Lumpur

H/P: (019) 2206085

E-mail: samad.ashaari@gmail.com

Amir Md Yusof

No. 55-1, Jln 3/23A,
Off Jln Genting Klang, Tmn Danau Kota,
53300 Kuala Lumpur

H/P: (011) 16776969

E-mail: orangkeramat88@yahoo.com

AGENCY OFFICES

Kuala Lumpur

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50470 Kuala Lumpur
H/P: (019) 2348786
E-mail: sanusi.my@gmail.com

Zakira Ramlee
Level 3A, 1st Floor, Sunway Visio Tower,
Lingkar SV, Sunway Velocity,
55100, Kuala Lumpur
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E-mail: zakira.pelaburanmara@gmail.com

Selangor

Azrin Aliman
No.2-19, Level 2, Jalan Prima SG1,
Prima Sri Gombak,
68100, Batu Caves, Selangor
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E-mail: azrinaliman@gmail.com

Terengganu

Mohd Nazri Othman
No. 472-C, Tingkat 1, Jalan Kamaruddin
20400 Kuala Terengganu, Terengganu
Tel: (09) 6271820 H/P: (019) 9847878
E-mail: nazri.pmbi@gmail.com

Muhamad Zikri Shamsudin
K8813-C-2, Jalan Kemaman/ Dungun,
Bangunan MPK Kerteh, Bandar Seri Kerteh,
24300 Kemaman, Terengganu
H/P: (013) 5025050
E-mail: muhamadzikrishamsudin@gmail.com

Institutional Unit Trust Agents:

<i>iFast Capital Sdn. Bhd.</i>	<i>Bank Simpanan Nasional</i>
<i>Phillip Mutual Berhad</i>	<i>CIMB Bank Berhad</i>
<i>TA Investment Management Berhad</i>	<i>Malayan Banking Berhad/Maybank Islamic Berhad</i>
<i>KAF Investment Funds Berhad</i>	<i>RHB Bank Berhad/RHB Islamic Bank Berhad</i>
<i>Affin Bank Berhad</i>	
<i>Bank Simpanan Nasional</i>	
<i>UOB Kay Hian Securities (M) Sdn Bhd</i>	

Corporate Unit Trust Adviser (CUTA):

Genexus Advisory Sdn. Bhd

11. INFORMATION OF CUSTOMER SERVICES

CUSTOMER SERVICES

You may communicate with us via:-

- Client Service Units : (03) 4145 3900
- E-mail : clients@pelaburanmara.com.my

Our Customer Service Personnel would assist your queries on our unit trust funds.

NOTES TO PROSPECTIVE INVESTORS

This report is not an offer to sell units.

Prospective investor should read and understand the contents of the Prospectus. If you are in doubt, please consult your investment adviser on this scheme.

Past performance of the Fund is not an indication of future performance and unit prices and investment returns may fluctuate.

12. INVESTOR PROFILE UPDATE FORM



INVESTOR PROFILE UPDATE FORM BORANG KEMASKINI MAKLUMAT PELABUR

Full Name (as in NRIC / Passport):

Nama Penuh (seperti dalam K/P / Pasport)

NRIC (Old) / Passport No. :

No. K/P (Lama) / No. Pasport

NRIC No. (New) :

No. K/P (Baru)

 - -

Tel. No. :

No. Tel.

 - (House)

(Rumah)

 - (Mobile)

(Bilik)

 - (Office)

(Pejabat)

Ext.

Samb.

Fax No :

No. Faks

 -

Email :

E-mel

Address :

Alamat

Marital Status :

Status Perkahwinan

Single

Married

Others (please specify) _____

Bujang

Berlajang

Lain-lain (sila nyatakan)

Occupation :

Pekerjaan

Educational Level :

Taraf Pendidikan

Primary

Secondary

STPM / Diploma / Pre-U

Degree

Master

PhD

Asas

Menengah

STPM / Diploma / Pra-U

Sijjana Muda

Sijjana

PhD

Annual Household Income :

Pendapatan Tahunan Isi Rumah

Below RM18,000

RM18,001 - RM36,000

RM36,001 - RM60,000

RM18,000 ke bawah

RM18,001 - RM36,000

RM36,001 - RM60,000

RM60,001 - RM120,000

RM120,001 and Above

RM60,001 - RM120,000

RM120,001 dan ke atas

Na. of Dependents (please indicate): _____

Nr. Tanggapan (sila nyatakan)

Signature of Holder

Tandatangan Pemegang Unit

Date

Tarikh

- Please attached a copy of your new identity card for verification

Sila sertakan salinan kad pengenalan tuan/puan yang terkini untuk pengesahan

Disclaimer : By submitting this form, I consent to the processing of my personal data by PMB Investment Berhad, in accordance to its privacy policy at www.pmbinvestment.com.my

Penafian : Dengan menyerahkan borang ini, saya memberi kebenaran kepada PMB Investment Berhad untuk memproses data peribadi saya, selaras dengan polisi privasi di www.pmbinvestment.com.my.



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Know How. No Doubt.

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A member of  PELABURANMARA