

PHILLIP VALUE GROWTH FUND

AUDITED
ANNUAL REPORT

FOR THE FINANCIAL YEAR
ENDED 30 APRIL 2025

Manager:
PHILLIP CAPITAL MANAGEMENT SDN. BHD.
(199501004372)(333567-D)

Trustee:
CIMB COMMERCE TRUSTEE BERHAD
(199401027349)(313031-A)

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FUND INFORMATION

As at 30 April 2025

Name Of Fund	: Phillip Value Growth Fund
Manager Of Fund	: Phillip Capital Management Sdn Bhd 199501004372 (333567-D)
Launch Date	: 3 May 2021
Category Of Fund	: Equity (Wholesale)
Type Of Fund	: Growth and Income
Investment Objective	: Phillip Value Growth Fund aims to achieve long term* capital growth with regular income distribution.
	<i>* Long term is a period of more than three years.</i>
Performance Benchmark	: FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBMKLCI)
Distribution Policy	: Subject to availability of income, the Fund intends to distribute its income on a yearly basis.
Fund Size	: 16.64 million units

FUND PERFORMANCE

Financial Highlights

Category	As at 30.4.2025	As at 30.4.2024	As at 30.4.2023
Quoted Equity Securities	%	%	%
Banks	-	-	3.41
Capital Goods	5.51	3.33	2.61
Consumer Durables & Apparel	-	0.52	-
Construction & Engineering	3.44	-	-
Diversified Financials	4.10	3.47	-
Energy	7.33	4.59	9.76
Food, Beverage & Tobacco	7.37	9.09	14.97
Health Care Equipment & Services	0.10	15.75	3.39
Industrials	8.22	16.21	5.58
Insurance	-	6.68	4.26
Manufacturing	2.96	-	-
Materials	4.43	3.85	10.80
Pharma, Biotech. & Life Sciences	-	-	5.63
Real Estate	3.80	9.87	-
Retailing	4.69	-	-
Semiconductors & Semi. Equipment	-	-	10.33
Software & Services	6.27	8.59	5.67
Technology Hardware & Equipment	6.16	3.64	9.02
Telecommunication Services	5.21	3.29	2.37
Transportation	-	3.27	-
	69.59	92.15	87.80
Cash And Liquid Assets	30.41	7.85	12.20
Total	100.00	100.00	100.00
Net Asset Value (RM'000)	13,243	19,995	22,608
Number Of Units In Circulation (Units '000)	16,637	21,932	27,543
Net Asset Value Per Unit (RM)	0.7960	0.9117	0.8208
Total Expense Ratio ("TER") ¹	1.70%	1.73%	1.42%
Portfolio Turnover Ratio (times)	0.76	0.66	0.35

¹ The TER does not include brokerage and other transaction fees.

The Total Expense Ratio for the current financial year is lower due to a higher percentage of decrease in expenses compared with the decrease in average net asset value attributable to unitholders of the Fund.

The Portfolio Turnover Ratio for the current financial year is higher due to an increase in investing activities.

Notes:

The net asset value per unit of the Fund is largely determined by market factors. Therefore past performance figures shown are only a guide and should not be taken as indicative of future performance. Net asset value per unit and investment returns may go up or down.

Performance Data

	Phillip Value Growth Fund		FBMKLCI	
	Total Return*	Average Annual Return	Total Return	Average Annual Return
1 Year's Period to 30.4.2025	-12.70%	-12.70%	-2.27%	-2.27%
3 Year's Period to 30.4.2025	-7.74%	-2.58%	-3.76%	-1.25%
Since launch (3.5.2021 to 30.4.2025)	-20.41%	-5.11%	-3.18%	-0.80%
	1.5.2024 to 30.4.2025	1.5.2023 to 30.4.2024	1.5.2022 to 30.4.2023	Since launch 3.5.2021 to 30.4.2022
Phillip Value Growth Fund				
- Capital Return	-12.70%	11.07%	- 4.86%	-13.73%
- Income Return	-	-	-	-
- Total Return	-12.70%	11.07%	- 4.86%	-13.73%
FBMKLCI	-2.27%	11.30%	-11.53%	1.44%
	1.5.2024 to 30.4.2025	1.5.2023 to 30.4.2024	1.5.2022 to 30.4.2023	Since launch 3.5.2021 to 30.4.2022
Unit Prices				
Highest NAV (RM)	0.9782	0.9117	0.8627	1.0000
Lowest NAV (RM)	0.7959	0.8029	0.7790	0.8627
Distributions				
Gross Distribution Per Unit (sen)	-	-	-	-
Net Distribution Per Unit (sen)	-	-	-	-
Unit Splits	-	-	-	-

* NAV price of RM 1.00 is used for calculation of Total Return for NAV per unit begin during the Initial Offering Period.

Notes:

1. All figures pertaining to the Fund's return were extracted from Lipper.
2. The net asset value per unit of the Fund is largely determined by market factors. Therefore past performance figures shown are only a guide and should not be taken as indicative of future performance. Net asset value per unit and investment returns may go up or down.

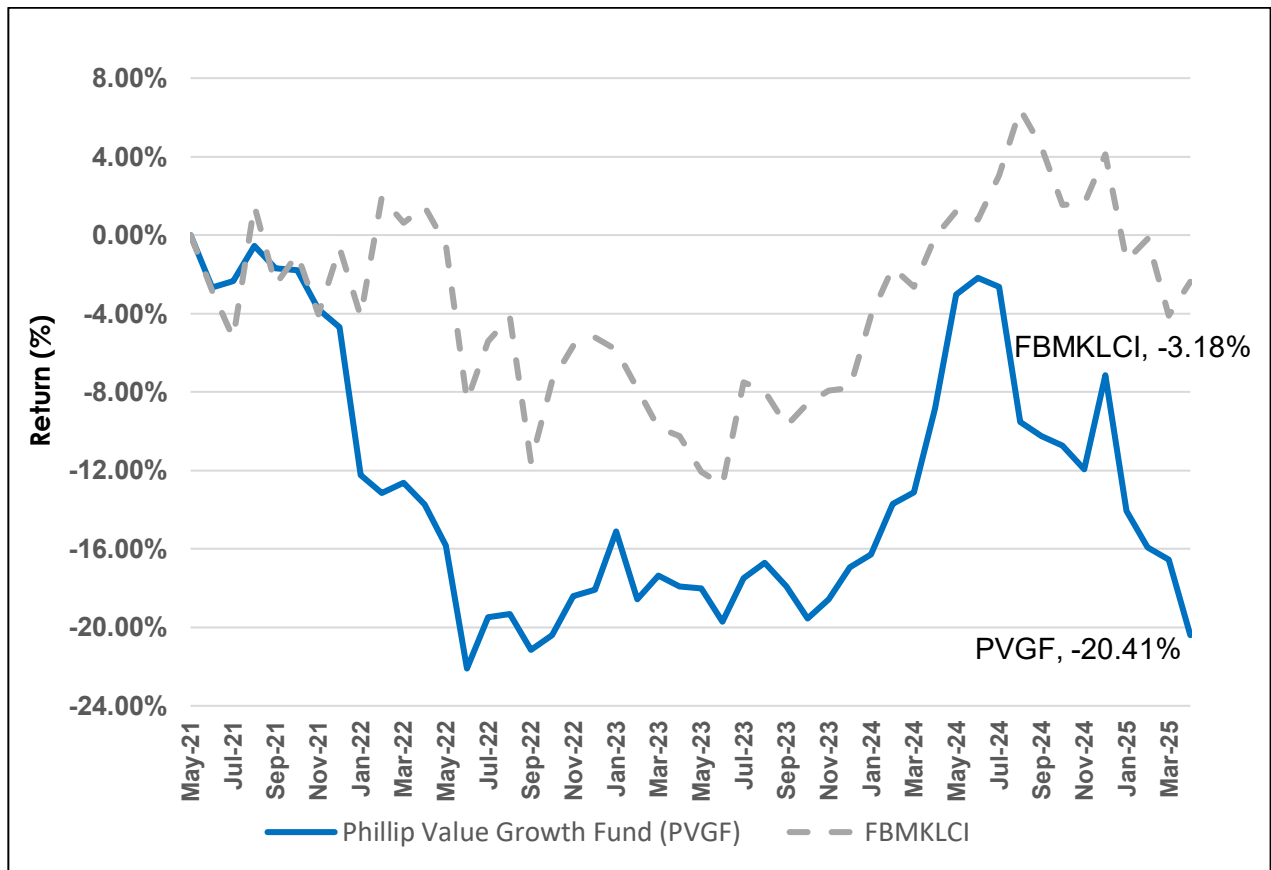
MANAGER'S REPORT

Performance Review

From 12 May 2021 (date of launch: 3 May 2021) to 30 April 2025, Phillip Value Growth Fund ("PVGF") registered a loss of 20.41%, while its benchmark, the FTSE Bursa Malaysia KLCI registered a slight loss of 3.18%. For the past 1-year performance, the Fund registered a negative return of 12.70% while its benchmark FBMKLCI was down by 2.27%.

Based on the performance of Phillip Value Growth Fund, the Fund has yet to meet its investment objective of achieving long term capital growth with regular income distribution as the Fund is in a losing state and the Fund is unable to declare any income distribution in this financial year under review.

Comparison Between Fund's Performance And Benchmark Since Inception



Source: Lipper

Investment Strategy Review

The Fund focuses on buy and hold strategy with portfolio rebalancing measures on monthly or quarterly basis, when needed, on companies that exceeded individual or sectoral maximum capping limits from time to time and if there are new opportunities occur in our watchlist especially when the price-to-book is at the low or discounted level. Overall, the Fund is actively managed and the companies in the portfolio and watchlist are closely monitored.

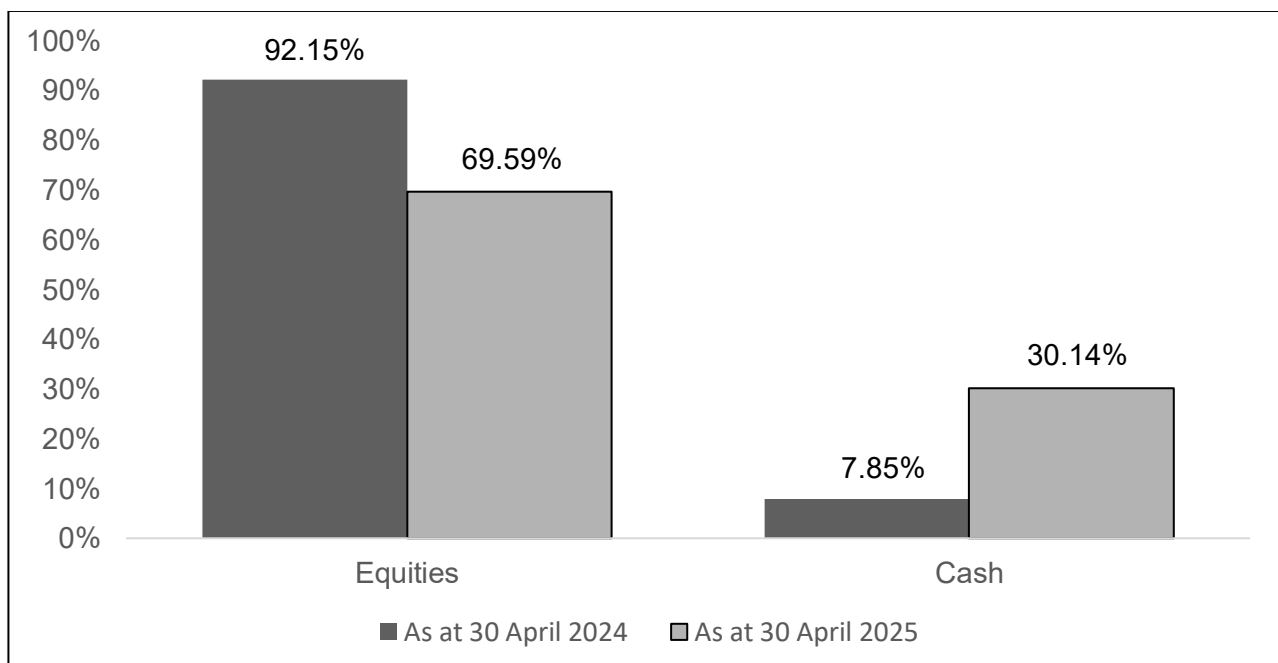
In the month of February, March and April 2025, the Fund underwent a massive portfolio rebalancing to hold more cash as the US President introduced Reciprocal Tariff that shook the World's market. With this cash hold we can bargain hunting nor buy better again aftermath, and it enhances the stock selection criteria with more emphasis on the Fund's bottom-line growth.

Throughout the year we enhance our strategies to diversify certain portfolio allocation to growth investing opportunities that fulfill businesses with high growth prospect and businesses with double digit profit growth, the Fund added Kelington Group Bhd, SAM Engineering and Equipment (M) Berhad, Pentamaster Corporation Berhad, Time Dotcom Berhad, United U-Li Corporation Bhd, Tenaga Nasional Bhd, YTL Power International Bhd, Press Metal Aluminium Holdings Bhd, BM GreenTech Bhd, Uchi Technologies Bhd, Formosa Prosonic Industries Bhd, MBM Resources Bhd and Gamuda Bhd in broadening its new investment opportunities in line with progressive growth in artificial intelligence, data centers and sustainable energy aligned with the National Energy Transition Roadmap (NETR) and the New Industrial Master Plan (NIMP) 2030.

In contrast during the financial year, the Fund disposed off counters like Agmo Holdings Bhd, Supermax Corporation Bhd, Kossan Rubber Industries Bhd, Top Glove Corporation Bhd LGMS Bhd, Duopharma Biotech Bhd, Hartalega Holdings Bhd, Sunway Real Estate Investment Trust, Supercomnet Technologies Bhd, TMC Life Sciences Bhd, KSL Holdings Bhd, United Plantations Bhd, VS Industry Bhd - WC, Dagang Nexchange Bhd, Pantech Group Holdings Bhd, Sunview Group Bhd, MST Golf Group Bhd and Dialog Group Bhd.

The Fund cash position increases as compared to the previous year in view of the tariff impact on the market sentiment, in which the Malaysian stock market was not spared to down trend when the Reciprocal Tariff occurred. Thus, we increased the cash position of the Fund.

Asset Allocation



The quoted equity investments of Phillip Value Growth Fund decreased to 69.59% as at 30 April 2025 from 92.15% recorded at the beginning of the financial year under review due to net disposal of equities during the financial year.

Cash increased to 30.41% as at 30 April 2025 from 7.85% recorded at the beginning of the financial year under review.

Analysis Of Net Asset Value

The net asset value (NAV) per unit of Phillip Value Growth Fund decreased from RM0.9117 to RM0.7960 during the financial year under review. Meanwhile, total NAV of the Fund decreased from RM19,994,723 to RM13,242,511 due to the net fund redemptions and negative fund performance.

Market Review

Equity Market Review

The Fund's performance in February, March and April 2025 were -2.15%, -0.75% and -4.64% respectively. As we all anticipated that year 2025 would be a volatile year for the markets, we did not anticipate that it could be as early as January of this year. Volatility was mainly induced from increased sensitivity of investors to U.S. economic data, U.S. policies on trade, tariff and geopolitics.

Just one week before the US President Joe Biden's resignation from office in November 2024 with the advance chips restrictions that causes share price drawdowns in Malaysia's construction and property companies due to overblown fears of a diminish data centre prospect. While the tech sector has struggled with issues such as supply chain disruptions and regulatory challenges it also causing one of Magnificent 7 stocks in the US i.e. NVIDIA stock price to nosedive.

When President Trump took office at the end of January 2025, the US stock market saw added-fueled factors for its volatility towards the ongoing geopolitical tensions, particularly between the US and China. These tensions have led to more concerns over trade policies and the potential impact on global supply chains. The Reciprocal Tariffs were introduced in April 2025, and investors have been wary of the potential for new tariffs or trade restrictions since. These new tariffs introduced were so concerning that the US seems too indiscriminate its tariff to China, but also at its allies the EU, Canada and Mexico.

The indecisiveness of the tariffs by the US has led to even more confusion and difficulties in assessing the scale of possible disruption to economic activities and corporate earnings. The uncertainty surrounding these geopolitical issues has contributed to the overall market volatility – and downward pressure on prices especially for US and emerging markets.

In February 2025 our local equity market was at 1574.70 pts level. Then it dropped to 1,513.65 in March 2025 and then it increased to 1540.22 pts level in April 2025. Malaysia's inflation eased to +1.4%yoy in Mar-25, providing some breathing room for policymakers. The deceleration was broad-based, with softer price growth seen in accommodation, food services, utilities, and household goods. Nevertheless, categories like education and recreation recorded slight upticks. Stable inflation, coupled with steady labour market conditions—unemployment held at 3.1%—suggests the domestic economy remains resilient for now, though external headwinds are building.

While the IMF cut Malaysia's 2025 GDP forecast to 4.1%, while the World Bank lowered its estimate further to 3.9%, citing intensified global trade risks. Malaysia's government is now reviewing its official growth projection of 4.5%-5.5% for 2025, with a revised outlook expected soon. Exports, particularly from the semiconductor sector, face external headwinds, though domestic demand is expected to provide partial cushioning. Fiscal measures to support private consumption and investment are likely to remain critical in the near term.

Malaysia's economy expanded by +4.4%yoy in 1QCY25, supported by robust private consumption and a wider current account surplus of RM16.7b. Retail sales growth accelerated to +6.6%yoy in Mar-25, driven by festive demand and strong food-related purchases. Bank Negara Malaysia is expected to keep the OPR unchanged at 3.00% for the rest of the year, with inflation risks contained.

In China, economic resilience showed signs of holding despite mounting external pressures especially from the Reciprocal Tariffs that set at 125% initially and then to 145%. Industrial profits rose +2.6%yoy in March 2025, providing a modest boost to business confidence. Meanwhile, the government launched the sale of special sovereign bonds worth CNY286b (USD39b), part of a broader CNY500b fiscal package aimed at stabilising growth. These funds will support capital injections into state-owned banks and infrastructure projects as Beijing pushes to defend its 5% GDP growth target against the drag of 145% US tariffs on exports.

We use Market Price-to-Book ratio (Market PB) as an average price-to-book of all equities in Malaysia market. It indicates the overall valuation of Malaysia equities market in terms of net asset perspective. The latest Market PB as of 3 April 2025 were 1.59. It decreased from previous level of 1.69. This indicate that the price to book value of Malaysia equities stayed in the non-high-risk zone, and it is about to entering the low-risk zone that indicated the overall equities book value are relatively discounted.



Source: Algotbox of Grandpine Capital

Securities Financing Transactions

For the financial year under review, the Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as "securities financing transactions").

Income Distribution Nil

Unit Split Nil

Significant Changes In The State Of Affairs Of The Fund

For the financial year under review, there were no significant changes in the state of affairs of the Fund not otherwise as disclosed in the financial statements.

Circumstances That Materially Affect Interest Of Unitholders

For the financial year under review, there were no circumstances that materially affect any interest of the unitholders.

Key Investment Team

No	Name	Designation
1	Ang Kok Heng	Chief Investment Officer
2	Bernard Tan Boon Phin	Portfolio Manager
3	Tan Sze Nee	Senior Manager, Fixed Income
4	Hazlin Binti Omar	Portfolio Manager, Fixed Income

Key Risk Factors

The potential risks associated with investing in the Fund are including, but not limited to, the following:

- Market risk
- Inflation risk
- Manager's risk
- Stock specific risk
- Liquidity risk
- Concentration risk
- Economic risk
- Interest rate risk
- Credit and default risk
- Performance risk due to large redemptions

Soft Commissions

During the financial year under review, the investment manager has received soft commissions from brokers in compliance with applicable legal, regulatory and industry standards. Soft commissions are received by the investment manager where the same can reasonably be expected to assist in the provision of investment services to its clients. Examples of goods and services under such soft commission arrangement include research and advisory services, computer software or any other information facilities to the extent that they are used to support the investment decision making process, data and quotation and there was no churning of trades.

**TRUSTEE'S REPORT
TO THE UNITHOLDERS OF PHILLIP VALUE GROWTH FUND ("Fund")**

We have acted as Trustee of the Fund for the financial year ended 30 April 2025 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, **Phillip Capital Management Sdn Bhd** has operated and managed the Fund during the financial year covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the management company under the deed, securities laws and Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework;
2. Valuation and pricing is carried out in accordance with the deed; and
3. Any creation and cancellation of units are carried out in accordance with the deed and any relevant regulatory requirements.

For and on behalf of
CIMB Commerce Trustee Berhad

Datin Ezreen Eliza binti Zulkiplee
Chief Executive Officer

Kuala Lumpur, Malaysia
2 July 2025

STATEMENT BY THE MANAGER

We, **Datin Hajjah Nona Binti Salleh** and **Loke Ka Wai**, being two of the directors of **Phillip Capital Management Sdn Bhd**, do hereby declare that, in the opinion of the Manager, the accompanying financial statements are prepared in accordance with the requirements of the Deeds, Malaysian Financial Reporting Standards, International Financial Reporting Standards and the relevant Securities Commission Malaysia guidelines so as to give a true and fair view of the financial position of **Phillip Value Growth Fund** as at 30 April 2025 and of its financial performance, changes in net asset value and cash flows for the financial year then ended.

Signed on behalf of the Manager in accordance with a resolution of the director,

DATIN HAJJAH NONA BINTI SALLEH
Executive Chairperson

LOKE KA WAI
Executive Director

Kuala Lumpur, Malaysia
2 July 2025

INDEPENDENT AUDITORS' REPORT TO THE UNITHOLDERS OF PHILLIP VALUE GROWTH FUND

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Phillip Value Growth Fund** ("the Fund"), which comprise the statement of financial position as at 30 April 2025, and the statement of comprehensive income, statement of changes in net asset value and statement of cash flows of the Fund for the year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 15 to 34.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 30 April 2025, and of its financial performance and cash flows for the year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

Basis for Opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 (including International Independence Standards)* ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Information Other Than the Financial Statements and Auditors' Report Thereon

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

(Forward)

Our opinion on the financial statements of the Fund does not cover the Fund Manager's Report 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 Fund Manager's Report and, in doing so, consider whether the Fund Manager's Report 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 Fund Manager's Report, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager and Trustee 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 relevant Securities Commission Malaysia guidelines. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

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' Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgment 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.

(Forward)

- 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 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.

Other Matter

This report is made solely to the unitholders of the Fund, as a body, in accordance with the relevant Securities Commission Malaysia guidelines and for no other purpose. We do not assume responsibility towards any other person for the contents of this report.

DELOITTE PLT (LLP0010145-LCA)
Chartered Accountants (AF 0080)

KOK PEI LOO
Partner - 03524/08/2026 J
Chartered Accountant

2 July 2025

STATEMENT OF FINANCIAL POSITION
As at 30 April 2025

	Note	2025 RM	2024 RM
Assets			
Investments	3	9,214,542	18,425,077
Dividend receivable		-	300
Interest receivable		229	183
Amount due from brokers/dealers	6	13,558	-
Cash and cash equivalents	5	4,165,296	2,261,702
Total assets		<u>13,393,625</u>	<u>20,687,262</u>
Liabilities			
Amount due to Manager	7	137,542	675,250
Other payables		13,572	17,289
Total liabilities		<u>151,114</u>	<u>692,539</u>
Total equity/Net asset value ("NAV") of the Fund		<u>13,242,511</u>	<u>19,994,723</u>
Equity			
Unitholders' capital		17,886,683	22,728,280
Accumulated losses		(4,644,172)	(2,733,557)
NAV attributable to unitholders	13	<u>13,242,511</u>	<u>19,994,723</u>
Total equity and liabilities		<u>13,393,625</u>	<u>20,687,262</u>
Number of units in circulation (Units)	14	<u>16,637,409</u>	<u>21,932,078</u>
NAV per unit	13	<u>0.7960</u>	<u>0.9117</u>

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

STATEMENT OF COMPREHENSIVE INCOME
For the financial year ended 30 April 2025

	Note	2025 RM	2024 RM
(Loss)/Income			
Gross dividends from financial assets at fair value through profit or loss ("FVTPL")		640,060	386,827
Interest income		24,345	74,568
Net realised loss from sale of financial assets at FVTPL		(569,827)	(2,032,663)
Net unrealised (loss)/gain on changes in value of financial assets at FVTPL		(1,598,891)	4,143,427
		<u>(1,504,313)</u>	<u>2,572,159</u>
Expenses			
Audit fee		8,500	8,500
Tax agent's fee		3,800	3,800
Manager's fee	8	259,792	315,597
Trustee's fee	9	12,000	12,000
Brokerage and other transaction fees		112,839	114,575
Administration expenses		9,371	15,114
		<u>406,302</u>	<u>469,586</u>
Net (loss)/income before taxation		(1,910,615)	2,102,573
Taxation	12	<u>-</u>	<u>-</u>
Net (loss)/income after taxation, representing total comprehensive (loss)/income for the year		<u>(1,910,615)</u>	<u>2,102,573</u>
Total comprehensive (loss)/income comprises the following:			
Realised loss		(311,724)	(2,040,854)
Unrealised (loss)/income		(1,598,891)	4,143,427
		<u>(1,910,615)</u>	<u>2,102,573</u>

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

STATEMENT OF CHANGES IN NET ASSET VALUE
For the financial year ended 30 April 2025

	Note	Unitholders' capital RM	Accumulated losses RM	NAV attributable to unitholders RM
At 1 May 2023		27,443,677	(4,836,130)	22,607,547
Net income after taxation		-	2,102,573	2,102,573
Creation of units	14	99,502	-	99,502
Cancellation of units	14	(4,814,899)	-	(4,814,899)
At 30 April 2024		<u>22,728,280</u>	<u>(2,733,557)</u>	<u>19,994,723</u>
At 1 May 2024		22,728,280	(2,733,557)	19,994,723
Net loss after taxation		-	(1,910,615)	(1,910,615)
Creation of units	14	3,683	-	3,683
Cancellation of units	14	(4,845,280)	-	(4,845,280)
At 30 April 2025		<u>17,886,683</u>	<u>(4,644,172)</u>	<u>13,242,511</u>

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

STATEMENT OF CASH FLOWS
For the financial year ended 30 April 2025

	2025	2024
	RM	RM
Cash Flows From/(Used in) Operating and Investing Activities		
Proceeds from sale of investments	16,560,133	15,206,574
Purchase of investments	(9,614,106)	(11,721,949)
Dividends received	609,754	397,099
Interest received	24,299	74,989
Manager's fee paid	(268,829)	(314,446)
Trustee's fee paid	(12,000)	(11,934)
Payment for other fees and expenses	(25,389)	(23,585)
Net cash from operating and investing activities	<u>7,273,862</u>	<u>3,606,748</u>
Cash Flows From/(Used in) Financing Activities		
Cash proceeds from units created	3,683	99,502
Cash paid on units cancelled	(5,373,951)	(4,166,833)
Net cash used in financing activities	<u>(5,370,268)</u>	<u>(4,067,331)</u>
Net increase/(decrease) in cash and cash equivalents	1,903,594	(460,583)
Cash and cash equivalents at beginning of year	2,261,702	2,722,285
Cash and cash equivalents at end of year	<u>4,165,296</u>	<u>2,261,702</u>
Cash and cash equivalents comprise (Note 5):		
Cash at bank	1,335,296	3,702
Deposit with a licensed financial institution	2,830,000	2,258,000
	<u>4,165,296</u>	<u>2,261,702</u>

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2025

1. The Fund, the Manager and their principal activities

Phillip Value Growth Fund (hereinafter referred to as "the Fund") was constituted pursuant to the execution of a Deed dated 27 April 2021 (hereinafter referred to as the "Deed"), made between the Manager, Phillip Capital Management Sdn Bhd and the Trustee, CIMB Commerce Trustee Berhad. The Fund was launched on 3 May 2021 and commenced trading activities on 12 May 2021.

The principal activity of the Fund is to invest in "Permitted Investments" as defined in the Deed, which include stocks and shares of companies quoted on Bursa Malaysia Securities Berhad, fixed income securities and money market instruments as approved by the Securities Commission Malaysia.

The Manager, Phillip Capital Management Sdn Bhd is a private limited company incorporated in Malaysia. The Manager is licensed under the Capital Markets and Services Act 2007 to carry out fund management activities.

The financial statements were authorised for issue by the Board of Directors of the Manager in accordance with a resolution of the directors on 2 July 2025.

2. Material accounting policy information

(a) Basis of preparation

The financial statements of the Fund have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") as issued by the Malaysian Accounting Standards Board ("MASB"), International Financial Reporting Standards and the relevant Securities Commission Malaysia guidelines.

The financial statements of the Fund have been prepared under the historical cost convention, unless otherwise stated in the accounting policies. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

(b) Changes in accounting policies

Amendments to MFRSs

The accounting policies adopted are consistent with those of the previous financial year except for the Amendments to MFRSs issued by the MASB that are relevant to the Fund's operation and effective for annual years beginning on or after 1 April 2024, as follows:

Amendments to MFRS 101

Classification of Liabilities as Current and Non-current

The adoption of the Amendments to MFRSs did not result in significant changes in the accounting policies of the Fund and has no significant effect on the financial performance or position of the Fund.

New MFRS and Amendments to MFRSs in issue but not yet effective

As at the date of authorisation of these financial statements, the New MFRS and Amendments to MFRSs that are relevant to the Fund's operation which were in issue but not yet effective and not early adopted by the Fund are as listed below:

Description	Effective for annual periods beginning on or after
MFRS 18: <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
Amendments to MFRS 121: <i>Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9: <i>Financial Instruments</i> and MFRS 7: <i>Financial Instruments: Disclosures</i>	1 January 2026

The Manager of the Fund anticipates that the abovementioned New MFRS and Amendments to MFRSs will be adopted in the annual financial statements of the Fund when they become effective and that the adoption of these New MFRS and Amendments to MFRSs is not expected to have material impact on the financial statements of the Fund in the period of initial application.

(c) Functional and presentation currency

The financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates ("the functional currency"). The financial statements are presented in Ringgit Malaysia ("RM"), which is also the Fund's functional currency.

(d) Financial instruments

The Fund recognises financial assets and financial liabilities in the statement of financial position on the date it becomes a party to the contractual provisions of the instruments.

Regular way purchase and sales of all categories of investments in financial instruments are recognised on trade dates i.e. dates on which the Fund commits to purchase or sell the financial instruments.

Financial assets

The Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss ("FVTPL") on the basis of both the Fund's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

(i) Financial assets at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial asset in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding. Receivables are classified as financial assets at amortised cost. They are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These include dividend receivable, interest receivable, amounts due from brokers/dealers and cash and cash equivalents.

(ii) Financial assets at FVTPL

A financial asset is measured at fair value through profit or loss if:

- (a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest ("SPPI") on the principal amount outstanding; or
- (b) It is held within a business model whose objective is to sell; or
- (c) At initial recognition, it is irrevocably designated as measured at FVTPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

The Fund includes in this category its Permitted Investments. These include investments that are held under a business model to manage them on a fair value basis for investment income and fair value gains.

Financial liabilities

Financial liabilities are recognised initially at fair value i.e. the consideration for goods and services received and subsequently stated at amortised cost. These include amount due to Manager and other payables. The difference between the proceeds and the amount payable is recognised over the period of the payable using the effective interest method.

(e) Derecognition of financial assets and liabilities

Financial assets

A financial asset is derecognised when the asset is disposed and the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received is recognised in profit or loss.

Financial liabilities

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

(f) Impairment of financial assets

Credit losses are recognised based on the expected credit loss ("ECL") model. The Fund recognises loss allowances for ECL on financial instruments that are not measured at FVTPL, either on a 12-month or lifetime basis based on the significant increase in credit risk since initial recognition. The impairment model does not apply to equity investments.

Given the limited exposure of the Fund to credit risk, there is no material impact on the Fund's financial statements. For balances which are short-term in nature and with no financing component (e.g. dividend receivable, interest receivable and amount due from brokers/dealers), full impairment will be recognised on uncollected balances after the grace period is exceeded.

(g) Income recognition

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

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

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

(h) Unrealised reserves/(deficits)

The unrealised reserves/(deficits) represent the net gain or loss arising from carrying quoted investments at their fair value and are recognised in the statement of comprehensive income.

(i) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and deposits with financial institutions with original maturities of 3 months or less which have an insignificant risk of change in value.

(j) Taxation

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

(k) Fair value measurement

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.

(l) Unitholders' capital

Unitholders' capital meets the conditions for the definition of puttable instruments classified as equity instruments.

Distribution equalisation is accounted for on the date of creation and cancellation of units. It represents the average distributable amount included in the creation and cancellation prices of units. This amount is either refunded to unitholders by way of distribution and/or adjusted accordingly when units are cancelled.

(m) Significant accounting estimates and judgements

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

Judgements made in applying accounting policies

In the process of applying the Fund's accounting policies, the Manager is of the opinion that there are no instances of application of judgement which are expected to have a significant effect on the amounts recognised in the financial statements.

Key sources of estimation uncertainty

The Manager believes that there are no key assumptions made concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next reporting period.

3. Investments

	2025 RM	2024 RM
Financial assets at FVTPL		
Quoted investments		
- Equity securities	<u>9,214,542</u>	<u>18,425,077</u>

Equity securities

The composition of quoted investments at the end of the reporting period is as detailed below.

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
2025				
	Capital Goods			
172,107	Gamuda Berhad	<u>803,953</u>	<u>729,734</u>	<u>5.51</u>
	Construction & Engineering			
400,000	MN Holdings Berhad	<u>436,000</u>	<u>456,000</u>	<u>3.44</u>
	Diversified Financials			
91,000	AEON Credit Service (M) Berhad	<u>529,203</u>	<u>542,360</u>	<u>4.10</u>
	Energy			
157,400	BM Greentech Berhad	<u>272,827</u>	<u>270,728</u>	<u>2.04</u>
507,500	Coastal Contracts Berhad	<u>905,730</u>	<u>700,350</u>	<u>5.29</u>
		<u>1,178,557</u>	<u>971,078</u>	<u>7.33</u>
	Food, Beverage & Tobacco			
31,400	Ajinomoto (Malaysia) Berhad	<u>460,576</u>	<u>448,392</u>	<u>3.39</u>
19,500	Fraser & Neave Holdings Berhad	<u>512,770</u>	<u>526,500</u>	<u>3.98</u>
		<u>973,346</u>	<u>974,892</u>	<u>7.37</u>
	Health Care Equipment & Services			
26,700	Optimax Holdings Berhad	<u>17,871</u>	<u>13,617</u>	<u>0.10</u>

(Forward)

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
Industrials				
320,000	Nationgate Holdings Berhad	525,812	435,200	3.29
196,500	SAM Engineering and Equipment (M) Berhad	830,661	652,380	4.93
		<u>1,356,473</u>	<u>1,087,580</u>	<u>8.22</u>
Manufacturing				
280,000	United U-Li Corporation Bhd	<u>486,890</u>	<u>392,000</u>	<u>2.96</u>
Materials				
119,800	Press Metal Aluminium Holdings Berhad	<u>617,124</u>	<u>587,020</u>	<u>4.43</u>
Real Estate				
275,000	IOI Properties Group Berhad	<u>588,243</u>	<u>503,250</u>	<u>3.80</u>
Retailing				
108,900	MBM Resources Berhad	<u>719,391</u>	<u>620,730</u>	<u>4.69</u>
Software & Services				
928,386	My E.G. Services Bhd	<u>857,638</u>	<u>830,905</u>	<u>6.27</u>
Technology Hardware & Equipment				
264,700	Uchi Technologies Berhad	<u>894,746</u>	<u>815,276</u>	<u>6.16</u>
Telecommunication Services				
134,000	Time Dotcom Berhad	<u>713,225</u>	<u>690,100</u>	<u>5.21</u>
Total equity securities as at 30 April 2025		<u>10,172,660</u>	<u>9,214,542</u>	<u>69.59</u>
Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
2024				
Capital Goods				
1,685,000	Dagang Nexchange Berhad	<u>705,421</u>	<u>665,575</u>	<u>3.33</u>
Consumer Durables & Apparel				
228,800	MST Golf Group Berhad	<u>103,649</u>	<u>104,104</u>	<u>0.52</u>
Diversified Financials				
97,500	AEON Credit Service (M) Berhad	<u>563,850</u>	<u>693,225</u>	<u>3.47</u>

(Forward)

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
Energy				
507,500	Coastal Contracts Berhad	905,730	761,250	3.81
65,000	Dialog Group Berhad	136,451	156,650	0.78
		<u>1,042,181</u>	<u>917,900</u>	<u>4.59</u>
Food, Beverage & Tobacco				
61,900	Ajinomoto (Malaysia) Berhad	907,950	1,202,098	6.01
19,500	Fraser & Neave Holdings Berhad	512,770	616,200	3.08
		<u>1,420,720</u>	<u>1,818,298</u>	<u>9.09</u>
Health Care Equipment & Services				
156,500	Hartalega Holdings Berhad	1,019,184	438,200	2.19
136,100	Kossan Rubber Industries Berhad	475,102	299,420	1.50
1,125,000	Optimax Holdings Berhad	752,978	725,625	3.63
	Supercomnet Technologies Berhad	661,008	809,952	4.05
519,200	Supermax Corporation Berhad	316,048	74,800	0.37
965,500	TMC Life Sciences Berhad	598,926	666,195	3.33
153,400	Top Glove Corporation Berhad	707,704	134,992	0.68
		<u>4,530,950</u>	<u>3,149,184</u>	<u>15.75</u>
Industrials				
286,000	Kelington Group Berhad	427,602	783,640	3.92
200,000	Nationgate Holdings Berhad	286,600	348,000	1.74
	SAM Engineering and Equipment (M) Berhad	648,500	698,250	3.49
840,000	Sunview Group Berhad	443,396	562,800	2.81
545,100	Wellcall Holdings Berhad	565,073	850,356	4.25
		<u>2,371,171</u>	<u>3,243,046</u>	<u>16.21</u>
Insurance				
29,700	Allianz Malaysia Berhad	405,278	624,888	3.13
406,000	MNRB Holdings Berhad	559,219	710,500	3.55
		<u>964,497</u>	<u>1,335,388</u>	<u>6.68</u>
Materials				
719,900	Pantech Group Holdings Berhad	622,249	770,293	3.85
Real Estate				
245,000	IOI Properties Group Berhad	524,032	529,200	2.65
460,000	KSL Holdings Berhad	499,450	791,200	3.96
	Sunway Real Estate Investment Trust	618,250	651,900	3.26
410,000		<u>1,641,732</u>	<u>1,972,300</u>	<u>9.87</u>

(Forward)

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
Software & Services				
18,252	Agmo Holdings Berhad	-	9,765	0.05
145,300	LGMS Berhad	154,423	175,813	0.88
1,638,595	My E.G. Services Bhd	1,515,095	1,532,086	7.66
		<u>1,669,518</u>	<u>1,717,664</u>	<u>8.59</u>
Technology Hardware & Equipment				
149,000	Pentamaster Corporation Berhad	766,598	636,230	3.18
100,000	V.S. Industry Berhad	130,188	91,000	0.46
		<u>896,786</u>	<u>727,230</u>	<u>3.64</u>
Telecommunication Services				
127,500	Time Dotcom Berhad	679,750	657,900	3.29
Transportation				
167,000	Westports Holdings Berhad	571,830	652,970	3.27
Total equity securities as at 30 April 2024		<u>17,784,304</u>	<u>18,425,077</u>	<u>92.15</u>

Total quoted investments

Total quoted investments comprised investments in equity securities.

	Cost RM	Fair value RM	Fair value as a % of NAV %
2025			
Total investments	<u>10,172,660</u>	<u>9,214,542</u>	<u>69.59</u>
Unrealised loss from investments as at 30 April 2025		<u>(958,118)</u>	
2024			
Total investments	<u>17,784,304</u>	<u>18,425,077</u>	<u>92.15</u>
Unrealised gain from investments as at 30 April 2024		<u>640,773</u>	

4. Fair value hierarchy

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

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1 RM	Total RM
2025		
Financial assets at FVTPL		
Quoted investments	9,214,542	9,214,542
2024		
Financial assets at FVTPL		
Quoted investments	18,425,077	18,425,077

The carrying amounts of other financial assets and financial liabilities, approximate fair values due to the relatively short-term maturities of these financial instruments.

5. Cash and cash equivalents

Cash and cash equivalents include cash at bank and deposit with a licensed financial institution.

	2025 RM	2024 RM
Cash at bank	1,335,296	3,702
Deposit with a licensed financial institution:		
- Commercial bank	2,830,000	2,258,000
Cash and cash equivalents	4,165,296	2,261,702

The rate of return and remaining maturity of deposit with a financial institution at the end of the reporting period were as follows:

	Effective interest rate (% per annum)		Remaining maturity (Days)	
	2025	2024	2025	2024
Deposit with a licensed financial institution:				
- Commercial bank	2.95	2.95	2	2

6. Amount due from brokers/dealers

The amount due from brokers/dealers relate to disposal of investments which remain outstanding at the end of the reporting period. These are normally received within 2 (2024: 2) business days from the transaction dates.

7. Amount due to Manager

The amount due to Manager represents amount payable for units cancelled and/or amount payable for management fee.

Management fee is payable on a monthly basis and amount payable for units cancelled is paid within 7 (2024: 7) business days from the transaction dates.

8. Manager's fee

The Eighth Schedule of the Deed provides that the Manager's fee is computed on a monthly basis, up to a maximum of 3.00% per annum of the gross NAV of the Fund before deducting the Manager's fee and Trustee's fee for the particular day.

The Manager's fee charged for the financial year is 1.50% (2024: 1.50%) per annum.

9. Trustee's fee

The Ninth Schedule of the Deed provides that the Trustee's fee is computed on a monthly basis, up to a maximum of 0.10% per annum of the NAV of the Fund, subject to a minimum of RM12,000 per annum.

The Trustee's fee provided in the financial statements is at RM12,000 (2024: RM12,000) computed at 0.07% (2024: 0.06%) per annum.

10. Portfolio turnover ratio ("PTR")

	2025	2024
Portfolio turnover ratio ("PTR")	<u>0.76 times</u>	<u>0.66 times</u>

The PTR of the Fund is the ratio of average acquisitions and disposals of the Fund for the financial year over the average NAV attributable to unitholders of the Fund calculated on a daily basis. The Portfolio Turnover Ratio for the current financial year is higher due to an increase in investing activities.

11. Total expense ratio ("TER")

	2025	2024
Total expense ratio ("TER") ¹	1.70%	1.73%

TER is the ratio of expenses of the Fund expressed as a percentage of the average NAV attributable to unitholders of the Fund for the financial year. The TER for the current financial year is lower due to a higher percentage of decrease in expenses compared with the decrease in average net asset value attributable to unitholders of the Fund.

¹ The TER does not include brokerage and other transaction fees.

12. Taxation

	2025 RM	2024 RM
Estimated Malaysian income tax: Current financial year	-	-

Income tax is calculated at the Malaysian statutory rate of taxation of 24% (2024: 24%) of the estimated assessable income for the financial year.

There was no taxation charge for the current financial year due to tax-exempt income received.

A reconciliation of income tax expense applicable to net (loss)/income before taxation at the statutory rate of taxation to income tax expense at the effective rate of taxation is as follows:

	2025 RM	2024 RM
Net (loss)/income before taxation	(1,910,615)	2,102,573
Tax at Malaysian statutory rate of 24% (2024: 24%)	(458,547)	504,618
Tax effects of:		
Income not subject to tax	(159,457)	(1,105,157)
Losses not deductible for tax purpose	520,492	487,839
Expenses not deductible for tax purpose	33,122	34,917
Restriction on tax deductible expenses for unit trust funds	64,390	77,783
Tax expense for the financial year	-	-

13. Net asset value (“NAV”) attributable to unitholders

	2025 RM	2024 RM
Unitholders’ capital	17,886,683	22,728,280
Accumulated loss:		
- Realised deficits	(3,686,054)	(3,374,330)
- Unrealised (deficits)/reserves	(958,118)	640,773
	(4,644,172)	(2,733,557)
NAV attributable to unitholders	<u>13,242,511</u>	<u>19,994,723</u>

The NAV per unit is rounded off to four decimal places.

14. Number of units in circulation

	2025		2024	
	No. of units	RM	No. of units	RM
As beginning of year	21,932,078	22,728,280	27,543,404	27,443,677
Creation of units	4,181	3,683	120,969	99,502
Cancellation of units	<u>(5,298,850)</u>	<u>(4,845,280)</u>	<u>(5,732,295)</u>	<u>(4,814,899)</u>
At end of year	<u>16,637,409</u>	<u>17,886,683</u>	<u>21,932,078</u>	<u>22,728,280</u>

15. Units held by the Manager and its related parties

There were no units held by the Manager and its related parties.

16. Transactions with brokers/dealers

Details of transactions with the brokers/dealers for the financial year are as follows:

	Value of trade [#] RM	% of total trades %	Brokerage fee* RM	% of total brokerage fees %
2025				
Brokers/dealers				
Phillip Capital Sdn Bhd	4,151,898	15.84	12,470	15.82
Public Investment Bank Berhad	<u>22,066,355</u>	<u>84.16</u>	<u>66,348</u>	<u>84.18</u>
	<u>26,218,253</u>	<u>100.00</u>	<u>78,818</u>	<u>100.00</u>

(Forward)

	Value of trade [#] RM	% of total trades %	Brokerage fee* RM	% of total brokerage fees %
2024				
Brokers/dealers				
Phillip Capital Sdn Bhd	<u>26,908,266</u>	<u>100.00</u>	<u>79,064</u>	<u>100.00</u>

[#]Excludes brokerage and other transaction fees.

* Only applicable to equity securities.

The transactions above are with non-related parties, except for transactions with Phillip Capital Sdn Bhd. Phillip Capital Sdn Bhd is a related company to the Manager, whereby the dealings have been transacted on an arm's length basis.

17. Financial risk management objectives and policies

The Fund is exposed to a variety of risks which include market risk, credit risk, liquidity risk, specific risk and single issuer risk.

Financial risk management is carried out through policy reviews, internal control systems and adherence to the investment restrictions as stipulated in the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.

(i) Market risk

The Fund's principal exposure to market risk arises primarily due to changes in the market environment, global economic and geo-political developments. The Fund seeks to diversify some of these risks by investing into different sectors to mitigate risk exposure to any single asset class.

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

(a) Price risk

Price risk is the adverse changes in the fair value of securities as a result of changes in the levels of equity indices and the value of individual securities. The price risk exposure arises from the Fund's quoted investments.

The table below summarises the effect on the net (loss)/income before tax and NAV attributable to the unitholders of the Fund at the end of the reporting period due to possible changes in prices, with all other variables held constant:

Change in price (%)	Effect on net (loss)/income before tax and NAV attributable to unitholders	
	Increase/(Decrease) 2025 RM	2024 RM
+5	(460,727)	921,254
(5)	<u>460,727</u>	<u>(921,254)</u>

(b) Interest rate risk

This risk refers to the effect of interest rate changes on the returns on deposits with financial institutions. In the event of reduction in interest rates, the return on the deposit with a licensed financial institution will decrease, thus affecting the NAV of the Fund. This risk will be minimised via the management of the duration structure of the deposit with a licensed financial institution.

The Fund's exposure to interest rate risk with respect to the deposit with a licensed financial institution is not considered to be significant at the end of the reporting period and consequently no sensitivity analysis on interest rate risk has been presented.

(ii) Credit risk

The Fund's principal exposure to credit risk arises primarily due to changes in the financial conditions of an issuer or a counterparty to make payment of principals, interest and proceeds from realisation of investments. Such events can lead to loss of capital or delayed or reduced income for the Fund resulting in a reduction in the Fund's NAV and thus, unit price. This risk is mitigated by setting counterparty limits and vigorous credit analyses.

Credit risk is generally arising from investments, cash and cash equivalents and other receivables (including dividend receivable, interest receivable and amount due from brokers/dealers). The maximum exposure to credit risk is presented in the statement of financial position. Cash and cash equivalents are placed in financial institutions with strong credit ratings. The Investment Committee of the Fund identifies companies with small market capitalisation which offer above average earnings growth prospects as part of their investing decision-making process.

(iii) Liquidity risk

This risk occurs in thinly traded or illiquid securities. Should the Fund need to sell a relatively large amount of such securities, the act itself may significantly depress the selling price. The risk is minimised by maintaining a prudent level of liquid assets that allows the Fund to meet daily redemption of units without jeopardising potential returns.

The maturity of the Fund's financial liabilities fall due within three months while the NAV attributable to unitholders are repayable on demand.

(iv) Specific risk

The Fund is exposed to the individual risks of the respective companies issuing securities which includes changes to the business performance of the company, consumer tastes and demands, lawsuits and management practices. This risk is minimised through the diversification of the portfolio of investments of the Fund.

(v) Single issuer risk

The Fund's exposure to securities issued by any issuer is limited to not more than a certain percentage of the Fund's NAV. Under such restriction, the risk exposure to the securities of any issuer is minimised.

18. Classification of financial instruments

The Fund's financial assets and financial liabilities are measured on an ongoing basis at either fair value or at amortised cost based on their respective classification. The material accounting policy information in Note 2(d) describe how the classes of financial instruments are measured, and how income and expenses, including fair value gains and losses, are recognised.

The following table analyses the financial assets and liabilities of the Fund in the statement of financial position as at the end of the reporting period by the class of financial instrument to which they are assigned, and therefore by the measurement basis:

	Financial assets at amortised cost RM	Financial assets at FVTPL RM	Financial liabilities at amortised cost RM	Total RM
2025				
Assets				
Investments	-	9,214,542	-	9,214,542
Interest receivable	229	-	-	229
Amount due from brokers/dealers	13,558	-	-	13,558
Cash and cash equivalents	4,165,296	-	-	4,165,296
	<u>4,179,083</u>	<u>9,214,542</u>	<u>-</u>	<u>13,393,625</u>
Liabilities				
Amount due to Manager	-	-	137,542	137,542
Other payables	-	-	13,572	13,572
	<u>-</u>	<u>-</u>	<u>151,114</u>	<u>151,114</u>
2024				
Assets				
Investments	-	18,425,077	-	18,425,077
Dividend receivable	300	-	-	300
Interest receivable	183	-	-	183
Cash and cash equivalents	2,261,702	-	-	2,261,702
	<u>2,262,185</u>	<u>18,425,077</u>	<u>-</u>	<u>20,687,262</u>
Liabilities				
Amount due to Manager	-	-	675,250	675,250
Other payables	-	-	17,289	17,289
	<u>-</u>	<u>-</u>	<u>692,539</u>	<u>692,539</u>

The financial instruments of the Fund are not carried at fair value but their carrying amounts are reasonable approximations of fair values due to their short-term maturity.

19. Operating segment

The Fund is organised into one main operating segment for investment management purposes. The Investment Department takes a team approach to the investment process of the Fund. The decision-making process involves input from the entire team, with each team member (inclusive of analysts) contributing their respective expertise and views to yield fully informed conclusions. The Investment Committee is responsible for ensuring adherence to investment guidelines, both internal and external, as well as to assess strategy and implementation effectiveness, and to oversee the entire investment function. Accordingly, significant operating decisions are based upon the analysis of the Fund as one operating segment. The financial results from this segment are equivalent to the financial statements of the Fund as a whole.

20. Capital management

The Fund's capital comprises unitholders' subscription to the Fund. The unitholders' capital fluctuates according to the daily subscription and redemption of units at the discretion of unitholders.

The Fund aims to achieve its investment objective and at the same time, maintain sufficient liquidity to meet unitholders' redemptions.

CORPORATE INFORMATION

THE MANAGER

Phillip Capital Management Sdn Bhd (199501004372)(333567-D)

Registered Office

Lot 25-4-12, 4th Floor, Plaza Prima Batu 4 1/2, Jalan Kelang Lama, 58200 Kuala Lumpur.
Tel : 603-7890 2863

Business Office

B-18-6, Block B Level 18 Unit 6, Megan Avenue II, 12 Jalan Yap Kwan Seng, 50450 Kuala Lumpur.
Tel : 603-2783 0300
Fax: 603-2166 5099
Website: <https://www.phillipinvest.com.my>
E-mail: pcm@phillipcapital.com.my

TRUSTEE

CIMB Commerce Trustee Berhad (Registration No: 199401027349)(313031-A)

Registered Office

Level 13, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur.
Tel: 603-2261 8888
Fax: 603-2261 0099
Website: <http://www.cimb.com>

Business Office

Level 21, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur.
Tel: 603-2261 8888
Fax: 603-2261 9889

BOARD OF DIRECTORS

Datin Hajjah Nona Binti Salleh
Mr. Mohd Fadzli Bin Mohd Anas
Loke Ka Wai
Norlia Binti Mohd Ali
Maznah Binti Abdullah (appointed on 31 December 2024)

COMPANY SECRETARY

Koh Siang Choo (MIA 4640)
Compac Sdn Bhd, Lot 25-4-12, 4th Floor, Plaza Prima, Batu 4 1/2, Jalan Kelang Lama, 58200 Kuala Lumpur.
Tel: 603-7983 0354/0277
Fax: 603-7981 9912
Email: compac.cosec@gmail.com

AUDITORS

Deloitte PLT (LLP0010145-LCA) (AF0080)
Level 16, Menara LGB, 1, Jalan Wan Kadir, Taman Tun Dr. Ismail, 60000 Kuala Lumpur.
Tel: 603-7610 8888
Fax: 603-7726 8986
Website: www.deloitte.com/my

TAX ADVISER

Deloitte Tax Services Sdn Bhd (Registration No: 197701005407)(36421-T)
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Tel: 603-7610 8888
Fax: 603-7725 7768

SALE & REPURCHASE OF UNITS

Phillip Capital Management Sdn Bhd (199501004372)(333567-D)
B-18-6, Block B Level 18 Unit 6, Megan Avenue II, 12 Jalan Yap Kwan Seng, 50450 Kuala Lumpur.
Tel : 603-2783 0300
Fax: 603-2166 5099

ENQUIRIES

Customer Service Hotline Tel: 603-2783 0300
Email: pcm@phillipcapital.com.my



PHILLIP CAPITAL MANAGEMENT SDN BHD

(199501004372)(333567-D)

Capital Markets and Services Licence No. : CMSL/A0044/2007

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