

SEMI-ANNUAL REPORT

TA GROWTH FUND

For the 6 months ended
31 December 2023



TA INVESTMENT

A MEMBER OF THE TA GROUP

199501011387 (340588-T)

TA Growth Fund

(For the financial period ended 31 December 2023)

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TA Growth Fund

(For the financial period ended 31 December 2023)

Key Performance Data

	Financial Period Ended 31/12/2023	Financial Period Ended 31/12/2022	Financial Period Ended 31/12/2021
PORTFOLIO COMPOSITION (% OF NAV)			
Consumer Products	3.84	11.11	11.40
Financial Services	18.83	21.96	16.65
Industrial Products	15.46	19.58	26.11
Technology	10.73	10.27	19.03
Energy	2.67	2.58	3.20
Construction	1.73	-	1.16
Transportation & Logistics	-	6.51	4.74
Healthcare	8.53	2.84	-
Properties	2.42	2.12	-
Telecommunication & Media	1.16	2.66	2.45
Utilities	12.61	4.07	3.23
Oil & Gas	2.07	-	-
Plantation	2.58	-	-
Exchange Traded Fund	4.75	3.62	3.53
Quoted Shares	87.38	87.32	91.50
Collective Investment Scheme	3.20	5.22	5.80
Derivative Instruments	1.01	0.53	0.47
Cash (Net of Liabilities)	8.41	6.93	2.23
Total Investment	100.00	100.00	100.00

Total Net Asset Value (RM'000)	19,034 #	18,685	23,389
Units In Circulation (Units '000)	57,754	63,515	70,541
Net Asset Value Per Unit (RM)	0.3296 #	0.2942	0.3316
Total Expense Ratio (TER) (%) *	0.91	0.89	0.87
Portfolio Turnover Ratio (PTR) (times) **	0.49	0.28	0.59

Refer to unaudited account Note 12.

* The TER for the current financial period has remained consistent with that of the previous financial period.

** The PTR for the current financial period has registered an increase as compared to previous financial period due to increase in total transaction value of the Fund.

UNIT PRICES

NAV Per Unit (RM)	0.3296	0.2942	0.3316
Highest NAV Per Unit for the Period (RM)	0.3303	0.3028	0.3481
Lowest NAV Per Unit for the Period (RM)	0.2888	0.2742	0.3116

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(For the financial period ended 31 December 2023)

	Financial Period Ended 31/12/2023	Financial Period Ended 31/12/2022	Financial Period Ended 31/12/2021
TOTAL RETURN (%)			
Capital Return	15.81	2.05	0.91
Income Return	-	-	-
Total Return of Fund	15.81	2.05	0.91
Total Return of the Benchmark			
- FBM Top 100 Index	6.52	3.71	1.29
- Kuala Lumpur Composite Index	5.66	3.55	2.28

AVERAGE TOTAL RETURN (%)

	Fund	Benchmark
Period		
1 Year (31/12/2022 - 31/12/2023)	12.03	0.63
3 Years (31/12/2020 - 31/12/2023)	0.03	-3.04
5 Years (31/12/2018 - 31/12/2023)	-0.40	-1.73

ANNUAL TOTAL RETURN (%)

	Fund	Benchmark
Period		
31/12/2022 - 31/12/2023	12.03	0.63
31/12/2021 - 31/12/2022	-11.28	-5.40
31/12/2020 - 31/12/2021	0.71	-4.23
31/12/2019 - 31/12/2020	-0.98	3.49
31/12/2018 - 31/12/2019	-1.10	-2.88

Source : Lipper for Investment Management

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

The basis of calculating and assumption made in calculating the returns:

$$\text{Percentage Growth} = \frac{N^1 - N^2}{N^2} \times 100$$

N¹ = NAV on the end of the period

N² = NAV on the beginning of the period

$$\text{* Average Total Return} = \frac{\text{Total Sub Period Returns}}{\text{Number of Sub Periods}}$$

$$\text{** Annual Total Return} = (1 + \text{Cumulative Return})^{N^3 / N^4} - 1$$

N³ = Number of periods per year

N⁴ = Total number of periods

Factor in for unit splits and distributions paid out (if any during the period)

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(For the financial period ended 31 December 2023)

Manager's Report

TA Growth Fund

Fund Category/Type	Equity / Growth & Income		
Fund Objective	The Fund aims to achieve steady income and capital growth over the medium to long-term period, for its Unit Holders by investing in the strong economic growth of the country. Investing in the strong economic growth means buying into quality companies listed in the Bursa Malaysia which benefits from healthy business environment and higher business confidence, higher consumer spending and stable government policies. A strong economy will yield a stock market with higher valuations and vice versa.		
Performance Benchmark	FTSE Bursa Malaysia Top 100 Index (FBM Top 100)		
Fund's Distribution Policy	The Fund may declare annual/interim distribution (if any) during its financial year.		
Fund's Performance and Investment Strategies Employed	The Fund was managed within its investment objective over the six-month semi-annual period as of 31 December 2023. Over the financial period under review, the Fund had a total return of 15.81%, outperforming the benchmark FBM Top 100 Index which had a return of 6.52%, as well as the FBM KLCI which had a return of 5.66% over the same period.		
Securities Lending/ Repurchase Transaction	The Fund has not undertaken any securities lending or repurchase transaction (collectively referred to as "securities financing transactions").		
Cross Trade	There is no cross trades transaction during the financial year under review.		
Analysis of Fund's Performance	31/12/23	30/06/23	% Change
NAV/unit (RM)	0.3296 ^	0.2846	15.81
Total NAV (RM'000)	19,034 ^	17,154	10.96
^ Refer to audited account Note 12.			

TA Growth Fund

(For the financial period ended 31 December 2023)

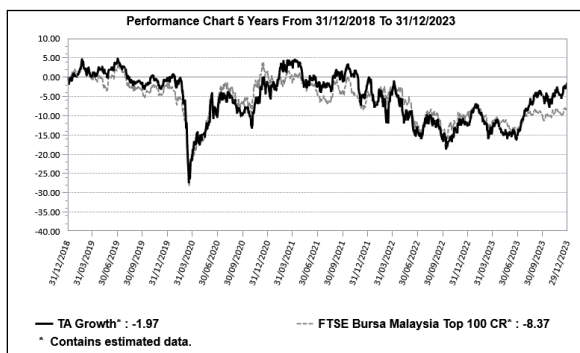
Income Distribution (%)	Capital Return # (%)	Total Return (%)
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-	15.81	15.81
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Capital Return components:

- ❖ Equity
- ❖ Cash and cash equivalents

Performance Chart



Source: Lipper Investment Management

Past performance is not necessarily indicative of future performance.

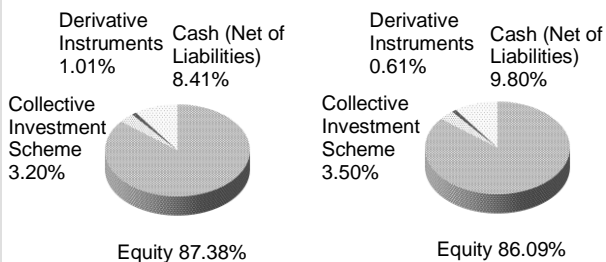
Distribution/Unit Split

None were declared for the financial period under review ended 31 December 2023.

Asset Allocation

31/12/23

30/06/23



The Fund was primarily invested in Equity (87.38%) with the remainder in Collective Investment Scheme (3.20%), Derivative Instruments issued by Capital A (1.01%), with the remainder in Cash (Net of Liabilities, 8.41%).

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(For the financial period ended 31 December 2023)

Top Investments	Top 5 Stocks	
	As at 31/12/23	% NAV
	Malayan Banking Berhad	8.52
	Tenaga Nasional Berhad	6.37
	YTL Power International Berhad	6.24
	Genetec Technology Berhad	5.45
	Hartalega Holdings Berhad	5.21
	As at 30/06/23	% NAV
	Malayan Banking Berhad	9.17
	YTL Power International Berhad	5.73
	QL Resources Berhad	4.64
	Public Bank Berhad	4.40
	Tenaga Nasional Berhad	4.25

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

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(For the financial period ended 31 December 2023)

Market Review

Following a frail middle of 2023, the FBM KLCI turned around in July 2023 (+6.0%), rallying in line with a rebound in the Malaysian Ringgit (MYR). The unveiling of high impact investment initiatives by the Prime Minister Dato Seri Anwar to boost the domestic economy through the Madani Economy Framework and the National Energy Transition Roadmap (NETR) also added some optimism to investor sentiment. August 2023 saw the FBM KLCI outperforming regional peers, despite its -0.5% loss in an eventful month featuring the release of second quarter 2023 Gross Domestic Product (GDP) data showing 2.9% growth, state elections, details on the Penang Light Rail Transit (LRT), developments in the Forest City Economic Zone, the Phase 2 launch of the NETR, and corporate exercises involving KLK – Boustead Plantation and Sime Darby – UMW Holdings. September 2023 saw the FBM KLCI declining 1.9%, with key events including Bank Negara Malaysia's (BNM) decision to maintain the Overnight Policy Rate (OPR) at 3.00%, the relaunching of the 12th Malaysia Plan (MP), and the acquittal of graft charges against the Deputy Prime Minister.

October 2023 saw the FBM KLCI rebounding 1.3%, with local institutional investors engaging in bargain hunting activities. However, it also marked the end of three months of net inflows, with the local bourse experiencing its largest monthly outflow of 2023 at \$460.0 million in United States (US) Dollar terms. Despite challenges such as a 5% increase in 10-year US Treasury yields, the Israel-Hamas war, and the MYR depreciating to its weakest level since the Asian Financial Crisis (AFC), investor sentiment improved after the announcement of Budget 2024. Malaysian markets showed resiliency in November 2023, with the FBM KLCI experiencing a second consecutive month of gains (+0.7% month-on-month). The increase was mainly steered by strong net buying from foreign investors on the back of investors' optimistic sentiments, which was thanks to a robust third quarter 2023 GDP growth of 3.3%, which surpassed expectations. November 2023's news flows were dominated by the results reporting season, the announcement of a 30-day visa-free entry for visitors from China and India starting 1 December 2023, and the Federal Reserve (Fed)'s decision to keep its key rate unchanged. Despite a quiet month in December 2023, the FBM KLCI remained steady in positive territory, charting a 0.13% gain. Few announcements were made, with one key announcement on the High Speed Rail (HSR) project with Prime Minister Dato Seri Anwar citing the government's intentions to revive the HSR project, and that it has mentioned this matter to Singapore's Prime Minister, Lee Hsien Loong.

Economic Outlook

In the US, the Fed left the policy rate unchanged in its final meeting of 2024. The policy decision was in line with market expectations, while in the accompanying Federal Open Markets Committee (FOMC) statement, the "Dot Plot", and Chairman Powell's press conference remarks implied a dovish tilt. Specifically, the Fed's updated economic projection shows lower inflation along with 3 rate cuts in 2024. Outside of the US, China's Consumer Price Index (CPI) data for November 2023 showed a 0.5% drop year-on-year, larger than the 0.1% expected, showing deepening consumer price deflation in the country. The European Central Bank (ECB) kept policy rates unchanged in its December

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2023 meeting and communicated no expectations of rate cuts any time soon, citing inflation risks.

In Malaysia, while BNM has maintained the Overnight Policy Rate (OPR) at 3.00% in the past three Monetary Policy Committee (MPC) meetings, upside risks remain for domestic inflation and the OPR, in part due to the Government's announced subsidies rationalisation plan and upside risks to commodity prices.

Market Outlook And Investment Strategy

2023 was a volatile year with high inflation, high interest rates, two large wars in progress, constrained world trade, and considerable sanctions. Could the year of 2024 prove to be any worse? In our view, short of World War III starting, it would be quite a tough act to top-off!

We are optimistic that the 2024 would be a relatively calm and healing year, especially for the Malaysian and Association of South East Asian (ASEAN) markets. Even China, which has largely been ignored for the past few years, would could get a reprieve. As worldwide governments are likely to begin cutting interest rates to sustain growth or merely as an adjustment to declining inflation, the economy and the corresponding markets should react positively. The US government is expected to be aggressive in leading the interest rate cycle turnaround. Hence, fund flows should also improve as cost of capital becomes cheaper and funds are no longer solely concentrating on USD-denominated assets.

With the focus back to growth industries and government-led initiatives, we believe sector and stock selection are the keys to outperformance in 2024. We are positive on energy-related players, electric mobility enablers, chips & semiconductors, as well as Electronic Manufacturing Services (EMS) manufacturers. Our niche thematic approaches would include the rejuvenated Iskandar Economic Zone and infrastructure developments in Penang.

Soft Commission

The Manager retains soft commissions received from brokers only if the goods and services are of demonstrable benefits to the Unitholders as allowed under the Securities Commission's Guidelines on Unit Trust Funds. The soft commission received include research and advisory services which are used to support the investment decision making process and are of demonstrable benefit to the Unitholders of the Fund and there was no churning of trades.

State Of Affairs Of The Fund

There has been neither significant changes to the state of affair of the Fund nor any circumstances that materially affect any interests of the Unitholders during the financial period under review.

TA Growth Fund

(For the financial period ended 31 December 2023)

TRUSTEE'S REPORT TO THE UNIT HOLDERS OF TA GROWTH FUND ("Fund")

We have acted as Trustee of the Fund for the financial period ended 31 December 2023 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, **TA Investment Management Berhad** has operated and managed the Fund during the period 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 the Guidelines on Unit Trust Funds;
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 regulatory requirement.

For and on behalf of
CIMB Commerce Trustee Berhad

Datin Ezreen Eliza binti Zulkiplee
Chief Executive Officer

Kuala Lumpur, Malaysia
16 February 2024

TA Growth Fund

(For the financial period ended 31 December 2023)

STATEMENT BY THE MANAGER

We, CHOO SWEE KEE and MOHAMMED A'REEFF BIN ABDUL KHALID, being two of the directors of TA INVESTMENT MANAGEMENT BERHAD, do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements set out on page 11 to 34, are drawn up in accordance with Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting so as to give a true and fair view of the financial position of TA GROWTH FUND as at 31 December 2023 and of its unaudited financial performance and unaudited cash flows for the financial period then ended.

On behalf of the Manager,

CHOO SWEE KEE

MOHAMMED A'REEFF BIN ABDUL KHALID

Kuala Lumpur, Malaysia
16 February 2024

TA Growth Fund

(For the financial period ended 31 December 2023)

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023

		01.07.2023	01.07.2022
		to	to
		31.12.2023	31.12.2022
	Note	RM	RM
INCOME			
Dividend income		215,002	223,579
Interest income		17,656	7,963
Net income on:			
- financial assets at fair value through profit or loss ("FVTPL")	6	<u>2,678,144</u>	<u>373,338</u>
		<u>2,910,802</u>	<u>604,880</u>
EXPENSES			
Manager's fee	3	135,316	138,077
Trustee's fee	4	7,071	6,703
Auditors' remuneration		4,200	4,200
Tax agent's fee		1,620	1,620
Investment committee's remuneration		3,600	3,600
Brokerage and other transaction fees		81,140	53,799
Administrative fees and expenses		<u>14,863</u>	<u>10,477</u>
		<u>247,810</u>	<u>218,476</u>
Net income before tax		2,662,992	386,404
Less: Income tax expense	5	<u>(544)</u>	<u>(1,371)</u>
Net income after tax, representing total comprehensive income for the financial period		<u>2,662,448</u>	<u>385,033</u>
Net income after tax is made up of the following:			
Net realised income/(loss)		903,332	(940,603)
Net unrealised income		<u>1,759,116</u>	<u>1,325,636</u>
		<u>2,662,448</u>	<u>385,033</u>

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

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(For the financial period ended 31 December 2023)

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Note	31.12.2023 RM	30.06.2023 RM
ASSETS			
Investments	6	17,382,136	15,436,798
Deposit with financial institutions	7	1,582,882	496,050
Dividend receivable		17,650	14,108
Interest receivable		377	40
Amount due from the Manager	10	905	935
Amount due from stockbrokers	9	-	286,067
Amount due from future brokers	8	3,445	3,431
Cash at banks		32,219	1,217,130
TOTAL ASSETS		<u>19,019,614</u>	<u>17,454,559</u>
LIABILITIES			
Amount due to the Manager	10	29,270	40,837
Amount due to Trustee		821	1,250
Amount due to stockbrokers	9	-	282,993
Other payables and accruals		10,870	16,550
TOTAL LIABILITIES		<u>40,961</u>	<u>341,630</u>
EQUITY			
Unitholders' capital	11(a)	14,903,873	15,700,597
Retained earnings	11(b),(c)	4,074,780	1,412,332
NET ASSET VALUE ("NAV") ATTRIBUTABLE TO UNITHOLDERS		<u>18,978,653</u>	<u>17,112,929</u>
TOTAL EQUITY AND LIABILITIES		<u>19,019,614</u>	<u>17,454,559</u>
NUMBER OF UNITS IN CIRCULATION	11(a)	<u>57,754,166</u>	<u>60,269,489</u>
NAV PER UNIT	12	<u>0.3286</u>	<u>0.2839</u>

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

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(For the financial period ended 31 December 2023)

UNAUDITED STATEMENT OF CHANGES IN NET ASSET VALUE FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023

	Unitholders' capital Note 11(a) RM	Retained earnings Note 11(b),(c) RM	Total NAV RM
At 1 July 2022	17,606,163	1,603,716	19,209,879
Total comprehensive income for the period	-	385,033	385,033
Creation of units	35,914	-	35,914
Reinvestment of units	-	-	-
Cancellation of units	(984,167)	-	(984,167)
At 31 December 2022	<u>16,657,910</u>	<u>1,988,749</u>	<u>18,646,659</u>
At 1 July 2023	15,700,597	1,412,332	17,112,929
Total comprehensive income for the period	-	2,662,448	2,662,448
Creation of units	146,350	-	146,350
Cancellation of units	(943,074)	-	(943,074)
At 31 December 2023	<u>14,903,873</u>	<u>4,074,780</u>	<u>18,978,653</u>

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

TA Growth Fund

(For the financial period ended 31 December 2023)

UNAUDITED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023

	01.07.2023	01.07.2022
	to	to
	31.12.2023	31.12.2022
	RM	RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sales of investments	9,465,960	4,828,381
Purchases of investments	(8,811,232)	(5,705,521)
Dividend received	211,461	237,444
Interest and other income received	17,319	7,887
Manager's fee paid	(153,756)	(162,950)
Trustee's fee paid	(7,500)	(6,250)
Payments for other fees and expenses	(29,964)	(23,948)
Tax paid	(544)	-
Net cash from/(used in) operating and investing activities	<u>691,744</u>	<u>(824,957)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	146,379	47,310
Cash paid on units cancelled	(936,202)	(984,167)
Cash distribution paid	-	-
Net cash used in financing activities	<u>(789,823)</u>	<u>(936,857)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(98,079)	(1,761,814)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	1,713,180	3,093,482
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>1,615,101</u>	<u>1,331,668</u>
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash at banks	32,219	421,332
Deposit with financial institutions	1,582,882	910,336
Cash and cash equivalents	<u>1,615,101</u>	<u>1,331,668</u>

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

TA Growth Fund

(For the financial period ended 31 December 2023)

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2023

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

TA Growth Fund ("the Fund") was constituted pursuant to the execution of a Deed of Trust ("the deed") dated 27 June 1996 and supplemental deeds (collectively referred to as "the deeds") between the Manager, TA Investment Management Berhad, the Trustee, CIMB Commerce Trustee Berhad and the registered holders of the Fund.

The principal activity of the Fund is to invest in "Authorised Investments" as defined under Clause 1 of the deed, which include stocks and shares of companies quoted on Bursa Malaysia Securities Berhad ("Bursa Malaysia") and other approved stock exchanges, future contracts traded on Bursa Malaysia Derivatives Berhad, derivatives instruments, collective investment scheme, unquoted corporate bonds and short term money market investments. The Fund commenced operations on 1 July 1996 and will continue its operations until terminated by the Trustee as provided under Clause 23 of the deed.

The Manager, TA Investment Management Berhad, a company incorporated in Malaysia, is a wholly owned subsidiary of TA Securities Holdings Berhad. Its ultimate holding company is TA Enterprise Berhad. Its principal activities are the establishment and management of unit trust funds and fund management. The Manager is licensed to carry out dealing in securities and fund management activities under the Capital Markets and Services Act 2007.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

(a) Statement of compliance

The financial statements of the Fund have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS"), collectively known as the "Standards".

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

TA Growth Fund

(For the financial period ended 31 December 2023)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.1 Basis of Preparation (contd.)

(a) Statement of Compliance (contd.)

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2023

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 17, *Insurance Contracts* – Initial application of MFRS 17 and MFRS 9 – *Comparative Information*
- Amendments to MFRS 101, *Presentation of Financial Statements* – *Disclosures of Accounting Policies*
- 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 and International Tax Reform - Pillar Two Model Rules*

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2024

- Amendments to MFRS 16, *Leases* – *Lease Liability in a Sale and Leaseback*
- Amendments to MFRS 101, *Presentation of Financial Statements* – *Non-current Liabilities with Covenants and Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 107, *Statement of Cash Flows* and MFRS 7, *Financial Instruments: Disclosures* – *Supplier Finance Arrangements*

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

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

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

- from the annual period beginning on 1 July 2023 for those amendments that are effective for annual periods beginning on or after 1 January 2023, except for MFRS 17 and amendments to MFRS 17 which are not applicable to the Fund.
- from the annual period beginning on 1 July 2024 for those amendments that are effective for annual periods beginning on or after 1 January 2024, except for amendments to MFRS 16 which is not applicable to the Fund.

The initial application of the abovementioned accounting standards, amendments or interpretations is not expected to have any material impact to the financial statements of the Fund.

TA Growth Fund

(For the financial period ended 31 December 2023)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.1 Basis of Preparation (contd.)

(b) Basis of measurement

The financial statements of the Fund have been prepared on the historical cost basis, unless otherwise indicated in Note 2.2.

(c) Functional and presentation currency

The financial statements are presented in Ringgit Malaysia ("RM"), which is the Fund's functional currency.

2.2 Significant Accounting Policies

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

(a) Financial Instruments

(i) Recognition and initial measurement

A financial asset (unless it is a trade receivable without significant financing component) 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.

(ii) Financial instrument categories and subsequent measurement

Financial assets

The Fund determines the classification of its financial assets at initial recognition, and the categories include financial assets at FVTPL and amortised cost.

TA Growth Fund

(For the financial period ended 31 December 2023)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(a) Financial Instruments (contd.)

(ii) Financial instrument categories and subsequent measurement (contd.)

Financial assets (contd.)

(a) Amortised cost

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. Interest 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.

Interest income is recognised by applying effective interest rate to the gross carrying amount except for credit impaired financial assets (see Note 2.2(b)) where the effective profit rate is applied to the amortised cost.

(b) Fair value through profit or loss

All financial assets not measured at amortised cost or fair value through other comprehensive income are measured at fair value through profit or loss. This includes derivative financial assets (except for a derivative that is 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 interest or dividend income, are recognised in the profit or loss.

All financial assets, except for those measured at fair value through profit or loss are subject to impairment assessment (see Note 2.2(b)).

TA Growth Fund

(For the financial period ended 31 December 2023)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(a) Financial Instruments (contd.)

(ii) Financial instrument categories and subsequent measurement (contd.)

Financial liabilities

Amortised cost

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

Interest 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.

(iii) Derecognition

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.

A financial liability or part of it is derecognised when, and only when, the obligation specified in the contract is discharged, cancelled or expires. 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 there is a legally enforceable right to set off the recognised amounts and there is an intention either to settle them on a net basis or to realise the asset and liability simultaneously.

TA Growth Fund

(For the financial period ended 31 December 2023)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(b) Impairment

Financial assets

The Fund recognises loss allowances for expected credit losses on financial assets measured at amortised cost.

The Fund measures 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.

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

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.

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. 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 of amounts due.

TA Growth Fund

(For the financial period ended 31 December 2023)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(c) Classification of Realised and Unrealised Gains and Losses

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

The realised gain or loss on sale of Shariah-compliant investments is measured as the difference between the net disposal proceeds and the carrying amount of the investments. The carrying amount for determining the realised gain or loss on sale of investments is based on the weighted average cost method.

(d) Foreign Currency Transactions

Transactions in foreign currencies are translated to the functional currency of the Fund at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the end of the reporting period are retranslated to the functional currency at the exchange rate at that date.

Non-monetary assets and liabilities denominated in foreign currencies are not retranslated at the end of the reporting date, except for those that are measured at fair value which are retranslated to the functional currency at the exchange rate at the date that the fair value was determined.

Foreign currency differences arising on retranslation are recognised in profit or loss, except for differences arising on the retranslation of equity instruments where they are measured at fair value through other comprehensive income or a financial instrument designated as a hedge of currency risk, which are recognised in other comprehensive income.

TA Growth Fund

(For the financial period ended 31 December 2023)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(e) Unitholders' Capital

The unitholders' capital of the Fund is classified as an equity instrument.

Distribution equalisation 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.

(f) Distribution

Distribution is at the discretion of the Fund. A distribution to the Fund's unitholders is accounted for as a deduction from realised reserves except where distribution is sourced out of distribution equalisation which is accounted for as a deduction from unitholders' capital. A proposed distribution is recognised as a liability in the period in which it is approved.

(g) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at banks and short-term deposit with a financial institution that are readily convertible to known amount of cash which have an insignificant risk of changes in fair value with original maturities of more than three months or less, and are used by the Fund in the management of its short-term commitments.

(h) 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 in profit or loss on the date that the Fund's right to receive payment is established, which in the case of quoted securities is the ex-dividend date.

Interest income is recognised using the effective interest rate method.

TA Growth Fund

(For the financial period ended 31 December 2023)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(i) Income Tax

Current tax assets or liabilities position as at reporting date are measured at the net amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the tax expense for the financial year are those that are enacted or substantively enacted by the reporting date.

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

Deferred tax is provided for, using the liability method, on taxable temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts in the financial statements. In principle, deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised.

(j) Segment Reporting

For management purposes, the Fund is managed by two main portfolios, namely "quoted securities and collective investment schemes" and "money market instruments". Each segment engages in separate investing activities and the operating results are regularly reviewed by the Investment Manager and Investment Committee. The Investment Committee assumes the role of chief operating decision maker, for performance assessment purposes and to make decisions about resources allocated to each investment segment.

(k) Significant Accounting Estimates and Judgments

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

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

TA Growth Fund

(For the financial period ended 31 December 2023)

3. MANAGER'S FEE

The Manager's fee is computed on a daily basis at 1.5% (2022: 1.5%) per annum of the NAV of the Fund, as agreed by the Trustee and the Manager.

4. TRUSTEE'S FEE

Trustee's fee is computed on a daily basis at 0.055% (2022:0.055%) per annum of the NAV of the Fund, subject to a minimum of RM15,000 per annum.

5. INCOME TAX EXPENSE

Domestic income tax is calculated at the Malaysian statutory tax rate of 24% (2022: 24%) of the estimated assessable profit for the financial period. Dividend, interest and other income derived from sources outside Malaysia are exempted from Malaysian income tax. However, such income may be subject to tax in the country from which it is derived.

In accordance with Schedule 6 of the Income Tax Act 1967, interest income earned by the Fund is exempted from Malaysian tax.

A reconciliation of income tax expense applicable to net income before tax at the statutory income tax rate to income tax expense at the effective income tax rate of the Fund is as follows:

	01.07.2023 to 31.12.2023 RM	01.07.2022 to 31.12.2022 RM
Net income before tax	2,662,992	386,404
Taxation at Malaysian statutory rate of 24% (2022: 24%)	639,118	92,737
Effects of different tax rates in other countries	(759)	(1,920)
Effects of interest income on deposits not subject to tax	(697,290)	(141,880)
Effects of expenses not deductible for tax purposes	25,991	18,288
Restriction on tax deductible expenses for unit trust funds	33,484	34,146
Income tax expense for the financial period	<u>544</u>	<u>1,371</u>

TA Growth Fund

(For the financial period ended 31 December 2023)

6. INVESTMENTS

	31.12.2023	30.06.2023
	RM	RM
Financial assets at FVTPL:		
Quoted equity securities in Malaysia	14,631,893	12,989,185
Quoted equity securities outside Malaysia	1,048,722	1,744,834
Quoted derivative instrument in Malaysia	192,400	104,000
Unquoted collective investment scheme in Malaysia	608,136	598,779
Quoted exchange traded funds outside Malaysia	900,985	-
	<u>17,382,136</u>	<u>15,436,798</u>
Net realised gain/(loss) on disposals	919,028	(370,960)
Net unrealised gain on changes in fair value	1,773,967	137,611
Net unrealised (loss)/gain on foreign exchange	(14,851)	25,897
	<u>2,678,144</u>	<u>(207,452)</u>

Financial assets at FVTPL as at 31 December 2023 are as detailed belows:

(a) Quoted equity securities in Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
Construction				
Ekovest Bhd	670,000	291,450	328,300	1.73
Consumer Products				
QL Resources Bhd	128,150	48,735	727,892	3.84
Energy				
Hibiscus Petroleum Bhd	202,000	483,695	507,020	2.67
Financial Services				
Evergreen Max Cash Capital Bhd	1,000,000	433,750	410,000	2.16
Malayan Banking Bhd	181,914	1,549,778	1,617,215	8.52
Public Bank Bhd	196,100	576,943	839,308	4.42
RHB Bank Bhd	130,000	735,900	708,500	3.73
	<u>1,508,014</u>	<u>3,296,371</u>	<u>3,575,023</u>	<u>18.83</u>
Oil & Gas				
Wasco Berhad	400,000	384,840	392,000	2.07

TA Growth Fund

(For the financial period ended 31 December 2023)

6. INVESTMENTS (CONTD.)

(a) Quoted equity securities in Malaysia (Contd.)

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
Healthcare				
Hartalega Holdings Bhd	366,000	680,888	988,200	5.21
Supercomnet Technologies Bhd	520,000	799,608	629,200	3.32
	<u>886,000</u>	<u>1,480,496</u>	<u>1,617,400</u>	<u>8.53</u>
Industrial Products				
Bahvest Resources Bhd	1,549,600	454,492	774,800	4.08
Kinergy Advancement Bhd	1,400,000	430,000	539,000	2.84
Press Metal Aluminium Holdings	144,000	792,366	692,640	3.65
QES Group Bhd	500,000	121,135	252,500	1.33
	<u>3,593,600</u>	<u>1,797,993</u>	<u>2,258,940</u>	<u>11.90</u>
Plantation				
Sime Darby Property Bhd	110,000	481,728	489,500	2.58
Properties				
UEM Sunrise Bhd	562,600	267,215	458,519	2.42
Technologies				
Cloudpoint Technology Bhd	840,000	462,000	453,600	2.39
EG Industries Bhd	117,900	173,845	175,671	0.93
Genetec Technology Bhd	440,400	1,265,262	1,034,940	5.45
	<u>1,398,300</u>	<u>1,901,107</u>	<u>1,664,211</u>	<u>8.77</u>
Telecommunications				
Celcomdigi Berhad	54,000	214,782	219,780	1.16
Utilities				
Tenaga Nasional Bhd	120,700	1,289,662	1,209,414	6.37
YTL Power International Bhd	466,100	511,272	1,183,894	6.24
	<u>586,800</u>	<u>1,800,934</u>	<u>2,393,308</u>	<u>12.61</u>
Total Quoted Equity Securities in Malaysia				
	<u>10,099,464</u>	<u>12,449,346</u>	<u>14,631,893</u>	<u>77.11</u>

TA Growth Fund

(For the financial period ended 31 December 2023)

6. INVESTMENTS (CONTD.)

(b) Quoted equity securities outside Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
Australia				
<i>Industrial Product</i>				
Lynas Rare Earths	11,250	288,102	251,206	1.32
Hong Kong				
<i>Industrial Products</i>				
Ganfeng Lithium Co Ltd	8,380	303,082	144,522	0.76
<i>Technologies</i>				
Alibaba Group Holdings Ltd	8,400	850,914	372,903	1.96
United States				
<i>Industrial Products</i>				
Rivian Automotive Inc	2,600	385,972	280,091	1.48
Total Quoted Equity Securities outside Malaysia	30,630	1,828,070	1,048,722	5.52

(c) Quoted derivative instruments in Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
<i>Warrant</i>				
Capital A Bhd - CW28	520,000	-	192,400	1.01
Total Quoted Derivative Instruments in Malaysia	520,000	-	192,400	1.01

TA Growth Fund

(For the financial period ended 31 December 2023)

6. INVESTMENTS (CONTD.)

(d) Unquoted collective investment scheme in Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
Unit Trust				
TA Asia Pacific REITs Income Fund	1,589,066	692,988	608,136	3.20
Total Unquoted Collective Investments Scheme in Malaysia	1,589,066	692,988	608,136	3.20

(e) Quoted exchange traded funds outside Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
Exchange Traded Fund				
Samsung CSI China Dragon	162,000	1,271,386	900,985	4.75
Total Quoted Exchange Traded Funds outside Malaysia	162,000	1,271,386	900,985	4.75
TOTAL FINANCIAL ASSETS AT FVTPL	12,401,160	16,241,790	17,382,136	91.59
EXCESS OF FAIR VALUE OVER COST			1,140,346	

7. DEPOSIT WITH FINANCIAL INSTITUTIONS

	31.12.2023 RM	30.06.2023 RM
These are short-term placements with:		
- Licensed bank	1,582,882	496,050

The weighted average effective interest rate ("WAEIR") per annum ("p.a.") and average remaining maturity of deposit with financial institution as at the reporting date are as follows:

	WAEIR (% p.a.)		Average Remaining Maturity (Days)	
	31.12.2023	30.06.2023	31.12.2023	30.06.2023
Short-term placement	2.90	2.90	2	3

TA Growth Fund

(For the financial period ended 31 December 2023)

8. AMOUNT DUE FROM FUTURE BROKERS

The amount related to margin deposits placed by the Fund with future brokers. The Fund was not a party to any open future contracts as at the end of the financial period.

9. AMOUNT DUE TO STOCKBROKERS

Amount due to stockbrokers relate to disposal/purchase of investments which remained outstanding as at the end of the financial period. The normal credit term for these balances is 2 days (2022: 2 days).

10. AMOUNT DUE FROM/(TO) THE MANAGER

Amount due from/(to) the Manager relate to amounts payable from/(to) the Manager arising from creation/cancellation of units and accruals for Manager's fee at the end of the financial period. The normal credit term for creation/cancellation of units is 7 days (2022: 10 days) and the normal credit term for Manager's fee is 30 days (2022: 30 days).

11. NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS

	Note	31.12.2023 RM	30.06.2023 RM
Unitholders' capital	(a)	14,903,873	15,700,597
Retained earnings			
- Realised reserve (distributable)	(b)	2,264,593	1,361,261
- Unrealised reserve (non-distributable)	(c)	1,810,187	51,071
		<u>18,978,653</u>	<u>17,112,929</u>

(a) Unitholders' capital

	31.12.2023		30.06.2023	
	No of units	RM	No of units	RM
At beginning of the financial period/year	60,269,489	15,700,597	66,745,972	17,606,163
Creation of units	459,190	146,350	191,832	56,231
Cancellation of units	<u>(2,974,513)</u>	<u>(943,074)</u>	<u>(6,668,315)</u>	<u>(1,961,797)</u>
At end of the financial period/year	<u>57,754,166</u>	<u>14,903,873</u>	<u>60,269,489</u>	<u>15,700,597</u>

TA Growth Fund

(For the financial period ended 31 December 2023)

11. NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS (CONTD.)

(b) Realised reserve - Distributable

	31.12.2023	30.06.2023
	RM	RM
At beginning of the financial period/year	1,361,261	1,716,153
Net realised income/(loss) for the financial period/year	<u>903,332</u>	<u>(354,892)</u>
At end of the financial period/year	<u>2,264,593</u>	<u>1,361,261</u>

(c) Unrealised reserve - Non-distributable

	31.12.2023	30.06.2023
	RM	RM
At beginning of the financial period/year	51,071	(112,437)
Net unrealised income for the financial period/year	<u>1,759,116</u>	<u>163,508</u>
At end of the financial period/year	<u>1,810,187</u>	<u>51,071</u>

12. NAV PER UNIT

The quoted financial assets have been valued at the bid prices at the close of business. In accordance with the deed, quoted financial assets are stated at the last done market price in the calculation of NAV attributable to unitholders per unit for the issuance and redemption of units.

A reconciliation of NAV attributable to unitholders for issuing/redeeming units at financial period and the NAV attributable to unitholders per the financial statements is as follows:

	31.12.2023		30.06.2023	
	RM	RM/Unit	RM	RM/Unit
NAV attributable to unitholders for issuing/redeeming of units	19,033,632	0.3296	17,153,775	0.2846
Effect from adopting bid prices as fair value	<u>(54,979)</u>	<u>(0.0010)</u>	<u>(40,846)</u>	<u>(0.0007)</u>
NAV attributable to unitholders per financial statements	<u>18,978,653</u>	<u>0.3286</u>	<u>17,112,929</u>	<u>0.2839</u>

TA Growth Fund

(For the financial period ended 31 December 2023)

13. UNITS HELD BY A RELATED PARTY

	31.12.2023		30.06.2023	
	No. of units	Valued at NAV RM	No. of units	Valued at NAV RM
Ultimate holding company of the Manager				
- Key management	88,139	29,051	88,139	25,084
- Immediate family members of a director	486,836	160,461	486,836	138,554
	<u>574,975</u>	<u>189,512</u>	<u>574,975</u>	<u>163,638</u>

As at 31 December 2023, the units were held legally by the above related party.

The value of holdings by the related party was calculated based on the unadjusted NAV per unit of RM0.3296 (2022: RM0.2942) per unit.

14. TRANSACTIONS WITH INVESTMENT BANKS/BROKERS

Details of the transactions with investment banks/brokers during the financial period are as follows:

Name of investment banks/brokers	Value of trade RM	Percentage to total value of trade %	Brokerage fees and commission RM	Percentage to total brokerage fees and commission %
TA Securities Holdings Bhd*	8,717,642	48.00	40,161	49.50
Phillip Capital Sdn Bhd	2,722,684	14.99	13,235	16.31
Hong Leong Investment Bank Bhd	1,416,824	7.80	3,970	4.89
Kenanga Investment Bank Bhd	1,308,485	7.21	5,434	6.70
UOB Kay Hian Pte Ltd	791,760	4.36	3,324	4.10
Affin Hwang Investment Bank Bhd	738,722	4.07	3,546	4.37
Public Investment Bank Bhd	696,961	3.84	3,347	4.12
CGS CIMB Securities Ltd	552,320	3.04	2,652	3.27
Maybank Investment Bank Bhd	531,773	2.93	2,554	3.15
Others	683,298	3.76	2,917	3.59
	<u>18,160,469</u>	<u>100.00</u>	<u>81,140</u>	<u>100.00</u>

* A company related to the Manager.

The directors of the Manager are of the opinion that the dealings with a company related to the Manager have been transacted on an arm's length basis.

TA Growth Fund

(For the financial period ended 31 December 2023)

15. TOTAL EXPENSE AND PORTFOLIO TURNOVER RATIOS

(a) Total Expense Ratio

The total expense ratio for the financial period ended 31 December 2023 is 0.91% (2022: 0.89%). This ratio represents total expenses expressed as an annualised percentage of the Fund's average NAV, calculated on a daily basis. Brokerage and other transaction fees on financial assets at FVTPL are trading related and are not classified as management expenses.

(b) Portfolio Turnover Ratio

The portfolio turnover ratio for the financial period ended 31 December 2023 is 0.49 times (2022: 0.28 times). This ratio represents the average of the total acquisitions and disposals of the Fund for the financial period over the average NAV of the Fund for the financial period calculated on a daily basis.

16. SEGMENT INFORMATION

The Manager and Investment Committee of the Fund are responsible for allocating resources available to the Fund in accordance with the overall investment strategies as set out in the Investment Guidelines of the Fund. The Fund is managed by two segments:

- A portfolio of equity securities; and
- A portfolio of money market instruments.

The investment objective is to achieve higher capital appreciation by investing in the instruments that have the potential of substantial value appreciation over the medium to long period. There have been no changes in reportable segments in the current financial period.

17. FINANCIAL RISKS AND MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of financial risks, which include market risk, single issuer risk, interest rate risk, credit risk, liquidity risk and currency risk. The overall financial risk management objective of the Fund is to mitigate capital losses, ensure preservation of value and minimal erosion of capital.

Risk management is carried out through strict adherence to the Manager's internal policies and control procedures and also to the powers and restrictions vested by the regulators as contained in the Securities Commission's Guidelines on Unit Trust Funds ("the Guidelines").

(a) Market Risk

Market risk arises when the value of securities fluctuate in response to the activities of individual companies, and general market or economic conditions. The market risk is managed through portfolio diversification and asset allocation whereby the securities exposure will be reduced in the event of anticipated market conditions.

TA Growth Fund

(For the financial period ended 31 December 2023)

17. FINANCIAL RISKS AND MANAGEMENT OBJECTIVES AND POLICIES (CONTD.)

(b) Single Issuer Risk

The Fund is restricted to invest in securities issued by any issuer of not more than a certain percentage of its NAV. Under such restriction, the exposure to the securities of any single issuer is mitigated.

(c) Interest Rate Risk

The risk refers to the exposure of the Fund's assets to movements in interest rates. In this regards, the Fund's exposure to the interest rate risk is mainly confined to deposits placement with financial institution.

Interest rate is a general economic indicator that will have an impact on the management of the Fund regardless of whether it is a based fund or otherwise. The reason for this is because a high level of interest rates will inevitably effect corporate profits and this will have an impact on the value of equity and the demand for fixed income securities.

(d) Credit Risk

Credit risk refers to the ability of issuers and counterparties to honour obligations to make timely payments on interest and principal and proceeds from realisation of investments. This is managed by the internal policy of setting a ceiling or limit to the exposure and also the constant process of credit evaluation to mitigate such risks to an acceptable level.

(e) Liquidity Risk

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellation of units by unitholders. Liquid assets comprise cash, deposits with financial institution and other instruments, which are capable of being converted into cash within 5 business days. The Fund's policy is to always maintain a prudent level of liquid assets so as to reduce the liquidity risk.

(f) Currency Risk

As the investments of the Fund may be denominated in foreign currencies, fluctuations of the exchange rates of foreign currencies against the Malaysia Ringgit may affect the value of the units of the Fund. To mitigate this risk, the Manager may from time to time employ currency hedging techniques to manage the impact of the exchange rate fluctuations on the Fund and/or for the purpose of efficient portfolio management.

TA Growth Fund

(For the financial period ended 31 December 2023)

18. COMPARATIVE FIGURES

The current period's figures and comparative figures are presented as follows:

- The Statement of Fund Financial Position and its relevant notes are as at 31 December 2023 and 30 June 2023, respectively.
- The Statement of Comprehensive Income, Statement of Changes in Net Asset Value and Statement of Cash Flows and its relevant notes are for the period from 1 July 2023 to 31 December 2023 and 1 July 2022 to 31 December 2022, respectively.

19. UNAUDITED ACCOUNT

The financial accounts for the six months ended 31 December 2023 are unaudited.

TA Growth Fund

(For the financial period ended 31 December 2023)

Corporate Information

Manager	TA Investment Management Berhad (340588-T)
Registered Office	34th Floor, Menara TA One 22 Jalan P. Ramlee 50250 Kuala Lumpur
Board of Directors	En. Mohammed A'reeff Bin Abdul Khalid (Non-Independent / Executive Director) Mr. Choo Swee Kee (Non-Independent / Executive Director) Puan Zainab Binti Ahmad (Non-Independent / Non-Executive Director) Puan Nor Asma Binti Mohamed (Non-Independent / Non-Executive Director) Mr. Chew Chin Guan (Independent / Non-Executive Director) Mr. Ngiam Kee Tong (Independent / Non-Executive Director)
Investment Committee Members	Kaladher A/L Govindan (Non-Independent) Dato' Tay Kian Chuan (Independent) Ngiam Kee Tong (Independent)
Trustee of the Fund	CIMB Commerce Trustee Berhad Level 13, Menara CIMB Jalan Stesen Sentral 2 Kuala Lumpur Sentral 50470 Kuala Lumpur
Auditor of the Manager and the Fund	KPMG PLT Chartered Accountants Level 10, KPMG Tower 8 First Avenue, Bandar Utama 47800 Petaling Jaya Selangor
Banker	Malayan Banking Bhd Ground Floor, Wisma Genting Jalan Sultan Ismail 50250 Kuala Lumpur
Secretaries	Khoo Poh Kim @ Kimmy (LS0010314)

TA Growth Fund

(For the financial period ended 31 December 2023)

Corporate Information (cont'd)

Management Staff	Wong Mien Chief Executive Officer	Tee Ling Ling Chief Marketing Officer
	Ch'ng Soon Kim Compliance Officer	Alicia Khor Head of Operations
Investment Team	Choo Swee Kee Chief Investment Officer	John Ng Jiunn Yuan Head of Fixed Income
	Lam Chee Mun Fund Manager	Wong Shyh Yik Fund Manager
Head Office	23rd Floor, Menara TA One 22 Jalan P. Ramlee 50250 Kuala Lumpur	
	Toll Free: 1-800-38-7147	
	Tel: (603) 2031 6603	
	Fax: (603) 2031 4479	
	Website: http://www.tainvest.com.my	
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