

# SEMI-ANNUAL REPORT

## TA ASIA PACIFIC ISLAMIC BALANCED FUND

For the financial period ended  
31 March 2025



**TA INVESTMENT**

AN UNWAVERING COMMITMENT

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

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# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## Key Performance Data

	Financial Period Ended 31/03/2025	Financial Period Ended 31/03/2024	Financial Period Ended 31/03/2023
<b>PORTFOLIO COMPOSITION (% OF NAV)</b>			
Industrial Products & Services	16.00	22.66	10.02
Consumer Products	11.02	-	13.46
Property	2.97	4.85	4.41
Telecommunications & Media	-	9.81	-
Technology	21.36	16.81	29.04
<b>Quoted Shariah-compliant Equity</b>	<b>51.35</b>	<b>54.13</b>	<b>56.93</b>
Cash (Net of Liabilities)	48.65	45.87	43.07
<b>Total Shariah-compliant Investment</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

Total Net Asset Value (RM'000)	2,697	3,477	4,326
Units In Circulation (Units '000)	6,898	8,049	10,199
Net Asset Value Per Unit (RM)	0.3909	0.4320	0.4242
Total Expense Ratio (%) *	1.59	1.37	1.21
Portfolio Turnover Ratio (times) **	0.24	0.30	0.08

\* The TER for the current financial period has registered an increase as compared to the previous financial period due to decrease in average net asset value of the Fund.

\*\* The PTR for the current financial period has registered a decreased as compared to the previous financial period due to decrease in total transaction value of the Fund.

### UNIT PRICES

NAV Price Per Unit (RM)	0.3909	0.4320	0.4242
Highest NAV Per Unit for the Period (RM)	0.4131	0.4360	0.4446
Lowest NAV Per Unit for the Period (RM)	0.3802	0.4026	0.3784

### TOTAL RETURN (%)

Capital Return	0.13	3.60	7.80
Income Return	-	-	-
Total Return of Fund	0.13	3.60	7.80
Total Return of the Benchmark	-1.66	7.13	5.95

### AVERAGE TOTAL RETURN (%)

	Fund	Benchmark
<b>Period</b>		
1 Year (01/04/2024 - 31/03/2025)	-3.72	-2.94
3 Years (01/04/2022 - 31/03/2025)	-3.05	0.96
5 Years (01/04/2020 - 31/03/2025)	2.06	3.49

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## ANNUAL TOTAL RETURN (%)

Period	Fund	Benchmark
01/04/2024 - 31/03/2025	-3.72	-2.94
01/04/2023 - 31/03/2024	1.84	8.17
01/04/2022 - 31/03/2023	-7.08	-2.00
01/04/2021 - 31/03/2022	-9.65	-6.58
01/04/2020 - 31/03/2021	34.50	23.48

Source : Morningstar Direct

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:

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

N<sup>1</sup> = NAV on the end of the period

N<sup>2</sup> = NAV on the beginning of the period

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

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

N<sup>3</sup> = Number of periods per year

N<sup>4</sup> = Total number of periods

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

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

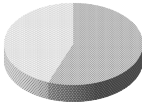
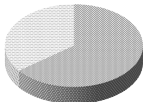
## Manager's Report

### TA Asia Pacific Islamic Balanced Fund

<b>Fund Category/Type</b>	Balanced (Islamic) / Growth & Income			
<b>Fund Objective</b>	The Fund aims to provide steady income and capital growth over the medium to long-term period by focusing its investment in local and Asia Pacific listed and unlisted Shariah-compliant equities, Shariah-compliant equity related securities, Islamic fixed income securities, participation in mutual funds and other interests in collective investment schemes which are permitted under the Guidelines on Unit Trust Funds and complies with Shariah requirements.			
<b>Performance Benchmark(s)</b>	Shariah-compliant equity: Dow Jones Islamic Market Asia Pacific Index – 50% Sukuk: Maybank 12-month General Investment Account (GIA) rate – 50%			
<b>Fund's Distribution Policy</b>	The Fund may declare annual/semi-annual distribution (if any) during its financial year.			
<b>Fund's Performance and Investment Strategies Employed</b>	The Fund was managed within its investment objective for the six months financial period ended 31 March 2025.  Over the financial period under review, the Fund delivered a total return of 0.13%, outperforming its benchmark which posted a return of -1.59%.			
<b>Securities Lending/ Repurchase Transaction</b>	The Fund has not undertaken any securities lending or repurchase transaction (collectively referred to as "securities financing transactions").			
<b>Cross Trade</b>	There is no cross trades transaction during the financial period under review.			
<b>Analysis of Fund's Performance</b>		<b>31/03/25</b>	<b>30/09/24</b>	<b>% Change</b>
	NAV/unit (RM)	0.3909	0.3898	0.28
	Total NAV (RM'000)	2,697	2,797	-3.58

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

	Income Return (%)	Capital Return # (%)	Total Return (%)
	-	0.13	0.13
	# Capital Return components:		
	❖ Quoted Shariah-compliant equity		
	❖ Islamic Deposits		
Performance Chart	<div> <div> Performance Chart Since Inception Time Period: 11/08/2008 to 09/03/2025 140.0% 120.0% 100.0% 80.0% 60.0% 40.0% 20.0% 0.0% -20.0% -40.0% 200720082009201020112012201320142015201620172018201920202021202220232024 TA Asia Pacific Islamic Balanced TA25 Benchmark Source: Morningstar Direct Past performance is not necessarily indicative of future performance. </div> </div>		
Distribution/Unit Split	None were declared for the financial period under review ended 31 March 2025.		
Asset Allocation	31/03/25 <div> <div> Cash (Net of Liabilities) 48.65%  </div> <div> Quoted Shariah-compliant equity 51.35% </div> </div>	30/09/24 <div> <div> Cash (Net of Liabilities) 35.41%  </div> <div> Quoted Shariah-compliant equity 64.59% </div> </div> <p>The Fund was primarily invested in Quoted Shariah-Compliant Equity (51.35%), with the remainder in Cash (Net of Liabilities, "48.65%").</p>	

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

Top Investments	Top 5 Shariah-compliant Stocks	
	As at 31/03/25	% NAV
	Alibaba Group Holdings Ltd (Hong Kong)	9.97
	Recruit Holdings Co Ltd (Japan)	7.05
	South32 Ltd (Australia)	6.98
	Taiwan Semiconductor Manufacturing Co Ltd (Taiwan)	5.43
	BHP Group Ltd (Australia)	4.69
	As at 30/09/24	% NAV
	Alibaba Group Holdings Ltd (Hong Kong)	12.31
	Nidec Corporation (Japan)	8.65
	South32 Ltd (Australia)	7.63
	BHP Group Ltd (Australia)	5.34
	Taiwan Semiconductor Manufacturing Co Ltd (Taiwan)	5.12

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

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## Market Review

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In the fourth quarter of 2024 (4Q 2024), global financial markets fell on profit taking as the Federal Reserve (Fed) had turned more hawkish given President elect Trump's policies to cut taxes and to increase tariffs on all imports. The MSCI Asia Pacific Index fell by 6.88% for the quarter. The top performing markets were Singapore (+5.6%), Japan (+5.2%) and Taiwan (+3.6%). While the underperformers were The Philippines (-10.2%), India (-8.3%), Korea (-7.5%), Indonesia (-6%), Hong Kong (-5.1%), Thailand (-3.4%), China (-2.1%), Australia (-1.3%) and Malaysia (-0.4%).

In October 2024, the Reserve Bank of New Zealand (RBNZ) cut interest rates by 50 basis points to 4.75% from 5.25%. It was the RBNZ's second straight reduction after it began its easing cycle with a quarter-point cut in August 2024. New Zealand's economy has stalled, unemployment is rising and house prices are falling as the prolonged period of high borrowing costs curbs demand. China's exports growth slowed to 2.4% in September 2024 from 8.7% the month before, falling short of Bloomberg's consensus of 6.0% year-on-year (YoY). Demand weakened across all key markets: Exports to the United States (US) grew by only 2.2% YoY to US dollar (USD) 47.0 billion, down from 4.9% in August 2024. Exports to the European Union (EU) rose 1.3% YoY to USD42.1 billion, a steep drop from 13.4% the previous month, while exports to Japan contracted, falling 7.1% YoY. Growth in the Association of Southeast Asian Nations (ASEAN) exports moderated to 5.5% YoY, down from 9.0% in August 2024. While imports rose 0.3% YoY, missing market expectation of 0.8% YoY and falling short of August 2024's 0.5% YoY growth. While import value increased, signs of a weak recovery were evident, with declines across all key commodities. Thailand's central bank cut its benchmark interest rate for the first time in more than four years, a surprise move by cutting the one-day repurchase rate by 25 basis points to 2.25%. While, the Philippine central bank cut its benchmark interest rate by 25 basis points to 6% for the second time this year, as slowing inflation gave it room for further easing. The European Central Bank (ECB) cut interest rates for the third time this year, with a quarter-point cut lowering the rate that the ECB pays on banks' deposits to 3.25%. The ECB also said inflation in the eurozone was increasingly under control while the outlook for the wider economy was worsening. China vowed more financial support for real estate projects that fall under its so-called "whitelist" and to speed up banks' lending of 4 trillion yuan (USD561.8 billion) for such projects by end 2024 from 2.23 trillion of bank credit given year to date (YTD). The white list would be extended to all eligible projects. The completion of pre-sold but stranded projects will be instrumental to restoring home-buyers' faith in the housing market. China's economy grew by 4.6% in the third quarter of 2024 (3Q 2024) slightly above 4.5% consensus forecast but below the 4.7% pace in the second quarter of 2024. On a positive note, despite the Industrial Production (IP) growth rate slipping slightly to 5.8% YoY in 3Q 2024, both Fixed Asset Investment (FAI) and retail sales rebounded to 3.4% YoY and 3.3% YoY respectively. The Fed lowered interest rates by 25 basis points to a range of 4.25%-4.5% at its final meeting of the year and signaled that it would slow down the pace of its cuts, indicating the central bank expects to cut interest rates two more times in 2025 compared to the projected four cuts earlier.

In November 2024, the US Fed cut interest rates by 25 basis points by lowering its benchmark rate to a range of 4.5% to 4.75%. Similarly, the Bank of England cut the bank's key rate by 25 basis points to 4.75% and said future reductions were likely to be gradual, as it saw higher inflation and economic growth after the new government's first budget. It marks the central bank's second such trim this year, after it began its easing cycle in



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(For the financial period ended 31 March 2025)

August 2024. China's exports rose by +12.7% in October 2024 versus consensus of +5.0% buoyed by an unusually low base a year ago. While imports contracted by -2.3% versus consensus forecast of -2.0% due to purchases of commodities, agricultural products and cars fell. The National People's Congress (NPC) Standing Committee announced a local government debt swap package amounting to Renminbi (RMB) 10 trillion over five years. China's October 2024 data showed signs of stabilisation, with IP slightly missing expectations at 5.3% YoY (-0.1 percentage point), while retail sales grew 4.8% YoY (+1.6 percentage points), well above forecasts. FAI YTD growth held steady at 3.4% YoY, although property FAI YTD deteriorated further, down to -10.3% YoY and below expectations. The unemployment rate saw a slight improvement from 5.1% YoY to 5% YoY. President-elect Trump promised massive hikes in tariffs on goods coming into the US from Mexico, Canada and China starting on the first day of his administration. Specifically, Trump will charge Mexico and Canada a 25% tariff on all products to crack down on illegal immigration and drug smuggling into the US. Similarly, Trump will impose higher tariffs on China imports by 10% above any existing tariff until it prevents the flow of illegal drugs into the US. The RBNZ lowered the official cash rate to 4.25% from 4.75%. It suggested a further large cut in interest rates would be delivered early next year if economic activity remains subdued. US Gross Domestic Product (GDP) grew at a solid 2.8% pace in 3Q 2024 helped by consumer spending.

In December 2024, China's exports moderated to 6.7% YoY, reaching USD312.3 billion, driven by weaker demand from the EU, Hong Kong and ASEAN. Imports fell 3.9% YoY to USD214.9 billion, though imports of key commodities except for iron ore showed marginal improvements. As a result, the trade surplus widened from USD95.7 billion to USD97.4 billion month-on-month (MoM). US headline Consumer Price Index (CPI) accelerated for the second consecutive month to 2.7% YoY in November 2024 (Consensus: 2.7%, October 2024: 2.6%), driven partially by a low base effect and quicker food inflation. Core inflation meanwhile was stable at 3.3% YoY (consensus: 3.3% YoY). The ECB cut interest rates for the fourth time this year and kept the door open to further easing in 2025 as growth takes a hit from political instability at home and the risk of a fresh trade war with the US. Predicting that inflation will be back at its 2% target in early 2025 and growth will remain sluggish, the ECB lowered its deposit rate to 3% from 3.25%, in line with expectations. China's industrial output grew 5.4% in November 2024 YoY, up from the 5.3% pace seen in October 2024, beating expectations for a 5.3% increase in a Reuters poll. However, retail sales, a gauge of consumption, grew just 3.0% in November 2024, much slower than a 4.8% rise seen in October 2024. Analysts had predicted a 4.6% expansion. The weaker retail figures came despite a boost from major online shopping promotions and government-subsidised trade-in programs that had boosted sales in sectors including automobiles. FAI also increased at a slower 3.3% pace in January 2024 to November 2024 from the same period a year earlier, compared with an expected 3.4% rise.

In the first quarter of 2025 (1Q 2025), the MSCI Asia Pacific Index was flat at +0.24%. The top performing markets were Hong Kong (+15.3%), Singapore (+4.9%) and Korea (+3.6%). While the underperformers were Thailand (-17.3%), Japan (-10.7%), Taiwan (-10.2%), Indonesia (-8%), Malaysia (-7.8%), The Philippines (-5.3%), Australia (-3.9%), India (-3%) and China (-1.2%). In January 2025, China's consumer prices barely rose in 2024 while factory-gate prices extended into a second straight year of declines. The full-year CPI rose 0.2%, in line with the previous year's pace and well below the official target of around 3% for last year due to intense competition in the consumer goods segment. In December 2024, the CPI crept up 0.1% YoY, slowing from November 2024's 0.2%

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increase and the weakest pace since April 2024. That was in line with forecasts. US job growth unexpectedly accelerated in December 2024 while the unemployment rate fell to 4.1% as the labour market ended the year on a solid footing, reinforcing the Fed's cautious approach to interest rate cuts this year. Non-farm payrolls increased by 256,000 jobs in December 2024 after rising by a downwardly revised 212,000 in November 2024 beating expectation of 160,000 jobs. China's exports grew 10.7% YoY, accelerating from 6.7% YoY in November 2024, supported by robust demand from ASEAN, the US and the EU due to frontloading of shipments in anticipation of Trump's tariff. Imports returned to positive growth, rising 1.0% YoY, due to better imports of copper ore and coal. The trade surplus widened slightly to USD104.8 billion from USD97.4 billion in November 2024. The US CPI rose in line with expectations at an annual rate of 2.9% in December 2024, from November 2024's 2.7%. But core inflation, which excludes food and energy prices, rose by 3.2%, which was below forecasts for 3.3%. China's economy grew 5.4% in 4Q 2024, significantly beating analysts' expectations of 5%, quickening from 3Q 2024's 4.6% pace as a flurry of support measures began to kick in. For the full-year of 2024, the world's second-largest economy grew 5.0%, meeting the government's annual growth target of around 5% versus market forecast of 4.9% growth. The Bank of Japan (BOJ) raised its short-term policy rate from 0.25% to 0.5% - a level Japan has not seen in 17 years, underscoring its confidence that rising wages will keep inflation stable around its 2% target. The US Fed kept the fed funds rate (FFR) at 4.25%-4.50% at the 28-29 January 2025 Federal Open Market Committee (FOMC) meet after -100 basis points cuts between September 2024 and December 2024. The Fed removed the reference about inflation making progress towards its 2% objective, while continues to describe it as being somewhat elevated. To note, US CPI has inched up over the past three months (December 2024: +2.9% YoY; November 2024: +2.7% YoY; October 2024: +2.6% YoY; September 2024: +2.4% YoY). Meanwhile, core CPI has been stuck in the range of +3.2% and +3.3% YoY since June 2024. Similarly, the Fed's preferred measure of inflation – Personal Consumption Expenditure (PCE) price index – edged higher to +2.4% YoY in November 2024 (October 2024: +2.3% YoY; September 2024: +2.1% YoY), while core PCE inflation remained in the +2.7% YoY to +2.8% YoY range since July 2024 (November 2024: +2.8% YoY). The ECB cut its interest rates by 25 basis points to 2.75% for a fourth policy session in a row as expected as euro area economy ground to a halt in the final quarter of 2024 and the 2% inflation target in reach. The US GDP rose by 2.3% in 4Q 2024 after surging by 3.1% in 3Q 2024 versus expectation of 2.6%. For 2024, the US economy grew at 2.8% pace, slightly below the 2.9% number seen in 2023 but above the 2.5% growth seen in 2022.

*(Source: TA Investment Management Berhad, as of 31 March 2025)*

## Market Outlook And Investment Strategy

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Trumponomics continues to roil the market with more tariffs being imposed. With expected retaliations from China, the EU, Canada and Mexico, the market is unlikely to gain short-term relief before negotiations begin. Other smaller economies may also feel aggrieved but are in no position to retaliate. Nonetheless, the current tariffs would increase US inflation. If one of Trump's hidden goals is to lower interest rates, the US economic growth must slow down significantly. Hence, the market outlook in the near-term will drastically deteriorate as a global economic war would be imminent.

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As the US grapples with the steepest levies in a century and the Fed tries to balance inflation with growth, the financial markets would encounter turbulence. The US may experience supply shock i.e. shortages or price hikes but the rest of the world would have to experience supply dumping, especially from countries that are imposed with higher tariffs from the US. With the concept of "Fortress America" looming, this necessitates the rest of the world to work together to adapt to the new world order. As such, adopting a defensive strategy is the way to tackle the current investment market with so much uncertainties and unknowns ahead.

We retain our strategy of buying based on long-term fundamentals, maintaining high exposure to blue chips with stable earnings models and reducing exposure to trading-oriented stocks. It is also crucial to remain open to any opportunities that arise as stock valuations become more appealing, despite prevailing uncertainties, as positive outcomes often thread through challenging circumstances.

*(Source: TA Investment Management Berhad, as of 31 March 2025)*

## Soft Commission

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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

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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 year under review.

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## TRUSTEE'S REPORT

### TO THE UNIT HOLDERS OF TA ASIA PACIFIC ISLAMIC BALANCED FUND ("Fund")

We have acted as Trustee of the Fund for the financial period ended 31 March 2025 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**

**Tok Puan Datin Ezreen Eliza binti Zulkiplee**

Chief Executive Officer

Kuala Lumpur, Malaysia

Date: 23 May 2025

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 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 14 to 30, are drawn up so as to give a true and fair view of the financial position of TA Asia Pacific Islamic Balanced Fund as at 31 March 2025 and of its unaudited financial performance and unaudited cash flows for the financial period ended on that date in accordance with Malaysian Financial Reporting Standards and IFRS Accounting Standards.

On behalf of the Manager,

CHOO SWEE KEE

MOHAMMED A'REEFF BIN ABDUL KHALID

Kuala Lumpur, Malaysia

Date: 23 May 2025

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## **SHARIAH ADVISER'S REPORT**

### **TO THE UNITHOLDERS OF TA ASIA PACIFIC ISLAMIC BALANCED FUND ("FUND")**

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, TA Investment Management Berhad has operated and managed the Fund for the period covered by these financial statements namely, the semi-annual period ended 31 March 2025, in accordance with Shariah principles and requirements, and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah-compliant.

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

**MUHAMMAD SHAHIER SA'MIN**

Designated Shariah Person

Kuala Lumpur, Malaysia

Date: 23 May 2025

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025

		01.10.2024 to 31.03.2025 RM	01.10.2023 to 31.03.2024 RM
	Note		
<b>INCOME</b>			
Dividend income		11,343	11,004
Profit income from Islamic deposit		1,773	4,504
Net gain on:			
- financial assets at fair value through profit or loss ("FVTPL")	7	<u>46,547</u>	<u>175,606</u>
		<u>59,663</u>	<u>191,114</u>
<b>EXPENSES</b>			
Manager's fee	4	20,981	27,610
Trustee's fee	5	6,366	5,316
Auditors' remuneration		5,100	5,100
Tax agent's fee		2,250	1,940
Investment committee's remuneration		3,600	3,600
Custodian's fee		644	1,400
Brokerage and other transaction fees		5,625	10,247
Administrative fees and expenses		<u>5,986</u>	<u>3,299</u>
		<u>50,552</u>	<u>58,512</u>
Net income before tax		9,111	132,602
Income tax credit/(expenses)	6	<u>243</u>	<u>(1,080)</u>
Net income after tax, representing total comprehensive income for the period		<u>9,354</u>	<u>131,522</u>
Net income after tax is made up of the following:			
Net realised (loss)/income		(229,474)	140,386
Net unrealised income/(loss)		<u>238,828</u>	<u>(8,864)</u>
		<u>9,354</u>	<u>131,522</u>

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

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2025

	Note	31.03.2025 RM	30.09.2024 RM
<b>ASSETS</b>			
Shariah-compliant investments	7	1,384,440	1,806,583
Islamic deposit with financial institution	8	-	143,966
Dividend receivable		3,839	5,381
Profit receivable		-	11
Cash at banks		1,335,111	1,052,959
<b>TOTAL ASSETS</b>		<b>2,723,390</b>	<b>3,008,900</b>
<b>LIABILITIES</b>			
Amount due to the Manager	10	3,174	3,551
Amount due to Trustee		116	1,250
Other payables and accruals		23,421	27,869
Distribution payable		-	179,391
<b>TOTAL LIABILITIES</b>		<b>26,711</b>	<b>212,061</b>
<b>EQUITY</b>			
Unitholders' capital	11(a)	3,102,383	3,211,897
Accumulated losses	11(b),(c)	(405,704)	(415,058)
<b>NET ASSET VALUE ("NAV") ATTRIBUTABLE TO UNITHOLDERS</b>		<b>2,696,679</b>	<b>2,796,839</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,723,390</b>	<b>3,008,900</b>
<b>NUMBER OF UNITS IN CIRCULATION</b>	11(a)	<b>6,898,163</b>	<b>7,175,641</b>
<b>NAV PER UNIT</b>		<b>0.3909</b>	<b>0.3898</b>

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



# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## UNAUDITED STATEMENT OF CHANGES IN NET ASSET VALUE FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025

	Unitholders' capital Note 11(a) RM	Accumulated losses Note 11(b) and (c) RM	Total NAV RM
At 1 October 2023	4,149,769	(191,654)	3,958,115
Total comprehensive income for the period	-	131,522	131,522
Creation of units	101,385	-	101,385
Cancellation of units	(716,969)	-	(716,969)
At 31 March 2024	<u>3,534,185</u>	<u>(60,132)</u>	<u>3,474,053</u>
At 1 October 2024	3,211,897	(415,058)	2,796,839
Total comprehensive income for the period	-	9,354	9,354
Creation of units	78,432	-	78,432
Reinvestment of units	177,538	-	177,538
Cancellation of units	(365,484)	-	(365,484)
At 31 March 2025	<u>3,102,383</u>	<u>(405,704)</u>	<u>2,696,679</u>

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

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## UNAUDITED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025

	01.10.2024 to 31.03.2025 RM	01.10.2023 to 31.03.2024 RM
<b>CASH FLOWS FROM OPERATING AND SHARIAH-COMPLIANT INVESTING ACTIVITIES</b>		
Proceeds from sale of Shariah-compliant investments	881,560	1,366,034
Purchase of Shariah-compliant investments	(412,869)	(1,017,272)
Dividend received	12,886	12,174
Profit income received	1,784	4,517
Manager's fee paid	(21,358)	(25,981)
Trustee's fee paid	(7,500)	(6,250)
Payment for other fees and expenses	(27,654)	(28,506)
Tax credit/(expenses)	243	(1,080)
Net cash generated from operating and Shariah-compliant investing activities	427,092	303,636
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash proceed from units created	255,969	101,385
Cash paid on units cancelled	(365,484)	(716,969)
Cash distribution paid	(179,391)	-
Net cash used in financing activities	(288,906)	(615,584)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	138,186	(311,948)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	1,196,925	1,768,866
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	1,335,111	1,456,918
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash at banks	1,335,111	1,196,449
Islamic deposit with financial institution	-	260,469
Cash and cash equivalents	1,335,111	1,456,918

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

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2025

### 1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

TA Asia Pacific Islamic Balanced Fund ("the Fund") was constituted pursuant to the execution of a Deed of Trust dated 6 October 2006 and Supplemental Deed (collectively referred to as "the Deed") 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 Division 7.1 of the Deed, which include Shariah-compliant stocks and shares of companies quoted on Bursa Malaysia Securities Berhad ("Bursa Malaysia") and other foreign markets and short term local Islamic money market instruments. The Fund commenced operations on 7 November 2006 and will continue its operations until terminated by the Trustee as provided under Division 3.3 of the Deed.

The Manager, TA Investment Management Berhad, a company incorporated in Malaysia, is a 100% wholly owned subsidiary of TA Securities Holdings Berhad. Its ultimate holding company is TA Enterprise Berhad, a company listed on the Main Market of Bursa Malaysia Securities 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. BASIS OF PREPARATION

#### (a) Statement of Compliance

The financial statements of the Fund have been prepared in accordance with MFRS Accounting Standards as issued by the Malaysian Accounting Standards Board ("MFRS Accounting Standards") and IFRS Accounting Standards as issued by International Accounting Standards Board ("IFRS Accounting Standards").

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

#### ***MFRS Accounting Standards, 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*

#### ***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2025***

- Amendments to MFRS 121, *The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability*

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 2. BASIS OF PREPARATION (CONTD.)

### (a) Statement of Compliance (contd.)

#### ***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2026***

- Amendments to MFRS 9, *Financial Instruments* and MFRS 7, *Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments*
- Amendments that are part of Annual Improvements – Volume 11:
  - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
  - Amendments to MFRS 7, *Financial Instruments: Disclosures*
  - Amendments to MFRS 9, *Financial Instruments*
  - Amendments to MFRS 10, *Consolidated Financial Statements*
  - Amendments to MFRS 107, *Statement of Cash Flows*

#### ***MFRS Accounting Standards, interpretations and amendments effective for annual periods beginning on or after 1 January 2027***

- MFRS 18, *Presentation and Disclosure in Financial Statements*
- MFRS 19, *Subsidiaries without Public Accountability: Disclosures*

#### ***MFRS Accounting Standards, 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 adopt the above mentioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 April 2024 for those amendments that are effective for annual periods beginning on or after 1 January 2024, except for amendments to MFRS 16 which are not applicable to the Fund.
- from the annual period beginning on 1 April 2025 for the amendments that are effective for annual periods beginning on or after 1 January 2025.
- from the annual period beginning on 1 April 2026 for those amendments that are effective for annual periods beginning on or after 1 January 2026.
- from the annual period beginning on 1 April 2027 for the accounting standard that is effective for annual periods beginning on or after 1 January 2027, except for MFRS 19 which is not applicable to the Fund.

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

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 2. BASIS OF PREPARATION (CONTD.)

### (b) Basis of measurement

The financial statements of the Fund have been prepared on the historical cost basis except for financial assets at fair value through profit or loss ("FVTPL") which are measured at their fair value.

### (c) Functional and presentation currency

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

### (d) 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.

## 3. MATERIAL ACCOUNTING POLICIES

### (a) Material accounting policies information

The Fund adopted amendments to MFRS 101, *Presentation of Financial Statements* and MFRS Practice Statement 2 - *Disclosures of Accounting Policies* from 1 August 2023. The amendments require the disclosure of 'material', rather than 'significant', accounting policies. The amendments also provide guidance on the application of materiality to disclosure of accounting policies, assisting entities to provide useful, entity-specific accounting policy information that users need to understand other information in the financial statements.

Although the amendments did not result in any changes to the Fund's accounting policies, it impacted the accounting policy information disclosed in the financial statements. The material accounting policy information is disclosed in the respective notes to the financial statements where relevant.

### (b) 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.

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 3. MATERIAL ACCOUNTING POLICIES (CONTD.)

### (b) Income recognition (contd.)

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

Profit income is recognised using the effective profit rate method.

## 4. MANAGER'S FEE

The Manager's fee is computed on a daily basis at 1.5% (2024: 1.5%) per annum of the NAV of the Fund, as agreed by the Trustee and the Manager.

## 5. TRUSTEE'S FEE

Trustee's fee is computed on a daily basis at 0.055% (2024: 0.055%) per annum of the NAV of the Fund, subject to minimum of RM15,000 (2024: RM15,000) per annum.

## 6. INCOME TAX EXPENSE

Domestic income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the financial period. Dividend, profit 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.

The taxation charge for the financial period is on taxable dividend income derived from countries calculated at the rates prevailing in these countries. In accordance with Schedule 6 of the Income Tax Act 1967, profit 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:

	<b>01.10.2024 to 31.03.2025 RM</b>	<b>01.10.2023 to 31.03.2024 RM</b>
Net income before tax	9,111	132,602
Taxation at Malaysian statutory rate of 24%	2,186	31,824
Effects of tax withheld on income from other countries	(677)	(387)
Effects of profit income on Islamic deposits and other income not subject to tax	(2,714)	(2,254)
Effects of expenses not deductible for tax purposes	(5,298)	(35,953)
Restriction on tax deductible expenses for Islamic unit trust funds	6,260	7,850
Income tax (credit)/expense for the financial period	(243)	1,080

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 7. SHARIAH-COMPLIANT INVESTMENTS

	31.03.2025 RM	30.09.2024 RM
Financial assets at FVTPL:		
Quoted Shariah-compliant equity securities outside Malaysia		
Malaysia	999,925	1,161,177
Quoted Shariah-compliant equity securities in Malaysia	384,515	645,406
	<u>1,384,440</u>	<u>1,806,583</u>
	31.03.2025 RM	30.09.2024 RM
Net gain on financial assets at FVTPL comprises:		
Realised net (loss)/gain on disposals	(192,281)	373,429
Unrealised gain/(loss) on net changes in fair value	176,561	(91,470)
Unrealised gain/(loss) on foreign exchange	62,267	(105,848)
	<u>46,547</u>	<u>176,111</u>

Financial assets at FVTPL as at 31 March 2025 are as detailed below:

### (a) Quoted Shariah-compliant equity securities outside Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
<b>Taiwan</b>				
<b><i>Technology</i></b>				
Taiwan Semiconductor - Manufacturing Co Ltd	200	48,215	146,511	5.43
<b>Australia</b>				
<b><i>Industrial Products &amp; Services</i></b>				
BHP Group Ltd	1,140	127,503	126,365	4.69
South32 Ltd	20,000	196,074	188,235	6.98
	<u>21,140</u>	<u>323,577</u>	<u>314,600</u>	<u>11.67</u>
<b>Japan</b>				
<b><i>Consumer Products &amp; Services</i></b>				
Recruit Holdings Co Ltd	800	223,933	190,035	7.05

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 7. SHARIAH-COMPLIANT INVESTMENTS (CONTD.)

### (a) Quoted Shariah-compliant equity securities outside Malaysia (contd.)

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
<b>Hong Kong</b>				
<b>Technology</b>				
Alibaba Group Holding Ltd	3,600	405,426	268,765	9.97
<b>Property</b>				
Country Garden Services Holdings Corporation	20,000	279,760	80,014	2.97
<b>Total Shariah-Compliant Equity Securities outside Malaysia</b>	<b>45,740</b>	<b>1,280,911</b>	<b>999,925</b>	<b>37.09</b>

### (b) Quoted Shariah-compliant equity securities in Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
<b>Consumer Products &amp; Services</b>				
MSM Malaysia Holdings Bhd	93,000	158,242	106,950	3.97
<b>Industrial Products &amp; Services</b>				
V.S. Industry Bhd	135,000	144,450	116,775	4.33
<b>Technology</b>				
Inari Amertron Bhd	29,000	93,960	58,870	2.18
Mi Technovation Bhd	56,000	140,000	101,920	3.78
	85,000	233,960	160,790	5.96
<b>Total quoted Shariah-compliant equity securities in Malaysia</b>	<b>313,000</b>	<b>536,652</b>	<b>384,515</b>	<b>14.26</b>
<b>TOTAL FINANCIAL ASSETS AT FVTPL</b>	<b>358,740</b>	<b>1,817,563</b>	<b>1,384,440</b>	<b>51.35</b>
<b>EXCESS OF COST OVER FAIR VALUE</b>			<b>433,123</b>	



# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 8. ISLAMIC DEPOSIT WITH FINANCIAL INSTITUTION

	31.03.2025 RM	30.09.2024 RM
This is short-term placement with:		
- Licensed Islamic bank	-	143,966
	<u>-</u>	<u>143,966</u>

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

	WAEPR (% p.a.)		Average Remaining Maturity (Days)	
	31.03.2025	30.09.2024	31.03.2025	30.09.2024
Short-term placement	<u>-</u>	<u>2.85</u>	<u>-</u>	<u>1</u>

## 9. SHARIAH INFORMATION OF THE FUND

The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises:

- (i) Equity securities listed in foreign markets which have been classified as Shariah-compliant by the Dow Jones Islamic Market Index and duly verified by the Shariah Adviser; and
- (ii) Cash placements and liquid assets in local market which are placed in Shariah-compliant instruments.

## 10. AMOUNT DUE FROM/(TO) THE MANAGER

Amount due to the Manager relate to amounts receivable from/payable 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 and cancellation is 7 days (2024: 10 days) and the normal credit term for Manager's fee is 30 days (2024: 30 days).

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 11. NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS

	Note	31.03.2025 RM	30.09.2024 RM
Unitholders' capital	(a)	3,102,383	3,211,897
Retained earnings			
- Realised (losses)/reserve	(b)	(2,636)	226,838
- Unrealised loss	(c)	(403,068)	(641,896)
		<u>2,696,679</u>	<u>2,796,839</u>

### (a) Unitholders' capital

	31.03.2025		30.09.2024	
	No of units	RM	No of units	RM
At beginning of the financial period/year	7,175,641	3,211,897	9,509,440	4,149,769
Creation of units	200,144	78,432	371,404	158,659
Reinvestment of units	451,750	177,538	-	-
Cancellation of units	<u>(929,372)</u>	<u>(365,484)</u>	<u>(2,705,203)</u>	<u>(1,171,995)</u>
	6,898,163	3,102,383	7,175,641	3,136,433
Distribution	-	-	-	75,464
At end of the financial period/year	<u>6,898,163</u>	<u>3,102,383</u>	<u>7,175,641</u>	<u>3,211,897</u>

### (b) Realised (losses)/reserve

	31.03.2025 RM	30.09.2024 RM
At beginning of the financial period/year	226,838	252,924
Net loss for the financial period/year	<u>(229,474)</u>	<u>(26,086)</u>
At end of the financial period/year	<u>(2,636)</u>	<u>226,838</u>

### (c) Unrealised loss

	31.03.2025 RM	30.09.2024 RM
At beginning of the financial period/year	(641,896)	(444,578)
Net unrealised income/(loss) for the financial period/year	<u>238,828</u>	<u>(197,318)</u>
At end of the financial period/year	<u>(403,068)</u>	<u>(641,896)</u>

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 12. TRANSACTIONS WITH BROKERS OR DEALERS

Details of the transactions with brokers or dealers during the financial period are as follows:

Name of brokers or dealers	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 *	661,660	48.69	3,146	55.93
Affin Hwang Investment Bank Bhd	453,113	33.35	1,306	23.22
Public Investment Bank Bhd	244,014	17.96	1,173	20.85
	<u>1,358,787</u>	<u>100.00</u>	<u>5,625</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.

## 13. TOTAL EXPENSE AND PORTFOLIO TURNOVER RATIOS

### (a) Total Expense Ratio

The total expense ratio for the financial period ended 31 March 2025 is 1.59% (2024: 1.37%). 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 total expenses.

### (b) Portfolio Turnover Ratio

The portfolio turnover ratio for the financial period ended 31 March 2025 is 0.24 times (2024: 0.30 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.

## 14. SEGMENT INFORMATION

The Manager and the 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 quoted Shariah-compliant equity securities; and
- A portfolio of Islamic money market instruments.

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 14. SEGMENT INFORMATION (CONTD.)

The investment objective is to provide steady income and capital growth over the medium to long-term period by focusing its investment in local and Asia Pacific listed and unlisted equities, Shariah-compliant equity related securities, Islamic fixed income securities, participation in mutual funds and other interests in collective investment schemes which are permitted under the Guidelines and complies with Shariah requirements. There have been no changes in reportable segments in the current financial period.

## 15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of financial risks, which include economic risk, derivatives risk, special and emerging market risks, repatriation risk, currency risk, credit and settlement risks, liquidity risk, single issuer risk and Shariah status reclassification risk. The overall objective of financial risk management is to mitigate capital losses, ensure preservation of value and minimise 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 in Malaysia ("the Guidelines").

### (a) Economic Risk

Prospective investors should be aware that the price of units and the income from their investments may go down or up in response to changes in interest rates, foreign exchange, economic and political conditions and the earnings of corporations making up in the portfolio of the Fund. Economic risk is managed through portfolio diversification and asset allocation and monitoring of investment portfolio by professional fund manager and the investment committee, with the aim to minimise Shariah-compliant securities exposure in the event of anticipated market weaknesses.

### (b) Derivatives Risk

The Fund may from time to time invest in Islamic derivatives, which are financial contracts whose values depend on, or are derived from, the value of an underlying asset, reference rate or index. Such assets, rates and indices may include Shariah-compliant shares, foreign exchange rates, sukuk and stock indices. While the judicious use of Islamic derivatives by professional investment managers can be beneficial, Islamic derivatives involve risks different from, and, in some cases, greater than, the risks presented by more traditional Shariah-compliant securities investments. Some of the risks associated with Islamic derivatives are market risk, management risk, credit risk, liquidity risk and leverage risk. The Manager do not intend to use Islamic derivatives transactions for speculation or leverage but may use them for efficient portfolio management and to hedge existing positions. The Manager will attempt to minimise the risks through careful selection of reputable counterparties and constant monitoring of the Fund's Islamic derivatives positions.

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (CONTD.)

### (c) Special Market and Emerging Market Risks

The Fund invests primarily in Shariah-compliant securities of companies quoted or listed on recognised stock exchanges in the Asia Pacific region. While this may present greater opportunities for capital appreciation, it also involves greater risk than is customarily associated with the Shariah-compliant securities of companies quoted or listed on the stock exchanges of more developed countries. The marketability of quoted Shariah-compliant securities of some Asia Pacific markets may be limited due to foreign investment restrictions, wide dealing spreads, restricted opening hours of stock exchanges and a narrow range of investors.

Trading volume and market capitalisation may be lower than in more developed stock markets. This may result in a lower degree of liquidity for the Fund's investments. The Manager shall approve any deviations from the single country limit under specific conditions such as potential sharp downturn in any market or other defensive conditions for the best interest of the Fund.

### (d) Repatriation Risk

Certain countries may impose limitations with respect to the Fund's ability to repatriate investment income, capital or the proceeds from sales of Shariah-compliant securities. The Fund would be adversely affected by delays in, or a refusal to grant, any required governmental approval for repatriation of capital as well as the application of restrictions on investments to the Fund. Repatriation risk is managed through portfolio diversification and asset allocation and monitoring of investment portfolio by professional fund manager and the investment committee, with the aim to minimise Shariah-compliant securities exposure in the event of any repatriation risks.

### (e) Credit and Settlement Risks

Credit risk refers to the ability of an issuer or a counterparty to make timely payments of profit, principals and proceeds from realisation of Shariah-compliant investments. Trading and settlement practices of some of the markets in which the Fund may invest may not be the same as those in more developed markets, and this may increase settlement risk and/or result in delays in realising Shariah-compliant investments made by the Fund. In addition, the Fund will be exposed to credit risk on parties with whom it trades and will bear the risk of settlement default. The Fund Manager manages the credit risk by setting counterparty limits and undertaking credit evaluation to minimise such risk.

### (f) Currency Risk

As the Shariah-compliant investments of the Fund may be denominated in foreign currencies, fluctuations of the exchange rates of foreign currencies against the RM 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 that comply with Shariah requirements to manage the impact of the exchange rate fluctuations on the Fund and/or for the purpose of efficient portfolio management.

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (CONTD.)

### (g) Liquidity Risk

The Fund maintains sufficient level of Islamic liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellation of units by unitholders. Islamic liquid assets comprise cash, Islamic deposits with licensed financial institutions and other Shariah-compliant instruments, which are capable of being converted into cash within 7 business days. The Fund's policy is to always maintain a prudent level of Islamic liquid assets so as to reduce the liquidity risk.

### (h) Single Issuer Risk

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

### (i) Shariah status reclassification risk

- Shariah-compliant equity securities

The risk refers to the risk that the currently held Shariah-compliant equity securities in the portfolio of the Fund may be reclassified as Shariah non-compliant in the periodic review of the securities by the Shariah Advisory Council of the Securities Commission ("SAC of the SC"), the Shariah Adviser or relevant Islamic indices. If this occurs, the Manager will take the necessary steps to dispose of such securities.

Opportunity loss could occur due to the restriction on the Fund to retain the excess capital gains derived from the disposal of the reclassified Shariah non-compliant securities. In such an event, the Fund is required:-

- (i) to dispose of such securities with immediate effect or within one (1) calendar month if the value of the securities exceeds or is equal to the investment cost on the reclassification effective date by the SAC of the SC or the Shariah Adviser or the relevant Islamic indices. The Fund is allowed to keep dividends received and capital gains from the disposal of the securities up to the reclassification effective date. However, any dividends received and excess capital gains from the disposal of the Shariah non-compliant securities after the reclassification effective date should be channelled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser;
- (ii) to hold such securities if the value of the said securities is below the investment cost on the reclassification effective date until the total subsequent dividends received (if any) and the market price of the securities is equal to the cost of investment at which time disposal has to take place within one (1) calendar month, excess capital gains (if any) from the disposal of the securities should be channelled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser; or

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## 15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (CONTD.)

### (i) Shariah status reclassification risk (contd.)

- (iii) to dispose of such securities at a price lower than the investment cost which will result in a decrease in the Fund's value.

- Sukuk or Islamic money market instruments or Islamic deposits

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

## 16. COMPARATIVE FIGURES

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

- The unaudited Statement of Fund Financial Position and its relevant notes are as at 31 March 2025 and 30 September 2024, respectively.
- The unaudited 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 October 2024 to 31 March 2025 and 1 October 2023 to 31 March 2024 respectively.

## 17. UNAUDITED ACCOUNT

The financial accounts for the six months ended 31 March 2025 are unaudited.

# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## Corporate Information

<b>Manager</b>	TA Investment Management Berhad (340588-T)
<b>Registered Office</b>	34 <sup>th</sup> Floor, Menara TA One 22 Jalan P. Ramlee 50250 Kuala Lumpur
<b>Board of Directors</b>	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)
<b>Investment Committee Members</b>	Kaladher A/L Govindan (Non-Independent) Dato' Tay Kian Chuan (Independent) Ngiam Kee Tong (Independent)
<b>Trustee of the Fund</b>	CIMB Commerce Trustee Berhad (Registration Number: 199401027349 (313031-A)) Level 13, Menara CIMB Jalan Stesen Sentral 2, Kuala Lumpur Sentral 50470 Kuala Lumpur
<b>Auditor of the Manager and the Fund</b>	KPMG PLT Chartered Accountants Level 10, KPMG Tower 8 First Avenue, Bandar Utama 47800 Petaling Jaya, Selangor
<b>Banker</b>	Malayan Banking Berhad Ground Floor, Wisma Genting Jalan Sultan Ismail 50250 Kuala Lumpur
<b>Shariah Adviser</b>	BIMB Securities Sdn Bhd Level 32, Menara Multi Purpose Capital Square No. 8, Jalan Munshi Abdullah 50100 Kuala Lumpur
<b>Secretary</b>	Khoo Poh Kim @ Kimmy (LS0010314)



# TA Asia Pacific Islamic Balanced Fund

(For the financial period ended 31 March 2025)

## Corporate Information (cont'd)

<b>Management Staffs</b>	<b>Tee Ling Ling</b> Chief Executive Officer	<b>Ch'ng Soon Kim</b> Compliance Officer
	<b>Joey Pang Ching Yi</b> Chief Marketing Officer	<b>Alicia Khor</b> Head of Operations
	<b>Sammi Lim Shuey Shya</b> Head of Product Research & Development	<b>Lee Shi Chuan</b> Head of IUTA
	<b>Ranizaz Bin Mohd Razali</b> Head of Agency	<b>Rachel Lew Yen Peng</b> Head of Corporate & Institutional Business
	<b>Lucy Magdalene Lourdes</b> Head of Customer Service	<b>Nor Yuhana Binti Mohd Kamal</b> Head of Marketing
<b>Investment Team</b>	<b>Choo Swee Kee</b> Chief Investment Officer	<b>John Ng Jiunn Yuan</b> Head of Fixed Income
	<b>Vivien Loh Jee Wae</b> Head of Portfolio Mandates	<b>Mohammad Hafiz Bin Mahmud</b> Fund Manager
	<b>Lam Chee Mun</b> Fund Manager	
<b>Head Office</b>	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: <a href="http://www.tainvest.com.my">http://www.tainvest.com.my</a>  E-mail: <a href="mailto:investor.taim@ta.com.my">investor.taim@ta.com.my</a>	

Head Office	TA Investment Management Berhad 23rd Floor, Menara TA One 22 Jalan P. Ramlee 50250 Kuala Lumpur Tel: 03-2031 6603   Fax: 03-2031 4479
Melaka Business Centre	57A, Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06-2882 687
Penang Business Centre	15-1-8, Bayan Point Medan Kampung Relau 11900 Pulau Pinang Tel: 04-6459 801   Fax: 04-6119 805
Kota Kinabalu Business Centre	Unit 4-1-02, 1st Floor Block 4, Api-Api Centre Jalan Centre Point 88000 Kota Kinabalu, Sabah Tel: 088-268 023   Fax: 088-248 463
Kuching Business Centre	2nd Floor, Lot 13008, SL26, Block 16 KCLD, Gala City Commercial Centre Jalan Tun Jugah, 93350 Kuching, Sarawak Tel: 082-265 979
Miri Business Centre	Lot 1251, 1st Floor Centrepont Commercial Centre (Phase 1) Jalan Melayu 98000 Miri, Sarawak Tel: 085-430 415
Ipoh Business Centre	29A Jalan Niaga Simee Arena Niaga Simee 31400 Ipoh Perak Tel: 05-5455 222
Johor Bahru Business Centre	37-01, Jalan Molek 1/29 Taman Molek 81100 Johor Bahru Johor Tel: 07-3611 781