

Annual Report

June 2025

For the Year Ended 30 June 2025

*Areca enhanced*INCOME Fund

Management Company



200601021087(740840-D)

ANNUAL REPORT JUNE 2025

✧ ARECA enhancedINCOME FUND

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CORPORATE DIRECTORY

MANAGER

Areca Capital Sdn Bhd
Company No: 200601021087 (740840-D)
107, Blok B, Pusat Dagangan Phileo Damansara 1
No. 9, Jalan 16/11, Off Jalan Damansara
46350 Petaling Jaya, Selangor
Tel: 603-7956 3111, Fax: 603-7955 4111
website: www.arecacapital.com
e-mail: invest@arecacapital.com

BOARD OF DIRECTORS

Raja Datuk Zaharaton Bt Raja Dato' Zainal Abidin
(Independent Non-Executive Chairman)
Dr. Junid Saham
(Independent Non-Executive)
Wong Teck Meng
(Non-Independent Executive/Chief Executive Officer)
Edward Iskandar Toh Bin Abdullah
(Non-Independent Executive/Chief Investment Officer)
(Resigned with effect from 16 April 2025)

INVESTMENT COMMITTEE MEMBERS

Raja Datuk Zaharaton Bt Raja Dato' Zainal Abidin
(Independent Non-Executive Chairman)
Dr. Junid Saham
(Independent Non-Executive)
Dato' Seri Lee Kah Choon
(Independent Non-Executive)

TRUSTEE

Maybank Trustees Berhad
Company No: 196301000109 (5004-P)
8th Floor, Menara Maybank
100 Jalan Tun Perak
50050 Kuala Lumpur
Tel: 03-2070 8833, Fax: 03-2070 9387

AUDITOR

Deloitte PLT (LLP0010145-LCA)
Level 16, Menara LGB
1 Jalan Wan Kadir, Taman Tun Dr. Ismail
60000 Kuala Lumpur
Tel: 03-7610 8888, Fax: 03-7726 8986

TAX ADVISER

Deloitte Tax Services Sdn Bhd (36421-T)
Level 16, Menara LGB
1 Jalan Wan Kadir, Taman Tun Dr. Ismail
60000 Kuala Lumpur
Tel: 03-7610 8888, Fax: 03-7726 8986

MANAGER'S OFFICE AND BRANCHES

HEAD OFFICE

107, Blok B, Pusat Dagangan Phileo Damansara 1, No. 9, Jalan 16/11, Off Jalan Damansara
46350 Petaling Jaya, Selangor
Tel: 603-7956 3111, Fax: 603-7955 4111
website: www.arecacapital.com
e-mail: invest@arecacapital.com

PENANG BRANCH

368-2-02 Bellisa Row
Jalan Burma, Georgetown
10350 Pulau Pinang
Tel : 604-210 2011
Fax: 604-210 2013

IPOH BRANCH

11, Persiaran Greentown 5
Greentown Business Centre
30450 Ipoh, Perak
Tel : 605-249 6697
Fax: 605-249 6696

MALACCA BRANCH

95A, Jalan Melaka Raya 24
Taman Melaka Raya
75000 Melaka
Tel : 606-282 9111
Fax: 606-283 9112

KUCHING BRANCH

1st Floor, Sublot 3
Lot 7998, Block 16
KCLD, Cha Yi Goldland
Jalan Tun Jugah/Stutong
93350 Kuching, Sarawak
Tel : 6082-572 472

JOHOR BRANCH

No 105, Jalan Meranti Merah
Taman Melodies
80250 Johor Bahru
Tel : 607-336 3689

KOTA KINABALU BRANCH

Unit 5-1-8, 1st Floor
Lorong Api-Api 1
Api-Api Centre
88000 Kota Kinabalu, Sabah
Tel : 6088-276 757

FUND INFORMATION

Name of the Fund	Areca enhancedINCOME Fund
Fund Category/ Type	Fixed Income/Income and Growth
Objective of the Fund	The investment objective of the Fund is to provide long term investors with high level of income stream (income could be in the form of Units or cash) and an opportunity for capital appreciation.
Performance Benchmark	Maybank's 12-month fixed deposit rate
Distribution Policy of the Fund	Incidental.
Rebates & Soft Commissions	<p>The Manager will retain soft commissions received from brokers or dealers, provided that:</p> <ul style="list-style-type: none"> (a) the soft commissions bring direct benefit or advantage to the management of the Fund and may include research and advisory related services; (b) any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund; and (c) the availability of soft commissions is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and the Manager or fund manager shall not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commissions. <p>The soft commissions may be in the form of goods and services such as data and quotation services, computer software incidental to the management of the Fund and investment related publications. Cash rebates, if any, will be directed to the account of the Fund. During the year under review, the Manager had not received any soft commissions.</p>
Inception Date	30 July 2007
Financial Year End	30 June

FUND PERFORMANCE

	2025	2024	2023
NET ASSET VALUE ("NAV")			
Net Asset Value (RM million)	15.89	15.33	16.05
Units in circulation (million units)	24.64	24.56	27.36
NAV per unit (RM)	0.6449	0.6241	0.5865

HIGHEST & LOWEST NAV per unit

*Please refer to **Note 1** for further information on NAV and pricing policy*

Highest NAV per unit (RM)	0.6540	0.6286	0.5985
Lowest NAV per unit (RM)	0.6153	0.5859	0.5672

ASSET ALLOCATION % of NAV

Quoted equity securities

Construction	4.78	3.75	-
Consumer Products & Services	3.36	5.84	6.20
Energy	0.94	2.81	2.95
Financial Services	6.89	3.81	3.98
Industrial Products & Services	2.85	-	2.03
Plantation	-	1.88	-
Property	0.52	3.84	-
Real Estate Investment Trusts	-	-	6.33
Technology	3.42	1.15	-
Telecommunications & Media	-	0.92	-
Utilities	-	2.16	-

Unquoted fixed income securities

Commercial Papers	-	1.94	-
Unquoted Bonds	42.58	45.12	51.95

Collective investment schemes

Unquoted equity securities

Preferences Shares	-	9.79	9.35
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Liquid assets and other net current assets

	13.06	2.44	10.73
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DISTRIBUTION

There was no distribution for the financial year under review.

UNIT SPLIT

There was no unit split exercise for the financial year under review.

EXPENSE/TURNOVER

Total expense ratio (TER) (%)	1.46	1.56	1.54
<i>Please refer to Note 2 for further information</i>			
Portfolio turnover ratio (PTR) (times)	0.83	0.47	0.70
<i>Please refer to Note 3 for further information</i>			

TOTAL RETURN

*Please refer to **Note 4** for further information*

Total Return (%)	3.33	6.41	1.66
- Capital growth (%)	3.33	6.41	1.66
- Income distribution (%)	-	-	-

FUND PERFORMANCE

	2025	2024	2023	2022	2021
Annual Total Return (%)	3.33	6.41	1.66	(4.77)	20.73
Performance Benchmark (%): Maybank's 12-month fixed deposit rate	2.54	2.93	2.74	0.89	1.86

	1-yr	3-yrs	5-yrs
Average Total Return per annum (%)	3.33	3.93	5.70

NOTES:

Note 1: Selling of units by the Management Company (i.e. when you purchase units and invests in the Fund) and redemption of units by the Management Company (i.e. when you redeem your units and liquidate your investments) will be carried out at NAV per unit (the actual value of a unit). The entry/exit fee (if any) would be computed separately based on your net investment/liquidation amount.

Note 2: TER is calculated based on the total fees and expenses incurred by the Fund, divided by the average net asset value calculated on a daily basis.

Note 3: PTR is computed based on the average of the total acquisitions and total disposals of the investment securities of the Fund, divided by the average net asset value calculated on a daily basis.

Note 4: Fund performance figures are calculated based on NAV to NAV and assume reinvestment of distributions (if any) at NAV. The total return and the benchmark data are sourced from Lipper.

The abovementioned performance computations have been adjusted to reflect distribution payments and unit splits wherever applicable.

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

FUND REVIEW

For the year ended 30th June 2025, the Fund posted a return of 3.33% compared to its benchmark (Maybank's 12-month fixed deposit rate) return of 2.54%. This enabled the Fund to meet the objective of providing long term investors with high level of income stream and an opportunity for capital appreciation.

The Fund holds 22.76% in Malaysia equities while the rest are in fixed income instruments. While we remain cautious of the global headwinds and challenging growth outlook ahead, we expect local bond market to remain well supported. We opine our domestic interest rate policy will remain accommodative as we are confronted by external geopolitical risks and domestic potential inflationary issues from subsidy rationalisation in the year ahead. We have remained focused on selecting good quality corporate name for better yield pick-up.

In its equity selection, the Fund employs a barbell strategy designed to balance risk and return by combining targeted exposure to high-growth issuers with a core allocation to stable, defensive securities, thereby supporting portfolio resilience in the current uncertain economic environment.

Investment Policy and Strategy

The Fund will invest a minimum of 60% of its NAV in Fixed Income Securities and Money Market Instruments (other than those classified as Liquid Assets) including Collective Investment Scheme ("CIS") that invest in Fixed Income Securities with a minimum of 2% of its NAV in Liquid Assets. The Fund may also invest up to 30% of its NAV (at time of purchase) in listed equities and equity-related securities including initial public offerings, warrants and CIS that invest primarily in equities at any time to enhance income and returns to the Fund. However, the Fund may continue to hold its investment in equities even if the Fund's holding exceeds 30% of its NAV due to appreciation or depreciation of the NAV of the Fund, whether as a result of an appreciation or depreciation in value of the investment, or as a result of repurchase of Units or payments made by the Fund.

NAV per unit as at 30 June 2025

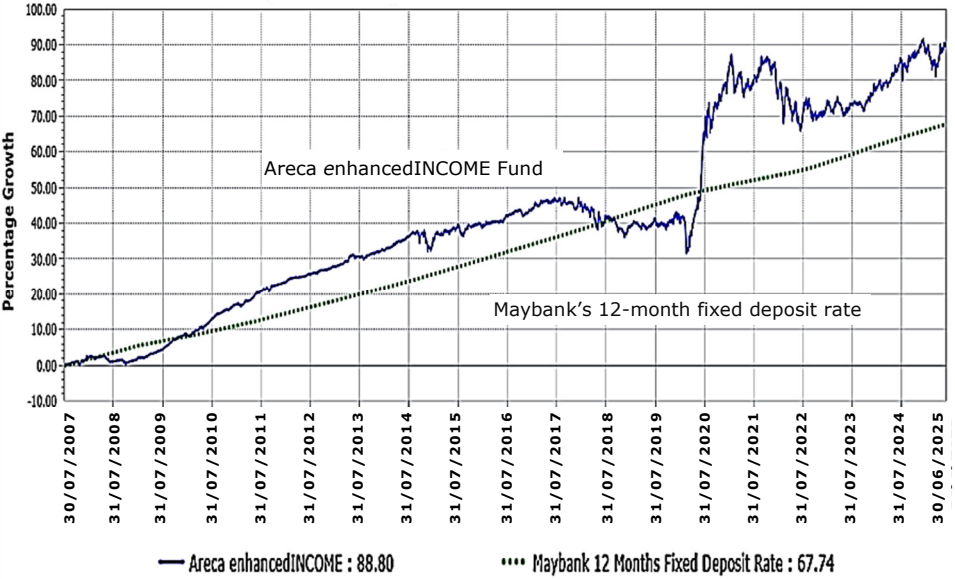
RM0.6449

Asset Allocation/Portfolio Composition	2025	2024	2023
Quoted equity securities	22.76%	26.16%	21.49%
Unquoted fixed income securities	42.58%	47.06%	51.95%
Collective investment schemes	21.60%	14.55%	6.48%
Unquoted equity securities	-	9.79%	9.35%
Liquid assets and other net current assets	13.06%	2.44%	10.73%

FUND REVIEW

Performance of Areca enhancedINCOME Fund
for the period since inception to 30 June 2025

Total Return of Areca enhancedINCOME Fund vs Benchmark



Source: Upper

GLOBAL FIXED INCOME MARKET REVIEW AND OUTLOOK

During the review period, the Federal Reserve ("Fed") reduced interest rates three times in 2024. The Fed reduced interest rates by 100 basis points ("bps") in the September, November and December Federal Open Market Committee ("FOMC") meetings, citing progress on inflation reduction and a balanced assessment of risk as the rationale for the move. In June 2024, global bond markets strengthened further with the release of weaker-than-expected United States ("US") inflation and retail sales data for May 2024 even as the Fed's latest dot plot, which shows the near-term US interest rate path, pointed to only one cut this year compared to its March 2024 projection of three cuts. Global bond markets rallied further in July 2024 after the Fed left the rate unchanged and signalled that the policy rate could be cut as soon as September 2024.

Bond yields rose in October as the US economy continued to show strength, coupled with expectations that more US Treasury ("UST") bonds could be issued to fund the US government's higher fiscal deficit. UST yield curves experienced a bearish start in an immediate aftermath of the US elections. The 10-year UST yield rose sharply partly driven by expectation of Trump's proposed policies, but yields started to normalise across most tenures as markets recalibrated their expectations. While many believe that president-elect Trump, with his business-focused approach, would favor a low-interest-rate environment, his proposed tariffs could drive inflation. This, in turn, might necessitate a "higher-for-longer" interest rate policy.

Heading into 2025, the Fed held rates steady at 4.25% - 4.50% at its January FOMC meeting, while signaling a gradual pace of rate cuts in 2025 amid a resilient US economy and slower progress in reduction inflation. UST yields slid in February as market participants prepare for President Trump's tariff on Canada and Mexico to go into effect. In April traders kept a close watch on the evolving trade war, holding onto hopes for a potential easing of tensions. News reports indicated that China might suspend its 125.00% tariff on some US goods, although Chinese officials denied any active tariff negotiations. While policy changes under the Trump administration could pose near-term market uncertainties, the prospect of monetary easing by the Fed and other major central banks should remain supportive of the bond markets in the long run.

In June, treasury yields were softer across the curve with investor pricing the chances of sharp economic downturn after tariff war subsided during the month. The Fed left rates steady in its June meeting suggesting policymakers agreed on a cautious approach to monetary policy. Some FOMC members voiced support for a July rate cut, which caused a rally across the Treasury curve. The 10-year Treasury yield fell close to 4.25% before retracing higher by the end of the week as Fed Chair Jerome Powell struck a more neutral tone. Currently, bond markets are pricing in a full 25 bps cut by July.

MALAYSIA FIXED INCOME MARKET REVIEW AND OUTLOOK

For the financial year under review, local bond yields moved higher in February 2024 amid a softer Ringgit against the US Dollar and a weaker UST market following the release of stronger-than-expected US jobs and inflation data. In April 2024, the local bond market softened in tandem with the weak global bond markets. Bond yields subsequently declined and the local sovereign bonds market had a strong performance in third quarter of year 2024 ("3Q2024") with yields across benchmark tenures falling sharply – particularly in the shorter end. Key benchmark indices such as the FTSE Russell ("FTSE") Bond Pricing Agency Malaysia ("BPAM") Ringgit All Bond Index recorded a positive return of 1.63% during the quarter – bringing the Year-to-date ("YTD") performance to about 3.76% (5.01% annualised). The strong performance was largely attributable to the Fed's decision to finally embark on a rate cut cycle, leading to positive foreign fund flows into our local bond market. The Budget 2025 which was announced in October continues to set the stage for fiscal consolidation while striking a balance with expansionary policies. The fiscal deficit is expected to narrow to 3.80% of Gross Domestic Product ("GDP") in 2025, down from 4.30% in 2024.

Malaysia's headline inflation slowed to 1.40% in March (February: 1.50%), marking the lowest level in four years, and core inflation steadied at 1.90% for two consecutive months. Official estimates projected the Malaysian economy to expand by 4.40% Year-on-Year ("YoY") in first quarter of year 2025 ("1Q2025"), at a slightly slower pace than the previous quarter at 5.00%. On the external front, risks remain from the turbulent global trade landscape and expected slowdown in major economies. Malaysia was hit with 24.00% reciprocal tariffs by the US on 2 April, but it was partially lifted within hours of implementation. While this provided temporary relief, the US-China trade war seemed to be rolling ahead with tit-for-tat retaliatory measures. With both being Malaysia's major trade partners, such heightened trade tensions could spill over into lower external demand and cause wider supply chain disruptions. Nevertheless, Malaysia's trade seemed to be on stable ground with exports rising by 6.80% in March (February: 6.20%) on front-loading activities while imports contracted by 2.80% (February: 5.50%).

The Malaysian economy moderated further from 4.90% in fourth quarter of year 2024 ("4Q2024"), in line with the Department of Statistics Malaysia's advanced estimate. A sharper contraction in the mining sector driven by lower oil and gas output was the primary drag on growth in first quarter of year 2025 ("1Q2025"), alongside a broad-based moderation across most other sectors, with the exception of agriculture, which recorded a slight increase. Bank Negara Malaysia ("BNM") maintained the Overnight Policy Rate ("OPR") at 3.00%, while lowering Statutory Reserve Requirement ("SRR") ratio by 100 bps from 2.00% to 1.00% effective May 16.

In June, bond market continued its rally with government bonds rallying on the back of weaker-than-expected inflation data. The Malaysian Government Securities ("MGS") yield curve bull-steepened, with yields declining by 2 bps to 10 bps across the short to belly segments, while the 30-year MGS remained unchanged. Headline Consumer Price Index ("CPI") eased further to 1.20% YoY in May, below consensus expectations of 1.40%, marking the lowest reading in over 4 years. Core CPI also moderated, falling to 1.80% from 2.00% in April. With inflation on a downtrend and exports still under pressure, we maintain our base case for BNM to cut the OPR by 25 bps in the second half of the year to support domestic demand.

CROSS TRADE

No cross trade transactions have been carried out during the financial year under review.

SECURITIES FINANCING TRANSACTIONS

The Fund had not undertaken any securities financing transactions during the financial year under review.

STATE OF AFFAIRS

There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unitholders during the financial year under review.

We have issued a First Supplemental Master Prospectus dated 1 July 2025 with the list of changes with effect from 1 July 2025. You may refer to **Appendix 1** for the list of changes.

TRUSTEE'S REPORT

To the Unitholders of Areca enhancedINCOME Fund ("Fund")

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

1. Limitations imposed on the investment powers of the management company under the deeds, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the deeds; and
3. Any creation and cancellation of units are carried out in accordance with the deeds and any regulatory requirement.

For Maybank Trustees Berhad
[Registration No: 196301000109 (5004-P)]

NORHAZLIANA BINTI MOHAMMED HASHIM
HEAD, UNIT TRUST & CORPORATE OPERATIONS

Kuala Lumpur
27 August 2025

STATEMENT BY MANAGER

To the Unitholders of Areca enhancedINCOME Fund

We, **WONG TECK MENG** and **RAJA DATUK ZAHARATON BT RAJA DATO' ZAINAL ABIDIN**, two of the Directors of the Manager, Areca Capital Sdn Bhd, do hereby state that in the opinion of the Manager, the accompanying financial statements are drawn up in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards so as to give a true and fair view of the financial position of the Fund as at 30 June 2025 and the financial performance and the cash flows of the Fund for the financial year ended on that date.

For and on behalf of the Manager
Areca Capital Sdn Bhd

WONG TECK MENG
CEO/EXECUTIVE DIRECTOR

RAJA DATUK ZAHARATON BT RAJA DATO' ZAINAL ABIDIN
CHAIRMAN/NON-EXECUTIVE DIRECTOR

Kuala Lumpur
27 August 2025

**INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF ARECA enhancedINCOME FUND**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **ARECA enhancedINCOME FUND** ("the Fund"), which comprise the statement of financial position as at 30 June 2025, and the statement of profit or loss and other comprehensive income, statement of changes in net asset value and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 14 to 35.

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

Basis for Opinion

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

Independence and Other Ethical Responsibilities

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

Information Other than the Financial Statements and Auditors' Report Thereon

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

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

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

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

Responsibilities of the Manager and Trustee for the Financial Statements

The Manager of the Fund is responsible for the preparation of the financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error. The Trustee is responsible for ensuring that the Manager maintains proper accounting and other records as are necessary to enable the fair presentation of these financial statements.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Other Matter

This report is made solely to the unitholders of the Fund, as a body, and for no other purpose. We do not assume responsibility towards any other person for the content of this report.

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

MAK WAI KIT
Partner - 03546/12/2026 J
Chartered Accountant

27 August 2025

ANNUAL REPORT JUNE 2025
ARECA enhanced**INCOME FUND**

STATEMENT OF FINANCIAL POSITION

As At 30 June 2025

	Note	2025 RM	2024 RM
Assets			
Investments	5	13,814,862	14,951,001
Cash and cash equivalents	6	2,157,038	383,531
Dividend receivables		29,176	24,381
Total Assets		<u>16,001,076</u>	<u>15,358,913</u>
Unitholders' Fund And Liabilities			
Liabilities			
Amount due to stockbrokers		79,382	-
Other payables and accrued expenses	7	<u>32,228</u>	<u>33,401</u>
Total Liabilities		<u>111,610</u>	<u>33,401</u>
Unitholders' Fund			
Unitholders' capital		9,928,847	9,883,367
Retained earnings		<u>5,960,619</u>	<u>5,442,145</u>
Net Asset Value Attributable To Unitholders		<u>15,889,466</u>	<u>15,325,512</u>
Total Unitholders' Fund And Liabilities		<u>16,001,076</u>	<u>15,358,913</u>
Number Of Units In Circulation	8	<u>24,637,904</u>	<u>24,557,008</u>
Net Asset Value Per Unit (RM)		<u>0.6449</u>	<u>0.6241</u>

The accompanying Notes form an integral part of the Financial Statements.

ANNUAL REPORT JUNE 2025
ARECA enhanced**INCOME** FUND

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For The Financial Year Ended 30 June 2025

	Note	2025 RM	2024 RM
Investments Income			
Dividend income		285,004	164,619
Interest income		315,201	369,976
Net gain on investments at fair value through profit or loss ("FVTPL")	5	<u>195,155</u>	<u>681,367</u>
Total Investments Income		<u>795,360</u>	<u>1,215,962</u>
Expenditure			
Management fee	9	181,734	206,355
Trustee's fee	10	12,399	12,338
Audit fee		12,000	12,500
Tax agent's fee		15,175	4,000
Transaction costs		62,172	21,185
Other expenses		<u>5,037</u>	<u>8,513</u>
Total Expenditure		<u>288,517</u>	<u>264,891</u>
Net Income Before Tax		506,843	951,071
Income Tax Credit	11	<u>(11,631)</u>	-
Net Income After Tax And Total Comprehensive Income For The Financial Year		<u>518,474</u>	<u>951,071</u>
Net Income After Tax Is Made Up Of:			
Realised gain		720,876	147,951
Unrealised (loss)/gain		<u>(202,402)</u>	<u>803,120</u>
		<u>518,474</u>	<u>951,071</u>

The accompanying Notes form an integral part of the Financial Statements.

ANNUAL REPORT JUNE 2025
ARECA enhanced**INCOME FUND**

STATEMENT OF CHANGES IN NET ASSET VALUE

For The Financial Year Ended 30 June 2025

	Unitholders' capital RM	Retained earnings RM	Total net asset value RM
Balance as at 1 July 2023	11,557,561	4,491,074	16,048,635
Amounts received from units created	706,232	-	706,232
Amounts paid for units cancelled	(2,380,426)	-	(2,380,426)
Total comprehensive income for the financial year	-	951,071	951,071
Balance as at 30 June 2024	<u>9,883,367</u>	<u>5,442,145</u>	<u>15,325,512</u>
Balance as at 1 July 2024	9,883,367	5,442,145	15,325,512
Amounts received from units created	985,650	-	985,650
Amounts paid for units cancelled	(940,170)	-	(940,170)
Total comprehensive income for the financial year	-	518,474	518,474
Balance as at 30 June 2025	<u>9,928,847</u>	<u>5,960,619</u>	<u>15,889,466</u>

The accompanying Notes form an integral part of the Financial Statements.

ANNUAL REPORT JUNE 2025
ARECA enhanced**INCOME FUND**

STATEMENT OF CASH FLOWS

For The Financial Year Ended 30 June 2025

	Note	2025 RM	2024 RM
Cash Flows From/(Used In) Operating Activities			
Proceeds from disposal of investments		11,675,878	5,318,564
Proceeds from maturity of investments		1,800,000	2,000,000
Purchase of investments		(12,072,624)	(7,256,460)
Dividend income received		275,362	152,736
Interest received		327,208	365,503
Management fee paid		(182,449)	(208,464)
Trustee's fee paid		(12,357)	(12,383)
Transaction costs paid		(61,910)	(21,185)
Payment for other fees and expenses		(32,712)	(20,783)
Tax refund		11,631	-
Net Cash From Operating Activities		<u>1,728,027</u>	<u>317,528</u>
Cash Flows From/(Used In) Financing Activities			
Cash proceeds from units created		985,650	706,232
Payment for cancellation of units		<u>(940,170)</u>	<u>(2,380,426)</u>
Net Cash From/(Used In) Financing Activities		<u>45,480</u>	<u>(1,674,194)</u>
Net Increase/(Decrease) In Cash And Cash Equivalents		1,773,507	(1,356,666)
Cash And Cash Equivalents At Beginning Of Year		<u>383,531</u>	<u>1,740,197</u>
Cash And Cash Equivalents At End Of Year		<u><u>2,157,038</u></u>	<u><u>383,531</u></u>
Cash And Cash Equivalents Comprise:			
Cash at banks	6	1,808	1,083
Short-term deposits	6	<u>2,155,230</u>	<u>382,448</u>
		<u><u>2,157,038</u></u>	<u><u>383,531</u></u>

The accompanying Notes form an integral part of the Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

1 GENERAL INFORMATION

Areca enhancedINCOME Fund ("the Fund") was established pursuant to the Trust Deed dated 12 March 2007, as modified by the First Supplemental Deed dated 27 June 2007, Second Supplemental Deed dated 14 April 2008, Third Supplemental Deed dated 21 October 2008, Fourth Supplemental Master Deed dated 10 April 2009, Fifth Supplemental Master Deed dated 12 March 2013, Sixth Supplemental Master Deed dated 6 September 2013 and Seventh Supplemental Master Deed dated 29 August 2022 ("the Deeds") between Areca Capital Sdn Bhd as the Manager, Maybank Trustees Berhad as the Trustee and all the registered unitholders of the Fund.

The principal activity of the Fund is to invest in "Permitted Investments" as defined under Schedule 7 of the Deeds, which include fixed income securities issued by the Malaysian government or Bank Negara Malaysia ("BNM") or any other government related bodies. Such instruments include Malaysian Government Securities, treasury bills and Bank Negara bills, issues guaranteed by the government of Malaysia or BNM or any state government in Malaysia, deposits and issues by banks or financial institutions such as banker's acceptances and negotiable certificates of deposit, private debt securities including those convertibles into equity. These issues are usually approved by BNM and/or the Securities Commission, and/or are rated by the Rating Agency of Malaysia ("RAM") or the Malaysian Rating Corporation Bhd ("MARC"). The credit rating of an issue may also be enhanced through bank guarantees or corporate guarantees, units and share in other collective investment schemes, derivatives such as future contracts for hedging purposes only, securities of Malaysian companies listed on permitted Stock Exchange(s), foreign currency exposure in sovereign bonds and corporate bonds, and any other form of investments as may be permitted by the relevant authorities from time to time. The Fund was launched on 30 July 2007 and will continue its operations until terminated in accordance with the conditions provided in Part 12 of the Deeds.

The investment objective of the Fund is to provide long term investors with high level of income stream (income could be in the form of units or cash) and an opportunity for capital appreciation. Any material changes to the investment objective of the Fund would require unitholders' approval.

The Manager of the Fund is Areca Capital Sdn Bhd, a company incorporated in Malaysia. It is engaged in managing, administering, marketing and distributing unit trust funds, managing and administering funds under private mandates and the regulated activities of financial planning and providing investment advice.

The financial statements were authorised for issue by the Board of Directors of the Manager on 27 August 2025.

2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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

Adoption of Amendments to MFRS

The Fund has applied the following relevant Amendments for the first time for the financial year beginning on 1 July 2024:

Amendments to MFRS 101 *Classification of Liabilities as Current or Non-current*

The adoption of the above did not give rise to any material effects on the financial statements of the Fund.

New MFRS and Amendments to MFRSs in Issue But Not Yet Effective

At the date of authorisation for issue of these financial statements, the relevant new MFRS and Amendments to MFRSs which were in issue by the MASB but not yet effective and not early adopted by the Fund are listed below:

	Effective for annual periods beginning on or after
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures</i>	1 January 2026
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026

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

3 MATERIAL ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Fund have been prepared under the historical cost convention except for financial instruments that are measured at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Fund takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of MFRS 2, leasing transactions that are within the scope of MFRS 16, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in MFRS 102 or value-in-use in MFRS 136.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

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

The principal accounting policies adopted are set out below.

Income Recognition

Dividend income is recognised based on the date when the right to receive the dividend has been established.

Interest income from short-term deposits is recognised on an accrual basis based on the effective yield of the asset.

Realised gain and loss on disposal of investments is arrived at based on net sales proceeds less carrying value. Any unrealised gain and loss previously charged to profit or loss in relation to the disposal of this investment will be reversed and classified as realised gain or loss during the financial year.

Unrealised gains and losses are calculated based on changes in the fair value of financial instruments at the end of the reporting year.

Transaction Costs

Transaction costs are costs incurred to acquire or dispose financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisers, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the profit or loss.

Income Tax

Pursuant to Paragraph 35 and 35A, Schedule 6 of the Income Tax Act 1967, interest income derived by the Fund is exempt from tax, and pursuant to Paragraph 61(1)(b) of the Income Tax Act 1967, gains from realisation of investments are not treated as income and is also exempt from tax.

Functional and Presentation Currency

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

Unitholders' Capital

The unitholders' contributions to the Fund meet the definition of puttable instruments classified as equity instruments.

The units in the Fund are puttable instruments which entitle the unitholders to a pro-rata share of the net asset value of the Fund. The units are subordinated and have identical features. There is no contractual obligation to deliver cash or another financial asset other than the obligation on the Fund to repurchase the units. The total expected cash flows from the units in the Fund over the life of the units are based on the change in the net asset value of the Fund.

Creation and Cancellation of Units

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

Units are created and cancelled at the unitholders' option at prices based on the Fund's net asset value per unit at the time of creation or cancellation. The Fund's net asset value per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units.

Financial Instruments

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

Financial Assets

(i) Classification

The Fund classified its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss), and
- those to be measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in equity instruments that are not held for trading, the Fund can make an irrevocable election at the time of initial recognition to account for the equity investment either at fair value through other comprehensive income ("FVTOCI") or fair value through profit or loss ("FVTPL").

(ii) Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade-date, the date on which the Fund commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Fund has transferred substantially all the risks and rewards of ownership.

(iii) Measurement

At initial recognition, the Fund measures a financial asset at its fair value plus, in the case of a financial asset not at FVTPL, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVTPL are expensed in profit or loss.

Impairment of Financial Assets

The Fund assesses at the end of each reporting year whether there is any objective evidence that a financial asset is impaired.

The Fund applies the simplified approach under MFRS 9 which requires expected lifetime loss to be recognised from initial recognition. The expected loss allowance is based on provisional matrix.

Derecognition of Financial Assets

The Fund derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Fund neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Fund recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Fund retains substantially all the risks and rewards of ownership of a transferred financial asset, the Fund continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

Equity Instruments

The Fund measures its equity investments at fair value with gains or losses on valuation recognised in profit or loss unless the Fund's management has made an irrevocable election to recognise the fair value gains and losses in other comprehensive income at its initial stage.

Financial Liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL.

A financial liability is any liability with contractual obligation to deliver cash or another financial asset to another enterprise, or to exchange financial instruments with another enterprise under conditions that are potentially unfavourable.

Financial Liabilities Measured Subsequently at Amortised Cost

Financial liabilities that are not held for trading, or designated as at FVTPL, are measured subsequently at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant years. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the amortised cost of a financial liability.

A financial liability is derecognised when the obligation under the liability is extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss.

Investments

Investments in quoted equity securities are classified as FVTPL and valued at the last done market price quoted on Bursa Malaysia at the end of the reporting year.

Unquoted fixed income securities are valued at FVTPL and are generally valued by reference to published prices of Bond Pricing Agency Malaysia ("BPAM").

Investments in collective investment schemes are valued at FVTPL based on the Net Asset Value of such collective investment schemes at the end of the reporting year.

Unquoted equity securities in preference shares are valued at FVTPL. Where no market data is available, the Fund will value the investment based on valuation methods and techniques generally recognised as standard within the industry.

Gains or losses arising from the changes in the fair values of the investments are recognised in the profit or loss and are classified as unrealised gain or loss.

Classification of Realised and Unrealised Gains and Losses

Gains or losses arising from the disposal of financial instruments are recognised as realised gains or losses in the profit or loss.

Gain or losses arising from the changes in the valuation of financial instruments at the end of the reporting year are recognised as unrealised gains or losses in the profit or loss.

Provisions

Provisions are recognised when the Fund has a present obligation (legal or constructive) as a result of a past event, where it is probable that the Fund will be required to settle that obligation and a reliable estimate can be made of the amount or timing of the obligation.

The amount recognised as a provision will be the best estimate of the amount required to settle the present obligation at the reporting date, taking into account the uncertainties surrounding the obligation. Where a provision is measured using the estimated cash flows to settle the present obligation, its carrying amount will be the present value of those cash flows.

Statement of Cash Flows

The Fund adopts the direct method in the preparation of the statement of cash flows.

Cash and cash equivalents, which comprise cash and balances with banks and other financial institutions and deposit placements, are short-term, highly liquid investments with maturities of three months or less from the date of acquisition or are readily convertible to cash with insignificant risk of changes in value.

4 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

(i) Critical judgements in applying accounting policies

In the process of applying the Fund's accounting policies, which are described in Note 3 above, the Manager is of the opinion that there are no instances of application of judgement which are expected to have a significant effect on the amounts recognised in the financial statements.

(ii) Key sources of estimation uncertainty

The Manager believes that there are no key assumptions made concerning the future, and other key sources of estimation uncertainty at the end of the reporting year, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year except as disclosed below:

(a) Fair value estimation of preference shares

The preference shares are not quoted in an active market. Where no market data is available, the Fund will value the investment based on valuation methods and techniques generally recognised as standard within the industry, and are generally based on the net present value of contractual cash flows of the securities discounted using a discount rate which approximates the expected rate of return by the unitholders.

5 INVESTMENTS

	2025	2024
	RM	RM
Financial assets at FVTPL:		
Quoted equity securities	3,616,876	4,008,870
Unquoted fixed income securities	6,766,448	7,211,731
Collective investment schemes	3,431,538	2,230,400
Unquoted equity securities	-	1,500,000
	<u>13,814,862</u>	<u>14,951,001</u>

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ARECA enhanced**INCOME** FUND

	2025 RM	2024 RM
Net gain on investments at FVTPL comprise:		
Realised gain/(loss) on disposals	397,557	(121,753)
Unrealised (loss)/gain on changes in fair value	<u>(202,402)</u>	<u>803,120</u>
	<u>195,155</u>	<u>681,367</u>

Financial assets at fair value through profit or loss as at 30 June 2025 are as follows:

	No. of Shares Units	Aggregate Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
QUOTED EQUITY SECURITIES				
Main Market				
Construction				
Gamuda Bhd	117,386	441,464	562,279	3.54
IJM Corporation Bhd	75,000	<u>156,000</u>	<u>196,500</u>	1.24
		<u>597,464</u>	<u>758,779</u>	4.78
Consumer Products & Services				
Eco-Shop Marketing Bhd	431,000	487,030	534,440	3.36
		<u>487,030</u>	<u>534,440</u>	3.36
Energy				
Keyfield International Bhd	88,000	154,720	149,600	0.94
		<u>154,720</u>	<u>149,600</u>	0.94
Financial Services				
AMMB Holdings Bhd	124,000	465,745	632,400	3.98
CIMB Group Holdings Bhd	68,000	<u>460,300</u>	<u>461,720</u>	2.91
		<u>926,045</u>	<u>1,094,120</u>	6.89
Industrial Products & Services				
EG Industries Bhd	73,600	75,808	82,432	0.52
SAM Engineering & Equipment (M) Bhd	44,700	191,686	185,505	1.17
Sunway Bhd	39,300	<u>151,122</u>	<u>184,710</u>	1.16
		<u>418,616</u>	<u>452,647</u>	2.85
Property				
Mah Sing Group Bhd	70,000	80,500	83,300	0.52
		<u>80,500</u>	<u>83,300</u>	0.52
Technology				
D & O Green Technologies Bhd	63,000	81,579	71,190	0.45
Malaysian Pacific Industries Bhd	8,500	164,014	180,200	1.13
VSTECs Bhd	95,000	<u>299,683</u>	<u>292,600</u>	1.84
		<u>545,276</u>	<u>543,990</u>	3.42
Total quoted equity securities		<u>3,209,651</u>	<u>3,616,876</u>	22.76

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ARECA enhanced**INCOME** FUND

Issuer coupon (%) maturity rating	Nominal value RM	Adjusted Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
UNQUOTED FIXED INCOME SECURITIES				
Unquoted Bonds				
Amanat Lebuhraya Rakyat Bhd 5.09% 11/10/2030 AAA IS	1,000,000	1,010,877	1,082,217	6.81
Bank Pembangunan Malaysia Bhd 2.80% 10/10/2025 AAA IS	500,000	502,992	502,037	3.16
Bank Simpanan Nasional 3.82% 05/11/2027 AAA	500,000	502,878	505,838	3.18
GENM Capital Bhd 5.07% 05/05/2028 AA1 (S)	1,000,000	1,007,917	1,033,277	6.50
Konsortium KAJV Sdn Bhd 5.90% 11/05/2029 AA- IS	1,000,000	1,010,321	1,044,901	6.58
Lebuhraya Duke Fasa 3 Sdn Bhd 6.23% 21/08/2037 AA- IS	500,000	522,638	556,313	3.50
Malaysia Rail Link Sdn Bhd 3.13% 05/07/2030 NR (LT)	1,000,000	1,015,093	1,004,283	6.32
YTL Power International Bhd 4.30% 24/08/2029 AA1	1,000,000	1,032,462	1,037,582	6.53
Total unquoted fixed income securities		<u>6,605,178</u>	<u>6,766,448</u>	<u>42.58</u>

	Quantity Units	Aggregate Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
COLLECTIVE INVESTMENT SCHEMES				
Areca Dynamic Growth Fund 10	449,750	449,750	308,933	1.94
Areca Dynamic Growth Fund 11	800,000	800,000	843,120	5.31
Areca Steady fixedINCOME Fund	401,123	500,000	517,248	3.26
Areca Strategic Income Fund 9.0	991,768	1,000,000	1,024,001	6.44
Areca Strategic Income Fund 11	881,370	881,370	738,236	4.65
Total collective investment schemes		<u>3,631,120</u>	<u>3,431,538</u>	<u>21.60</u>
Total investments		<u>13,445,949</u>	<u>13,814,862</u>	<u>86.94</u>
Unrealised gain on investments			<u>368,913</u>	

Financial assets at fair value through profit or loss as at 30 June 2024 are as follows:

	No. of Shares Units	Aggregate Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
QUOTED EQUITY SECURITIES				
Main Market				
Construction				
Gamuda Bhd	51,000	308,127	335,580	2.19
Muhibbah Engineering (M) Bhd	250,000	164,138	240,000	1.56
		<u>472,265</u>	<u>575,580</u>	<u>3.75</u>

	No. of Shares Units	Aggregate Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
QUOTED EQUITY SECURITIES				
Main Market				
Consumer Products & Services				
Genting Bhd	190,000	857,892	894,900	5.84
		857,892	894,900	5.84
Energy				
DIALOG Group Bhd	180,000	449,100	430,200	2.81
		449,100	430,200	2.81
Financial Services				
AMMB Holdings Bhd	136,000	484,465	583,440	3.81
		484,465	583,440	3.81
Plantation				
Genting Plantations Bhd	48,000	301,018	288,000	1.88
		301,018	288,000	1.88
Property				
UEM Sunrise Bhd	140,000	149,002	151,200	0.99
Sime Darby Property Bhd	250,000	309,800	335,000	2.18
S P Setia Bhd	74,000	72,742	102,120	0.67
		531,544	588,320	3.84
Technology				
Inari Amertron Bhd	47,500	151,088	175,750	1.15
		151,088	175,750	1.15
Telecommunications & Media				
Telekom Malaysia Bhd	21,000	141,859	141,960	0.92
		141,859	141,960	0.92
Utilities				
Tenaga Nasional Bhd	24,000	297,600	330,720	2.16
		297,600	330,720	2.16
Total quoted equity securities		3,686,831	4,008,870	26.16

	Nominal value RM	Adjusted Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
ISSUER COUPON (%) MATURITY RATING				
UNQUOTED FIXED INCOME SECURITIES				
Commercial Paper				
CGS International Securities Malaysia Sdn Bhd				
20/09/2024 MARC-1	300,000	296,941	297,176	1.94
Total commercial paper		296,941	297,176	1.94

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Issuer coupon (%) maturity rating	Nominal value RM	Adjusted Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
UNQUOTED FIXED INCOME SECURITIES				
Unquoted Bonds				
Amanat Lebuhraya Rakyat Bhd 5.09% 11/10/2030 AAA IS	1,000,000	1,010,459	1,075,529	7.02
Bank Pembangunan Malaysia Bhd 2.80% 10/10/2025 AAA IS	500,000	502,992	497,427	3.25
GENM Capital Bhd 5.07% 05/05/2028 AA1 (S)	1,000,000	1,007,501	1,025,621	6.69
Konsortium KAJV Sdn Bhd 5.90% 11/05/2029 AA- IS	1,000,000	1,009,997	1,034,717	6.75
Lebuhraya Duke Fasa 3 Sdn Bhd 6.23% 21/08/2037 AA- IS	500,000	522,639	571,939	3.73
Malaysia Rail Link Sdn Bhd 3.13% 05/07/2030 NR (LT)	1,000,000	1,014,835	980,115	6.40
Sabah Development Bank Bhd 4.40% 30/07/2024 AA1	1,500,000	1,524,829	1,527,799	9.97
TG Excellence Bhd 3.95% 27/02/2120 A IS (CG)	200,000	202,662	201,408	1.31
Total unquoted bonds		<u>6,795,914</u>	<u>6,914,555</u>	<u>45.12</u>
Total unquoted fixed income securities		<u>7,092,855</u>	<u>7,211,731</u>	<u>47.06</u>

	Quantity Units	Aggregate Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
COLLECTIVE INVESTMENT SCHEMES				
Areca Global Emerging Momentum Fund 2 – MYR Class	1,000,000	1,000,000	1,108,400	7.23
Areca Strategic Income Fund 11	1,100,000	1,100,000	1,122,000	7.32
Total collective investment schemes		<u>2,100,000</u>	<u>2,230,400</u>	<u>14.55</u>

	Quantity Units	Aggregate Cost RM	Fair Value RM	Fair Value as a % of Net Asset Value %
UNQUOTED EQUITY SECURITIES				
Preference Shares				
Nova Mulia Development Sdn Bhd	1,500,000	1,500,000	1,500,000	9.79
Total unquoted equity securities		<u>1,500,000</u>	<u>1,500,000</u>	<u>9.79</u>
Total investments		<u>14,379,686</u>	<u>14,951,001</u>	<u>97.56</u>
Unrealised gain on investments			<u>571,315</u>	

6 CASH AND CASH EQUIVALENTS

	2025 RM	2024 RM
Cash at banks	1,808	1,083
Short-term deposits	<u>2,155,230</u>	<u>382,448</u>
	<u>2,157,038</u>	<u>383,531</u>

Short-term deposits represent deposits placed with local licensed financial institutions.

The weighted average interest rate for short-term deposits is 3.23% (2024: 2.90%) per annum and the average maturity period is 12 days (2024: 1 day).

7 OTHER PAYABLES AND ACCRUED EXPENSES

	2025 RM	2024 RM
Accrued expenses:		
Management fee	15,178	15,893
Trustee's fee	1,050	1,008
Audit fee	12,000	12,500
Tax agent's fee	<u>4,000</u>	<u>4,000</u>
	<u>32,228</u>	<u>33,401</u>

8 NUMBER OF UNITS IN CIRCULATION

	2025 Units	2024 Units
At beginning of the year	24,557,008	27,364,895
Created during the year	1,546,123	1,175,276
Cancelled during the year	<u>(1,465,227)</u>	<u>(3,983,163)</u>
At end of the year	<u>24,637,904</u>	<u>24,557,008</u>

9 MANAGEMENT FEE

The Schedule 8 of the Deeds provides that the Manager is entitled to an annual management fee of up to 2.50% per annum computed daily on the net asset value of the Fund before deducting the management fee and Trustee's fee for the relevant day.

The management fee provided in the financial statements is an average of 1.17% (2024: 1.34%) per annum for the financial year, net of management fee rebate on the collective investment schemes.

10 TRUSTEE'S FEE

The Schedule 9 of the Deeds provides that the Trustee is entitled to an annual Trustee's fee of up to 0.50% per annum computed daily on the net asset value of the Fund before deducting the management fee and Trustee's fee for the relevant day (excluding foreign custodian fees and charges, if any).

The Trustee's fee provided in the financial statements is 0.08% (2024: 0.08%) per annum for the financial year.

11 INCOME TAX EXPENSE

There is no income tax expense for the year as interest income derived by the Fund is exempted income from tax pursuant to Paragraph 35 and 35A, Schedule 6 of the Income Tax Act 1967. Gains arising from realisation of investments are not treated as income pursuant to Paragraph 61(1)(b) of the Income Tax Act 1967.

12 TOTAL EXPENSE RATIO AND PORTFOLIO TURNOVER RATIO

Total Expense Ratio (TER)

Total expense ratio for the Fund is 1.46% (2024: 1.56%) for the financial year ended 30 June 2025. The total expense ratio which includes management fee, Trustee's fee, audit fee, tax agent's fee and other expenses, is calculated as follows:

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

- A = Management fee
- B = Trustee's fee
- C = Audit fee
- D = Tax agent's fee
- E = Other expenses
- F = Average net asset value of the Fund

The average net asset value of the Fund for the financial year is RM15,498,885 (2024: RM15,380,143).

Portfolio Turnover Ratio (PTR)

The portfolio turnover ratio for the Fund is 0.83 times (2024: 0.47 times) for the financial year ended 30 June 2025. The portfolio turnover is derived from the following calculation:

$$\frac{(\text{Total acquisition for the financial year} + \text{total disposal for the financial year}) \div 2}{\text{Average net asset value of the Fund for the financial year calculated on a daily basis}}$$

Where: total acquisition for the financial year = RM12,156,591 (2024: RM7,275,808)
 total disposal for the financial year = RM13,475,878 (2024: RM7,318,564)

13 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

As at end of the financial year, the total number and value of units held by the Manager is as follows:

	←-----2025-----→		←-----2024-----→	
	No. of units	RM	No. of units	RM
The Manager				
(The above units are held legally and beneficially)	-	-	1,165,113	727,147
	-	-	1,165,113	727,147

There are no units held by the Manager for the financial year under review.

The Directors of the Manager are of the opinion that the transactions with the related parties have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. These dealings with related parties have been transacted at arm's length basis.

14 TRADE WITH BROKERS/DEALERS

Details of transactions with brokers/dealers are as follows:

Brokers/Dealers	Value of Trades RM	% of Total Trades %	Fees RM	% of Total Brokerage Fee %
2025				
Public Investment Bank Bhd	5,005,805	28.22	16,538	26.60
Maybank Investment Bank Bhd	2,825,120	15.93	16,798	27.02
Kenanga Investment Bank Bhd	1,884,645	10.63	5,282	8.50
CIMB Securities Sdn Bhd	1,832,818	10.33	8,929	14.36
JPMorgan Securities (Malaysia) Sdn Bhd	1,604,323	9.04	5,299	8.52
CGS International Securities Malaysia Sdn Bhd	1,562,504	8.81	5,170	8.32
Hong Leong Bank Bhd	1,018,796	5.74	-	-
Hong Leong Investment Bank Bhd	505,881	2.85	857	1.38
CIMB Bank Bhd	500,000	2.82	-	-
RHB Investment Bank Bhd	392,036	2.21	1,295	2.08
Others	606,144	3.42	2,004	3.22
	17,738,072	100.00	62,172	100.00
2024				
Maybank Investment Bank Bhd	2,500,880	23.84	5,675	26.79
JPMorgan Securities (Malaysia) Sdn Bhd	2,046,343	19.50	5,882	27.76
RHB Investment Bank Bhd	1,817,074	17.32	1,071	5.06
CIMB Bank Bhd	1,516,873	14.46	-	-
UOB Kay Hian Securities (M) Sdn Bhd	872,826	8.32	2,882	13.60
Public Investment Bank Bhd	578,442	5.51	1,913	9.03
CGS International Securities Malaysia Sdn Bhd (formerly known as CGS CIMB Securities Sdn Bhd)	541,882	5.16	1,872	8.84
CLSA Securities Malaysia Sdn Bhd	316,334	3.02	1,046	4.94
Kenanga Investment Bank Bhd	301,018	2.87	844	3.98
	10,491,672	100.00	21,185	100.00

15 RISK MANAGEMENT POLICIES

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund seeks to preserve capital as well as to provide investors with medium to long-term capital growth by investing in securities that have potential for capital growth. In order to meet its stated investment objectives, the Fund utilises risk management for both defensive and proactive purposes. Rigorous analysis of sources of risk in the portfolio is carried out and the following policies are implemented to provide effective ways to reduce future risk and enhance future returns within the Fund's mandate.

The key risks faced by the Fund are credit risk, liquidity risk, market risk (including interest rate risk and price risk) primarily on its investments and capital risk.

Categories of Financial Instruments

	2025 RM	2024 RM
Financial assets		
Carried at FVTPL:		
Investments	13,814,862	14,951,001
Amortised cost:		
Cash and cash equivalents	2,157,038	383,531
Dividend receivables	29,176	24,381
Financial liabilities		
Amortised cost:		
Amount due to stockbrokers	79,382	-
Other payables and accrued expenses	32,228	33,401

Credit risk management

Credit risk is the risk that the counterparty to a financial instrument will cause a financial loss for the Fund by failing to discharge an obligation. The Fund is exposed to the risk of credit-related losses that can occur as a result of a counterparty or issuer being unable or unwilling to honour its contractual obligations to make timely repayments of interest, principal and proceeds from realisation of investments.

The Manager manages the Fund's credit risk by undertaking credit evaluation and close monitoring of any changes to the issuer/counterparty's credit profile to minimise such risk. It is the Fund's policy to enter into financial instruments with reputable counterparties.

The Fund's maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statement of financial position. None of the Fund's financial assets were past due nor impaired as at 30 June 2025.

The credit risk for cash at bank is considered negligible since the counterparties are reputable banks with high quality external ratings.

The Fund invests only in unquoted fixed income securities of at least investment grade as rated by a credit rating agency at inception. The following table set out the Fund's portfolio of unquoted fixed income securities by rating categories:

Credit Rating	Fair Value RM	As a % of unquoted fixed income securities %	As a % of NAV %
2025			
Unquoted Fixed Income Securities			
AAA	505,838	7.48	3.18
AAA IS	1,584,254	23.41	9.97
AA1	1,037,582	15.33	6.53
AA1 (S)	1,033,277	15.27	6.50
AA- IS	1,601,214	23.67	10.08
NR (LT)	1,004,283	14.84	6.32
	<u>6,766,448</u>	<u>100.00</u>	<u>42.58</u>

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Credit Rating	Fair Value RM	As a % of unquoted fixed income securities %	As a % of NAV %
2024			
Unquoted Fixed Income Securities			
AAA IS	1,572,956	21.81	10.27
AA1	1,527,799	21.19	9.97
AA1 (S)	1,025,621	14.22	6.69
AA- IS	1,606,656	22.28	10.48
A IS	201,408	2.79	1.31
MARC-1	297,176	4.12	1.94
NR (LT)	980,115	13.59	6.40
	<u>7,211,731</u>	<u>100.00</u>	<u>47.06</u>

The following table set out the Fund's portfolio of investments by industry:

	Short-term deposits RM	Quoted equity securities RM	Unquoted fixed income securities RM	Collective investment schemes RM	Unquoted equity securities RM
2025					
Industry					
Civil/Engineering	-	-	1,044,901	-	-
Construction	-	758,779	2,642,813	-	-
Consumer products & services	-	534,440	-	-	-
Energy	-	149,600	-	-	-
Finance, insurance, real estate and business services	2,155,230	1,094,120	2,041,152	3,431,538	-
Industrial products & services	-	452,647	-	-	-
Power & electricity	-	-	1,037,582	-	-
Property	-	83,300	-	-	-
Technology	-	543,990	-	-	-
	<u>2,155,230</u>	<u>3,616,876</u>	<u>6,766,448</u>	<u>3,431,538</u>	<u>-</u>

2024					
Industry					
Civil/Engineering	-	-	1,034,717	-	-
Construction and property development	-	1,163,900	2,627,583	-	1,500,000
Consumer products & services	-	894,900	-	-	-
Energy	-	430,200	-	-	-
Finance, insurance and business services	382,448	583,440	3,549,431	2,230,400	-
Plantation	-	288,000	-	-	-
Technology	-	175,750	-	-	-
Telecommunications and media	-	141,960	-	-	-
Utilities	-	330,720	-	-	-
	<u>382,448</u>	<u>4,008,870</u>	<u>7,211,731</u>	<u>2,230,400</u>	<u>1,500,000</u>

Liquidity risk management

Liquidity risk is defined as the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Exposure to liquidity risk arises because of the possibility that the Fund could be required to pay its liabilities or redeem its units earlier than expected. The Fund manages its liquidity risk by investing predominantly in securities that it expects to be able of being converted into cash with 7 days.

All financial liabilities are repayable on demand or due within 1 year from the date of the statement of financial position.

Market risk management

This is a class of risk that inherently exists in an economy and cannot be avoided by any business or Fund. It is usually due to changes in market variables such as interest rates and market prices.

During the financial year, as the Fund invests in quoted equity securities, unquoted fixed income securities and collective investment schemes, the performance of the Fund might go up or down in accordance with the prevailing market risk in Malaysia.

Interest rate risk management

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rate. The Fund is not exposed to interest rate risk through the impact of market interest rate changes as the interest rates on unquoted fixed income securities and preference shares are fixed on the inception. The Fund's short-term deposits and cash at banks earn interest at floating rates but is not exposed to any significant interest rate risk as the floating rates, represented by overnight cash rates, do not fluctuate significantly year-on-year.

The Fund is exposed to risk of fluctuation in fair value of financial assets as a result of change in the market interest rate. The valuation for financial assets at FVTPL move inversely to the market interest rate movements. As the market interest rate rise, the fair value of financial assets at FVTPL decrease and vice versa.

Price risk management

Price risk is the risk of unfavourable changes in the fair value of quoted equity securities, unquoted fixed income securities, collective investment schemes and unquoted equity securities as the result of changes in the levels of the equity indices and the value of the individual securities. The price risk exposure arises from the Fund's investment in quoted equity securities, unquoted fixed income securities, collective investment schemes and unquoted equity securities. The Manager manages the unfavourable changes in prices by continuous monitoring of the performance and risk profile of the investment portfolio.

Price risk sensitivity

The Manager's best estimate of the effect on the income for the year due to a reasonably possible change in price, with all other variables held constant is indicated in the table below:

	Changes in price %	Effect on profit or loss Increase/(Decrease) RM
2025		
Investments	+5/-5%	<u>690,743/(690,743)</u>
2024		
Investments	+5/-5%	<u>747,550/(747,550)</u>

Capital risk management

The capital of the Fund is represented by equity consisting of unitholders' capital and retained earnings. The amount of equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unitholders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

16 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions.

For quoted equity securities in general, fair values have been estimated by reference to last done market price quoted on Bursa Malaysia at end of the reporting year.

Unquoted fixed income securities are valued using fair value prices quoted by Bond Pricing Agency Malaysia ("BPAM"). When no market price is available or during abnormal market or when the Manager is of the view that the price quoted by BPAM for a specific bond differs from the market price by more than 20 basis points, the Manager will separately assess the security to determine the price valuation, and the Manager will record the valuation basis and obtain the necessary internal approvals for using the non-BPAM price.

The fair value of the collective investment schemes is determined based on Net Asset Value ("NAV") per unit of such collective investment schemes as at the end of the reporting year.

The fair value of preference shares which is not quoted in an active market may be determined by the Fund using reputable pricing sources (such as pricing agencies) or indicative prices from bond/debt market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. The Fund would exercise judgement and estimates on the quantity and quality of pricing sources used. Where no market data is available, the Fund may value positions using its own models, which are usually based on valuation methods and techniques generally recognised as standard within the industry. The inputs into these models are primarily earning multiples and discounted cash flows. The models used to determine fair values are validated and periodically reviewed by experienced personnel, independent of the party that created them. The models used for the preference shares are based on net present value of estimated future cash flows, adjusted as appropriate for liquidity, and credit and market risk factors.

For deposits and placements with financial institutions with maturities of less than twelve months, the carrying value is a reasonable estimate of fair value.

The carrying amounts of other financial assets and financial liabilities approximate their fair values due to short maturity of these instruments.

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2025				
Financial assets at FVTPL				
Quoted equity securities	3,616,876	-	-	3,616,876
Unquoted fixed income securities	-	6,766,448	-	6,766,448
Collective investment schemes	-	3,431,538	-	3,431,538

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	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2024				
Financial assets at FVTPL				
Quoted equity securities	4,008,870	-	-	4,008,870
Unquoted fixed income securities	-	7,211,731	-	7,211,731
Collective investment schemes	-	2,230,400	-	2,230,400
Unquoted equity securities	-	-	1,500,000	1,500,000

There is no transfer between Levels 1, 2 and 3 during the financial year.

The following table shows the valuation technique used in the determination of fair values within Level 3, as well as key observable input used in valuation model:

Instrument	Description of valuation technique and inputs used	Significant unobservable input	Relationship and sensitivity of unobservable inputs to fair value
Preference shares	Discounted cash flows method was used to capture the present value of the expected future economic benefits to derived from the ownership of the investees.	Discount rate: Nil (2024: 6.19%)	An increase in the future cash flows would result in an increase in fair value, and vice versa. An increase in discount rate would result in decrease in fair value, and vice versa.

APPENDIX 1 - List of changes for Areca enhancedINCOME Fund

Section	Master Prospectus dated 19 December 2022	First Supplemental Master Prospectus dated 01 July 2025	Remarks
INVESTMENT STRATEGIES OF THE MANAGER	Trading Frequency The Funds may engage in trading activities when opportunities arise. Opportunities would include but not limited to arbitrage situations, discrepancies in valuation, expected liquidity surges and thematic plays. Such transaction will be reviewed and monitored by the person(s) or members undertaking the oversight function of the Funds on a monthly basis.	Trading Frequency The Funds may engage in trading activities when opportunities arise. Opportunities would include but not limited to arbitrage situations, discrepancies in valuation, expected liquidity surges and thematic plays. Such transaction will be reviewed and monitored by the person(s) or members <u>of a committee</u> undertaking the oversight function of the Funds on a monthly basis.	The information on Investment Strategies of the Manager has been amended.
RISK MANAGEMENT	We adopt various risks management strategies such as asset allocation, diversification, liquidity management and short-term defensive strategy to mitigate and diversify the inherent risks associated to the Funds. Generally, the broad asset allocations and the respective investment restrictions of the Funds are monitored regularly by the compliance department who reports monthly to the person(s) or members undertaking the oversight function of the Funds.	We adopt various risks management strategies such as asset allocation, diversification, liquidity management and short-term defensive strategy to mitigate and diversify the inherent risks associated to the Funds. Generally, the broad asset allocations and the respective investment restrictions of the Funds are monitored regularly by the compliance department who reports monthly to the person(s) or members <u>of a committee</u> undertaking the oversight function of the Funds.	The information on Risk Management has been amended.
TEMPORARY DEFENSIVE POSITION	In general, the temporary defensive positions shall be taken for a period of not more than 6 months with prior approval from the person(s) or members undertaking the oversight function of the Funds. However, the position could be held for a longer period with the approval from the person(s) or members undertaking the oversight function of the Funds during prolonged adverse market conditions. We will re-align the Funds to their principal investment strategies when market conditions turn for the better.	In general, the temporary defensive positions shall be taken for a period of not more than 6 months with prior approval from the person(s) or members undertaking the oversight function of the Funds. However, the position could be held for a longer period with the approval from the person(s) or members <u>of a committee</u> undertaking the oversight function of the Funds during prolonged adverse market conditions. We will re-align the Funds to their principal investment strategies when market conditions turn for the better.	The information on Temporary Defensive Position has been amended.
CROSS TRADE POLICY	The Manager may undertake cross trades, i.e. sale and purchase transactions between funds or portfolios under the management of the Manager where the:- iv. the policies and procedures governing cross-trades have been approved by the person(s) or members undertaking the oversight function of the Fund; and v. transactions will be reported to the Trustee and the person(s) or members undertaking the oversight function of the Fund.	The Manager may undertake cross trades, i.e. sale and purchase transactions between funds or portfolios under the management of the Manager where the:- iv. the policies and procedures governing cross-trades have been approved by the person(s) or members <u>of a committee</u> undertaking the oversight function of the Fund; and v. transactions will be reported to the Trustee and the person(s) or members <u>of a committee</u> undertaking the oversight function of the Fund.	The information on Cross Trade Policy has been amended.
FEES, CHARGES AND EXPENSES	For lump sum cash investment, you may apply to the Manager to choose to pay the entry fee either by upfront payment or deferred payment subject to the Manager's acceptance. For deferred payment, the entry fee will be debited from your account within six (6) months in the form of Units. Debiting will be done on every 15th of the next calendar quarter (i.e. 15/3, 15/6 15/9, 15/12) until the said entry fee is fully deducted. If the investment is redeemed before the entry fee is fully deducted, the balance of chargeable entry fee will be debited upon exit/Redemption.		This information has been deleted
THE MANAGER: ARECA CAPITAL SDN BHD	Board of Directors of Areca Capital Sdn Bhd ("Board") Our Board of directors plays an active part in the affairs of Areca and the funds under our management. The Board meets at least once every quarter to receive recommendations and reports on investment activities from the person(s) or members undertaking the oversight function of the funds and the senior representatives of Areca. Information on the Board of directors can be found at http://www.arecacapital.com/Board+of+Directors_5_1.htm . Fund Management Function Our Fund Managers are authorized to manage the Funds in accordance with their respective investment objectives. This is subject to the requirements of this Master Prospectus, the Deeds, the Guidelines, CMSA, acceptable and efficacious business practice within the unit trust industry and the policies and internal controls of Areca. The Fund Manager will report to the person(s) or members undertaking the oversight function of the Funds and will implement the investment strategies selected by the person(s) or members undertaking the oversight function of the Funds.	Board of Directors of Areca Capital Sdn Bhd ("Board") Our Board of directors plays an active part in the affairs of Areca and the funds under our management. The Board meets at least once every quarter to receive recommendations and reports on investment activities from the person(s) or members <u>of a committee</u> undertaking the oversight function of the funds and the senior representatives of Areca. Information on the Board of directors can be found at http://www.arecacapital.com/Board+of+Directors_5_1.htm . Fund Management Function Our Fund Managers are authorized to manage the Funds in accordance with their respective investment objectives. This is subject to the requirements of this Master Prospectus, the Deeds, the Guidelines, CMSA, acceptable and efficacious business practice within the unit trust industry and the policies and internal controls of Areca. The Fund Manager will report to the person(s) or members undertaking the oversight function of the Funds and will implement the investment strategies selected by the person(s) or members <u>of a committee</u> undertaking the oversight function of the Funds	The following information has been amended.

Section	Master Prospectus dated 19 December 2022	First Supplemental Master Prospectus dated 01 July 2025	Remarks
PERMITTED EXPENSES PAYABLE OUT OF THE FUND'S PROPERTY	Only the expenses (or part thereof) which are directly related and necessary in operating and administering the Fund may be charged to the Fund. These would include (but are not limited to) the following: m) remuneration and out of pocket expenses of the person(s) or members undertaking the oversight function of the Fund, unless the Manager decides otherwise;	Only the expenses (or part thereof) which are directly related and necessary in operating and administering the Fund may be charged to the Fund. These would include (but are not limited to) the following: m) remuneration and out of pocket expenses of the person(s) or members of a <u>committee</u> undertaking the oversight function of the Fund, unless the Manager decides otherwise;	The information on Permitted Expenses Payable out of the Fund's Property has been amended.
ADDITIONAL INFORMATION	CONSENT <ul style="list-style-type: none"> The Trustee, the Trustee's delegate and UOBAM(M)'s have given their consent for the inclusion of their names and statements in the form and context in which they appear in this Prospectus and have not withdrawn such consent. 	CONSENT <ul style="list-style-type: none"> The Trustee and the Trustee's delegate have given their consent for the inclusion of their names and statements in the form and context in which they appear in this <u>Master</u> Prospectus and have not withdrawn such consent. 	The information on first paragraph of consent has been amended.
DIRECTORY	Ipoh 11A, (First Floor) Persiaran Greentown 5 Greentown Business Centre 30450 Ipoh, Perak. Tel: 605-249 6697 Fax : 605-249-6696 Johor Bahru No. 105, Jalan Meranti Taman Melodies 80250 Johor Bahru Tel : 607-336 3689 Kota Kinabalu Unit 5-1-8, 1st Floor Lorong Api-Api Centre 88000 Kota Kinabalu, Sabah Tel: 088-276 757	Ipoh No. <u>11</u> , Persiaran Greentown 5, Greentown Business Centre, 30450 Ipoh, Perak. Tel: 605-249 6697 Johor Bahru No. 105, Jalan Meranti <u>Merah</u> Taman Melodies 80250 Johor Bahru Tel: 607-336 3689 Kota Kinabalu Unit 5-1-8, 1st Floor Lorong <u>Api-Api 1</u> , Api-Api Centre, 88000 Kota Kinabalu, Sabah Tel: 088-276 757	The information on directory has been amended.



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