

Annual Report July 2026

For the Year Ended 31 July 2026

Areca USD Dynamic Assets Fund

Management Company



200601021087(740840-D)

ANNUAL REPORT JULY 2026

✧ ARECA USD DYNAMIC ASSETS 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)

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)
22nd Floor, Tower 1, Etiqa Twin Towers
11 Jalan Pinang
50450 Kuala Lumpur
Tel: 603- 2177 5999, Fax: 603-2177 5974

AUDITOR

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

TAX ADVISER

PricewaterhouseCoopers Taxation Services
Sdn Bhd (464731-M)
Level 10, Menara TH 1 Sentral
Jalan Rakyat, Kuala Lumpur Sentral
P O Box 10192
50706 Kuala Lumpur
Tel: 603-2173 1188, Fax: 603-2173 1288

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

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ARECA USD DYNAMIC ASSETS FUND

FUND INFORMATION

Name of the Fund	Areca USD Dynamic Assets Fund
Fund Category/ Type	Mixed Assets/Growth
Objective of the Fund	The Fund aims to provide Medium to Long Term capital growth to investors through investments in a diversified portfolio of mixed assets.
Performance Benchmark	Absolute return of 6% per annum
Distribution Policy of the Fund	Incidental, subject to the availability of distributable income.
Rebates & Soft Commissions	During the year under review, the Manager has received soft commissions from brokers and dealers by virtue of transactions conducted for the Fund and other funds managed by the Manager. The soft commissions were received in the form of goods and services, including financial data provider services such as access to the Bloomberg terminal, securities price quotations, fund performance benchmarks, and investment research. These goods and services are utilised to assist the Manager in the investment decision-making process and are of demonstrable benefit to the unitholders of the Fund. The Manager confirms that the soft commissions were accepted in compliance with the relevant regulatory requirements, that there was no churning of trades, and that all transactions were executed on terms most favourable to the Fund.
Inception Date	23 December 2021
Financial Year End	31 July

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ARECA USD DYNAMIC ASSETS FUND

FUND PERFORMANCE

	2026	2025	2024
NET ASSET VALUE ("NAV")			
Net Asset Value (USD million)			
- MYR Class	1.29	0.90	0.87
- SGD Class	0.001	0.001	0.001
- USD Class	0.001	0.001	0.001
Units in circulation (million units)			
- MYR Class	4.05	2.82	2.91
- SGD Class	0.001	0.001	0.001
- USD Class	0.001	0.001	0.001
NAV per unit			
- MYR Class (RM)	1.3021	1.3668	1.3678
- SGD Class (SGD)	1.0000	1.0000	1.0000
- USD Class (USD)	1.0000	1.0000	1.0000

HIGHEST & LOWEST NAV per unit

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

Highest NAV per unit			
- MYR Class (RM)	1.4959	1.4166	1.4597
- SGD Class (SGD)	1.0000	1.0000	1.0000
- USD Class (USD)	1.0000	1.0000	1.1506
Lowest NAV per unit			
- MYR Class (RM)	1.2737	1.2122	1.1584
- SGD Class (SGD)	1.0000	1.0000	1.0000
- USD Class (USD)	1.0000	1.0000	1.0000

ASSET ALLOCATION % of NAV

Quoted debt securities - foreign

Exchange Traded Commodity	8.32	-	-
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Quoted collective investment schemes - foreign

Exchange Traded Fund	87.25	55.15	59.36
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Liquid assets and other net current assets	4.43	44.85	40.64
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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) (%)	2.62	2.63	4.40
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*Please refer to **Note 2** for further information*

Portfolio turnover ratio (PTR) (times)	1.40	0.25	0.54
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*Please refer to **Note 3** for further information*

TOTAL RETURN

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

MYR Class

Total Return (%)	(4.73)	(0.07)	13.03
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- Capital growth (%)	(4.73)	(0.07)	13.03
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- Income distribution (%)	-	-	-
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ARECA USD DYNAMIC ASSETS FUND

FUND PERFORMANCE

	2026	2025	2024
TOTAL RETURN			
<i>Please refer to Note 4 for further information</i>			
SGD Class			
Total Return (%)	-	-	-
- Capital growth (%)	-	-	-
- Income distribution (%)	-	-	-
USD Class			
Total Return (%)	-	-	(13.19)
- Capital growth (%)	-	-	(13.19)
- Income distribution (%)	-	-	-

	2026	2025	2024	2023	23.12.2021 (launch date) to 31.07.2022
MYR Class					
Annual Total Return (%)	(4.73)	(0.07)	13.03	21.01	-
Performance Benchmark (%):					
Absolute return of 6% per annum	6.00	6.00	6.00	6.00	3.57*
<i>* Annualised for comparison purpose only</i>					
SGD Class					
Annual Total Return (%)	-	-	-	-	-
Performance Benchmark (%):					
Absolute return of 6% per annum	6.00	6.00	6.00	6.00	3.57*
<i>* Annualised for comparison purpose only</i>					
USD Class					
Annual Total Return (%)	-	-	(13.19)	15.19	-
Performance Benchmark (%):					
Absolute return of 6% per annum	6.00	6.00	6.00	6.00	3.57*
<i>* Annualised for comparison purpose only</i>					

	2026	2025	2024
Total Return since launch (%)			
- MYR Class	30.21	36.68	36.78
- SGD Class	-	-	-
- USD Class	-	-	-

	1-yr	3-yrs	5-yrs
Average Total Return per annum (%)			
- MYR Class	(4.73)	2.53	N/A
- SGD Class	-	-	N/A
- USD Class	-	(4.40)	N/A

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ARECA USD DYNAMIC ASSETS FUND

NOTES:

Note 1: *Selling of units by the Management Company (i.e. when you purchase units and invest 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

During the year under review, the Fund registered a total return of -4.73% for the MYR Class, while the USD and SGD Classes recorded nil returns, underperforming its absolute return benchmark of 6.00% per annum. The underperformance was primarily attributable to volatility across commodity and resource-related markets, following the Fund's repositioning towards the Inflation Hedging theme. The MYR Class was further affected by the depreciation of the United States Dollar ("USD") against the Malaysian Ringgit ("MYR"), which contributed to the divergence in performance between the MYR Class and the USD and SGD Classes.

The Fund remains fully invested in Exchange-Traded Funds with diversified exposure to inflation-sensitive assets, including precious metals, energy, materials, agriculture and inflation-linked bonds. During the year, performance was mixed across these asset classes, with gains in selected commodity exposures offset by weaker performance in parts of the precious metals and resource equity markets.

Looking ahead, the Manager will maintain its focus on the Inflation Hedging theme, given continued uncertainty surrounding global growth, inflation and monetary policy. The Fund will continue to seek opportunities across inflation-sensitive assets while maintaining a diversified approach to capture potential upside and provide resilience against persistent inflationary pressures.

Since launch, the Fund has generated a total return of 30.21% for the MYR Class, compared with a benchmark return of 30.76% over the same period.

Investment Policy and Strategy

The Fund aims to provide investors with capital growth over the Medium to Long Term through a diversified portfolio of investments in Malaysian equities, global CIS which includes exchange-traded-funds ("ETFs") which is traded on eligible market for both local and foreign and liquid assets.

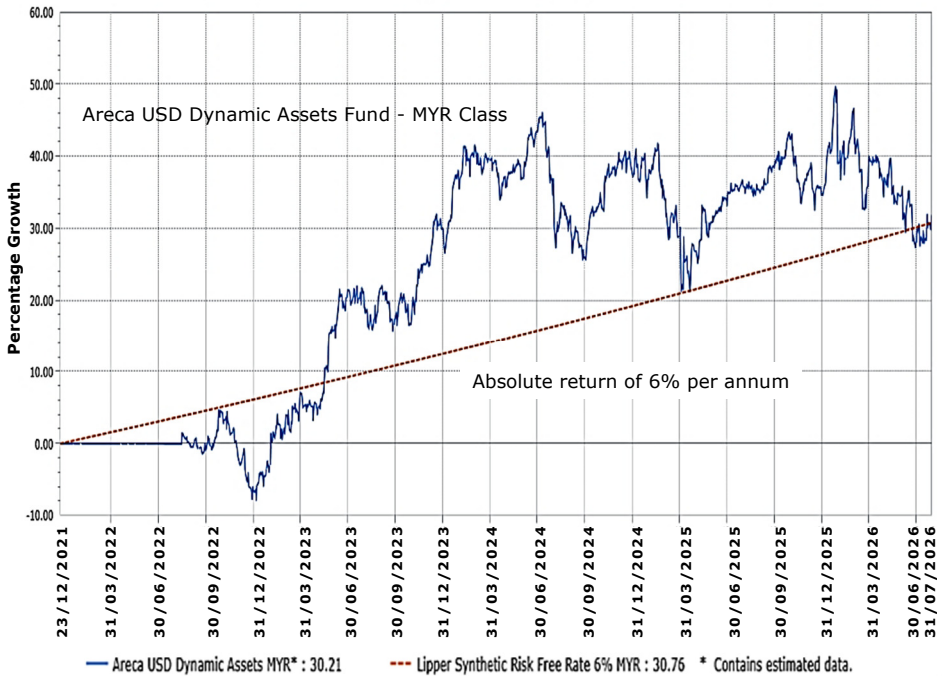
The Fund will invest in securities issued by companies that exhibit good management track record, a history of Long-Term profitability and earning resilience, a strong balance sheet and/or have a good competitive position in their respective industries. The Manager will adopt an active trading strategy with frequency that will depend on the market conditions and the market outlook.

	MYR Class	SGD Class	USD Class
NAV per unit as at 31 July 2026	RM1.3021	SGD1.0000	USD1.0000
Asset Allocation/Portfolio Composition	2026	2025	2024
Quoted debt securities - foreign	8.32%	-	-
Quoted collective investment schemes - foreign	87.25%	55.15%	59.36%
Liquid assets and other net current assets	4.43%	44.85%	40.64%

FUND REVIEW

Performance of Areca USD Dynamic Assets Fund - MYR Class for the period since inception to 31 July 2026

Total Return of Areca USD Dynamic Assets Fund (MYR) vs Benchmark

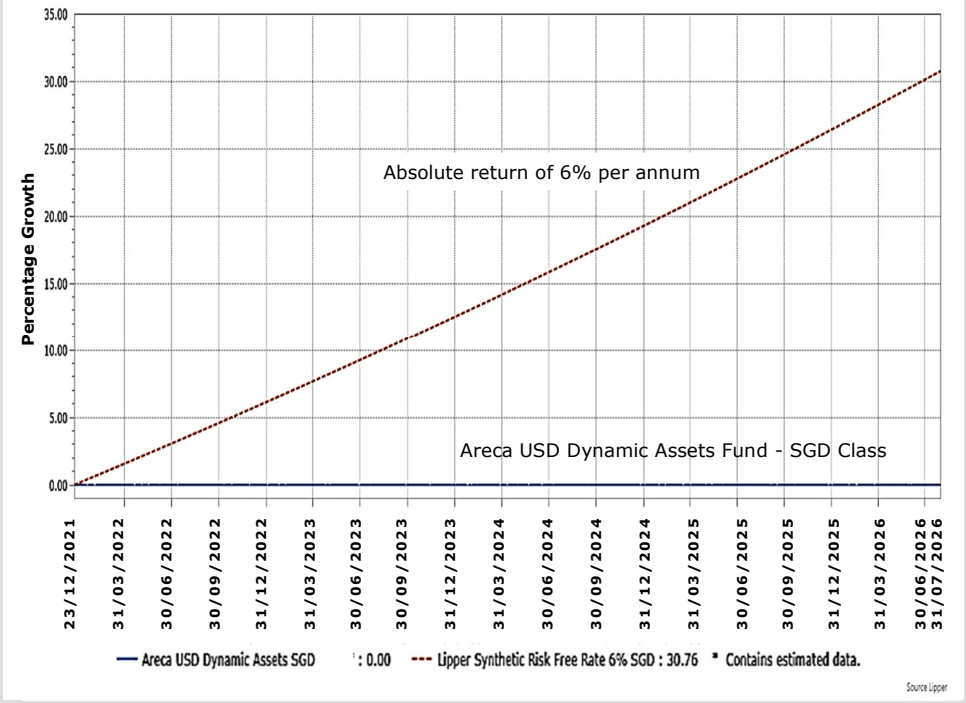


Source Lipper

FUND REVIEW

Performance of Areca USD Dynamic Assets Fund - SGD Class
for the period since inception to 31 July 2026

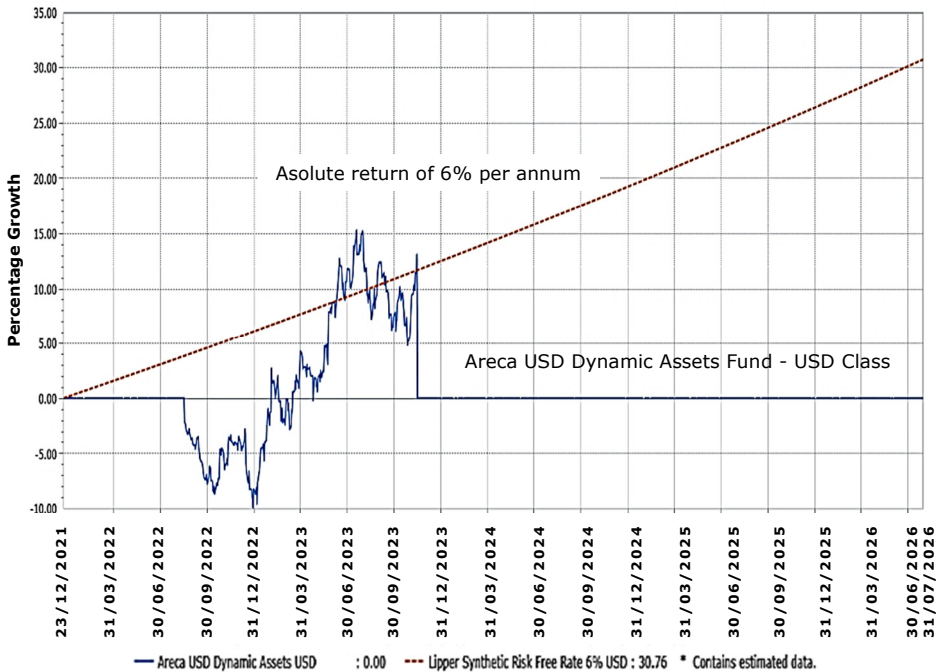
Total Return of Areca USD Dynamic Assets Fund (SGD) vs Benchmark



FUND REVIEW

Performance of Areca USD Dynamic Assets Fund - USD Class for the period since inception to 31 July 2026

Total Return of Areca USD Dynamic Assets Fund (USD) vs Benchmark



UNITED STATES EQUITY MARKET REVIEW

During the period under review, the Dow Jones Industrial Average, which is the barometer of the United States ("US") equity market gained 18.90% to 52,485 points. Similarly, the Standard & Poor's 500 ("S&P 500") rose by 18.20% to 7,490 points while Nasdaq Composite ("NASDAQ") surged by 20.10% to 25,374 points.

Major US equity benchmarks delivered strong gains over the period, underpinned by resilient economic growth, robust corporate earnings, and a shift toward a more accommodative Federal Reserve ("Fed"). The S&P 500 and NASDAQ both notched a string of record highs.

Sentiment through late 2025 was shaped by the Fed's return to easing, cutting rates in September, October, and December to a target range of 3.50% - 3.75%. Volatility resurfaced sharply in early 2026 as the onset of the US-Iran conflict and closure of the Strait of Hormuz drove a spike in oil prices. Equities staged a swift recovery once a ceasefire was reached in April, with strong earnings delivery and continued Artificial Intelligence ("AI")-driven enthusiasm propelling the index back to fresh record highs, before a further peace agreement in June briefly cemented the rally.

Volatility resurfaced towards end of the period as renewed US-Iran hostilities reignited oil-driven risk-off moves, while growing investor scrutiny over hyperscaler AI capex spending triggered a sharp semiconductor-led selloff. Sentiment weakened further when the Fed, under newly installed Chair Kevin Warsh, held rates steady at its first meeting. AI disruption narratives added to the turbulence, with market reaction to Anthropic's Claude Cowork weighing on select software and cybersecurity names.

In commodities, Brent crude surged 29.40% to \$87.9/barrel amid escalating geopolitical tensions. Conversely, gold prices surged by 22.60% to \$4,107/oz supported by sustained safe-haven demand and central bank accumulation amid heightened geopolitical uncertainty. Meanwhile, the Dollar Index declined 0.10% to 99.9. Sector-wise, technology and financials were the standout performers over the period, while real estate and utilities lagged amid a higher-for-longer rate environment.

UNITED STATES EQUITY MARKET OUTLOOK

US equities closed a volatile July with the major indices diverging sharply. The Dow Jones Industrial Average edged up 0.30% to 52,485.03, its fourth consecutive monthly gain, while the S&P 500 slipped 0.10% to 7,489.72. The NASDAQ fell 3.20% for the month, and the more concentrated NASDAQ-100 declined nearly 7.00%, its steepest monthly drop since March 2025, as a broad rotation out of AI and semiconductor names took hold. The divergence reflects where investor anxiety was concentrated: mega-cap technology and chip stocks bore the brunt of profit-taking on doubts over whether surging AI capital expenditure will generate adequate returns, while financials and value-oriented names, along with a late-month rebound in select mega-caps after Microsoft's Azure business and Amazon's cloud unit both beat expectations, cushioned the broader indices.

The principal catalyst for the month's volatility was the collapse of the fragile 17 June ceasefire between the US and Iran. Hostilities resumed in early July, with Yemen's Houthis becoming more directly involved and Saudi forces joining US operations against Iran-backed groups in Iraq. Renewed attacks in and around the Strait of Hormuz forced tankers to turn around or alter course, though shipping traffic through the waterway has continued at a reduced pace rather than halting outright. Brent crude rose more than 20.00% during the month to above USD88 per barrel by month-end, reversing what had been a return to pre-war price levels as recently as early July. Declining US crude inventories and a separate Ukrainian strike on a Russian refinery added further support to prices.

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Against this backdrop, the Fed held its benchmark rate steady at 3.50% - 3.75% at its 28 - 29 July meeting, the fifth consecutive hold. Unlike June's unanimous decision, three regional Fed presidents, Hammack, Kashkari, and Logan, dissented in favour of a hike, reflecting mounting concern that the renewed energy shock threatens to reverse the disinflation seen in the June Consumer Price Index report, which showed headline inflation cooling to 3.50% and core inflation easing to 2.60% on the back of the now-reversed drop in gasoline prices. Chair Kevin Warsh reiterated his commitment to "deliver price stability," but bond markets responded with evident skepticism: the 10-year Treasury yield rose above 4.70% and the 30-year climbed past 5.25%, its highest level since 2007, as CME FedWatch data showed markets pricing a 61.00% probability of a rate hike at the September meeting.

The combination of a renewed energy shock, a hawkish repricing of the rate path, and unresolved questions over AI-related capital spending returns leaves the market in a more fragile position than the strong first-half rally suggested. US equity valuations remain elevated on a historical basis, and with long-end yields now moving higher for reasons tied to inflation credibility rather than growth optimism, we would expect volatility to stay elevated into the September Federal Open Market Committee meeting.

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.

TRUSTEE'S REPORT

To the Unitholders of Areca USD Dynamic Assets Fund ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 July 2026 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
30 September 2026

STATEMENT BY MANAGER

To the Unitholders of Areca USD Dynamic Assets Fund

We, **WONG TECK MENG** and **DR. JUNID SAHAM**, 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 31 July 2026 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

DR. JUNID SAHAM
INDEPENDENT NON-EXECUTIVE DIRECTOR

Kuala Lumpur
30 September 2026

**INDEPENDENT AUDITORS' REPORT
TO THE UNITHOLDERS OF ARECA USD DYNAMIC ASSETS FUND**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **ARECA USD DYNAMIC ASSETS FUND** ("the Fund"), which comprise the statement of financial position as at 31 July 2026, 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 17 to 36.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 July 2026, 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"), as applicable to audits of financial statements of public interest entities 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 MALAYSIA PLT (LLP0010145-LCA)
Chartered Accountants (AF 0080)

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

30 September 2026

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ARECA USD DYNAMIC ASSETS FUND

STATEMENT OF FINANCIAL POSITION

As At 31 July 2026

	Note	2026 USD	2025 USD
Unitholders' Fund			
Unitholders' capital		1,263,714	805,505
Distributable reserve		129,309	-
Unrealised reserve		(99,248)	99,453
Net Asset Value Attributable To Unitholders		1,293,775	904,958
Assets			
Investments	5	1,236,404	499,071
Cash and cash equivalents	6	64,802	411,767
Total Assets		1,301,206	910,838
Liabilities			
Amount due to Manager - others		404	-
Other payables and accrued expenses	7	7,027	5,880
Total Liabilities		7,431	5,880
Net Asset Value Attributable To Unitholders		1,293,775	904,958
Net Asset Value Attributable To Unitholders			
- MYR Class		1,291,996	903,187
- SGD Class		779	771
- USD Class		1,000	1,000
		1,293,775	904,958
Number Of Units In Circulation			
- MYR Class (Units)	8	4,049,261	2,815,635
- SGD Class (Units)	8	1,000	1,000
- USD Class (Units)	8	1,000	1,000
Net Asset Value Per Unit			
- MYR Class (USD)		0.3189	0.3208
- SGD Class (USD)		0.7789	0.7708
- USD Class (USD)		1.0000	1.0000
Net Asset Value Per Unit In Respective Currencies			
- MYR Class (RM)		1.3021	1.3668
- SGD Class (SGD)		1.0000	1.0000
- USD Class (USD)		1.0000	1.0000

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

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ARECA USD DYNAMIC ASSETS FUND

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For The Financial Year Ended 31 July 2026

	Note	2026 USD	2025 USD
Investments (Loss)/Income			
Dividend income		7,407	6,094
Interest income		7,551	12,728
Net (loss)/gain on investments at fair value through profit or loss ("FVTPL")	5	(40,983)	63,373
Net (loss)/gain on foreign exchange		(10,903)	6,301
Total Investments (Loss)/Income		<u>(36,928)</u>	<u>88,496</u>
Expenditure			
Management fee	9	(16,828)	(13,124)
Trustee's fee	10	(1,475)	(1,404)
Audit fee		(3,077)	(2,738)
Tax agent's fee		(1,406)	(1,161)
Transaction costs		(1,071)	(184)
Other expenses		(8,607)	(5,823)
Total Expenditure		<u>(32,464)</u>	<u>(24,434)</u>
Net (Loss)/Income Before Taxation		(69,392)	64,062
Taxation	11	-	-
Net (Loss)/Income After Taxation And Total Comprehensive (Loss)/Income For The Financial Year		<u>(69,392)</u>	<u>64,062</u>
Net (Loss)/Income After Taxation Is Made Up Of:			
Realised gain		129,309	30,286
Unrealised (loss)/gain		(198,701)	33,776
		<u>(69,392)</u>	<u>64,062</u>

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

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STATEMENT OF CHANGES IN NET ASSET VALUE

For The Financial Year Ended 31 July 2026

	Unitholders' capital USD	Distributable reserve USD	Unrealised reserve USD	Total net asset value USD
Balance as at 1 August 2024	823,316	(19,277)	65,677	869,716
Amounts received from units created				
- MYR Class	33,850	-	-	33,850
Amounts paid for units cancelled				
- MYR Class	(62,670)	-	-	(62,670)
Total comprehensive income for the financial year	-	30,286	33,776	64,062
Reclassification of distributable reserve to unitholders' capital	11,009	(11,009)	-	-
Balance as at 31 July 2025 (Represented)	<u>805,505</u>	<u>-</u>	<u>99,453</u>	<u>904,958</u>
Balance as at 1 August 2025	805,505	-	99,453	904,958
Amounts received from units created				
- MYR Class	666,867	-	-	666,867
Amounts paid for units cancelled				
- MYR Class	(208,658)	-	-	(208,658)
Total comprehensive loss for the financial year	-	129,309	(198,701)	(69,392)
Balance as at 31 July 2026	<u>1,263,714</u>	<u>129,309</u>	<u>(99,248)</u>	<u>1,293,775</u>

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

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STATEMENT OF CASH FLOWS

For The Financial Year Ended 31 July 2026

	Note	2026 USD	2025 USD
Cash Flows From/(Used In) Operating Activities			
Proceeds from disposal of investments		1,180,084	257,563
Purchase of investments		(1,958,400)	(177,027)
Dividend income received		5,382	4,818
Interest received		7,551	12,728
Management fee paid		(16,339)	(12,759)
Trustee's fee paid		(1,522)	(1,604)
Transaction costs paid		(1,071)	(184)
Payment for other fees and expenses		(12,418)	(8,291)
Net Cash (Used In)/From Operating Activities		<u>(796,733)</u>	<u>75,244</u>
Cash Flows From/(Used In) Financing Activities			
Cash proceeds from units created		666,867	295,090
Payment for cancellation of units		(208,658)	(62,670)
Net Cash From Financing Activities		<u>458,209</u>	<u>232,420</u>
Net (Decrease)/Increase In Cash And Cash Equivalents		(338,524)	307,664
Effects Of Foreign Currency Exchange		(8,441)	6,301
Cash And Cash Equivalents At Beginning Of Year		411,767	97,802
Cash And Cash Equivalents At End Of Year		<u>64,802</u>	<u>411,767</u>
Cash And Cash Equivalents Comprise:			
Cash at banks	6	2,657	29,173
Short-term deposits	6	62,145	382,594
		<u>64,802</u>	<u>411,767</u>

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

NOTES TO THE FINANCIAL STATEMENTS

1 GENERAL INFORMATION

Areca USD Dynamic Assets Fund ("the Fund") was established pursuant to the Trust Deed dated 10 March 2020, as modified by the First Supplemental Deed dated 25 July 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 listed and unlisted securities, deposits with financial institutions, derivatives such as futures contracts for hedging purposes only, debentures (including bonds, sukus and instruments that function similar of a debt), collective investment schemes, preference shares and any other form of investment as may be agreed upon by the Manager and the Trustee from time to time. The Fund was launched on 23 December 2021 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 medium to long term capital growth to investors through investments in a diversified portfolio of mixed assets. Any material changes to the Fund's objective 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 30 September 2026.

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 August 2025:

Amendments to MFRS 121 *The Effects of Changes in Foreign Exchange Rates* titled *Lack of Exchangeability*

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: Amendments to the Classification and Measurement of Financial Instruments</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.

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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 United States Dollar ("USD"), which is also the Fund's functional currency.

Foreign Currency Translation

Foreign currency transactions in the Fund are accounted for at exchange rates prevailing at the transaction dates. Foreign currency monetary assets and liabilities are translated at exchange rates prevailing as at the date of the statement of financial position. Exchange differences arising from the settlement of foreign currency transactions and from the translation of foreign currency monetary assets and liabilities are included in the statement of comprehensive income.

Translation differences on non-monetary financial assets such as foreign quoted debt securities and quoted collective investment schemes classified as investments at fair value through profit and loss are recognised in profit or loss as part of the fair value gain or loss.

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 debt securities and quoted collective investment schemes are classified as FVTPL and valued at the last done market price quoted on London Stock Exchange, New York Stock Exchange and NASDAQ at the end of the reporting year.

Gains or losses arising from the changes in the fair value 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.

5 INVESTMENTS

	2026 USD	2025 USD
Financial assets at FVTPL:		
Quoted debt securities - foreign	107,563	-
Quoted collective investment schemes - foreign	1,128,841	499,071
	<u>1,236,404</u>	<u>499,071</u>
 Net (loss)/gain on investments at FVTPL comprise:		
Realised gain on disposals	149,277	29,597
Unrealised (loss)/gain on changes in fair value	(190,260)	33,776
	<u>(40,983)</u>	<u>63,373</u>

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Financial assets at fair value through profit or loss as at 31 July 2026 are as follows:

	No. of Shares Units	Aggregate Cost USD	Fair Value USD	Fair Value as a % of Net Asset Value %
QUOTED DEBT SECURITIES - FOREIGN				
United Kingdom				
Exchange Traded Commodity				
iShares Physical Palladium ETC	2,934	143,224	107,563	8.32
		143,224	107,563	8.32
Total quoted debt securities - foreign		143,224	107,563	8.32
QUOTED COLLECTIVE INVESTMENT SCHEMES - FOREIGN				
United Kingdom				
Exchange Traded Fund				
iShares Euro Inflation Linked Govt Bond UCITS ETF	481	131,162	130,346	10.07
		131,162	130,346	10.07
United States				
Exchange Traded Fund				
iShares Global Energy ETF	826	43,837	46,033	3.56
iShares Global Inflation Linked Govt Bond UCITS ETF	773	128,188	127,012	9.82
iShares Gold Trust	1,496	130,376	113,950	8.81
iShares MSCI Agriculture Producers ETF	3,181	138,515	140,537	10.86
iShares MSCI Global Gold Miners ETF	1,571	129,560	100,183	7.74
iShares MSCI Global Metals & Mining Producers ETF	1,239	76,792	73,287	5.67
iShares Silver Trust	2,021	142,483	105,819	8.18
iShares U.S. Oil & Gas Exploration & Production ETF	1,090	104,798	137,427	10.62
State Street Materials Select Sector ETF	2,681	130,453	135,203	10.45
VanEck Gold Miners ETF	257	27,823	19,044	1.47
		1,052,825	998,495	77.18
Total quoted collective investment schemes - foreign		1,183,987	1,128,841	87.25
Total investments		1,327,211	1,236,404	95.57
Unrealised loss on investments			(90,807)	

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Financial assets at fair value through profit or loss as at 31 July 2025 are as follows:

	No. of Shares Units	Aggregate Cost USD	Fair Value USD	Fair Value as a % of Net Asset Value %
QUOTED COLLECTIVE INVESTMENT SCHEMES - FOREIGN				
United Kingdom				
Exchange Traded Fund				
iShares Dow Jones Global Sustainability Screened UCITS ETF	630	42,343	51,747	5.72
		<u>42,343</u>	<u>51,747</u>	<u>5.72</u>
United States				
Exchange Traded Fund				
Global X Cybersecurity ETF	1,182	34,912	40,956	4.53
Invesco QQQ Trust Series 1	96	40,911	54,241	5.99
iShares ESG Aware US Aggregate Bond ETF	918	43,103	43,375	4.79
iShares ESG Aware 1-5 Year USD Corporate Bond ETF	1,771	43,178	44,470	4.92
iShares Expanded Tech-Software Sector ETF	495	40,990	55,272	6.11
iShares Global Tech ETF	574	40,294	55,029	6.08
iShares Semiconductor ETF	186	35,242	44,646	4.93
iShares U.S. Technology ETF	319	40,640	57,838	6.39
Technology Select Sector SPDR Fund	196	38,005	51,497	5.69
		<u>357,275</u>	<u>447,324</u>	<u>49.43</u>
Total investments		<u>399,618</u>	<u>499,071</u>	<u>55.15</u>
Unrealised gain on investments			<u>99,453</u>	

6 CASH AND CASH EQUIVALENTS

	2026 USD	2025 USD
Cash at banks	2,657	29,173
Short-term deposits	62,145	382,594
	<u>64,802</u>	<u>411,767</u>

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

The weighted average interest rate for short-term deposits is 3.50% (2025: 4.20%) per annum and the average maturity period is 3 days (2025: 1 day).

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7 OTHER PAYABLES AND ACCRUED EXPENSES

	2026 USD	2025 USD
Accrued expenses:		
Management fee	1,640	1,151
Trustee's fee	918	965
Audit fee	3,077	2,738
Tax agent's fee	1,256	1,026
Other expenses	136	-
	<u>7,027</u>	<u>5,880</u>

8 NUMBER OF UNITS IN CIRCULATION

	2026 Units	2025 Units
MYR Class		
At beginning of the year	2,815,635	2,910,259
Created during the year	1,851,845	109,752
Cancelled during the year	<u>(618,219)</u>	<u>(204,376)</u>
At end of the year	<u>4,049,261</u>	<u>2,815,635</u>
SGD Class		
At beginning/end of the year	<u>1,000</u>	<u>1,000</u>
USD Class		
At beginning/end of the year	<u>1,000</u>	<u>1,000</u>

9 MANAGEMENT FEE

The Schedule 8 of the Deeds provides that the Manager is entitled to an annual management fee of up to 2.00% 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 was 1.50% (2025: 1.50%) per annum for the financial year.

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 0.055% 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, subject to a minimum fee of RM6,000 per annum.

The Trustee's fee provided in the financial statements with a minimum fee of RM6,000 (2025: RM6,000) per annum for the financial year.

11 TAXATION

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 2.62% (2025: 2.63%) for the financial year ended 31 July 2026. 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 USD1,121,792 (2025: USD874,862).

Portfolio Turnover Ratio (PTR)

The portfolio turnover ratio for the Fund is 1.40 times (2025: 0.25 times) for the financial year ended 31 July 2026. 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 = USD1,958,400 (2025: USD177,027)
 total disposal for the financial year = USD1,180,084 (2025: USD257,564)

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:

	←-----2026-----→		←-----2025-----→	
	No. of units	USD	No. of units	USD
The Manager (The above units are held legally and beneficially)	2,090	2,878	2,090	2,890
	2,090	2,878	2,090	2,890

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 USD	% of Total Trades %	Fees USD	% of Total Brokerage Fee %
2026				
CLSA Securities Malaysia Sdn Bhd	3,138,484	100.00	1,071	100.00
2025				
CLSA Securities Malaysia Sdn Bhd	434,591	100.00	184	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 currency risk, interest rate risk and price risk) primarily on its investments and capital risk.

Categories of Financial Instruments

	2026 USD	2025 USD
Financial assets		
Carried at FVTPL:		
Investments	1,236,404	499,071
Amortised cost:		
Cash and cash equivalents	64,802	411,767
Financial liabilities		
Amortised cost:		
Amount due to Manager - others	404	-
Other payables and accrued expenses	7,027	5,880
	7,431	5,880

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.

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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 31 July 2026.

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

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

	Short-term deposits USD	Quoted debt securities - foreign USD	Quoted collective investment schemes - foreign USD
2026			
Industry			
Exchange Traded Commodity	-	107,563	-
Exchange Traded Fund	-	-	1,128,841
Financial Services	62,145	-	-
2025			
Industry			
Exchange Traded Fund	-	-	499,071
Financial Services	382,594	-	-

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. This risk cannot be removed from an investment portfolio, which is solely invested within that particular market, by diversification.

The Fund's principal exposure to market risk arises primarily due to changes in the market environment, global economic and geo-political developments. The Fund's activities expose it primarily to the financial risks of changes in foreign currency exchange rate, interest rate and price.

Foreign Currency Risk Management

The Fund undertake transactions in foreign currencies, consequently, exposure to exchange rate fluctuations arise.

The carrying amounts of the Fund's foreign currency denominated monetary assets and liabilities at the end of the reporting year are as disclosed in the respective notes.

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Foreign Currency Sensitivity

5% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only major foreign currency denominated monetary items and adjusts its translation at the end of the reporting year for a 5% change in foreign currency rates.

	Denominated in GBP USD	Denominated in RM USD
2026		
Financial assets		
Quoted debt securities - foreign	107,563	-
Quoted collective investment schemes - foreign	130,346	-
Cash at banks	-	1,719
	<u>237,909</u>	<u>1,719</u>
Financial liabilities		
Amount due to Manager - others	-	(404)
Other payables and accrued expenses	-	(4,333)
	<u>-</u>	<u>(4,737)</u>
Currency exposure	<u>237,909</u>	<u>(3,018)</u>
2025		
Financial assets		
Quoted collective investment schemes - foreign	51,747	-
Cash at banks	-	2,436
	<u>51,747</u>	<u>2,436</u>
Financial liabilities		
Other payables and accrued expenses	-	(3,764)
	<u>-</u>	<u>(3,764)</u>
Currency exposure	<u>51,747</u>	<u>(1,328)</u>

If the relevant foreign currencies strengthen/weaken against United States Dollar by 5%, with all other variables held constant, the impact on the Fund's net (loss)/income before taxation for the financial year as follows:

	2026 USD	2025 USD
British Pound Sterling	11,895/(11,895)	2,587/(2,587)
Ringgit Malaysia	<u>(151)/151</u>	<u>(66)/66</u>

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'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.

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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 debt securities and quoted collective investment schemes as the result of changes in the levels of the equity indices. The price risk exposure arises from the Fund's investment in quoted debt securities and quoted collective investment schemes. 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) USD
2026		
Investments	+5/-5%	<u>61,820/(61,820)</u>
2025		
Investments	+5/-5%	<u>24,954/(24,954)</u>

Capital risk management

The capital of the Fund is represented by equity consisting of unitholders' capital, distributable reserve and unrealised reserve. 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 debt securities and quoted collective investment schemes in general, fair values have been estimated by reference to the last done market price quoted on London Stock Exchange, New York Stock Exchange and NASDAQ at end of the reporting year.

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.

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	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
2026				
Financial assets at FVTPL				
Quoted debt securities - foreign	107,563	-	-	107,563
Quoted collective investment schemes - foreign	1,128,841	-	-	1,128,841

2025				
Financial assets at FVTPL				
Quoted collective investment schemes - foreign	499,071	-	-	499,071

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

17 COMPARATIVE FIGURES

The following comparative figures have been reclassified to conform with current year's financial statements presentation:

	2025 USD	Reclassification USD	2025 USD
Statement Of Financial Position			
Unitholders' Fund			
Unitholders' capital	794,496	11,009	805,505
Retained earnings	110,462	(110,462)	-
Unrealised reserve	-	99,453	99,453

Statement Of Changes In Net Asset Value			
Balance as at 1 August 2024			
Retained earnings	46,400	(46,400)	-
Distributable reserve	-	(19,277)	(19,277)
Unrealised reserve	-	65,677	65,677

Total comprehensive income for the financial year

Retained earnings	64,062	(64,062)	-
Distributable reserve	-	30,286	30,286
Unrealised reserve	-	33,776	33,776

Reclassification of distributable reserve to unitholders' capital

Unitholders' capital	-	11,009	11,009
Distributable reserve	-	(11,009)	(11,009)

Balance as at 31 July 2025 (Represented)

Unitholders' capital	794,496	11,009	805,505
Retained earnings	110,462	(110,462)	-
Unrealised reserve	-	99,453	99,453

18 RE-PRESENTATION OF STATEMENT OF CHANGES IN NET ASSET VALUE

During the financial year, the Fund revised the presentation of its Statement of Changes in Net Asset Value ("NAV"). Previously, the statement was presented in a format similar to a statement of changes in equity of a corporate entity, comprising share capital and retained earnings.

The Statement of Changes in NAV has been re-presented to better reflect the nature of a unit trust fund and to enhance the transparency, relevance and comparability of information provided to unitholders and other users of the financial statements. Under the revised presentation, NAV is analysed into unitholders' capital, distributable reserve and unrealised reserve, which is more consistent with the Fund's capital structure and the presentation guidance applicable to unit trust funds, including relevant guidelines issued by the Securities Commission Malaysia.

Accordingly, comparative information has been reclassified, where necessary, to conform with the current year's presentation. Under the revised presentation, only realised income that is available or intended for distribution to unitholders remains in the Distributable Reserve. Realised losses and realised income that are no longer intended for future distribution are reclassified to Unitholders' Capital.

These changes relate solely to the classification and presentation of the components of NAV and do not affect the Fund's total net asset value attributable to unitholders, financial position, financial performance, cash flows, or the amount of distributions previously declared and paid by the Fund.



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