



KAF VISION FUND

SEMI-ANNUAL REPORT

30 SEPTEMBER 2025

MANAGER'S REPORT

We are pleased to present the Manager's semi-annual report for the financial period ended 30 September 2025 ("the period").

1. Launch Date

KAF Vision Fund ("KVF/the Fund") commenced operations on 1 March 2000 and will continue its operations until terminated according to the Deed dated 24 January 2000, Supplemental Deed dated 20 July 2001, Second Supplemental Deed dated 9 January 2014, Third Supplemental Deed dated 7 October 2014, Fourth Supplemental Deed dated 12 March 2015 and Fifth Supplemental Deed dated 20 March 2023.

2. Type of Fund

Growth Fund.

3. Category of Fund

Equity Fund.

4. Fund's Objective, Benchmark and Distribution Policy

KVF's aims to provide unit holders with medium to long-term capital growth.

The Fund's strategic asset allocation is subject to a maximum of 65% of its Net Asset Value ("NAV") in small and medium capitalisation stocks with a market capitalization not exceeding RM1 billion at the time of purchase. Small and medium capitalisation stocks provide the potential to achieve high capital appreciation and may grow at a faster rate but conversely, market prices of such stocks tend to be more volatile and hence, involve a higher risk. In addition, the Fund can invest up to a maximum 30% of its NAV in large capitalisation stocks with a market capitalisation exceeding RM1 billion at the time of purchase.

The FTSE Bursa Malaysia Emas Index ("FBM EMAS") is the Fund's benchmark.

Income distribution (if any) is incidental.

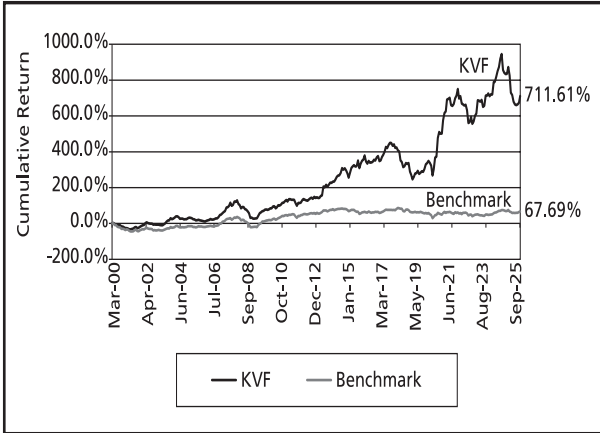
5. Review of Fund Operations and Performance

For the financial period under review, the Fund based on its Net Asset Value ("NAV") per unit, recorded a return of -0.63% compared with the benchmark which recorded return of 5.62%. The main reason for the underperformance is largely due to fund's high exposure to the Energy sector which underperformed the broad-based market.

Since inception, based on its NAV, KVF recorded a return of 711.61% compared to its benchmark, the composite FTSE Bursa Malaysia Emas Index which rose by 67.69%. As such, the Fund outperformed its benchmark by 643.92 percentage points.

No cross-trade transaction carried out during the reported period ended 30 September 2025. The Fund has not undertaken any securities lending or repurchase transaction for the reported period.

Performance Chart since Inception
(1 March 2000 – 30 September 2025)



Source: Novagni Analytics and Advisory Sdn Bhd, an independent source.

KVF's performance against the Benchmark and Indices of Bursa Malaysia

Fund/Index	31/03/2025	30/09/2025	Change (%)
KVF (RM)	1.5946	1.5846	(0.63)
FBM Emas Index (benchmark)	11,348.04	11,985.89	5.62
FBM Small Cap Index	15,578.53	16,652.37	6.89
FBM-KLCI	1,513.65	1,611.88	6.49

Fund Performance as ranked by Lipper Asia Limited

Period	KVF		Mean of Equity Malaysia Small & Mid Cap Non-Islamic Fund Category
	% Change	Rank	% Change
3 months 26/06/2025 – 26/09/2025	9.21	10/17	10.29
6 months 26/03/2025 – 26/09/2025	1.28	15/17	10.30
1 year 26/09/2024 – 26/09/2025	(11.97)	16/17	1.61
3 years 26/09/2022 – 26/09/2025	23.57	10/16	26.53
5 years 25/09/2020 – 26/09/2025	38.50	7/16	32.06

Source: The Edge, 6 October 2025 issue, The Edge-Lipper Fund Performance Table, an independent source.

Past performance is not necessarily indicative of future performance.

During the financial period under review, KVF realised a total net loss amounting to RM0.90 million arising from realised loss of RM1.55 million from disposal of shares and RM0.65 million of income from dividend and interest income. As at end of financial period, KVF's unrealised gain stood at RM4.14 million.

The Fund size decreased to RM66.10 million as at 30 September 2025 from RM69.00 million as at 31 March 2025. The Fund's NAV per unit decreased to RM1.5846 as at 31 September 2025 from RM1.5946 as at 31 March 2025.

MANAGER’S REPORT

MANAGER’S REPORT

6. Asset Allocation and Investment Strategies Employed

During the financial period under review, KVF the equity exposure increased from 88.14% to 88.63%.

Other than the investment strategy stated in the Replacement Master Prospectus dated 30 September 2023, the designated Fund Manager has not employed any other investment strategy.

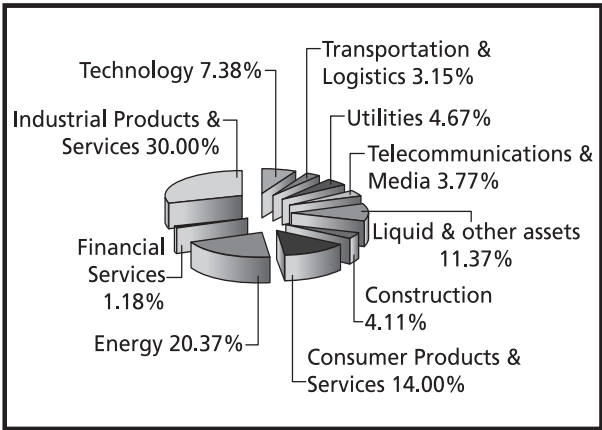
There were no significant changes in the Fund’s state of affairs during the period.

There were no circumstances which could materially affect any interest of the unit holders.

Asset Allocation

Asset Class	Percentage of NAV as at		Changes in Exposure over period (%)
	31/03/2025 (%)	30/09/2025 (%)	
Equity & derivative securities	88.14	88.63	0.49
Liquid & other assets	11.86	11.37	(0.49)

Portfolio of Investments and Other Assets as at 30 September 2025



7. Review of the Stock Market

During the review period, MSCI World, MSCI Asia Pacific and MSCI ASEAN increased by 18.69%, 21.17% and 11.38% during the period of review. MSCI World Small Cap, MSCI Asia Pacific Small Cap and MSCI ASEAN Small Cap increased by 20.00%, 23.51% and 17.86% during the period review. S&P 500, Dow Jones Industrial Index and NASDAQ increased by 19.84%, 11.58% and 28.03% during the review period. The FBM-KLCI, FBM Emas and FBM Small Cap registered gains of 6.49%, 5.62% and 6.89% in the same period.

Global fixed-income markets rallied in September ahead of the Federal Open Market Committee (“FOMC”) meeting, anticipating a rate cut. The US Federal Reserve delivered the expected 25 basis points (“bps”) reduction, but bond prices subsequently fell as investors believed the market had already priced in the move. The Fed’s forward guidance remains murky as it navigates a softening labor market against stubbornly high tariff-fueled inflation, despite clearer trade policies. In Malaysia, Bank Negara had already acted preemptively, cutting its key interest rate by 25 bps in July. This was a protective measure to shield the domestic economy from escalating external trade risks and preserve growth momentum.

The Malaysian Government Securities (“MGS”) benchmark 3-year, 5-year and 10-year yields closed at 3.10%, 3.22% and 3.45% from 3.38%, 3.56% and 3.77%, respectively, in the previous period. US Treasury benchmark 2-year, 5-year and 10-year yields declined to 3.61%, 3.74% and 4.15% from 3.88%, 3.95% and 4.21% in the previous period. The Malaysian Ringgit appreciated against the US Dollar during this period closing at RM4.21 from RM4.44 previously.

Malaysia’s Gross Domestic Product (“GDP”) grew by 4.4% Year-on-Year (“YoY”) in the second quarter of 2025, unchanged from the previous quarter. Private consumption rose 2.1% likely due to improvements in disposable income and increases in tourism activities. Malaysia recorded an increase of tourist arrivals in the first four months of the year to 8.4 million tourist arrivals from 7.5 million in the same period last year. Exports softened during the quarter which can be attributed to Trump’s reciprocal tariff policies. On the supply side, all major sectors recorded positive Quarter-on-Quarter (“QoQ”) growth except for mining and quarrying sector.

MANAGER'S REPORT

8. Market Outlook and Strategy

The primary driver of economic and financial market volatility in 2025 has been the uncertainty surrounding the new US administration's policy agenda. While the administration has proposed sweeping fiscal and regulatory changes, significant political and logistical hurdles are limiting their implementation. Nevertheless, the new reciprocal tariffs appear to be a lasting feature of US economic policy, not just a short-term negotiating tactic. Interestingly, global trade volumes have not declined as some models predicted. This resilience suggests two possibilities: either underlying global economic demand is strong enough to absorb the costs, or trade is effectively being rerouted to non-tariff countries, changing trade patterns rather than destroying volume.

Our investment strategy has always focused on identifying high-quality companies trading at attractive valuations. We believe companies that have benefited from trade diversion stemming from US-China trade tensions should continue to perform well in the current environment. Moreover, during periods of heightened volatility, markets often exhibit elevated levels of irrationality, where stock prices are driven more by sentiment than by underlying fundamentals. In such conditions, the role of active management becomes increasingly critical in capitalizing on market dislocations. We are already beginning to see compelling opportunities emerge from the recent market sell-off, reinforcing our view that the potential upside for long-term investors remains promising.

9. Changes made to the Fund's prospectus

There were no changes made to the Fund's prospectus during the reporting period.

MANAGER'S REPORT

10. Soft Commission

The Manager had received a soft commission (in the form of goods and services) during the year under review, which intended to bring direct benefit or advantage to the management of KVF from one broker/dealer by virtue of transactions conducted for KVF. The broker/dealer had also executed trades for other funds or investments managed by the Manager.

The soft commission received is in the form of research services that can add value to the investment process by analysing data to extract insights and arrive at meaningful conclusions. Such data assists the Manager in the investment decision-making process which is of demonstrable benefit to unit holders of KVF and other funds or investments managed by the Manager.

The soft commissions received were for the benefit of the Fund, and there was no churning of trades.

KEY PERFORMANCE DATA

Portfolio Composition	As at 30 September		
	2025	2024	2023
	(Percentage of NAV)		
	%	%	%
Quoted Equities			
Construction	4.11	4.25	2.70
Consumer Products & Services	14.00	13.30	15.13
Energy	20.37	21.93	21.85
Financial Services	1.18	2.39	3.55
Health care	-	2.12	3.11
Industrial Products & Services	30.00	29.25	27.22
Plantation	-	-	0.64
Technology	7.38	4.79	13.40
Telecommunications & Media	3.77	6.91	1.54
Transportation & Logistics	3.15	4.35	1.54
Utilities	4.67	2.67	5.50
Total Quoted Equities	88.63	91.96	96.18
Liquid and other assets	11.37	8.04	3.82
Total	100.00	100.00	100.00
Total return for the period	RM'000	RM'000	RM'000
Capital growth	868	(1,811)	3,502
Income distribution	(1,473)	3,228	598

Performance	Income Return	Capital Return	Annual Total Return	
			KVF	Benchmark
	%	%	%	%

Financial year ended				
31/03/2025	-	(11.11)	(11.11)	(1.93)
31/03/2024	-	17.79	17.79	11.06
31/03/2023	-	2.87	2.87	(8.50)
31/03/2022	-	(4.61)	(4.61)	(1.96)
31/03/2021	-	116.14	116.14	25.70

KEY PERFORMANCE DATA

	Average Total Return	
	KVF	Benchmark
	%	%
One (1) year	(13.77)	(2.73)
Three (3) years	7.89	6.71
Five (5) years	7.00	2.13

Source: Novagni Analytics & Advisory Sdn Bhd, an independent source.

Basis of calculation and assumption made in calculating the returns:-

The performance figures are a comparison of the growth/decline in NAV for the stipulated period taking into account all the distribution payable (if any) during the stipulated period.

An illustration of the above would be as follow:-

Capital return = NAV per Unit end / NAV per Unit begin - 1

Income return = Income distribution per Unit / NAV per Unit ex-date

Total return = (1+Capital return) x (1+Income return) - 1

KEY PERFORMANCE DATA

NAV and Units in Circulation	As at 30 September		
	2025	2024	2023
Total NAV (RM'000)	66,097	82,387	72,018
Units in circulation (in '000)	41,713	44,833	44,683
NAV per unit (RM)	1.5846	1.8376	1.6118
Unit Prices for the year (RM per unit)			
NAV (year high)	1.6173	2.0998	1.6152
NAV (year low)	1.3642	1.7701	1.4381
NAV (year high, ex-distribution)	Nil	Nil	Nil
NAV (year low, ex-distribution)	Nil	Nil	Nil
NAV	1.5846	1.8376	1.6118
Distributions	Nil	Nil	Nil
Unit split	Nil	Nil	Nil
Total Expense Ratio ("TER")	1.62%	1.66%	1.65%
Portfolio Turnover Ratio ("PTR")	0.14 times	0.27 times	0.14 times

Note: Total Expense Ratio ("TER") is calculated by taking the total fees and recovered expenses incurred by the Fund divided by the average fund size. Portfolio Turnover Ratio ("PTR") is calculated by taking the average of the acquisition and disposal of the Fund divided by the average Fund size.

The TER was lower than the previous periods due to overall decrease in the expenses during the period under review (refer to note 13).

The PTR was lower than the previous period due to overall decrease in portfolio rebalancing activities undertaken by the Fund (refer to Note 14).

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

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF KAF VISION FUND ("Fund")

We have acted as Trustee of the Fund for the financial period ended 30 September 2025 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, **KAF Investment Funds Berhad** ("the Manager") has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the management company under the 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 RHB TRUSTEES BERHAD
[Company No: 200201005356 (573019-U)]

LIM BEE FANG
ASSISTANT VICE PRESIDENT

WONG CHOOI YIN
ASSISTANT VICE PRESIDENT

Kuala Lumpur, Malaysia
28 November 2025

STATEMENT BY THE MANAGER

TO THE UNIT HOLDERS OF
KAF VISION FUND

We, **Datuk Khatijah Ahmad** and **Mohammed Reza Tan Sri Abu Talib**, two of the Directors of **KAF Investment Funds Berhad**, do hereby state that, in the opinion of the Manager, the unaudited financial statements set out on pages 13 to 57 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 September 2025 and of its financial performance, changes in equity and cash flows of the Fund for the financial period ended on that date in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
KAF Investment Funds Berhad

Datuk Khatijah Ahmad **Mohammed Reza Tan Sri Abu Talib**
Director Executive Director

28 November 2025

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

	Note	2025 RM	2024 RM
INCOME			
Dividend income		519,918	908,245
Interest income from financial assets at amortised cost		134,365	103,353
Net (loss)/gain on financial assets at fair value through profit or loss	6	(683,172)	1,258,147
		<u>(28,889)</u>	<u>2,269,745</u>
EXPENSES			
Manager's fee	3	(480,751)	(630,143)
Trustee's fee	4	(22,435)	(29,407)
Transaction costs		(58,365)	(154,903)
Audit fee		(4,011)	(4,011)
Tax agent's fee		(2,908)	(2,908)
Other expenses		(7,973)	(31,225)
		<u>(576,443)</u>	<u>(852,597)</u>
NET (LOSS)/PROFIT BEFORE TAXATION		(605,332)	1,417,148
TAXATION	5	-	-
NET (LOSS)/PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		<u>(605,332)</u>	<u>1,417,148</u>
Net (loss)/profit after taxation is made up of the following:			
Realised amount		(1,473,168)	3,228,398
Unrealised amount		867,836	(1,811,250)
		<u>(605,332)</u>	<u>1,417,148</u>

The accompanying summary of material accounting policies and notes to the financial statements form an integral part of these financial statements.

UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2025

	Note	2025 RM	2024 RM
ASSETS			
Cash and cash equivalents	7	7,907,088	6,440,202
Financial assets at fair value through profit or loss	6	58,566,211	75,765,484
Amount due from brokers	8	164,194	-
Dividend receivables		80,420	317,664
TOTAL ASSETS		66,717,913	82,523,350
LIABILITIES			
Amount due to brokers		407,823	-
- Cancellation of units		110,922	-
- Manager's fee		79,444	100,668
Amount due to Trustee		3,707	4,698
Other payables and accruals	9	19,473	31,202
TOTAL LIABILITIES		621,369	136,568
NET ASSET VALUE ("NAV") OF THE FUND			
		66,096,544	82,386,782
EQUITY			
Unit holders' capital		29,547,018	34,583,718
Retained earnings		36,549,526	47,803,064
TOTAL NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		66,096,544	82,386,782
NUMBER OF UNITS IN CIRCULATION			
	10	41,712,538	44,832,538
NAV PER UNIT		1.5846	1.8376

The accompanying summary of material accounting policies and notes to the financial statements form an integral part of these financial statements.

UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

	Unit holders' capital RM	Retained earnings RM	Total RM
BALANCE AS AT 1 APRIL 2025	31,848,543	37,154,858	69,003,401
Movement in unit holders' capital:			
Creation of units arising from applications	1,445,000	-	1,445,000
Cancellation of units	(3,746,525)	-	(3,746,525)
	(2,301,525)	-	(2,301,525)
Total comprehensive loss for the financial period	-	(605,332)	(605,332)
BALANCE AS AT 30 SEPTEMBER 2025	29,547,018	36,549,526	66,096,544
BALANCE AS AT 1 APRIL 2024	31,313,158	46,385,916	77,699,074
Movement in unit holders' capital:			
Creation of units arising from applications	10,428,736	-	10,428,736
Cancellation of units	(7,158,176)	-	(7,158,176)
	3,270,560	-	3,270,560
Total comprehensive income for the financial period	-	1,417,148	1,417,148
BALANCE AS AT 30 SEPTEMBER 2024	34,583,718	47,803,064	82,386,782

The accompanying summary of material accounting policies and notes to the financial statements form an integral part of these financial statements.

UNAUDITED STATEMENT OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

Note	2025 RM	2024 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	8,509,421	23,271,978
Purchase of investments	(6,760,799)	(24,498,747)
Dividends received	596,662	835,834
Interest income received	134,365	103,353
Manager's fee paid	(488,426)	(625,809)
Trustee's fee paid	(22,793)	(29,205)
Payment of other fees and expenses	(22,601)	(38,691)
Net cash generated from/ (used in) operating activities	1,945,829	(981,287)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	1,476,896	10,554,323
Payments for cancellation of units	(3,715,343)	(7,211,708)
Net cash (used in)/ generated from financing activities	(2,238,447)	3,342,615
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(292,618)	2,361,328
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	8,199,706	4,078,874
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	7 7,907,088	6,440,202
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash at bank	312,574	59,269
Deposits with licensed financial institutions	7,594,514	6,380,933
7 7,907,088	6,440,202	

The following accounting policies have been used in dealing with items which are considered material in relation to the financial statements.

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the provisions of the Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS").

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss.

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported financial period. It also requires the Manager to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and judgement are based on the Manager's best knowledge of current events and actions, actual results may differ.

Estimates and judgements are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note K.

The accompanying summary of material accounting policies and notes to the financial statements form an integral part of these financial statements.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D)

(a) Standards, amendments to published standards and interpretations that are effective

The Fund has applied the following amendments for the first time for the financial period beginning on 1 April 2025:

- Amendments to MFRS 101 and MFRS Practice Statement 2 'Disclosure of Accounting Policies'.
- Amendment to MFRS 108 'Definition of Accounting Estimates'.
- Amendment to MFRS 101 'Classification of liabilities as current or non-current'.

The adoption of the above standards, amendments to standards or interpretations did not have a material effect on the financial statements of the Fund.

(b) Standards and amendments that have been issued that are applicable to the Fund but not yet effective:

- Amendments to MFRS 9 and MFRS 7 'Amendments to the Classification and Measurement of Financial Instruments' (effective 1 January 2026)
 - The amendments clarify that financial assets are derecognised when the rights to the cash flows expire or when the asset is transferred, and financial liabilities are derecognised at the settlement date (i.e. when the liability is extinguished or qualifies for derecognition);
 - There is an optional exception to derecognise a financial liability at a date earlier than the settlement date if the cash transfer takes place through an electronic payment system, provided that all the specified criteria are met;
 - The amendments also clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest ("SPPI") criterion;

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D)

(b) Standards and amendments that have been issued that are applicable to the Fund but not yet effective: (cont'd)

- Amendments to MFRS 9 and MFRS 7 'Amendments to the Classification and Measurement of Financial Instruments' (effective 1 January 2026) (cont'd)
 - There are additional new disclosures for certain instruments with contractual terms that can change cash flows (such as some financial instruments with features linked to the achievement of environment, social and governance targets); and
 - The amendments update the disclosures for equity instruments designated at fair value through other comprehensive income ("FVOCI").
 - MFRS 18 'Presentation and Disclosure in Financial Statements' (effective 1 January 2027) replaces MFRS 101 'Presentation of Financial Statements'.
 - The new MFRS introduces a new structure of profit or loss statement.
- (a) Income and expenses are classified into 3 new main categories:
- (i) Operating category which typically includes results from the main business activities;
 - (ii) Investing category that presents the results of investments in associates and joint ventures and other assets that generate a return largely independently of other resources; and
 - (iii) Financing category that presents income and expenses from financing liabilities.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D)

(b) Standards and amendments that have been issued that are applicable to the Fund but not yet effective: (cont'd)

- MFRS 18 'Presentation and Disclosure in Financial Statements' (effective 1 January 2027) replaces MFRS 101 'Presentation of Financial Statements'. (cont'd)
- (b) Entities are required to present two new specified subtotals: 'Operating profit or loss' and Profit or loss before financing and income taxes'.
 - Management-defined performance measures are disclosed in a single note and reconciled to the most similar specified subtotal.
 - Changes to the guidance on aggregation and disaggregation which focus on grouping items based on their shared characteristics.

The Fund is currently still assessing the effect of the above standards and amendments. No other new standards or amendments to standards are expected to have a material effect on the financial statements of the Fund.

B INCOME RECOGNITION

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

Interest income from deposits with licensed financial institutions are recognised using the effective interest rate method on an accrual basis.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

B INCOME RECOGNITION (CONT'D)

Realised gains or losses on sale of investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the investments, which is determined on a weighted average cost basis.

C TAXATION

Current tax expense is determined according to the Malaysian tax laws at the current rate based upon the taxable profits earned during the financial year.

D FUNCTIONAL AND PRESENTATION CURRENCY

Items included in 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 the Fund's functional and presentation currency.

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

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

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost.

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. Consequently, all investments are measured at fair value through profit or loss.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(i) Classification (cont'd)

The Fund classifies cash and cash equivalents, amount due from brokers and dividend receivables as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

The Fund classifies amount due to brokers, amounts due to Manager, amount due to Trustee and other payables and accruals as financial liabilities measured at amortised cost.

(ii) Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

Financial liabilities, within the scope of MFRS 9 are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the statement of comprehensive income within net gain/(loss) on financial assets at fair value through profit or loss in the financial period in which they arise.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(ii) Recognition and measurement (cont'd)

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

In accordance to the Deeds, quoted investments in Malaysia are valued at the last traded market price quoted on the Bursa Malaysia Securities Berhad ("Bursa Securities") at the date of the statement of financial position. In circumstances where the last traded market price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated using the effective interest rate method over the period from the date of placement to the date of maturity of the respective deposits.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest rate method.

(iii) Impairment for assets carried at amortised cost

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward-looking information in determining any expected credit loss. Management considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month and lifetime expected credit losses as any such impairment would be wholly insignificant to the Fund.

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(iii) Impairment for assets carried at amortised cost (cont'd)

Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

The Fund defines a financial instrument as default, which is fully aligned with the definition of credit-impaired, when it meets one or more of the following criteria:

Quantitative criteria:

Any contractual payment which is more than 90 days past due is considered credit impaired.

Qualitative criteria:

The debtor meets unlikeliness to pay criteria, which indicates the debtor is in significant financial difficulty. The Fund considers the following instances:

- the debtor is in breach of financial covenants;
- concessions have been made by the creditor relating to the debtor's financial difficulty;
- it is becoming probable that the debtor will enter bankruptcy or other financial reorganisation; and
- the debtor is insolvent.

Financial instruments that are credit-impaired are assessed on an individual basis.

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(iii) Impairment for assets carried at amortised cost (cont'd)

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to pay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There were no write-offs/recoveries during the financial year.

F CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash at bank and deposit with a licensed financial institution with original maturities of 3 months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

G AMOUNT DUE FROM/(TO) BROKERS

Amounts due from/(to) brokers represent receivables for quoted securities sold and payables for quoted securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from brokers balance is held for collection.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

G AMOUNT DUE FROM/(TO) BROKERS (CONT'D)

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from brokers at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the brokers, probability that the brokers will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Any contractual payment which is more than 90 days past due is considered credit impaired.

H 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, advisors, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

I CREATION AND CANCELLATION OF UNITS

The Fund issues cancellable units, which are cancelled at the unit holder's 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 NAV. The outstanding units are carried at the redemption amount that is payable as at the date of the statement of financial position if the unit holder exercises the right to put the units back to the Fund.

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

J UNIT HOLDERS' CAPITAL

The unit holders' capital to the Fund meets the definition of puttable instruments classified as equity instruments under MFRS 132 'Financial Instruments: Presentation'. Those criteria include:

- the units entitle the unit holder to a proportionate share of the Fund's NAV;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units in the Fund over its life are based substantially on the profit or loss of the Fund.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

J UNIT HOLDERS' CAPITAL (CONT'D)

The outstanding units are carried at the redemption amount that is payable at each financial year if a unit holder exercises the right to put the unit back to the Fund.

K CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENT IN APPLYING ACCOUNTING POLICIES

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information contents of the estimates, certain key variables that are anticipated to have material impact to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgements are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

However, the Manager is of the opinion that there are no accounting policies which require significant judgement to be exercised.

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the Securities Commission Malaysia's ("SC") Guidelines on Unit Trust Funds.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

KAF Vision Fund (hereinafter referred to as "the Fund") was constituted pursuant to a Deed dated 24 January 2000 (hereinafter referred to as "the Deed"), between KAF Investment Funds Berhad ("the Manager") and RHB Trustees Berhad ("the Trustee") as well as the subsequent issuance of the Supplemental Deed dated 20 July 2001, Second Supplemental Deed dated 9 January 2014, Third Supplemental deed dated 7 October 2014, Fourth Supplemental Deed dated 12 March 2015 and Fifth Supplemental Deed dated 20 March 2023 (collectively referred as "the Master Deeds").

The principal activity of the Fund is to invest in "Permitted Investments" as defined under schedule 7 of the Deed, which includes stocks and shares of companies quoted on Bursa Malaysia Securities and short term investment. The Fund commenced operations on 1 March 2000 and will continue its operations until terminated according to the conditions in the Deeds.

All investments will be subject to the SC's Guidelines on Unit Trust Funds and the Deeds, except where exemptions and variations have been approved by the SC, internal policies and procedures and the Fund's objective.

The Manager, KAF Investment Funds Berhad, is incorporated in Malaysia. Its principal activities are the management of unit trust funds and provision of fund management.

The principal place of business of the Manager is located at Level 13 Menara IQ, Lingkaran TRX, Tun Razak Exchange, 55188 Kuala Lumpur.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund as at the financial period end are as follows:

	Financial assets at fair value through profit or loss	Financial assets at amortised cost	Total
	RM	RM	RM
2025			
Cash and cash equivalents	-	7,907,088	7,907,088
Financial assets at fair value through profit or loss	58,566,211	-	58,566,211
Amount due from brokers	-	164,194	164,194
Dividend receivables	-	80,420	80,420
	<u>58,566,211</u>	<u>8,151,702</u>	<u>66,717,913</u>

2024

Cash and cash equivalents	-	6,440,202	6,440,202
Financial assets at fair value through profit or loss	75,765,484	-	75,765,484
Dividend receivables	-	317,664	317,664
	<u>75,765,484</u>	<u>6,757,866</u>	<u>82,523,350</u>

All current liabilities are financial liabilities which are carried at amortised cost.

The Fund is exposed to a variety of risks which include market risk (including price risk and interest rate risk), liquidity risk and credit risk from its financial instruments.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Market risk

(a) Price risk

The Fund is exposed to price risk because of investments held by the Fund and classified at fair value through profit or loss. Price risk is the risk that the fair value of an investment will fluctuate because of changes in market prices (other than those arising from interest rate risk). Such fluctuation may cause the Fund's NAV and price of units to fall as well as rise and income produced by the Fund may also fluctuate. The price risk is managed through diversification and selection of securities and other financial instruments within specified limits according to the Deed.

The table below shows the financial assets of the Fund as at 30 September which are exposed to price risk:

	2025 RM	2024 RM
Investments		
- Quoted equities at fair value through profit or loss	58,566,211	75,765,484

The following table summarises the sensitivity of the Fund's investments to price risk movements as at 30 September. The analysis is based on the assumptions that the market price increased and decreased by 5% (2024: 5%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted securities, having regard to the historical volatility of the prices. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Market risk (cont'd)

(a) Price risk (cont'd)

Change in price	Impact on profit before taxation/NAV
%	RM

2025

- Quoted equities at fair value through profit or loss	+/- 5	<u>2,928,311</u>
--	-------	------------------

2024

- Quoted equities at fair value through profit or loss	+/- 5	<u>3,788,274</u>
--	-------	------------------

(b) Interest rate risk

Interest rate risk is the risk that the value of the Fund will fluctuate because of changes in market interest rates.

The Fund's exposure to the interest rate risk is mainly confined to short-term deposits with licensed financial institutions. Interest rate risk is actively managed by duration targeting based on the interest rate outlook. The Manager overcomes the exposure to interest rate risk of short-term deposits with licensed financial institutions by way of maintaining deposits with licensed financial institutions on a short-term basis.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Market risk (cont'd)

(b) Interest rate risk (cont'd)

The effective weighted average interest rate and the average remaining maturities of deposit with a licensed financial institutions as at the date of the statement of financial position are as follows:

	Weighted average interest rates		Average remaining maturities	
	2025 %	2024 %	2025 Days	2024 Days
Deposits with licensed financial institutions	2.90	3.18	1	1

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulties in meeting its financial obligations. The Manager manages this risk by maintaining sufficient levels of liquid assets to meet anticipated payment and cancellations of units by unit holders. Liquid assets comprise cash at bank, deposits with a licensed financial institution and other instruments, which are capable of being converted into cash within 7 days.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Liquidity risk (cont'd)

The amounts in the table below are the contractual undiscounted cashflows.

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
As at 30 September 2025			
Amount due to brokers	407,823	-	407,823
Amount due to Manager			
- Cancellation of units	110,922	-	110,922
- Manager's fees	79,444	-	79,444
Amount due to Trustee	3,707	-	3,707
Other payables and accruals	-	19,473	19,473
Contractual undiscounted cash outflows	601,896	19,473	621,369

As at 30 September 2024

Amount due to Manager			
- Manager's fees	100,668	-	100,668
Amount due to Trustee	4,698	-	4,698
Other payables and accruals	-	31,202	31,202
Contractual undiscounted cash outflows	105,366	31,202	136,568

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Credit risk

Credit risk refers to the inability of an issuer or counterparty to make timely payments of interest, principals and proceeds from realisation of investment. The Manager manages the credit risk by undertaking credit evaluation to minimise such risk.

Credit risk arising from placements in deposits with licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

The settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC's Guidelines on Unit Trust Funds.

The maximum exposure to credit risk before any credit enhancements is the carrying amount of the financial assets as set out below:

	2025 RM	2024 RM
Cash and cash equivalents	7,907,088	6,440,202
Other assets*	244,614	317,664
	8,151,702	6,757,866

The following table sets out the credit risk concentration of the Fund:

	Cash and cash equivalents RM	Other assets* RM	Total RM
As at 30 September 2025			
Financial services			
- AAA	2,439,985	-	2,439,985
- AA3	5,467,103	-	5,467,103
Others			
- not rated	-	244,614	244,614
	7,907,088	244,614	8,151,702

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Credit risk (cont'd)

Cash and cash equivalents	Other assets*	Total
RM	RM	RM

As at 30 September 2024

Financial services

- AAA	269,286	-	269,286
- AA3	6,170,916	-	6,170,916

Others

- not rated	-	317,664	317,664
	6,440,202	317,664	6,757,866

*Other assets include amount due from brokers and dividend receivables.

Capital risk

The capital of the Fund is represented by equity consisting of unit holders' 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 unit holders. 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 unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

Fair value estimation

Financial instruments comprise financial assets and financial liabilities. 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 (i.e. exit price).

The fair value of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial year end date.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Fair value estimation (cont'd)

An active market is a market in which transactions for the assets and liabilities take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

The carrying values of cash and cash equivalents, amount due from brokers, dividend receivables and all current liabilities are reasonable approximation of their fair values due to their short-term nature.

Fair value hierarchy

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Fair value hierarchy (cont'd)

The determination of what constitutes 'observable' requires significant judgement by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Fund's financial assets (by class) measured at fair value:

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
As at 30 September 2025				
Financial assets at fair value through profit or loss				
- Quoted equities	58,566,211	-	-	58,566,211
As at 30 September 2024				
Financial assets at fair value through profit or loss				
- Quoted equities	75,765,484	-	-	75,765,484

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed quoted equities.

The Fund's policies on valuation of these financial assets are stated in Note E.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

3. MANAGER'S FEE

Clause 14.1.2 of the Deed provides that the Manager is entitled to an annual management fee at a rate not exceeding 1.50% per annum based on the Fund's NAV on a daily basis before deducting the Manager's and Trustee's fee for that particular day.

The Manager's fee provided in the financial statements is computed on this basis at a rate of 1.50% (2024: 1.50%) per annum.

There will be no further liability to the Manager in respect of the Manager's fee other than the amounts recognised in the financial statements.

4. TRUSTEE'S FEE

Clause 14.2.2 of the Deed provides that the Trustee is entitled to an annual trustee fee at a rate not exceeding 0.10% per annum based on the Fund's NAV on a daily basis before deducting the Manager's and Trustee's fee calculated for that particular day and subject to a minimum of RM18,000 per annum.

The Trustee's fee provided in the financial statements is computed on this basis at a rate of 0.07% (2024: 0.07%) per annum.

There will be no further liability to the Trustee in respect of the Trustee's fee other than the amounts recognised in the financial statements.

5. TAXATION

	2025 RM	2024 RM
Current taxation		
- Malaysia taxation	-	-

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

5. TAXATION (CONT'D)

The numerical reconciliation between net profit before taxation multiplied by the Malaysian statutory tax rate and tax expense of the Fund is as follows:

	2025 RM	2024 RM
Net (loss)/profit before taxation	(605,332)	1,417,148
Taxation at Malaysian statutory rate of 24% (2024: 24%)	(145,280)	340,116
Tax effects of:		
Investment loss not deductible for tax purposes/(Investment income not subject to tax)	6,933	(544,739)
Expenses not deductible for tax purposes	21,310	46,480
Restriction on tax deductible expenses for unit trust funds	117,037	158,143
Tax expense	-	-

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2025 RM	2024 RM
Net (loss)/gain on financial assets at fair value through profit or loss:		
- realised (loss)/gain on sale of investments	(1,551,008)	3,069,397
- unrealised gain/(loss) on fair value movement	867,836	(1,811,250)
	(683,172)	1,258,147
Financial assets at fair value through profit or loss:		
- Quoted equities	58,566,211	75,765,484

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2025 are set out as follows:

Name of counter	Quantity Units	Aggregate cost RM	Fair value as at 30/09/2025 RM	Fair value as at 30/09/2025 expressed as percentage of NAV of Fund %
-----------------	-------------------	----------------------	-----------------------------------	---

QUOTED EQUITIES

Construction

Cheeding Holdings Berhad	1,300,000	468,000	468,000	0.71
Eversendai Corporation Berhad	1,600,000	959,776	664,000	1.00
Lim Seong Hai Capital Berhad	900,000	742,320	1,584,000	2.40
	3,800,000	2,170,096	2,716,000	4.11

Consumer Products & Services

Able Global Berhad	977,600	2,015,580	1,525,056	2.31
Farm Price Holdings Berhad	4,000,000	1,620,000	1,720,000	2.60
Farm Price Holdings Berhad WA	2,000,000	-	360,000	0.54
Hong Leong Industries Berhad	41,700	471,170	583,800	0.88
Oriental Kopi Holdings Berhad	3,300,000	2,583,447	4,455,000	6.74
RGB International Berhad	2,355,100	526,365	612,326	0.93
	12,674,400	7,216,561	9,256,182	14.00

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2025 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2025 expressed as percentage of NAV of Fund	
	Units	RM	RM	%

QUOTED EQUITIES

Energy

Bumi Armada Berhad	8,000,000	2,146,880	2,800,000	4.24
Carimin Petroleum Berhad	3,288,100	2,710,388	1,956,420	2.96
Coastal Contracts Berhad	550,000	950,983	654,500	0.99
Dayang Enterprise Holdings Berhad	800,000	1,337,895	1,280,000	1.94
Keyfield International Berhad	1,500,000	3,426,193	2,280,000	3.45
Lianson Fleet Group Berhad	300,000	477,000	600,000	0.91
Perdana Petroleum Berhad	4,000,000	1,139,860	600,000	0.91
UZMA Berhad	6,500,000	3,032,868	3,282,500	4.97
	<u>24,938,100</u>	<u>15,222,067</u>	<u>13,453,420</u>	<u>20.37</u>

Financial Services

Tune Protect Group Berhad	2,290,400	885,170	778,736	1.18
---------------------------	-----------	---------	---------	------

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2025 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2025 expressed as percentage of NAV of Fund	
	Units	RM	RM	%

QUOTED EQUITIES

Industrial Products & Services

CBH Engineering Holding Berhad	3,750,000	1,257,000	1,725,000	2.61
Coraza Integrated Technology Berhad	2,325,300	1,203,768	1,325,421	2.01
CPE Technology Berhad	160,600	148,318	126,874	0.19
Critical Holdings Berhad	1,700,000	1,191,007	1,649,000	2.49
EG Industries Berhad	5,128,400	2,279,346	6,307,932	9.54
EPB Group Berhad	500,000	231,009	217,500	0.33
HSS Engineers Berhad	3,500,000	2,233,167	2,257,500	3.42
iCents Group Holdings Berhad	1,500,000	360,000	675,000	1.02
Oxford Innotech Berhad	2,340,000	678,600	830,700	1.26
Pantech Global Berhad	1,485,600	810,543	750,228	1.14

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2025 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2025 expressed as percentage of NAV of Fund	Fair value as at 30/09/2025 expressed as percentage of NAV of Fund
	Units	RM	RM	%

QUOTED EQUITIES

Industrial Products & Services

Pantech Group Holdings Berhad	2,800,000	1,504,752	1,848,000	2.80
SKP Resources Berhad	1,471,800	1,926,197	1,368,774	2.07
TMK Chemical Berhad	300,000	406,380	408,000	0.62
Wentel Engineering Holdings Berhad	1,000,000	260,000	330,000	0.50
	<u>27,961,700</u>	<u>14,490,087</u>	<u>19,819,929</u>	<u>30.00</u>

Technology

Genetec Technology Berhad	2,300,000	2,444,271	1,276,500	1.93
Infoline Tec Group Berhad	1,358,600	1,086,880	604,577	0.91
Mi Technovation Berhad	1,100,000	2,456,447	2,629,000	3.98
SFP Tech Holdings Berhad	2,124,500	1,392,189	371,787	0.56
	<u>6,883,100</u>	<u>7,379,787</u>	<u>4,881,864</u>	<u>7.38</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2025 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2025 expressed as percentage of NAV of Fund	Fair value as at 30/09/2025 expressed as percentage of NAV of Fund
	Units	RM	RM	%

QUOTED EQUITIES

Telecommunications & Media

OCK Group Berhad	5,000,000	2,794,561	2,125,000	3.21
Reach Ten Holdings Berhad	750,000	390,000	367,500	0.56
	<u>5,750,000</u>	<u>3,184,561</u>	<u>2,492,500</u>	<u>3.77</u>

Transportation & Logistics

AGX Group Berhad	4,200,000	1,497,740	1,974,000	2.99
TAS Offshore Berhad	200,000	112,000	105,000	0.16
	<u>4,400,000</u>	<u>1,609,740</u>	<u>2,079,000</u>	<u>3.15</u>

Utilities

Mega First Corporation Berhad	489,100	1,043,218	1,858,580	2.81
PBA Holdings Berhad	600,000	1,229,460	1,230,000	1.86
	<u>1,089,100</u>	<u>2,272,678</u>	<u>3,088,580</u>	<u>4.67</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2025 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2025	Fair value as at 30/09/2025 expressed as percentage of NAV of Fund
	Units	RM	RM	%
TOTAL QUOTED EQUITIES	<u>89,786,800</u>	<u>54,430,747</u>	<u>58,566,211</u>	<u>88.63</u>
UNREALISED GAIN ON QUOTED EQUITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>4,135,464</u>		
FAIR VALUE OF TOTAL QUOTED EQUITIES		<u>58,566,211</u>		

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2024 are set out as follows:

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2024	Fair value as at 30/09/2024 expressed as percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Construction				
Kimlun Corporation Berhad	1,300,000	1,733,455	1,872,000	2.27
Muhibbah Engineering (M) Berhad	1,000,000	595,500	905,000	1.10
Southern Score Builders Berhad	1,327,900	265,580	723,705	0.88
	<u>3,627,900</u>	<u>2,594,535</u>	<u>3,500,705</u>	<u>4.25</u>
Consumer Products & Services				
Able Global Berhad	977,600	2,015,580	1,955,200	2.37
Farm Price Holdings Berhad	4,000,000	1,620,000	2,280,000	2.77
Genting Berhad	300,000	1,175,970	1,269,000	1.54
Genting Malaysia Berhad	450,000	1,003,815	1,089,000	1.32
Hong Leong Industries Berhad	41,700	471,170	572,958	0.70
Malayan Flour Mills Berhad	2,200,000	1,749,273	1,606,000	1.95
Padini Holdings Berhad	365,000	1,010,274	1,299,400	1.58

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2024 expressed as percentage of NAV of Fund	Fair value as at 30/09/2024 expressed as percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Consumer Products & Services				
RGB International Berhad	2,355,100	526,365	883,163	1.07
	10,689,400	9,572,447	10,954,721	13.30
Energy				
Bumi Armada Berhad	8,000,000	2,146,880	3,760,000	4.56
Carimin Petroleum Berhad	3,288,100	2,710,388	2,696,242	3.27
Coastal Contracts Berhad	750,000	1,296,795	1,260,000	1.53
Dayang Enterprise Holdings Berhad	800,000	1,337,895	1,824,000	2.21
Keyfield International Berhad	1,000,000	2,379,003	2,320,000	2.82
Perdana Petroleum Berhad	4,000,000	1,139,860	1,100,000	1.34
T7 Global Berhad	2,725,000	1,401,500	1,226,250	1.49
UZMA Berhad	3,938,900	2,466,687	3,879,817	4.71
	24,502,000	14,879,008	18,066,309	21.93

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2024 expressed as percentage of NAV of Fund	Fair value as at 30/09/2024 expressed as percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Financial Services				
Tune Protect Group Berhad	5,871,000	2,268,964	1,966,785	2.39
Health Care				
KPJ Healthcare Berhad	823,200	787,532	1,745,184	2.12
Industrial Products & Services				
Critical Holdings Berhad	1,565,100	1,086,661	1,502,496	1.82
EG Industries Berhad	3,464,200	3,079,367	6,374,128	7.74
Elridge Energy Holdings Berhad	2,636,400	1,086,648	1,001,832	1.22
Feytech Holdings Berhad	1,000,000	800,000	885,000	1.07
HSS Engineers Berhad	3,500,000	2,233,167	3,780,000	4.59
Hume Cement Industries Berhad	800,000	2,560,500	2,704,000	3.28
Kelington Group Berhad	940,900	1,393,274	2,879,154	3.49
L&P Global Berhad	1,432,300	573,761	486,982	0.59

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2024	Fair value as at 30/09/2024 expressed as percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Industrial Products & Services				
Pantech Group Holdings Berhad	2,800,000	1,504,752	2,772,000	3.36
SKP Resources Berhad	1,285,800	1,753,216	1,427,238	1.73
Wentel Engineering Holdings Berhad	1,000,000	260,000	300,000	0.36
	<u>20,424,700</u>	<u>16,331,346</u>	<u>24,112,830</u>	<u>29.25</u>
Technology				
Frontken Corporation Berhad	300,000	744,409	1,101,000	1.34
Infoline Tec Group Berhad	1,700,000	1,360,000	1,530,000	1.86
Infomina Berhad	873,300	855,135	1,309,950	1.59
	<u>2,873,300</u>	<u>2,959,544</u>	<u>3,940,950</u>	<u>4.79</u>
Telecommunications & Media				
OCK Group Berhad	5,000,000	2,794,560	2,350,000	2.85
REDtone Digital Berhad	3,600,000	2,760,490	3,348,000	4.06
	<u>8,600,000</u>	<u>5,555,050</u>	<u>5,698,000</u>	<u>6.91</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted equities as at 30 September 2024 are set out as follows: (cont'd)

Name of counter	Quantity	Aggregate cost	Fair value as at 30/09/2024	Fair value as at 30/09/2024 expressed as percentage of NAV of Fund
	Units	RM	RM	%
QUOTED EQUITIES				
Transportation & Logistics				
AGX Group Berhad	4,000,000	1,400,000	2,280,000	2.77
Sealink International Berhad	4,000,000	1,359,602	1,300,000	1.58
	<u>8,000,000</u>	<u>2,759,602</u>	<u>3,580,000</u>	<u>4.35</u>
Utilities				
Mega First Corporation Berhad	500,000	1,066,467	2,200,000	2.67
TOTAL QUOTED EQUITIES				
	<u>85,911,500</u>	<u>58,774,495</u>	<u>75,765,484</u>	<u>91.96</u>
UNREALISED GAIN ON QUOTED EQUITIES AT FAIR VALUE THROUGH PROFIT OR LOSS				
		<u>16,990,989</u>		
FAIR VALUE OF TOTAL QUOTED EQUITIES				
			<u>75,765,484</u>	

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

7. CASH AND CASH EQUIVALENTS

	2025 RM	2024 RM
Cash at bank	312,574	59,269
Deposits with licensed financial institutions*	7,594,514	6,380,933
	<u>7,907,088</u>	<u>6,440,202</u>

* A total of RM5,467,103 (2024: RM6,170,916) of the short-term deposits is placed with KAF Investment Bank Berhad, the intermediate holding company of the Manager.

The weighted average interest rates per annum and the average remaining maturities of deposits with licensed financial institutions are shown in Note 2(b) to the financial statements.

8. AMOUNT DUE TO BROKERS

The amount due from/(to) broker which relates to sale/ (purchase) of investment securities and instruments are unsecured, interest-free and receivable/(payable) according to the settlement rules of the applicable stock exchange

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

9. OTHER PAYABLES AND ACCRUALS

	2025 RM	2024 RM
Audit and tax agent's fees	14,473	14,202
Custodian fees	2,000	1,000
Sundry accruals	3,000	16,000
	<u>19,473</u>	<u>31,202</u>

10. NUMBER OF UNITS IN CIRCULATION

	2025 Number of units	2024 Number of units
At the beginning of the financial period	43,272,538	43,312,538
Creation of units arising from applications	950,000	5,260,000
Cancellation of units	(2,510,000)	(3,740,000)
At the end of the financial period	<u>41,712,538</u>	<u>44,832,538</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

11. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial period ended 30 September 2025 are as follows:

Name of brokers	Value of trades	Percentage of total trades	Brokerage fees	Percentage of total brokerage
	RM	%	RM	%
2025				
RHB				
Investment Bank Berhad	3,235,607	20.43	7,280	17.73
Maybank				
Investment Bank Berhad	1,545,948	9.76	3,126	7.61
CIMB				
Securities Sdn Bhd	1,441,906	9.10	3,256	7.93
Phillip Capital Sdn Bhd	1,432,853	9.05	2,866	6.98
Affin Hwang				
Investment Bank Berhad	1,251,897	7.90	6,248	15.21
UBS Securities				
Malaysia Sdn Bhd	1,225,936	7.74	2,207	5.37
Kenanga				
Investment Bank Berhad	1,061,400	6.70	4,350	10.59
Hong Leong				
Investment Bank Berhad	755,179	4.77	1,397	3.40
Public				
Investment Bank Berhad	648,650	4.09	1,459	3.55
CLSA				
Securities				
Malaysia Sdn Bhd	627,251	3.96	1,254	3.05
Others	2,613,930	16.50	7,630	18.58
	15,840,557	100.00	41,073	100.00

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

11. TRANSACTIONS WITH BROKERS (CONT'D)

Details of transactions with brokers for the financial period ended 30 September 2024 are as follows: (cont'd)

Name of brokers	Value of trades	Percentage of total trades	Brokerage fees	Percentage of total brokerage
	RM	%	RM	%
2024				
MIDF				
Amanah				
Investment Bank Berhad	8,462,110	17.72	16,967	17.31
Hong Leong				
Investment Bank Berhad	5,940,273	12.44	10,989	11.21
Public				
Investment Bank Berhad	5,844,352	12.23	13,151	13.41
CGS				
International Securities				
Malaysia Sdn Bhd	5,779,358	12.10	6,549	6.68
Phillip Capital Sdn Bhd	5,444,211	11.40	10,036	10.24
UOB Kay Hian				
Securities	4,316,380	9.04	8,633	8.81
Affin Hwang				
Investment Bank Berhad	3,701,721	7.75	7,403	7.55
RHB				
Investment Bank Berhad	3,263,118	6.83	7,342	7.49
CIMB				
Securities Sdn Bhd				
(formerly known as KAF Equities Sdn Bhd)	2,323,408	4.86	5,228	5.33
Maybank				
Investment Bank Berhad	993,656	2.08	1,987	2.03
Others	1,695,429	3.55	9,743	9.94
	47,764,016	100.00	98,028	100.00

The Manager is of the opinion that all the transactions with the related company have been entered into in the normal course of business and have been established on terms and conditions that have been agreed upon by the parties involved.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

12. UNITS HELD BY THE MANAGER AND RELATED PARTIES

The related parties and their relationships with the Fund are as follows:

Related parties	Relationships
KAF Investment Funds Berhad	The Manager
KAF-Seagroatt & Campbell Berhad	Immediate holding company of the Manager
AKKA Sdn Bhd	Ultimate holding company of the Manager
Subsidiaries and associates of the ultimate holding company of the Manager as disclosed in its financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager

	2025		2024	
	No. of Units	RM	No. of Units	RM
KAF Investment Funds Berhad	2,393	3,792	33,959	62,403

The above units were transacted at the prevailing market price. All related party units are held legally.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2025

13. TOTAL EXPENSE RATIO ("TER")

	2025	2024
TER ("annualised")	1.62%	1.66%

TER is derived from the following calculation:

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

- A = Manager's fee
- B = Trustee's fee and custodian fees
- C = Audit fee
- D = Tax agent's fee
- E = Other expenses
- F = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis was RM63,922,202 (2024: RM83,785,875).

14. PORTFOLIO TURNOVER RATIO ("PTR")

	2025	2024
PTR	0.14 times	0.27 times

PTR is derived from the following calculation:

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

- where: total acquisition for the financial period = RM7,138,599 (2024: RM24,417,940)
- total disposal for the financial period = RM10,252,966 (2024: RM20,276,678)

14. SEMI-ANNUAL ACCOUNTS

The semi-annual accounts for the six month's period ended 30 September 2025 is unaudited.

CORPORATE INFORMATION

Manager

KAF Investment Funds Berhad
Reg. No: 199501004999

Registered Office

Level 13A, Menara IQ
Lingkaran TRX, Tun Razak Exchange
55188 Kuala Lumpur

Business Office

Level 13, Menara IQ
Lingkaran TRX, Tun Razak Exchange
55188 Kuala Lumpur
Tel: 03-9767 6000 Fax: 03-9767 6001
Website: www.kaf.com.my

Board of Directors

Datuk Khatijah binti Ahmad
Mohammed Reza Tan Sri Abu Talib
Nor Rejina binti Abdul Rahim
Tunku Rozita binti Tunku Abdul Malek

Secretary

Siti Nurmazita binti Mustapha (LS 0009160)

Trustee

RHB Trustees Berhad

Auditor & Reporting Accountant

PricewaterhouseCoopers PLT

Tax Adviser

PricewaterhouseCoopers Taxation Services Sdn Bhd

Banker

Standard Chartered Bank Malaysia Berhad

KAF Investment Funds Berhad Reg. No: 199501004999
Level 13, Menara IQ,
Lingkaran TRX, Tun Razak Exchange
55188 Kuala Lumpur
Tel: 03-9767 6000 Fax: 03-9767 6001

For more information,
log on to **www.kaf.com.my**