



Saturna Global Sustainable Fund

Semi-Annual Report

31 December 2024
(Unaudited)

A Qualified Sustainable & Responsible Investment Fund

Fund Manager

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1. FUND MANAGER'S REPORT

FUND NAME

Saturna Global Sustainable Fund ("the Fund")

TYPE OF FUND

Growth & Income

CATEGORY OF FUND

Shariah-compliant Equity

INVESTMENT OBJECTIVE

To achieve long-term capital appreciation and income by investing in global markets.

DISTRIBUTION POLICY

Subject to availability of income, distributions will be made on semi-annual basis.

All income distribution will be automatically reinvested in additional Units at the date of distribution, unless the Unit Holder specifically requests, in the application or in writing, for distributions to be made in cash via bank transfer. The Units will be reinvested based on the NAV per Unit on the first Business Day following the day the distribution is declared.

Any unclaimed distribution cheques will be automatically reinvested in additional Units at the expiry of the six-month validity period for cheques, based on the prevailing Net Asset Value (NAV) seven (7) Business Days after the validity period of the cheques.

FOREIGN EXCHANGE RATE

All foreign securities and assets are converted into US Dollar ("US\$") based on the bid exchange rate quoted by Bloomberg at United Kingdom time 4.00 p.m. the same day.

PERFORMANCE BENCHMARK

MSCI ACWI Islamic Index (US\$) ("the Benchmark")

The benchmark is used as a yardstick to assess the performance of the Fund only. The risk profile of the Fund, the Shariah, as well as ESG Criteria are different from that of the benchmark.

1. FUND MANAGER'S REPORT *(continued)*

FUND PERFORMANCE

For six-month period ended December 31, 2024, Saturna Global Sustainable Fund fell 2.87% compared with 1.20% for MSCI ACWI Islamic Index. This was mainly due to weak performance for weight loss drugs company Novo Nordisk and Japanese staples company Unicharm as well as the fund not owning Elon Musk owned Tesla which did well post Trump victory. The fund rose 47.83% since inception on June 23, 2017 compared with an increase of 83.47% for MSCI ACWI Islamic Index. For calendar year 2023, the fund rose 4.65% compared with 5.03% for MSCI ACWI Islamic Index.

Information Technology and Materials added to the outperformance in the first half of fiscal 2025 whereas Consumer Discretionary and Health Care detracted from the performance. It is worth noting that we do not have Financial and Energy holdings in the fund primarily due to the environmental, sustainability, and governance (ESG) nature of the fund. The fund is overweight Health Care by 8.99% and Communication Services by 3.93% and is underweight Energy by 12.93% and Materials by 4.57%.

Among the stock holdings, Broadcom Inc, Microsoft Corp, and SAP SE contributed to returns whereas Novo Nordisk, ASML Holding, and Astra Zeneca were among the detractors. All positions remained *Shariah* compliant.

The graph below compares the 5-year performance of the Fund against its benchmark.



Source : Bloomberg

Benchmark: MSCI ACWI Islamic Index. (US\$)

1. FUND MANAGER'S REPORT *(continued)*

FINANCIAL PERFORMANCE

	As at 31 December 2024	As at 31 December 2023	As at 31 December 2022
Net Asset Value (USD)	51,377,751	48,467,741	48,356,225
Units in Circulation (units)	38,300,853	37,273,211	42,693,028
Net Asset Value / unit (USD)	1.3414	1.3003	1.1326
Highest NAV (USD)	1.4230	1.3003	1.1796
Lowest NAV (USD)	1.2973	1.1316	1.0124
Total Return			
Capital growth	-2.87%	3.44%	2.50%
Income distribution	-	-	-
Final Distribution			
Gross Distribution/unit	-	-	-
Net Distribution/unit	-	-	-
Date of Distribution	-	-	-
Portfolio Composition			
Quoted Equity Securities	94.00%	95.12%	87.57%
Other Liquid Assets	6.00%	4.88%	12.43%
Total Expense Ratio	0.24%	0.62%	0.59%
Total Expense Ratio (excluding Performance Fee)	0.24%	0.26%	0.29%
Portfolio Turnover Ratio	0.06 times	0.07 times	0.09 times
Official Launching Date	23 June 2017	23 June 2017	23 June 2017

Total Expense Ratio

The total expense ratio for the financial period is 0.24%

Total Expense Ratio is derived from the following calculation:

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

A = Administration Fee

B = Distribution Fee

C = Trustee Fee

D = Performance Fee

E = Audit Fee

F = Tax Agent's Fee

G = Other Expenses

H = 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 is USD52,458,189.16

During the current financial period, the decrease in TER is mainly due to no performance fee incurred.

Portfolio Turnover Ratio

The portfolio turnover ratio for the financial period is 0.06 times.

During the current financial period, the decrease in PTR is due to lower trading activities.

The portfolio turnover ratio is derived from the following calculation:

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

Where:

total acquisition for the financial period = USD 2,520,591.52

total disposal for the financial period = USD 3,358,055.44

1. FUND MANAGER'S REPORT *(continued)*

ANNUAL TOTAL RETURNS FOR THE FINANCIAL YEARS ENDED 30 JUNE (in %)

Total Return is based on NAV to NAV with distribution reinvested. Below is total return of the Fund as at 31 December 2024 since inception.

	(1 July 2023 – 30 June 2024)	(1 July 2022 – 30 June 2023)	(1 July 2021 – 30 June 2022)	(1 July 2020 – 30 June 2021)	(1 July 2019 – 30 June 2020)
The Fund	11.45%	13.76%	-18.78%	30.06%	3.09%
MIWD Index	13.59%	20.01%	-11.11%	35.77%	-1.34%

Note: Total Return of the Fund is derived by this formula:

$$\left(\left[\frac{\text{End of Period FY Current Year NAV per unit}}{\text{End of Period FY Previous Year NAV per unit}} \right] - 1 \right) \times 100$$

AVERAGE TOTAL RETURN (in %)

Average Total Return is derived by the formula:

$$\frac{\text{Total Return}}{\text{Number of Years Under Review}}$$

Average Total Return for the Following Year(s) Ended 31st December 2024:

Period	1 Year (1 January 2024 – 31 December 2024)	3 Years (1 January 2022 – 31 December 2024)	5 Years (1 January 2020 – 31 December 2024)
The Fund	4.65%	-1.97%	4.84%
MIWD Index	5.03%	4.10%	9.87%

Unit prices and return may fluctuate, past performance is not necessarily indicative of future performance.

STOCK MARKET REVIEW

Global equity markets remained strong throughout 2024 with the S&P 500 Index ending the year up 25.0%, the MSCI All Country World Index climbing 18.0% and MSCI Emerging Markets Index 7.5%. Europe was the only laggard with Stoxx Europe 600 up only 2.5%.

A key market driver for much of the year was the resilience of US and global economies, which continued to grow despite interest rate hikes implemented by the Fed and other central banks post-COVID. The investor sentiment was further boosted by the easing of global inflationary pressures as the year went on. Unsurprisingly, global central banks started to cut their respective policy rates, with the Federal Reserve and European Central Bank taking the lead by lowering the rates by 100 basis points each.

The year was also remarkable for strong investor enthusiasm for artificial intelligence which specifically boosted the

performance of the Magnificent Seven stocks, which outperformed the S&P Index by a factor of two. Elsewhere, China increased policy support for its ailing property sector and initiated several stimulus programs, which eased investor worries with Shanghai Composite finishing the year up 13%.

Against these positive market developments, concerns around continuing US-China trade and tech tensions, the on-going Russia-Ukraine war, and growing conflict in the Middle East were largely brushed aside by equity investors. However, European political instability and economic stagnation, particularly in France and Germany, did cause equity prices to turn lower in those markets, especially in the fourth quarter. Separately, the re-election of Donald Trump as US President in November raised the specter of a return to 'beggar-thy-neighbor' policies in the US, resulting in continued strength in US markets but significant weakness elsewhere post-election.

1. FUND MANAGER'S REPORT *(continued)*

MARKET OUTLOOK AND INVESTMENT STRATEGY

Reflecting strong 2024 market performance, the S&P 500 Index now trades at 25x earnings, well above its 10-year median of 19x, while the MSCI All Country World Index trades at 20.5x earnings compared with its 10-year median of 17x. Valuations therefore continue to grow and remain stretched.

The Magnificent Seven stocks on average trade at 36x earnings compared with the S&P 500 Equal Weighted Index (SPW) which trades at just 19x. One could argue that the rich Magnificent 7 valuations reflect higher medium-term earnings growth projections (19% compound annual growth rate over the next three years). Yet the SPW offers a still solid projected medium-term earnings compound annual growth rate of 10% with a dividend yield of 2% at much cheaper valuations. So, while markets are generally not cheap, pockets of value remain available outside the mega cap technology sector.

It is also worth mentioning that outside the US, most indices continue to trade at around 14-15x earnings, close to or below their 10-year median levels, while offering a respectable earnings growth trajectory. Apart from Europe, non-US equity valuations look relatively more attractive in general. Separately, another positive driver for the global markets is the central banks' capacity for further interest rates cuts.

Risks

The economic policies of the incoming US administration pose the greatest potential risk to markets over the short to medium term. On the campaign trail, president-elect Trump proposed imposing tariffs of up to 25% on all imports from Mexico and Canada and an additional 10% on those from China. Though the actual tariffs which get implemented could turn out to be less extreme, they could still exacerbate inflation and result in higher rates, which could dampen overall investor sentiment. Other countries could also impose retaliatory tariffs on US imports resulting in a full-blown trade war which could impair global economic growth. Meanwhile, the Chinese economy could remain weak despite the stimulative measures being undertaken by the government or Europe may not come out of the slump. Other risks include the geopolitical situation across the Middle East and Ukraine.

SUSTAINABLE AND RESPONSIBLE INVESTMENT FUNDS ('SRI')

The Fund is a qualified Sustainable and Responsible Investment (SRI) fund under the Securities Commission Malaysia's Guidelines on SRI Funds. In the opinion of the Manager, the Fund, for the financial period under review, has complied with the requirements of the Guidelines on SRI Funds based on Saturna's comprehensive environmental, social and governance (ESG) investment process. The investments of the Fund will be subject to the ESG integration methodology, including the selection, retention, and realisation of the Fund's investments.

The Manager considers issuers with sustainable characteristics to be those issuers that are generally larger, more established, consistently profitable, financially strong, and with low exposure to ESG risks. The underlying investments are consistent with the Fund's sustainable characteristics, i.e. the selected issuers must have sustainable profits, strong balance sheets, management strength, high-quality operations, risk consciousness, low debt and established business. For the period under review, none of the Fund's underlying investments are inconsistent with the SRI requirements. The Manager adopts its own sustainable rating system, as well as relies on third party data to identify companies believed to present low ESG risk profiles. In addition, the Manager uses negative screening to exclude security issuers primarily engaged in higher ESG risk and *Shariah* non-compliant businesses such as alcohol, pornography, weapons, gambling and fossil fuel extraction.

The sustainability aspects of the Fund's portfolio are reviewed periodically to ensure the investments of the Fund are consistent with the adopted sustainability considerations. If the companies that the Fund invests in show persistent deterioration in their ESG factors and become inconsistent with any other sustainability considerations, the said investments shall be disposed within an appropriate timeframe.

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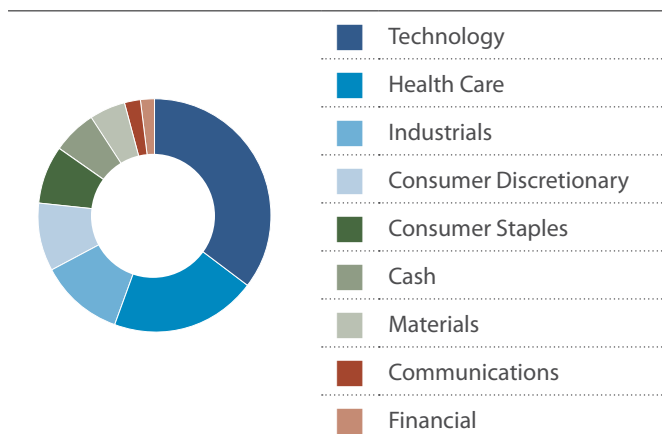
1. FUND MANAGER'S REPORT *(continued)*

ASSET ALLOCATION OF THE FUND

	31 December 2024	31 December 2023	31 December 2022
By Country	% of NAV	% of NAV	% of NAV
Cash & Other Liquid Assets	6.00	4.88	12.43
Canada	3.11	3.55	2.86
Denmark	2.36	4.06	5.28
France	6.88	9.13	7.52
Germany	10.26	9.64	6.34
Indonesia	-	-	1.02
Japan	5.99	7.25	4.68
Netherlands	-	1.03	1.24
Spain	2.73	2.95	2.04
Sweden	2.06	2.14	1.79
Switzerland	2.47	3.04	3.24
Taiwan	2.50	-	-
United Kingdom	4.39	3.81	5.01
United States of America	51.25	48.52	46.55
	100.00	100.00	100.00

	31 December 2024	31 December 2023	31 December 2022
By Sector	% of NAV	% of NAV	% of NAV
Cash & Other Liquid Assets	6.00	4.88	12.43
Communication	2.21	2.18	2.48
Consumer Discretionary	9.62	11.66	13.14
Consumer Staples	8.04	10.25	9.63
Energy	-	0.74	1.20
Financial	1.71	2.29	1.94
Health Care	20.46	22.02	21.74
Industrials	11.51	11.72	10.13
Material	5.16	6.21	7.61
Technology	35.29	28.05	19.70
Others	-	-	-
	100.00	100.00	100.00

Sector Allocation as at 31 December 2024



1. FUND MANAGER'S REPORT *(continued)*

ASSET ALLOCATION OF THE FUND *(continued)*

Fund performance from 1 January 2024 to 31 December 2024

	31 December 2024 USD	31 December 2023 USD	% Change
Total NAV (Inclusive of Injection)	51,377,751	48,467,741	6.00
NAV/unit	1.3414	1.3003	3.16

NAV per unit at the end of 31 December 2024 rose by 3.16% compared with 31 December 2023 as investors reacted positively to global economic resilience, moderating inflation and interest rate cuts which commenced in 2024.

Top Five Investments as at 31 December 2024

Stock	Weight
Microsoft Corp	8.20%
SAP SE	3.81%
Nintendo	2.87%
Schneider Electric	2.86%
Industria de Diseno Textil	2.73%

DETAILS OF DISTRIBUTION AND UNIT SPLIT

For the period under review, no distribution and unit split was made by the Fund.

CROSS TRADE TRANSACTIONS

Cross trade transactions occur when there are inter-fund transactions whereby an investment in one fund is bought by or sold to another fund simultaneously as both funds are managed by the same fund manager. There are no cross trade transactions undertaken for the Fund as this practice is disallowed by the Fund Manager.

SECURITIES FINANCING TRANSACTIONS

The Fund has not undertaken any securities lending or repurchase transactions since the securities financing transactions are not permitted.

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 period under review.

POLICY ON STOCKBROKING, REBATES, AND SOFT COMMISSION

The Fund Manager does not retain any rebate from, or otherwise share in any commission with, any broker/dealer in consideration for directing dealings in the investments of the Fund. Accordingly, any rebate or shared commission will be directed to the account of the Fund. The Fund Manager may direct portfolio trades to Saturna Brokerage Services, Inc., an affiliated brokerage firm.

2. TRUSTEE'S REPORT

TO THE UNITHOLDERS OF SATURNA GLOBAL SUSTAINABLE FUND

We have acted as Trustee for **Saturna Global Sustainable Fund** ("the Fund") for the financial period ended 31 December 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, **Saturna Sdn. Bhd.** ("the Manager") has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

- a) Limitations imposed on the investment powers of the management company under the deed(s), securities laws and the Guidelines on Unit Trust Funds;
- b) Valuation and pricing is carried out in accordance with the deed(s); and
- c) Any creation and cancellation of units are carried out in accordance with the deed(s) and any regulatory requirement

For **SCBMB Trustee Berhad**
(Company No: 201201021301)

Lor Yuen Ching
Trustee Services Manager

Lee Kam Weng
Trustee Services Manager

Kuala Lumpur, Malaysia
24 February 2025

3. STATEMENT BY MANAGER

We, **MONEM A. SALAM** and **SHAHARIAH BINTI SHAHARUDIN**, being two of the directors of **Saturna 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, International Financial Reporting Standards and the requirements of the Securities Commission's Guidelines on Unit Trust Funds in Malaysia so as to give a true and fair view of the financial position of **SATURNA GLOBAL SUSTAINABLE FUND** at 31 December 2024 and of its financial performance and cash flows for the financial period then ended on that date and comply with the requirements of the Deed.

For and on behalf of the Manager



MONEM A. SALAM
Director, Saturna Sdn Bhd



SHAHARIAH BINTI SHAHARUDIN
Director, Saturna Sdn Bhd

24 February 2025

4. SHARIAH ADVISER'S REPORT

To the Unit Holders of Saturna Global Sustainable Fund ("Fund")

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, Saturna Sdn Bhd has operated and managed the Fund during the period covered by these financial statements in accordance with the Shariah principles and requirements and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise of instruments that have been classified as Shariah compliant except for Kering and Enphase Energy which have been reclassified as Shariah non-compliant by the Shariah Adviser. These reclassified Shariah non-compliant have been fully disposed on 8 August 2024.

Thank you.

For **AMANIE ADVISORS SDN BHD**

TAN SRI DR MOHD DAUD BAKAR

Executive Chairman

Kuala Lumpur
24 February 2025

5. UNAUDITED STATEMENT OF FINANCIAL POSITION

Opinion

In the opinion of the Fund Manager, the financial statements have been properly drawn up in accordance with Malaysian Financial Reporting Standards and the requirements of the Securities Commission's Guidelines on Unit Trust Funds so as to give a true and fair view of the financial position of the Fund as at 31 December 2024 and of its financial performance, the changes in net asset value, and the cash flows of the Fund for the period ended.

		As at 31 December 2024	As at 30 June 2024
Assets	Note	USD	USD
Investments			
Financial assets at FVTPL	4	48,296,805	50,582,069
Short-term Shariah-based deposits	5	702,247	688,283
		48,999,052	51,270,352
Other Assets			
Amount due from stockbrokers		-	-
Amount due from management company		-	104,493
Amount due from Distributors		-	-
Cash at bank		2,432,294	1,391,997
Current Tax Asset		120,633	81,177
Other receivable		27,994	46,632
		2,580,921	1,624,299
Total Assets		51,579,973	52,894,651
Liabilities			
Amount due to manager		197,129	690,272
Amount due to Unitholders Capital		-	-
Amount due to trustee		2,307	2,199
Current Tax Liability		-	-
Other payables and accruals		2,786	3,860
		202,222	696,331
Net asset value attributable to unit holders	6	51,377,751	52,198,320
Total equity and liabilities		51,579,973	52,894,651
Number of units in circulation	6	38,300,853	37,797,570
Net asset value per unit		1.3414	1.3810

6. UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

For the financial period ended 31 December 2024

	Note	1 July 2024 to 31 December 2024 USD	1 July 2023 to 31 December 2023 USD
Income			
Profit from short-term Shariah-based deposits		13,941	13,939
Gross Dividend Income		288,113	302,491
Gross Dividend income from non-permissible securities		-	-
Net loss on foreign exchange		(22,665)	(296,282)
Net (loss)/gain on financial assets at fair value through profit or loss ("FVTPL")	4	(904,949)	2,158,294
Net (loss)/gain from non-permissible securities	4	(538,978)	-
		(1,164,538)	2,178,442
Less: Expenses			
Administration fee	7	52,617	50,498
Distribution fee	7	52,617	50,498
Performance fee	7	-	161,126
Trustee's fee	8	13,154	11,270
Auditors' fee		1,497	1,392
Tax agent's fee		428	857
Other expenses		5,541	5,527
		125,854	281,168
Net (loss)/profit before taxation & purification			
		(1,290,392)	1,897,274
Purification		(162,540)	(159,884)
Net (loss)/profit before taxation & after purification		(1,452,932)	1,737,390
Taxation		(66,944)	(126,074)
Net (loss)/profit after taxation & purification		(1,519,876)	1,611,316
Net (loss) after taxation is made up as follows:			
Realised (loss)/income		(34,822)	(462,605)
Unrealised (loss)/income, net		(1,485,054)	2,073,921

7. UNAUDITED STATEMENT OF CHANGES IN NET ASSET VALUE

For the financial period ended 31 December 2024

	Unitholders' Capital USD	Retained Earnings USD	Total Net Asset Value USD
Net asset value as at 1 July 2023	37,158,459	9,699,530	46,857,989
Movement due to creation / (cancellation) of units during the period:			
Creation of units from applications	48,785	-	48,785
Cancellation of units	(50,349)	-	(50,349)
Total comprehensive Income for the financial period	-	1,611,316	1,611,316
Net asset value as at 31 December 2023	37,156,895	11,310,846	48,467,741
	Unitholders' Capital USD	Retained Earnings USD	Total Net Asset Value USD
Net asset value as at 1 July 2024	37,887,890	14,310,430	52,198,320
Movement due to creation / (cancellation) of units during the period:			
Creation of units from applications	789,011	-	789,011
Cancellation of units	(89,704)	-	(89,704)
Total comprehensive Income for the financial period	-	(1,519,876)	(1,519,876)
Net asset value as at 31 December 2024	38,587,197	12,790,554	51,377,751

8. UNAUDITED STATEMENT OF CASH FLOWS

For the financial period ended 31 December 2024

	1 July 2024 to 31 December 2024 USD	1 July 2023 to 31 December 2023 USD
Cash flows from/(for) operating and Investing activities		
Proceeds from sale of financial assets at FVTPL	3,344,212	3,756,236
Purchase of financial assets at FVTPL	(2,524,148)	(2,975,495)
Dividend received	238,558	239,202
Profit received from short-term Shariah-based deposits	13,964	13,927
Administration fee paid	(52,184)	(52,761)
Audit fee paid	(3,743)	(3,210)
Performance fee paid	(535,779)	(611,264)
Purification paid	(162,540)	(159,885)
Distribution fee paid	(10,414)	(5,661)
Trustee's fee paid	(13,046)	(11,347)
Tax Agent fee paid	-	(455)
Payment for other fees and expenses	(4,964)	(5,046)
Income Tax Paid	(39,456)	(91,828)
Net cash from/(for) operating and investing activities	250,460	92,413
Cash flows from financing activities		
Proceeds from issuance of units	893,505	48,785
Payments for cancellation of units	(89,704)	(50,349)
Net cash from financing activities	803,801	(1,564)
Net increase/(decrease) in cash and cash equivalents	1,054,261	90,849
Cash and cash equivalents at beginning of the period	2,080,280	2,511,569
Cash and cash equivalents at end of the financial period	3,134,541	2,602,418
Cash and cash equivalents comprise:		
Cash at bank	2,432,294	1,928,740
Short-term Shariah-based deposits	702,247	673,678
	3,134,541	2,602,418

9. NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 1 JULY 2024 TO 31 DECEMBER 2024

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

Saturna Global Sustainable Fund (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of a Trust Deed dated 7 March 2017 (hereinafter referred to as “the Deed”) between the Manager, Saturna Sdn. Bhd. and the Trustee, SCBMB Trustee Berhad.

The principal activity of the Fund is to invest in a diversified portfolio of Shariah-compliant equities across global markets. The objective of the Fund is to provide long-term capital growth and current income. The Fund’s investments comply with Shariah requirements as prescribed by its Shariah Adviser. The Fund was launched on 23 June 2017 and will continue its operations until terminated by the Trustee as provided under Part 12 of the Trust Deed.

The Manager, Saturna Sdn. Bhd. is principally engaged in funds management activity. The Manager is incorporated in Malaysia.

2. BASIS OF PREPARATION

The financial statements of the Fund are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under material accounting policy information, and in compliance with Malaysian Financial Reporting Standards (“MFRSs”) and International Financial Reporting Standards.

- 2.1** During the current financial year, the Fund has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current
Amendments to MFRS 101: Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) did not have any material impact on the Fund’s financial statements of the Fund.

- 2.2** The Fund has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective for the current financial year:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement the Financial Instruments	1 January 2026
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026

The adoption of the above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Fund upon its initial application except as follows:-

MFRS 18 Presentation and Disclosure of Financial Statements

MFRS 18 ‘Presentation and Disclosure in Financial Statements’ will replace MFRS 101 ‘Presentation of Financial Statements’ upon its adoption. This new standard sets out the new requirements for the presentation and disclosure of information in the primary financial statements and notes. The potential impact of the new standard of the financial states of the Fund has yet to be assessed.

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS (continued)

3. MATERIAL ACCOUNTING POLICIES

3.1 FINANCIAL INSTRUMENTS

(a) Financial Assets

Financial Assets Through Profit or Loss ("FATPL")

The financial assets are initially measured at fair value. Subsequent to the initial recognition, the financial assets are remeasured to their fair values at the reporting date with fair value changes recognised in profit or loss. The fair value changes do not include interest and dividend income.

Financial Assets at Amortised Cost

The financial assets are initially measured at fair value plus transaction costs except for trade receivables without significant financing component which are measured at transaction price only. Subsequent to the initial recognition, all financial assets are measured at amortised cost less any impairment losses.

Financial Assets Through Other Comprehensive Income

The financial assets are initially measured at fair value plus transaction costs. Subsequent to the initial recognition, the financial assets are remeasured to their fair values at the reporting date with fair value changes taken up in other comprehensive income and accumulated in the fair value reserve, except for the recognition of impairment, interest income and foreign exchange difference of a debt instrument which are recognised directly in profit or loss. The fair value changes do not include interest and dividend income.

(b) Financial Liabilities

Financial Liabilities Through Profit or Loss

The financial liabilities are initially measured at fair value. Subsequent to the initial recognition, the financial liabilities are remeasured to their fair values at the reporting date with fair value changes recognised in profit or loss. The fair value changes do not include interest expense.

Financial Liabilities at Amortised Cost

The financial liabilities are initially measured at fair value less transaction costs. Subsequent to the initial recognition, the financial liabilities are measured at amortised cost.

The above interest is a general economic indicator that will have an impact on the management of the fund regardless whether it is a Shariah-compliant fund or otherwise. It does not in any way suggest that the fund will invest in conventional financial instruments. All the investments carried out for the fund are in accordance with Shariah requirements.

3.2 CLASSIFICATION OF REALISED AND UNREALISED GAINS AND LOSSES

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

Realised gains and losses on disposals of financial instruments classified as part of 'at fair value through profit or loss' are calculated using weighted average method. They represent the difference between an instrument's initial carrying amount and disposal amount.

3.3 FUNCTIONAL AND FOREIGN CURRENCIES

(a) 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 which is the functional currency. The financial statements are presented in United States Dollar ("USD"), which is also the Fund's functional currency.

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS *(continued)*

3. MATERIAL ACCOUNTING POLICIES *(continued)*

3.3 FUNCTIONAL AND FOREIGN CURRENCIES *(continued)*

(b) Foreign Currency Transactions and Balances

Transactions in foreign currencies are converted into the respective functional currencies on initial recognition, using the exchange rates at the transaction dates. Monetary assets and liabilities at the end of the reporting period are translated at the exchange rates ruling as of that date. Non-monetary assets and liabilities are translated using exchange rates that existed when the values were determined. All exchange differences are recognised in profit or loss.

3.4 UNITHOLDERS' CONTRIBUTION

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

3.5 DIVIDEND DISTRIBUTION

Dividend distributions are at the discretion of the Fund. A dividend to the Fund's Unitholders is accounted for as a deduction from realised reserves except where dividend is sourced out of distribution equalisation which is recognised as a liability in the period in which it is approved.

3.6 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash in hand, bank balances, demand deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value with original maturity periods of three months or less.

3.7 INCOME

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the income can be reliably measured. Income is measured at the fair value of consideration received or receivable.

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

Profit income from deposits is recognised on an accrual basis using the effective profit method.

3.8 INCOME TAX

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authorities.

Current taxes are measured using tax rates and tax laws that have been enacted or substantively enacted at the end of the reporting period and are recognised in profit or loss except to the extent that the tax related to items recognised outside profit or loss, (either in other comprehensive income or directly in equity).

No deferred tax is recognised as there are no material temporary differences.

3.9 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

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

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

3.10 SEGMENT INFORMATION

Operating segments are reported in a manner consistent with the internal reporting used by the Manager of the Fund. The Manager of the Fund is responsible for allocating resources and assessing performance of the operating segments.

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS (continued)

4. INVESTMENTS

	2024 USD	2023 USD
Financial assets at FVTPL Quoted Investments	48,296,805	46,097,777

All of the investments of the Fund are classified as financial assets at FVTPL.

	2024 USD	2023 USD
Net (loss)/gain on financial assets at FVTPL comprised: -		
Realised gain/(loss) on disposals	41,127	(175,964)
Unrealised changes in fair value	(1,485,054)	2,073,921
	(1,443,927)	1,897,957

Financial assets designated as FVTPL as at 31 December 2024 are as detailed below:

2024	Quantity (Units)	Cost USD	Market Value USD	% of NAV
Canada				
Industrial				
Canadian Pacific Kansas City Ltd	2,884	77,076	208,715	0.41
Materials				
Barrick Gold Corp.	43,800	861,451	678,506	1.32
Technology				
CGI Group Inc	6,500	529,326	710,580	1.38
Denmark				
Health Care				
Novo Nordisk A/S - B	14,000	1,251,244	1,212,813	2.36
France				
Consumer Staples				
L'Oreal	2,400	510,490	849,141	1.65
Health Care				
Essilor International SA	5,000	659,445	1,219,209	2.37
Industrial				
Schneider Electric	5,900	730,277	1,471,031	2.86
Germany				
Consumer Discretionary				
Adidas AG	3,400	619,579	833,285	1.62
Health Care				
Siemens Healthineers AG	13,000	699,255	688,884	1.34
Technology				
Infineon Technologies AG	14,000	313,851	454,978	0.89
Nemetschek	8,000	794,964	774,995	1.51
SAP SE	8,000	838,133	1,956,531	3.81
ASML Holdings NV	800	704,061	561,954	1.09
		2,651,009	3,748,458	7.30

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS *(continued)*

4. INVESTMENTS *(continued)*

Financial assets designated as FVTPL as at 31 December 2024 are as detailed below *(continued)*:

2024	Quantity (Units)	Cost USD	Market Value USD	% of NAV
Japan				
Consumer Staples				
Unicharm Corporation	93,000	1,068,663	769,779	1.50
Technology				
Murata Manufacturing	51,000	931,775	829,528	1.62
Nintendo	25,000	1,049,434	1,471,785	2.87
		1,981,209	2,301,313	4.49
Spain				
Consumer Discretionary				
Industria de Diseno Textil SA	27,300	996,288	1,402,579	2.73
Sweden				
Industrials				
Assa Abloy AB	35,800	741,202	1,056,889	2.06
Switzerland				
Consumer Staples				
Nestle SA	5,300	452,052	437,219	0.85
Health Care				
Novartis AG	8,500	595,884	830,616	1.62
Taiwan				
Technology				
Taiwan Semiconductor	6,500	982,383	1,283,685	2.50
United Kingdom				
Consumer Staples				
Unilever PLC	10,000	568,608	569,425	1.11
Health Care				
AstraZeneca PLC	8,200	1,133,997	1,074,716	2.09
Materials				
Rio Tinto PLC	10,300	661,040	609,076	1.19
United States of America				
Communication				
Alphabet, Class A	6,000	602,507	1,135,800	2.21
Consumer Discretionary				
Lowe's	2,500	271,199	617,000	1.20
Ross Stores	6,000	569,242	907,620	1.77
TJX Companies	9,800	345,368	1,183,938	2.30
		1,185,809	2,708,558	5.27

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS *(continued)*

4. INVESTMENTS *(continued)*

Financial assets designated as FVTPL as at 31 December 2024 are as detailed below *(continued)*:

2024	Quantity (Units)	Cost USD	Market Value USD	% of NAV
United States <i>(continued)</i>				
Consumer Staples				
Kenvue Inc	22,000	506,044	469,700	0.91
Procter & Gamble	6,200	542,616	1,039,430	2.02
		1,048,660	1,509,130	2.93
Financial				
Prologis Inc	8,312	541,107	878,578	1.71
Health Care				
Boston Scientific	14,000	640,879	1,250,480	2.43
Edwards Lifesciences	12,500	596,747	925,375	1.80
Eli Lilly	1,400	513,544	1,080,800	2.10
Johnson & Johnson	8,000	1,052,087	1,156,960	2.25
Stryker	3,000	779,516	1,080,150	2.10
		3,582,773	5,493,765	10.68
Industrials				
Johnson Control International	12,600	694,939	994,518	1.94
TE Connectivity	5,000	475,524	714,850	1.39
Trane	650	251,794	240,078	0.47
Union Pacific	5,350	1,075,359	1,220,014	2.38
		2,497,616	3,169,460	6.18
Material				
Corteva	10,900	544,830	620,864	1.21
PPG Industries	6,200	698,320	740,590	1.44
		1,243,150	1,361,454	2.65
Technology				
Adobe Inc	945	252,052	420,223	0.82
Advanced Micro Devices	6,400	1,101,120	773,056	1.50
Broadcom Ltd	5,200	563,561	1,205,568	2.35
Cisco Systems	20,000	900,080	1,184,000	2.30
Microsoft	10,000	3,466,794	4,215,000	8.20
NVIDIA	2,000	246,640	268,580	0.52
Qualcomm	3,500	206,836	537,670	1.05
Salesforce Inc.	3,000	426,932	1,002,990	1.95
ServiceNow	450	333,496	477,054	0.93
		7,497,511	10,084,141	19.62
Total Financial Assets at FVTPL		35,969,611	48,296,805	94.00

Note: There is no securities classified as Shariah non-compliant during the period under review.

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS *(continued)*

4. INVESTMENTS *(continued)*

Financial assets designated as FVTPL as at 31 December 2023 are as detailed below:

2023	Quantity (Units)	Cost USD	Market Value USD	% of NAV
Canada				
Industrial				
Canadian Pacific Kansas City Ltd	2,884	77,076	228,009	0.47
Materials				
Barrick Gold Corp.	43,800	861,451	793,471	1.64
Technology				
CGI Group Inc	6,500	529,326	696,865	1.44
Denmark				
Health Care				
Novo Nordisk A/S - B	19,000	562,371	1,965,634	4.06
France				
Consumer Discretionary				
Kering	900	789,452	396,576	0.82
Consumer Staples				
L'Oreal	3,700	787,005	1,841,419	3.80
Health Care				
Essilor International SA	5,000	659,445	1,002,761	2.07
Industrial				
Schneider Electric	5,900	730,277	1,184,431	2.44
Germany				
Consumer Discretionary				
Adidas AG	3,400	619,579	691,490	1.43
Health Care				
Siemens Healthineers AG	13,000	699,255	755,163	1.56
Technology				
Infineon Technologies AG	31,100	697,197	1,298,266	2.68
Nemetschek	8,000	794,964	693,363	1.43
SAP SE	8,000	838,133	1,232,291	2.54
		2,330,294	3,223,920	6.65
Japan				
Consumer Staples				
Unicharm Corporation	16,800	595,677	607,680	1.25
Health Care				
Astellas Pharma	70,000	857,745	837,378	1.73
Technology				
Murata Manufacturing	36,000	635,135	764,495	1.58
Nintendo	25,000	1,049,434	1,305,343	2.69
		1,684,569	2,069,838	4.27

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS *(continued)*

4. INVESTMENTS *(continued)*

Financial assets designated as FVTPL as at 31 December 2023 are as detailed below:

2023	Quantity (Units)	Cost USD	Market Value USD	% of NAV
Netherlands				
Technology				
STMicroelectronics NV	10,000	227,248	499,669	1.03
Spain				
Consumer Discretionary				
Industria de Diseno Textil SA	32,800	1,197,005	1,428,276	2.95
Sweden				
Industrials				
Assa Abloy AB	35,800	741,202	1,038,765	2.14
Switzerland				
Consumer Staples				
Nestle SA	5,300	452,052	616,195	1.27
Health Care				
Novartis AG	8,500	595,884	860,135	1.77
United Kingdom				
Consumer Staples				
Unilever PLC	5,000	241,658	241,946	0.50
Health Care				
AstraZeneca PLC	6,200	865,591	836,878	1.73
Materials				
Rio Tinto PLC	10,300	661,040	766,237	1.58
United States of America				
Communication				
Alphabet, Class A	7,550	758,155	1,054,659	2.18
Consumer Discretionary				
Lowe's	2,500	271,199	556,375	1.15
Lululemon Athletica	700	319,377	357,903	0.74
Ross Stores	6,000	569,242	830,340	1.71
TJX Companies	14,800	521,576	1,388,388	2.86
		1,681,394	3,133,006	6.46
Consumer Staples				
Church & Dwight	8,000	410,909	756,480	1.56
Procter & Gamble	6,200	542,616	908,548	1.87
		953,525	1,665,028	3.43

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9. NOTES TO THE FINANCIAL STATEMENTS *(continued)*

4. INVESTMENTS *(continued)*

Financial assets designated as FVTPL as at 31 December 2023 are as detailed below:

2023	Quantity (Units)	Cost USD	Market Value USD	% of NAV
United States <i>(continued)</i>				
Energy				
Enphase Energy	2,700	549,261	356,778	0.74
Financial				
Prologis Inc	8,312	541,107	1,107,990	2.29
Health Care				
Boston Scientific	14,000	640,879	809,340	1.67
Edwards Lifesciences	8,300	319,219	632,875	1.31
Eli Lilly	1,400	513,544	816,088	1.68
Johnson & Johnson	8,000	1,052,087	1,253,920	2.59
Stryker	3,000	779,516	898,380	1.85
		3,305,245	4,410,603	9.10
Industrials				
Johnson Control International	12,600	694,939	726,264	1.50
TE Connectivity	8,500	808,391	1,194,250	2.46
Union Pacific	5,350	1,075,359	1,314,067	2.71
		2,578,689	3,234,581	6.67
Material				
Corteva	10,900	544,830	522,328	1.08
PPG Industries	6,200	698,320	927,210	1.91
		1,243,150	1,449,538	2.99
Technology				
Adobe Inc	945	252,052	563,787	1.16
Broadcom Ltd	350	319,090	390,687	0.81
Cisco Systems	20,000	900,080	1,010,400	2.08
Juniper Networks	22,800	612,101	672,144	1.39
Microsoft	6,000	868,906	2,256,240	4.66
Qualcomm	8,000	472,768	1,157,040	2.39
Salesforce Inc.	4,000	569,243	1,052,560	2.17
		3,994,240	7,102,858	14.66
Total Financial Assets at FVTPL		32,369,968	46,097,777	95.12

Note: There is no securities classified as Shariah non-compliant during the period under review.

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS (continued)

5. SHORT-TERM SHARIAH-BASED DEPOSITS

Short-term Shariah-based deposits bore a weighted average effective profit rate of 3.00% (2023 - 4.25%) per annum at the end of the previous reporting period. The short-term Shariah-based deposits had maturity periods ranging from 28 days (2023 – 33 days).

6. NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS

	2024 USD	2023 USD
Unitholders' contribution	38,587,197	37,156,895
Retained earnings		
Realised reserve	463,360	(2,416,963)
Unrealised reserve	12,327,194	13,727,809
	51,377,751	48,467,741

Unitholders' Contribution

	2024		2023	
	No. Of Units	USD	No. Of Units	USD
At beginning of the financial period	37,797,570	37,887,890	37,275,474	37,158,459
Creation of units	568,383	789,011	38,737	48,785
Cancellation of units	(65,100)	(89,704)	(41,000)	(50,349)
At end of the financial period	38,300,853	38,587,197	37,273,211	37,156,895

7. MANAGER'S FEE

The Manager is entitled to receive an administrative fee of 0.20% per annum of the NAV of the Fund. The fee is accrued daily and paid monthly out of the Fund.

The Manager is also entitled to a performance fee from the daily increase in the NAV of the Fund. The performance fee is 10% of the amount by which the NAV cumulatively increases or decreases each day in the financial year.

The Fund reimburses the Manager up to 0.20% of the average Net Assets Value per year for its marketing and distribution expenses.

8. TRUSTEE'S FEE

Trustee's fee is computed on a daily basis at 0.05% per annum of the NAV of the Fund.

9. UNITS HELD BY RELATED PARTIES

	2024		2023	
	No. Of Units	USD	No. Of Units	USD
Manager	24,887	33,384	24,532	31,900
Employees of the Manager	1,133	1,520	1,114	1,448
Directors of the Manager	20,787	27,884	20,427	26,562
Holding Company of the Manager	1,120,615	1,503,221	1,101,217	1,431,954
	1,167,422	1,566,009	1,147,290	1,491,864

The above units were transacted at prevailing market price. The units are held legally and beneficially by the Manager and related parties. The Manager acquired the units at prevailing market price on 10 May 2023.

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS (continued)

10. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial period from 1 July 2024 to 31 December 2024 are as follows: -

2024	Value of Trade USD	Percentage of Total Trade %	Brokerage Fees USD	Percentage of Total Brokerage Fees %
GTN Asia Financial Services (Pte) Ltd	2,220,979	37.78	1,488	77.18
Saturna Brokerage Services *	3,657,163	62.22	440	22.82
	5,878,142	100.00	1,928	100.00

Details of transactions with brokers for the financial period from 1 July 2023 to 31 December 2023 are as follows:-

2023	Value of Trade USD	Percentage of Total Trade %	Brokerage Fees USD	Percentage of Total Brokerage Fees %
GTN Asia Financial Services (Pte) Ltd	3,784,572	56.30	2,477	89.55
Saturna Brokerage Services *	2,937,000	43.70	289	10.45
	6,721,572	100.00	2,766	100.00

* A broker related to the Manager.

The directors of the Manager are of the opinion that any transactions with related party (broker) has been entered into in the normal course of business and has been established under terms and conditions that are no less favourable than those obtainable in transactions with unrelated parties. These dealings with related party has been transacted at arm's length basis.

11. TOTAL EXPENSE RATIO

The total expense ratio for the financial period is 0.24%

Total Expense Ratio is derived from the following calculation:

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

A	=	Administration Fee	E	=	Audit Fee
B	=	Distribution Fee	F	=	Tax Agent's Fee
C	=	Trustee Fee	G	=	Other Expenses
D	=	Performance Fee	H	=	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 is USD 52,458,189.16

12. PORTFOLIO TURNOVER RATIO

The portfolio turnover ratio for the financial period is 0.06 times.

The portfolio turnover ratio is derived from the following calculation:

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

Where:

total acquisition for the financial period = USD 2,520,591.52

total disposal for the financial period = USD 3,358,055.44

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS (continued)

13. FINANCIAL INSTRUMENTS

(a) Classification of Financial Instruments

The Fund's financial assets and financial liabilities are measured on an ongoing basis at either fair value or at amortized cost based on their respective classification. The significant policies in Note 3 describe how the classes of financial instruments are measured, and how income and expenses, including fair value gains and losses, are recognised. The following table analyses the financial assets and liabilities of the Fund in the statement of financial position at the end of the reporting period by the class of financial instruments to which they are assigned, and therefore by the measurement basis.

	Financial Asset at FVTPL USD	Financial Asset At Amortized Cost USD	Financial Liabilities at Amortized Cost USD	Total USD
2024				
Assets				
Financial assets at FVTPL	48,296,805	-	-	48,296,805
Sundry receivables	-	27,994	-	27,994
Short-term Shariah-based deposits	-	702,247	-	702,247
Cash at bank	-	2,432,294	-	2,432,294
Total financial assets	48,296,805	3,162,535	-	51,459,340
Liabilities				
Other payables and accruals	-	-	2,786	2,786
Amount owing to Manager	-	-	197,129	197,129
Amount owing to Trustee	-	-	2,307	2,307
Total financial liabilities	-	-	202,222	202,222

	Financial Asset at FVTPL USD	Financial Asset At Amortized Cost USD	Financial Liabilities at Amortized Cost USD	Total USD
2023				
Assets				
Financial assets at FVTPL	46,097,777	-	-	46,097,777
Sundry receivables	-	20,210	-	20,210
Short-term Shariah-based deposits	-	673,678	-	673,678
Cash at bank	-	1,928,740	-	1,928,740
Total financial assets	46,097,777	2,622,628	-	48,720,405
Liabilities				
Other payables and accruals	-	-	2,730	2,730
Amount owing to Manager	-	-	270,566	270,566
Amount owing to Trustee	-	-	1,875	1,875
Total financial liabilities	-	-	275,171	275,171

	2024	2023
	Income, expense, gains, and losses USD	Income, expense, gains, and losses USD
Net (losses)/gains from financial assets at FVTPL	(1,443,927)	2,073,921
Gross dividend income from financial assets at FVTPL	288,113	302,491
Profit income derived from amortised cost	13,941	13,939

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS (continued)

13. FINANCIAL INSTRUMENTS (continued)

(b) Fair Value Measurements

As of end of the financial period, the Fund held the following financial assets carried at fair value:

	Financial Instruments Carried At Fair Value			Total Fair Value	Carrying Amount
	Level 1	Level 2	Level 3		
2024	USD	USD	USD	USD	USD
Financial Assets at FVTPL					
Quoted Investments	48,296,805	-	-	48,296,805	48,296,805
2023					
Financial Assets at FVTPL					
Quoted Investments	46,097,777	-	-	46,097,777	46,097,777

The Fund's financial asset at FVTPL is carried at fair value. The fair value of this financial asset was determined using prices in active market for identical assets.

Quoted equity instruments

Fair value is determined by references to the last done price for all the investments and assets of the Fund quoted on the stock exchange on which they are listed.

14. FINANCIAL RISK MANAGEMENT POLICIES

(a) Introduction

The Fund maintains investment portfolios in a variety of listed financial instruments as dictated by its Trust Deed and investment management strategy.

The Fund is exposed to a variety of financial risks, including market risks (which include profit rate risk, equity price risk and currency risk), credit risk and liquidity risk. Whilst these are the most important types of financial risk inherent in each type of financial instruments, the Manager and the Trustee would like to highlight that this list does not purport to constitute an exhaustive list of all the risks inherent in an investment in the Fund.

The Fund's objective in managing risk is the creation and protection of Unitholders' value. Risk is inherent in the Fund's activities, but it is managed through a process of ongoing identification, measurement and monitoring of risks. Financial risk management is also carried out through sound internal control systems and adherence to the investment restrictions as stipulated in the Trust Deed, the Securities Commission's Guidelines on Unit Trust Funds and the Capital Market and Services Act, 2007.

(b) Risk Management Structure

The Manager is responsible for identifying and controlling risks. The Board of Directors of the Manager is ultimately responsible for the overall risk management approach within the Fund.

The key feature in the Manager's approach is that tailoring of the level of portfolio risk taken is through Tactical Asset Allocation between liquid assets and equity. At least 70% of the Fund's NAV are to be allocated to Shariah-compliant equities in Global countries and up to 30% of the Fund's NAV are allocated to Islamic liquid assets including Islamic money market instruments and Islamic deposits with Islamic financial institutions.

To achieve its objective, the Fund invests in a diversified global portfolio of Sustainable Shariah-compliant equities. Asset allocation decisions are continuously made and reviewed based upon global economies and financial trends.

The Fund generally follows a relative value investment style, favoring companies with potential for earnings growth. The Fund Manager analyses the direction of GDP growth, interest rates, inflation, currencies and government policies. The Fund Manager will then assess the outlook for corporate earnings and determine if there are any predictable trends. The criteria for stock selection would include improving fundamentals and growth at reasonable valuations. Stock valuation fundamentals considered are sales growth, profit margin, cash generation, earnings per share, return on equity, price earnings ratio and net tangible asset multipliers.

The Fund's investments comply with Shariah requirements as prescribed by its Shariah Adviser.

Continued on next page.

9. NOTES TO THE FINANCIAL STATEMENTS *(continued)*

14. FINANCIAL RISK MANAGEMENT POLICIES *(continued)*

(b) Risk Management Structure *(continued)*

The Fund generally invests for the long-term, with annual portfolio turnover not expected to exceed 30%. The Fund will not engage in short-term trading or speculative investments.

The Fund does not invest in debt instruments and investments that might be considered higher risk compared to equities, such as derivatives.

The Fund is allowed to hold cash at the discretion of the Fund Manager and/or for defensive purposes.

(c) Market Risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as profit rates, foreign exchange rates and equity prices. The maximum risk resulting from financial instruments equals their fair value.

(i) Profit Rate Risk

Profit rates are inclined to fluctuate over time. A rise in the general level of profit rates may affect the short-term deposits.

Cash and short-term deposits are particularly sensitive to movements in profit rates. When profit rates rise, the return on cash will rise thus affecting the NAV of the Fund.

(ii) Equity Price Risk

Equity price risk is the risk of unfavorable changes in the fair values of equities as the result of changes in the levels of equity indices and the value of individual shares. The equity price risk exposure arises from the Fund's investments in quoted equity securities.

(iii) Currency Risk

The Fund is exposed to foreign currency risk on transactions and balances that are denominated in currencies other than United States Dollar. The currencies giving rise to this risk are primarily Euro ("EUR"), Great Britain Pound ("GBP"), Swiss Franc ("CHF"), Swedish Krona ("SEK"), Japanese Yen ("JPY"), Danish Krone ("DKK"), and Canada ("CAD"). Foreign currency risk is monitored closely on an ongoing basis to ensure that the net exposure is at an acceptable level.

(iv) Counterparties Risk

The Fund will transact most of its investments through financial institutions including but not limited to banks, brokers and dealers. The risk is that a financial institution may default on its obligations.

The Manager manages the Fund's credit risk by undertaking credit evaluation and close monitoring of any changes to the issuer/counterparty's credit profile to minimise such risk. It is the Fund's policy to enter into financial instruments with reputable counterparties. The Manager also closely monitors the creditworthiness of the Fund's counterparties (e.g., brokers, custodian, banks, etc.).

Credit risk exposure

At the reporting date, the Fund's maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognized in the statement of financial position.

Assessment of impairment losses

The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. The Fund measures credit risk and expected credit losses ("ECL") using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward-looking information in determining any ECL. The Manager 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 allowances has been recognised based on the 12-month ECL as any such impairment would be wholly insignificant to the Fund.

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9. NOTES TO THE FINANCIAL STATEMENTS *(continued)*

14. FINANCIAL RISK MANAGEMENT POLICIES *(continued)*

(c) Market Risk *(continued)*

(v) Liquidity Risk

Investments that are relatively less liquid in nature can cause their value and hence the value of the Fund to drop. The Fund may not be able to realize illiquid investments at the desired prices. The risk managed by careful stock or asset selection and portfolio diversification.

It is the Fund's policy that the Manager monitors the Fund's liquidity position on a regular basis. The Fund also manages its obligation to redeem units required to do so and its overall liquidity risk by requiring a maximum of 7 business days notice period before redemptions.

The Manager's policy is to always maintain a prudent and sufficient level of liquid assets so as to meet normal operating requirements and expected redemption requests by unitholders. Liquid assets comprise cash, deposits with financial institutions and other instruments which are capable of being converted into cash within 3 months.

The following table sets out the maturity profile of the Fund's issue (classified as equity instruments) and financial liabilities. Balances due within six months equal their carrying amounts, as the impact of discounting is insignificant. The table also analyses the maturity profile of the Fund's financial assets (undiscounted where appropriate) and equity in order to provide a complete view of the Fund's contractual commitments and liquidity.

2024	Less than 3 months USD	3 months – 1 year USD	Total USD
Financial assets:-			
Financial assets at FVTPL	48,296,805	-	48,296,805
Short-term Shariah-based deposits	702,247	-	702,247
Cash at bank	2,432,294	-	2,432,294
Other assets	27,994	-	27,994
Total financial assets	51,459,340	-	51,459,340
Financial liability: -			
Other liabilities	202,222	-	202,222
Total net financial assets	51,257,118	-	51,257,118

2023	Less than 3 months USD	3 months – 1 year USD	Total USD
Financial assets:-			
Financial assets at FVTPL	46,097,777	-	46,097,777
Short-term Shariah-based deposits	673,678	-	673,678
Cash at bank	1,928,740	-	1,928,740
Other assets	20,210	-	20,210
Total financial assets	48,720,405	-	48,720,405
Financial liability: -			
Other liabilities	275,171	-	275,171
Total net financial assets	48,445,234	-	48,445,234

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10. CORPORATE INFORMATION

The Fund Manager

Saturna Sdn Bhd 199501012969 (342171-V)

Registered Office

15-B, Jalan Tun Mohd Fuad 3

Taman Tun Dr. Ismail

60000 Kuala Lumpur

Tel: 03-77268128 Fax: 03-77279702

Business Office

Suite 5.03, 5th Floor, Menara Atlan

161B Jalan Ampang

50450 Kuala Lumpur

Tel: 03-21645303 Fax: 03-21645308

Board of Directors

Investment Committee

Jane Carten

Monem A. Salam

Dato' Seri Dr. Vaseehar Hassan Bin Abdul Razack

Md. Noor Bin Haji A.Rahman

Shahariah Binti Shahrudin

The Trustee

SCBMB Trustee Berhad 201201021301 (1005793-T)

Shariah Advisor

Amanie Advisors Sdn Bhd 200501007003 (684050-H)

Company Secretarial

Fulcrum Management Sdn Bhd 199301021951 (276689-A)

Auditors & Reporting Accountants

Crowe Malaysia PLT 201906000005

(LLP0018817-LCA) & (AF 1018)

Tax Advisor

Crowe KL Tax Sdn Bhd 197101000345 (10709-X)

Solicitors

Wei Chien & Partners

Banker

Standard Chartered Saadiq Berhad 200801022118 (823437K)

