



NOMURA

Nomura Global Shariah Semiconductor Equity Fund

Semi-Annual Report and Unaudited Financial Statements for the
Financial Period from 1 December 2023 to 31 May 2024

MANAGER:

NOMURA ASSET MANAGEMENT MALAYSIA SDN. BHD.
Business Registration No.: 200601028939 (748695-A)

TRUSTEE:

DEUTSCHE TRUSTEES MALAYSIA BERHAD
Business Registration No.: 200701005591 (763590-H)

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This Semi-Annual Report is available, upon request, to unit holders without charge

1. FUND PROFILE

1.1 Fund Name

Nomura Global Shariah Semiconductor Equity Fund (“Fund”)

1.2 Type and Category of Fund

Growth – Equity (Shariah-compliant)

1.3 Duration of the Fund

The Fund is an open-ended fund.

1.4 Investment Objectives

The Fund aims to achieve long-term capital growth.

1.5 Distribution Policy

Distribution of income, if any, is incidental.

1.6 Performance Benchmark

Nasdaq Global Semiconductor Index (“Benchmark”).

2. FUND PERFORMANCE

2.1 Key Fund Performance Data

Asset Allocation / Portfolio Composition	31 May 2024	30 November 2023
Equities	95.62%	99.83%
Cash and Others	4.38%	0.17%
Total	100.00%	100.00%

Fund – MYR Class

Category	1 December 2023 to 31 May 2024	Since Commencement, 15 August 2022 to 30 November 2023
Highest NAV per Unit (RM) ¹	1.9784	1.3909
Lowest NAV per Unit (RM) ¹	1.3414	0.7589
Total Return (%) ²		
- Capital growth (%)	39.57	36.23
- Income (%)	3.76	-
Gross/Net Distribution per unit (RM)	0.0715	-
Total NAV (USD) ¹	26,457,015	8,596,643
NAV per Unit (RM)	1.9014	1.3623
Unit in Circulation	65,452,603	29,388,167

Fund – USD Class

Category	1 December 2023 to 31 May 2024	Since Commencement, 15 August 2022 to 30 November 2023
Highest NAV per Unit (USD) ¹	1.8755	1.3272
Lowest NAV per Unit (USD) ¹	1.2797	0.7188
Total Return (%) ²		
- Capital growth (%)	38.07	30.21
- Income (%)	3.81	-
Gross/Net Distribution per unit (USD)	0.0685	-
Total NAV (USD) ¹	6,830,816	783,121
NAV per Unit (USD)	1.7978	1.3021
Unit in Circulation	3,800,131	601,427

Category	1 December 2023 to 31 May 2024	Since Commencement, 15 August 2022 to 30 November 2023
Total Expense Ratio (%) ³	0.97	2.54
Portfolio Turnover Ratio (time) ⁴	0.75	1.79

Notes:

(1) *Figures shown as ex-distribution.*

(2) *Total Return of the Fund and its Benchmark for a period are calculated based on the absolute return of the Fund for that period. The calculation of the Total Return of the Fund is based on NAV-to-NAV basis, and is sourced from Refinitiv Lipper. Fund performances include reinvestment of income distributions into the Fund. The performance figures are a comparison of the growth/decline in NAV for the stipulated period taking into account all the distributions payable (if any) during the stipulated period:*

- **Capital Return**= {NAV per Unit End / NAV per Unit Beginning – 1} x 100
- **Income Return**= {Income Distribution per Unit / NAV per Unit Ex-Distribution} x 100

(3) *Total Expense Ratio (“TER”) is calculated based on the total fees and expenses incurred by the Fund divided by the average net asset value of the Fund for the financial period calculated on daily basis.*

(4) *Portfolio Turnover Ratio (“PTR”) is calculated based on the total acquisitions and total disposals of investment securities of the Fund for the financial period divided by the average net asset value of the Fund for the financial period calculated on daily basis.*

2.2 Average Total Return of the Fund

Fund – MYR Class

	1 December 2023 to 31 May 2024	Since Commencement, 15 August 2022 to 30 November 2023
Average Total Return (%)	113.42	26.94

Source: Refinitiv Lipper

Fund – USD Class

	1 December 2023 to 31 May 2024	Since Commencement, 15 August 2022 to 30 November 2023
Average Total Return (%)	109.16	22.59

Source: Refinitiv Lipper

2.3 Annual Total Return of the Fund

Fund – MYR Class

	1 December 2023 to 31 May 2024	Since Commencement, 15 August 2022 to 30 November 2023
Total Return (%) ¹	46.24	36.23
Benchmark (%)	38.46	38.89

Source: Refinitiv Lipper

Fund – USD Class

	1 December 2023 to 31 May 2024	Since Commencement, 15 August 2022 to 30 November 2023
Total Return (%) ¹	44.77	30.21
Benchmark (%)	37.06	32.48

Source: Refinitiv Lipper

Notes:

- (1) Annual Total Return of the Fund and its Benchmark for a period are calculated based on the absolute return of the Fund for that period. The calculation of the Annual Total Return of the Fund is based on NAV-to-NAV basis, and is sourced from Refinitiv Lipper. Fund performances include reinvestment of income distributions into the Fund. Further details on basis of calculation and assumption made in calculating returns is as follows:

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

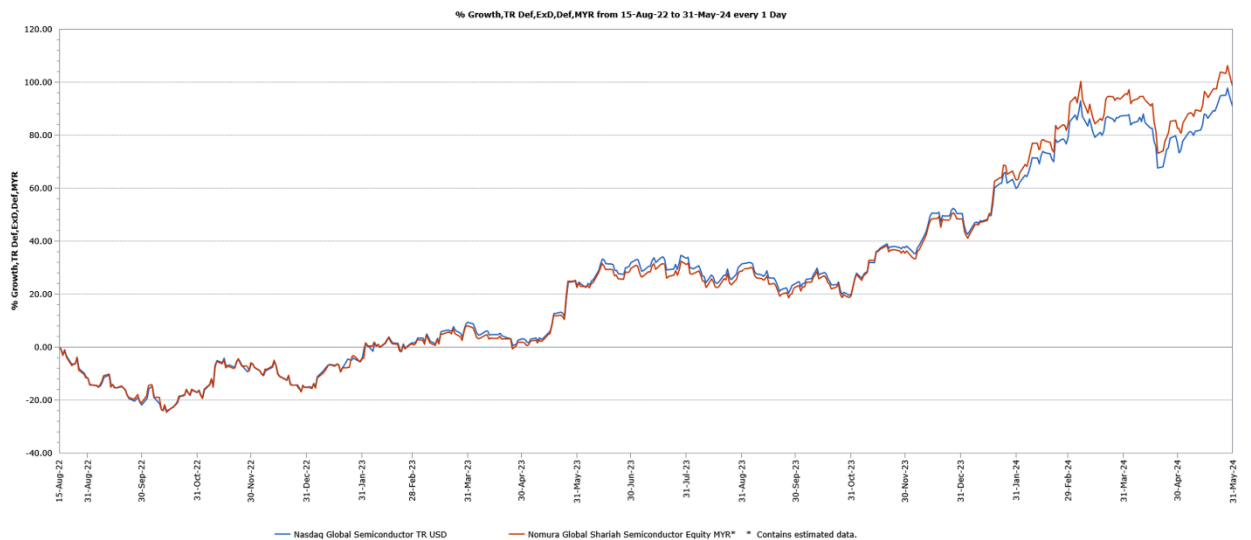
- **Capital Return** = $\{NAV \text{ per Unit End} / NAV \text{ per Unit Beginning} - 1\} \times 100$
- **Income Return** = $\{Income \text{ Distribution per Unit} / NAV \text{ per Unit Ex-Distribution}\} \times 100$
- **Total Return** = $(1 + \text{Percentage Growth})^{1/n} - 1$

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

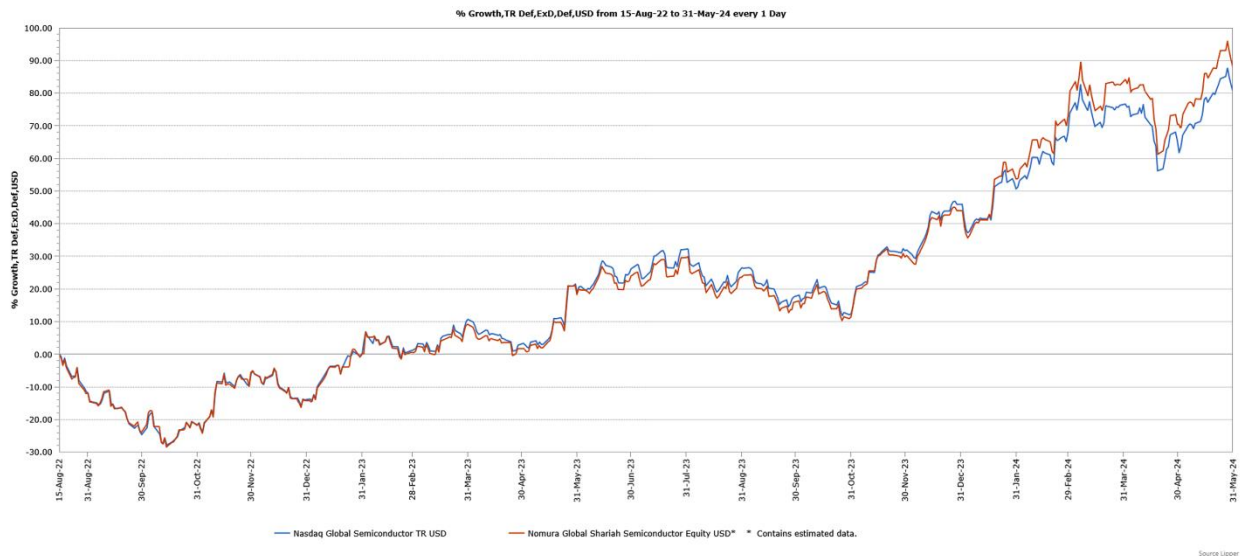
3. MANAGER'S REPORT

Performance of Nomura Global Shariah Semiconductor Equity Fund from 15 August 2022 to 31 May 2024

Fund – MYR Class



Fund – USD Class



Benchmark: Nasdaq Global Semiconductor Index

Source: The calculation of the Annual Total Return of the Fund is based on NAV-to-NAV basis, and is sourced from Refinitiv Lipper. Fund performances include reinvestment of income distributions into the Fund.

3.1 Performance for the period from 1 December 2023 to 31 May 2024

Fund – MYR Class

For the period under review from 1 December 2023 to 31 May 2024, MYR Class has registered 46.24% return. Compared to the Benchmark return of 38.46%, MYR Class has outperformed the Benchmark by 7.78%. The Net Asset Value (NAV) per unit of MYR Class as at 31 May 2023 was RM 1.2318 compared to the NAV per unit as at 31 May 2024 of RM 1.9014. On the total NAV basis, MYR Class' NAV stood at RM 124.36 million as at 31 May 2024. During the period under review, MYR Class has declared a total income distribution of RM 0.0715 per unit.

Fund – USD Class

For the period under review from 1 December 2023 to 31 May 2024, USD Class has registered 44.77% return. Compared to the Benchmark return of 37.05%, USD Class has outperformed the Benchmark by 7.71%. The Net Asset Value (NAV) per unit of USD Class as at 31 May 2023 was USD 1.1886 compared to the NAV per unit as at 31 May 2024 of USD 1.7978. On the total NAV basis, USD Class' NAV stood at USD 6.83 million as at 31 May 2024. During the period under review, USD Class has declared a total income distribution of USD 0.0685 per unit.

3.2 Review of Market for the period from 1 December 2023 to 31 May 2024

During the period from 1 December 2023 to 31 May 2024, the Nasdaq Global Semiconductor Index rose 37.05% (USD). This strong performance was driven by a bottom in semiconductor industry revenue after a decline of 8.2% in 2023. Semiconductor stocks tend to perform well in the first year of a recovery and we saw that this time as well. Inventory levels of chips used in PCs and smartphones came down to healthy levels which helped create a bottom in demand. However, the biggest contribution to better than expected growth for the industry was demand for AI chips from Nvidia and others as the infrastructure is built out for AI training of generative AI models. This demand should continue as use cases for generative AI develop over the next few years.

The Fund rose more than the market during this period due to our overweights in leading edge foundry, memory and semiconductor capital equipment along with our underweight in companies losing market share in PCs.

3.3 Investment Outlook

After a downturn of 8.2% in 2023, the semiconductor market is expected to grow 16% in 2024 and 12.5% in 2025. After down years for PCs and smartphones in 2022 and 2023, the PC and smartphone market is expected to grow in 2024. Generative AI training and inference demand has been a source of incremental new demand which should push up growth rates for the semiconductor industry compared to historical growth rates and make the industry less dependent on economic cycles. The areas dependent on economic growth such as chips used in industrial and automotive applications have had weak earnings results for the past few quarters, but even in these verticals, inventories are coming down to more healthy levels which should lead to a trough in demand for these verticals. Semiconductor capital equipment demand has been stronger than expected as geopolitical tensions has led to many countries developing their own domestic semiconductor supply chain.

3.4 Strategies Employed for the period from 1 December 2023 to 31 May 2024

Strategy for the Fund remained unchanged for the period. We invest long term into companies with intellectual property that will give them a competitive advantage leading to market share gains in their target market, enabling them to outgrow the overall semiconductor industry. This bottom-up strategy has led to an overweight of leading edge companies in HPC (high performance computing) including AI chips and semiconductor capital equipment companies. We were also overweight memory stocks due to favourable supply-demand dynamics as the main memory companies reduced production in 2023. This supply shortage is particularly acute in DRAM as HBM (high bandwidth memory) DRAM used with AI chips requires more capacity than available. On the other hand, we were underweight analog and microcontroller companies during the period. Inventory levels have been high for chips used in industrial and automotive applications leading to weak results for analog and microcontroller companies. Longer term, there is a risk of excess capacity in analog and microcontrollers as China is building out their capacity in these areas.

3.5 Asset Allocation

Asset Allocation / Portfolio Composition	31 May 2024	30 November 2023
Equities	95.62%	99.83%
Cash and Others	4.38%	0.17%
Total	100.00%	100.00%

There were no significant changes on the Fund's asset allocation during the financial period under review.

3.6 Securities Lending or Repurchase Transactions

The Fund has not undertaken any securities lending or repurchase transactions during the financial period under review.

3.7 Income Distribution

The Manager has distributed a total of gross/net distribution of RM0.0715 per unit for unit holders of MYR Class and USD0.0685 per unit for the unit holders of USD Class the Fund over the financial period ended 31 May 2024.

The Net Asset Value per Unit prior and subsequent to the distributions were as follows:

Fund- MYR Class

Cum-Distribution Date	Cum-Distribution (RM)	Ex-Distribution Date	Ex-Distribution (RM)	Distribution per Unit (RM)
17-Jan-2024	1.5119	18-Jan-2024	1.4967	0.0715

Fund- USD Class

Cum-Distribution Date	Cum-Distribution (USD)	Ex-Distribution Date	Ex-Distribution (USD)	Distribution per Unit (USD)
17-Jan-2024	1.4273	18-Jan-2024	1.4117	0.0685

3.8 Details of Any Unit Split Exercise

There was no unit split exercise during the financial period under review.

3.9 Significant Changes in the State of Affairs of the Fund

There were no significant changes in the state of affairs of the Fund during the financial period under review.

However, please find the latest changes to the Manager's board of directors as follows:

Mr. Leslie Yap Kim Loong
 Mr. Atsushi Ichii
 Mr. Tomoya Kawagishi (resigned on 23 May 2024)
 Ms. Chooi Su May
 Dato' Mona Suraya Binti Kamaruddin*
 Ms. Julia Binti Hashim*

* Independent director

3.10 Circumstances that Materially Affect Any Interest of Unit Holders

There were no circumstances that had materially affected the interest of the unit holders during the financial period under review.

3.11 Cross Trades Transactions

There were no cross trades conducted during the financial period under review.

3.12 Soft Commissions Received From Brokers

The Manager did not receive any soft commission during the financial period under review.

This Semi-Annual Report is prepared by the Manager of the Fund, Nomura Asset Management Malaysia Sdn. Bhd., for information purposes only. Past earnings of the Fund's distribution record is not a guarantee or reflection of the Fund's future earnings or future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down, as well as up.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

SEMI-ANNUAL REPORT

FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED)

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

SEMI-ANNUAL REPORT FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED)

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NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED)

	<u>Note</u>	<u>31.05.2024</u> USD	Financial period from 25.07.2022 (date of launch) to <u>31.05.2023</u> USD
INVESTMENT INCOME			
Gross dividend income		98,158	21,767
Net gain on financial assets at fair value through profit or loss	7	6,238,732	807,726
Net loss on foreign currency exchanges		<u>(75,992)</u>	<u>(1,713)</u>
		<u>6,260,898</u>	<u>827,780</u>
EXPENSES			
Management fee	4	(185,282)	(27,238)
Trustee fee	5	(5,147)	(757)
Shariah Adviser's fee		-	(137)
Auditors' remuneration		(1,131)	(81)
Tax agent's fee		(840)	(56)
Transaction cost		(11,089)	(2,403)
Other expenses		<u>(31,313)</u>	<u>(8,541)</u>
		<u>(234,802)</u>	<u>(39,213)</u>
NET INCOME BEFORE FINANCE COST AND TAXATION		6,026,096	788,567
FINANCE COST			
Distributions	10	<u>(564,668)</u>	-
NET INCOME AFTER FINANCE COST AND BEFORE TAXATION		5,461,428	788,567
Taxation	6	(10,713)	(1,238)
INCREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>5,450,715</u>	<u>787,329</u>
Increase in net assets attributable to unitholders is made up of the following:			
Realised amount		592,078	107,463
Unrealised amount		<u>4,858,637</u>	<u>679,866</u>
		<u>5,450,715</u>	<u>787,329</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2024 (UNAUDITED)

	<u>Note</u>	As at <u>31.05.2024</u> USD	As at <u>31.05.2023</u> USD
ASSETS			
Cash and cash equivalents	8	4,069,863	390,460
Financial assets at fair value through profit or loss	7	31,830,156	3,910,523
Amount due from Manager - creation of units		1,364,307	446,714
Dividends receivable		13,677	2,132
TOTAL ASSETS		<u>37,278,003</u>	<u>4,749,829</u>
LIABILITIES			
Amount due to Manager - management fee		48,090	6,186
- cancellation of units		3,414,748	659,449
Amount due to broker		523,664	-
Amount due to Trustee		1,336	172
Auditors' remuneration		1,131	81
Tax agent's fee		840	55
Fund accounting's fee		363	-
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS)		<u>3,990,172</u>	<u>665,943</u>
NET ASSET VALUE OF THE FUND		<u>33,287,831</u>	<u>4,083,886</u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>33,287,831</u>	<u>4,083,886</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2024 (UNAUDITED) (CONTINUED)

	<u>Note</u>	As at <u>31.05.2024</u> USD	As at <u>31.05.2023</u> USD
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- MYR Class		26,457,015	3,414,824
- USD Class		<u>6,830,816</u>	<u>669,062</u>
		<u>33,287,831</u>	<u>4,083,886</u>
NUMBER OF UNITS IN CIRCULATION			
- MYR Class	9(a)	65,452,603	12,788,574
- USD Class	9(b)	<u>3,800,131</u>	<u>562,900</u>
		<u>69,252,734</u>	<u>13,351,474</u>
NET ASSET VALUE PER UNIT (USD)			
- MYR Class		0.4042	0.2670
- USD Class		<u>1.7978</u>	<u>1.1886</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES			
- MYR Class		1.9014	1.2318
- USD Class		<u>1.7978</u>	<u>1.1886</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED)

	<u>31.05.2024</u> USD	Financial period from 25.07.2022 (date of launch) to <u>31.05.2023</u> USD
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD/DATE OF LAUNCH	9,379,764	-
Movement due to units created and cancelled during the period		
Creation of units arising from applications		
- MYR Class	45,548,408	5,282,122
- USD Class	6,125,418	571,331
Creation of units arising from distributions		
- MYR Class	520,671	-
- USD Class	43,997	-
Cancellation of units		
- MYR Class	(33,377,640)	(2,555,882)
- USD Class	(403,502)	(1,014)
Increase in net assets attributable to unitholders during the financial period	5,450,715	787,329
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AT THE END OF THE FINANCIAL PERIOD	33,287,831	4,083,886

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED)

	<u>Note</u>	<u>31.05.2024</u> USD	Financial period from 25.07.2022 (date of launch) to <u>31.05.2023</u> USD
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of Shariah-compliant investments		7,491,650	1,113,616
Purchase of Shariah-compliant investments		(23,049,490)	(4,216,412)
Dividend received		68,136	14,079
Management fee paid		(153,807)	(21,052)
Trustee's fee paid		(4,345)	(585)
Tax paid		(10,713)	(1,238)
Shariah adviser's fee paid		-	(137)
Payment for other fees and expenses		(17,818)	(5,398)
Net realised loss on foreign currency exchange		(79,635)	(2,379)
Net cash used in operating activities		<u>(15,756,022)</u>	<u>(3,119,506)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units		50,518,884	5,405,699
Payments for cancellation of units		(30,936,384)	(1,895,733)
Net cash generated from financing activities		<u>19,582,500</u>	<u>3,509,966</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		3,826,478	390,460
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD/DATE OF LAUNCH		<u>243,385</u>	<u>-</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	8	<u>4,069,863</u>	<u>390,460</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these unaudited financial statements.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED)

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 of Nomura Global Shariah Semiconductor Equity Fund (the “Fund”) have been prepared in accordance with 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 and financial liabilities 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 revenue and expenses during the reported financial period. It also requires the Manager to exercise their judgment in the process of applying the Fund’s accounting policies. Although these estimates and judgment are based on the Manager’s best knowledge of current events and actions, actual results may differ.

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

- (i) Standards and amendments to existing standards effective 1 January 2023.

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2023 that have a material effect on the financial statements of the Fund.

- (ii) New standards, amendments and interpretations effective after 1 January 2023 and have not been early adopted.

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 June 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

B INCOME RECOGNITION

Dividend income from quoted Shariah-compliant investments scheme are recognised when the Fund’s right to receive payment is established. Dividend income is received from financial assets measured at FVTPL.

Realised gain or loss on sale of quoted Shariah-compliant investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the Shariah-compliant investments, determined on a weighted average cost basis.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

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 period.

Tax on Shariah-compliant investment income from foreign quoted Shariah-compliant investments is based on the tax regime of the respective countries that the Fund invests in.

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 United States Dollar (“USD”), which is the Fund’s functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgment to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in USD primarily due to the following factors:

- (i) Significant portion of the Fund’s investments are denominated in USD
- (ii) Significant portion of the Fund’s expenses are denominated in USD.

E FOREIGN CURRENCY TRANSLATION

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income, except when deferred in other comprehensive income as qualifying cash flow hedges.

F 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

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(i) Classification (continued)

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. The contractual cash flows of the Fund's debt securities are solely principal and profit ("SPPI"). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments and derivatives are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from Manager and dividends receivable as financial assets measured 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 Manager, amount due to Trustee, amount due to broker, auditors' remuneration, tax agent's fee and fund accounting's fee 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. Shariah-compliant 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 Shariah-compliant 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.

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

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

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(ii) Recognition and measurement (continued)

Quoted Shariah-compliant investments is initially recognised at fair value and subsequently re-measured at fair value based on the market price quoted on the relevant stock exchanges at the close of the business on the valuation day, where the close price falls within the bid-ask spread. In circumstances where the close 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.

If a valuation based on the market price does not represent the fair value of the quoted Shariah-compliant investment, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the Shariah-compliant securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the quoted Shariah-compliant securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

(iii) Impairment

The Fund's financial assets measured at amortised cost are subject to expected credit losses. The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward-looking information in determining any expected credit loss. 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 allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

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 lender relating to the debtor's financial difficulty
- it is becoming probable that the debtor will enter bankruptcy or other financial reorganisation
- the debtor is insolvent

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

F FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)

(iv) Impairment (continued)

Definition of default and credit-impaired financial assets (continued)

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

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 repay 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 are no write-offs/recoveries during the financial period.

G CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash and bank balances held in highly liquid Shariah-compliant investments that are readily convertible to known amounts of cash with an original maturity of three months or lesser which are subject to an insignificant risk of changes in value.

H AMOUNT DUE FROM/(TO) BROKERS/INTERMEDIARIES

Amount due from/to brokers/intermediaries represent receivables/payable for Shariah-compliant investments sold/purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from/to brokers/intermediaries balance is held for collection. Refer to Note F for accounting policy on recognition and measurement.

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

Significant financial difficulties of the broker/intermediary, probability that the broker/intermediary will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

I CREATION AND CANCELLATION OF UNITS

The unitholders' contributions to the Fund meet the criteria of the definition of puttable instruments to be classified as financial liability under MFRS 132 'Financial Instruments: Presentation'.

The Fund issues cancellable units, in two classes of units, known respectively as the MYR Class and USD Class which are cancelled at the unitholders' option and do not have identical features subject to restrictions as stipulated in the Prospectus and Securities Commission's ("SC") Guidelines on Unit Trust Fund. The units are classified as financial liabilities.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

MATERIAL ACCOUNTING POLICY INFORMATION FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

J DISTRIBUTIONS

Distributions are at the discretion of the Fund. A distribution to the Fund's unitholders is accounted for as a deduction from realised reserves. A proposed distribution is recognised as a liability in the period in which it is approved by the Trustee.

K INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

Income not distributed is included in net assets attributable to unitholders.

L CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS 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 on the estimates, certain key variables that are anticipated to have material impacts to the Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgments 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.

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's ("SC") Guidelines on Unit Trust Funds.

M REALISED AND UNREALISED PORTIONS OF INCREASE OR DECREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

The analysis of realised and unrealised amount in increase or decrease in net assets attributable to unitholders as presented on the statement of comprehensive income is prepared in accordance with SC's Guidelines on Unit Trust Funds.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED)

1 INFORMATION ON THE FUND

Nomura Global Shariah Semiconductor Equity Fund (the “Fund”) was constituted pursuant to the execution of a Deed dated 25 April 2022 (the “Deed”) between Nomura Asset Management Malaysia Sdn Bhd (the “Manager”) and Deutsche Trustees Malaysia Berhad (the “Trustee”).

The Fund aims to achieve long-term capital growth.

The Fund will invest a minimum of 70% of the Fund’s net asset value (“NAV”) in Shariah-compliant equities and Shariah-compliant equity-related securities of companies that are involved in the manufacturing ecosystem of semiconductor listed in the global markets and a maximum of 30% of the Fund’s NAV will be invested in Islamic money market instruments and Islamic deposits. To achieve long-term capital growth, the Fund may also invest in Islamic collective investment schemes to access investment opportunities which are not available through direct investment in Shariah-compliant equities and Shariah-compliant equity-related securities.

The Manager is a company incorporated in Malaysia. The principal activities of the Manager are establishment and management of unit trust funds and asset management including providing fund management services to private clients.

The financial statements were authorised for issue by the Manager on 24 July 2023.

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments are as follows:

	At amortised <u>cost</u> USD	At fair value through <u>profit or loss</u> USD	<u>Total</u> USD
<u>As at 31.05.2024</u>			
<u>Financial assets</u>			
Cash and cash equivalents	4,069,863	-	4,069,863
Financial assets at fair value through profit or loss (“FVTPL”)	-	31,830,156	31,830,156
Amount due to Manager			
- creation of units	1,364,307	-	1,364,307
Dividends receivable	13,677	-	13,677
Total	<u>5,447,847</u>	<u>31,830,156</u>	<u>37,278,003</u>

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Financial instruments are as follows: (continued)

	At amortised cost USD	At fair value through profit or loss USD	Total USD
<u>As at 31.05.2024</u>			
<u>Financial liabilities</u>			
Amount due to Manager			
- management fee	48,090	-	48,090
- cancellation of units	3,414,748	-	3,414,748
Amount due to broker	523,664	-	523,664
Amount due to Trustee	1,336	-	1,336
Auditors' remuneration	1,131	-	1,131
Tax agent's fee	840	-	840
Fund accounting's fee	363	-	363
Total	<u>3,990,172</u>	<u>-</u>	<u>3,990,172</u>
	At amortised cost USD	At fair value through profit or loss USD	Total USD
<u>As at 31.05.2023</u>			
<u>Financial assets</u>			
Cash and cash equivalents	390,460	-	390,460
Financial assets at fair value through profit or loss ("FVTPL")	-	3,910,523	3,910,523
Amount due to Manager			
- creation of units	446,714	-	446,714
Dividends receivable	2,132	-	2,132
Total	<u>839,306</u>	<u>3,910,523</u>	<u>4,749,829</u>
<u>Financial liabilities</u>			
Amount due to Manager			
- management fee	6,186	-	6,186
- cancellation of units	659,449	-	659,449
Amount due to Shariah Adviser	-	-	-
Amount due to Trustee	172	-	172
Auditors' remuneration	81	-	81
Tax agent's fee	55	-	55
Total	<u>665,943</u>	<u>-</u>	<u>665,943</u>

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

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated by the SC's Guidelines on Unit Trust Funds.

Market risk

(a) Price risk

Price risk arises mainly from the uncertainty about future prices of investments. It represents the potential loss the Fund might suffer through holding market positions in the face of price movements. The Manager manages the risk of unfavourable changes in prices by continuous monitoring of the performance and risk profile of the investment portfolio.

The Fund's overall exposure to price risk was as follows:

	As at <u>31.05.2024</u> USD	As at <u>31.05.2023</u> USD
<u>Financial assets at fair value through profit or loss:</u>		
Quoted Shariah-compliant equity securities	<u>31,830,156</u>	<u>3,910,523</u>

The following table summarises the sensitivity of the Fund's profit after taxation and net asset value to price risk movements. The analysis is based on the assumptions that the market price increased by 5% and decreased by 5% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted Shariah-compliant equity securities, having regard to the historical volatility of the prices.

<u>% Change in price</u>	<u>Market value</u> USD	<u>Impact on profit after tax/NAV</u> USD
<u>As at 31.05.2024</u>		
-5%	30,238,648	(1,591,508)
0%	31,830,156	-
+5%	33,421,664	1,591,508
	<u> </u>	<u> </u>
<u>As at 31.05.2023</u>		
-5%	3,714,997	(195,526)
0%	3,910,523	-
+5%	4,106,049	195,526
	<u> </u>	<u> </u>

(b) Interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flows.

The Fund have no investment in deposits with licensed financial institutions for the financial period. Therefore, the Fund is not expose to interest rate risk.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(c) Currency risk

Currency risk is associated with investments denominated in foreign currencies. Investor should be aware that if the United States Dollar appreciates against the currencies in which the financial assets are denominated, this will have an adverse effect on the net asset value of the Fund and vice versa. Investors should also note any gains or losses arising from the movement of foreign currencies against its functional currency may therefore increase/decrease the capital gains of the investment denominated in foreign currencies. Nevertheless, investors should realise that currency risk is considered as one of the major risks to investments in foreign assets due to the volatile nature of the foreign exchange market. The Manager will evaluate the likely directions of a foreign currency versus United States Dollar based on considerations of economic fundamentals such as currency rate differentials, balance of payments position, debt levels and technical chart considerations.

The following table sets out the foreign currency risk concentrations and counterparties of the Fund:

	Financial assets at fair value through profit or loss USD	Cash and cash equivalents USD	Other assets* USD	Total USD
<u>2024</u>				
<u>Financial assets</u>				
European Dollar	4,378,773	2,781	-	4,381,554
Japanese Yen	3,647,173	5	3,277	3,650,455
Malaysian Ringgit	-	409,478	1,353,486	1,762,964
	<u>8,025,946</u>	<u>412,264</u>	<u>1,356,763</u>	<u>9,794,973</u>
			Net assets attributable to unitholders USD	Total USD
<u>Financial liabilities</u>		Other liabilities** USD		
European Dollar		267,587	-	267,587
Japanese Yen		256,077	-	256,077
Malaysian Ringgit		3,394,328	26,457,015	29,851,343
		<u>3,917,992</u>	<u>26,457,015</u>	<u>30,375,007</u>

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(c) Currency risk (continued)

	Financial assets at fair value through <u>profit or loss</u> USD	Cash and cash <u>equivalents</u> USD	Other <u>assets*</u> USD	<u>Total</u> USD
<u>2023</u>				
<u>Financial assets</u>				
European Dollar	578,178	310	-	578,488
Japanese Yen	301,188	1,736	155	303,079
Malaysian Ringgit	-	78,006	410,567	488,573
	<u>879,366</u>	<u>80,052</u>	<u>410,722</u>	<u>1,370,140</u>
		Other <u>liabilities**</u> USD	Net assets attributable to <u>unitholders</u> USD	<u>Total</u> USD
<u>Financial liabilities</u>				
Malaysian Ringgit		659,449	3,416,971	4,076,420

The table below summarises the sensitivity of the Fund's profit after tax and net asset value to changes in foreign exchange movements at the end of each reporting period. The analysis is based on the assumption that the foreign exchange rate fluctuates by 5%, with all other variables remain constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in foreign exchange <u>rate</u> %	Impact on profit after <u>taxation/NAV</u> USD
<u>2024</u>		
European Dollar	5	205,698
Japanese Yen	5	169,719
Malaysian Ringgit	5	1,404,419
		<u><u> </u></u>
<u>2023</u>		
European Dollar	5	28,924
Japanese Yen	5	15,154
Malaysian Ringgit	5	179,392
		<u><u> </u></u>

*Other assets consist of amount due from Manager and dividend receivable.

**Other liabilities consist of amount due to Manager and amount due to broker.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Credit risk

Credit risk refers to the ability of an issuer or a counter party to make timely payments of profit or principals payment on the maturity date. This may lead to a default in the payment of principal and interest and ultimately a reduction in the value of the Fund. In the case of the Fund, the Manager will endeavor to minimise the risk by selecting only licensed financial institutions with acceptable credit ratings.

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.

For amount due from brokers/intermediaries, the settlement terms are governed by the relevant rules and regulations as prescribed by Bursa Securities and respective foreign stock exchanges. The credit risk is minimal as all transactions in quoted Shariah-compliant investments are settled/paid upon delivery using approved brokers/intermediaries.

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

	<u>Cash and cash equivalents</u> USD	<u>Other assets*</u> USD	<u>Total</u> USD
<u>As at 31.05.2024</u>			
Financial Services			
- AA1	4,069,863	-	4,069,863
Others			
- Not Rated ("NR")	-	1,377,984	1,377,984
	<u>4,069,863</u>	<u>1,377,984</u>	<u>5,447,847</u>
<u>As at 31.05.2023</u>			
Financial Services			
- AA1	390,460	-	390,460
Others			
- NR	-	448,846	448,846
	<u>390,460</u>	<u>448,846</u>	<u>839,306</u>

*Other assets consist of amount due from Manager and dividend receivable.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Liquidity risk

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellation of units by the unitholders. Liquid assets comprise cash, deposits with licensed financial institutions and other instruments which are capable of being converted into cash within 7 days. The Fund aims to reduce its liquidity risk by maintaining a prudent level of liquid assets.

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.

The amounts in the table below are the contractual undiscounted cash flows.

	<u>Within one month USD</u>	<u>Between one month to one year USD</u>	<u>Total USD</u>
<u>As at 31.05.2024</u>			
Amount due to Manager			
- management fee	48,090	-	48,090
- cancellation of units	3,414,748	-	3,414,748
Amount due to broker	523,664	-	523,664
Amount due to Trustee	1,336	-	1,336
Auditors' remuneration	-	1,131	1,131
Tax agent's fee	-	840	840
Fund accounting's fee	363	-	363
Net assets attributable to unitholders*	33,287,831	-	33,287,831
	<u>37,276,032</u>	<u>1,971</u>	<u>37,278,003</u>
<u>As at 31.05.2023</u>			
Amount due to Manager			
- management fee	6,186	-	6,186
- cancellation of units	659,449	-	659,449
Amount due to Trustee	172	-	172
Auditors' remuneration	-	81	81
Tax agent's fee	-	55	55
Net assets attributable to unitholders*	4,083,886	-	4,083,886
	<u>4,749,693</u>	<u>136</u>	<u>4,749,829</u>

* Units are cancelled on demand at the unitholder's option. However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as unitholders of these instruments typically retain them for the medium to long term.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

2 FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Capital risk

The capital of the Fund is represented by net assets attributable to unitholders of USD33,287,831 (31.05.2023: USD4,083,886). The amount of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unitholders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

3 FAIR VALUE ESTIMATION

Financial instruments comprise financial assets and financial liabilities. Fair value is defined as 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.

The fair value of financial assets and liabilities traded in active market (such as trading Shariah-compliant securities) are based on quoted market prices at the close of trading on the reporting date.

An active market is a market in which transactions for the asset 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.

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- 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 in its entirety 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 judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment 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.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

(i) Fair value hierarchy (continued)

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

	<u>Level 1</u> USD	<u>Level 2</u> USD	<u>Level 3</u> USD	<u>Total</u> USD
<u>As at 31.05.2024</u>				
Financial assets at fair value through profit or loss				
- Quoted Shariah-compliant equity securities	31,830,156	-	-	31,830,156
	<hr/>	<hr/>	<hr/>	<hr/>
<u>As at 31.05.2023</u>				
Financial assets at fair value through profit or loss				
- Quoted Shariah-compliant equity securities	3,910,523	-	-	3,910,523
	<hr/>	<hr/>	<hr/>	<hr/>

Shariah-compliant investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, including listed Shariah-compliant equities. The Fund does not adjust the quoted prices for this instrument.

- (ii) The carrying values of financial assets (other than financial assets at fair value through profit or loss) and financial liabilities are a reasonable approximation of the fair values due to their short term nature.

4 MANAGEMENT FEE

In accordance with the Deed, the Manager is entitled to a management fee at a rate not exceeding 3.00% per annum of the NAV of each Class of the Fund, calculated and accrued on a daily basis.

For the financial period from 1 December 2023 to 31 May 2024, the management fee is recognised at a rate of 1.80% per annum of the NAV for MYR Class and 1.80% per annum of the NAV for USD Class, calculated on a daily basis.

Effective 1 September 2022, the shariah adviser's fee, audit fee and tax agent's fee are borne by the Fund Manager.

There will be no further liability to the Manager in respect of management fee other than the amounts recognised above.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

5 TRUSTEE FEE

In accordance with the Deed, the Trustee is entitled to a fee at a rate not exceeding 0.10% per annum of the NAV of each Class of the Fund (excluding foreign custodian fees and charges), subject to a minimum fee of RM15,000 per annum (equivalent to: USD 3,221) per annum (excluding foreign custodian fees and charges).

For the financial period from 1 December 2023 to 31 May 2024, the trustee fee is recognised at a rate of 0.05% per annum of the NAV of each Class of the Fund (exclusive of foreign custodian fees and charges) calculated on a daily basis for the financial period, subject to a minimum fee of RM15,000 (equivalent to: USD 3,221) per annum.

There will be no further liability to the Trustee in respect of Trustee fee other than the amounts recognised above.

6 TAXATION

	<u>31.05.2024</u> USD	Financial period from 25.07.2022 (date of launch) to <u>31.05.2023</u> USD
Tax charge for the financial period:		
Current taxation – foreign source income	<u>10,713</u>	<u>1,238</u>

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

	<u>31.05.2024</u> USD	Financial period from 25.07.2022 (date of launch) to <u>31.05.2023</u> USD
Profit before taxation	<u>5,461,428</u>	<u>788,567</u>
Taxation at Malaysian statutory rate of 24%	1,310,743	189,256
Tax effects of:		
Shariah-compliant investment income not subject to tax	(1,377,809)	(197,430)
Expenses not deductible for tax purposes	11,614	2,855
Restriction on tax deductible expenses for Unit Trust Funds	<u>44,739</u>	<u>6,557</u>
Tax expense	<u>10,713</u>	<u>1,238</u>

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at <u>31.05.2024</u> USD	As at <u>31.05.2023</u> USD
Financial assets at fair value through profit or loss:		
- quoted Shariah-compliant equity securities	<u>31,830,156</u>	<u>3,910,523</u>
	<u>31.05.2024</u> USD	Financial period from 25.07.2022 (date of launch) to <u>31.05.2023</u> USD
Net gain on financial assets at fair value through profit or loss:		
- Realised gain on sale of Shariah-compliant investments	1,383,738	128,525
- Unrealised gain on changes in fair value	<u>4,854,994</u>	<u>679,201</u>
	<u>6,238,732</u>	<u>807,726</u>

Quoted Shariah-compliant equity securities as at 31 May 2024 are as follows:

<u>Name of Security</u>	<u>Quantity</u> Units	Aggregate <u>cost</u> USD	Fair <u>value</u> USD	Percentage <u>of NAV</u> %
GERMANY				
Information Technology				
Infineon Technologies AG	11,188	394,956	447,183	1.34
TOTAL GERMANY	<u>11,188</u>	<u>394,956</u>	<u>447,183</u>	<u>1.34</u>
ITALY				
Information Technology				
STMicroelectronics N.V.	4,707	203,593	193,068	0.58
TOTAL ITALY	<u>4,707</u>	<u>203,593</u>	<u>193,068</u>	<u>0.58</u>

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Quoted Shariah-compliant equity securities as at 31 May 2024 are as follows: (continued)

<u>Name of Security</u>	<u>Quantity</u> Units	<u>Aggregate</u> <u>cost</u> USD	<u>Fair</u> <u>value</u> USD	<u>Percentage</u> <u>of NAV</u> %
JAPAN				
Information Technology				
Advantest Corporation	16,252	646,907	549,420	1.65
Disco Corporation	2,601	720,064	1,017,660	3.06
Lasertec Corporation	2,185	490,026	562,934	1.69
Tokyo Electron Limited	7,090	1,422,791	1,517,159	4.56
TOTAL JAPAN	28,128	3,279,788	3,647,173	10.96
NETHERLANDS				
Information Technology				
ASM International N.V.	1,086	605,000	754,632	2.27
ASML Holding N.V.	3,157	2,606,653	2,983,890	8.96
TOTAL NETHERLANDS	4,243	3,211,653	3,738,522	11.23
UNITED STATES				
Information Technology				
Advanced Micro Devices, Inc.	13,899	2,117,634	2,319,743	6.97
Analog Devices, Inc.	1,259	229,650	295,223	0.89
Applied Materials, Inc.	8,333	1,475,298	1,792,262	5.39
Broadcom Inc.	2,075	2,306,133	2,756,741	8.28
KLA Corporation	1,929	1,224,795	1,465,133	4.40
LAM Research Corporation	1,735	1,470,232	1,617,783	4.86
Marvell Technology, Inc	10,746	665,495	739,432	2.22
Microchip Technology Incorporated	3,640	321,386	353,917	1.06
Micron Technology, Inc.	22,187	2,059,140	2,773,375	8.33
Nvidia Corporation*	3,057	1,686,250	3,351,481	10.07

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Quoted Shariah-compliant equity securities as at 31 May 2024 are as follows: (continued)

<u>Name of Security</u>	<u>Quantity</u> Units	<u>Aggregate</u> <u>cost</u> USD	<u>Fair</u> <u>value</u> USD	<u>Percentage</u> <u>of NAV</u> %
UNITED STATES (CONTINUED)				
Information Technology (continued)				
NXP Semiconductors N.V.	1,680	353,107	457,128	1.37
On Semiconductor Corporation	5,156	374,618	376,595	1.13
Qualcomm Incorporated	11,698	1,878,637	2,386,977	7.17
Taiwan Semiconductor Manufacturing Co., Ltd.	19,137	2,198,839	2,890,453	8.68
Texas Instruments Incorporated	1,169	201,825	227,967	0.69
TOTAL UNITED STATES	107,700	18,563,039	23,804,210	71.51
Total quoted Shariah-compliant equity securities	155,966	25,653,029	31,830,156	95.62
Accumulated unrealised gain on quoted Shariah-compliant equity securities		6,177,127		
Total quoted Shariah-compliant equity securities		31,830,156		

* As of 31 May 2024, the Fund have exposures in Nvidia Corporation, which exceeded the investment limit range of 10% of Net Asset Value ("NAV") due to market movement.

The limit have been rectified within the three month timeframe as stipulated by the SC's Guidelines on Unit Trust Funds.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Quoted Shariah-compliant equity securities as at 31 May 2023 are as follows: (continued)

<u>Name of Security</u>	<u>Quantity</u> Units	<u>Aggregate</u> <u>cost</u> USD	<u>Fair</u> <u>value</u> USD	<u>Percentage</u> <u>of NAV</u> %
GERMANY				
Information Technology				
Infineon Technologies AG	2,970	98,521	109,945	2.69
TOTAL GERMANY	2,970	98,521	109,945	2.69
ITALY				
Information Technology				
STMicroelectronics N.V.	1,420	59,168	61,406	1.50
TOTAL ITALY	1,420	59,168	61,406	1.50
JAPAN				
Information Technology				
Advantest Corporation	365	33,958	46,791	1.15
Lasertec Corporation	580	94,222	89,879	2.20
Tokyo Electron Limited	1,190	135,330	164,518	4.03
TOTAL JAPAN	2,135	263,510	301,188	7.38
NETHERLANDS				
Information Technology				
ASM International N.V.	105	33,684	45,372	1.11
ASML Holding N.V.	505	303,700	361,455	8.85
TOTAL NETHERLANDS	610	337,384	406,827	9.96

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Quoted Shariah-compliant equity securities as at 31 May 2023 are as follows: (continued)

<u>Name of Security</u>	<u>Quantity</u> Units	<u>Aggregate</u> <u>cost</u> USD	<u>Fair</u> <u>value</u> USD	<u>Percentage</u> <u>of NAV</u> %
UNITED STATES				
Information Technology				
Advanced Micro Devices, Inc.	2,040	176,249	241,148	5.91
Analog Devices, Inc.	830	147,882	147,483	3.61
Applied Materials, Inc.	1,410	157,593	187,953	4.60
Broadcom Inc.*	520	305,088	420,139	10.29
Intel Corporation	5,700	176,007	179,208	4.39
KLA Corporation	100	36,812	44,299	1.08
LAM Research Corporation	290	149,116	178,843	4.38
Marvell Technology, Inc	2,065	91,538	120,782	2.96
Microchip Technology Incorporated	330	24,187	24,836	0.61
Micron Technology, Inc.	3,080	183,591	210,056	5.14
Nvidia Corporation*	1,240	256,144	469,142	11.49
NXP Semiconductors N.V.	250	43,347	44,775	1.10
ON Semiconductor Corporation	900	67,898	75,240	1.84
Qualcomm Incorporated	1,311	167,762	148,680	3.64
Taiwan Semiconductor Manufacturing Co., Ltd.	4,140	358,593	408,163	9.99
Texas Instruments Incorporated	750	130,932	130,410	3.19
TOTAL UNITED STATES	24,956	2,472,739	3,031,157	74.22
Total quoted Shariah-compliant equity securities	32,091	3,231,322	3,910,523	95.75
Accumulated unrealised gain on quoted Shariah-compliant equity securities		679,201		
Total quoted Shariah-compliant equity securities		3,910,523		

* As of 31 May 2023, the Fund have exposures in Broadcom Inc. and Nvidia Corporation which both exceeded the investment limit range of 10% of Net Asset Value ("NAV") due to market movement.

Both limits have been rectified within the three month timeframe as stipulated by the SC's Guidelines on Unit Trust Funds.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024
(UNAUDITED) (CONTINUED)

8 CASH AND CASH EQUIVALENTS

	As at <u>31.05.2024</u> USD	As at <u>31.05.2023</u> USD
Bank balances with a licensed bank	<u>4,069,863</u>	<u>390,460</u>

9 NUMBER OF UNITS IN CIRCULATION

	As at <u>31.05.2024</u> No. of units	As at <u>31.05.2023</u> No. of units
(a) MYR Class units in circulation		
At the beginning of the financial period/date of launch	29,388,167	-
Creation of units during the financial period:		
arising from applications	125,052,442	23,123,864
arising from distributions	1,574,129	-
Cancellation of units during the financial period	<u>(90,562,135)</u>	<u>(10,335,290)</u>
At the end of the financial period	<u>65,452,603</u>	<u>12,788,574</u>
(b) USD Class units in circulation		
At the beginning of the financial period/date of launch	601,427	-
Creation of units during the financial period:		
arising from applications	3,407,022	564,178
arising from distributions	29,895	-
Cancellation of units during the financial period	<u>(238,213)</u>	<u>(1,278)</u>
At the end of the financial period	<u>3,800,131</u>	<u>562,900</u>

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

10 DISTRIBUTIONS

	As at <u>31.05.2024</u> USD
Distributions to unitholders are from the following sources:	
Gross dividend income	53,309
Net gain on financial assets at fair value through profit or loss	746,161
	<hr/>
	799,470
Less: Expenses	(234,802)
	<hr/>
	<u>564,668</u>

During the financial period, distributions per unit were made as follows:

	<u>Gross/net distribution</u> <u>2024</u>
<u>MYR Class</u> 18 January 2024	0.0715
<u>USD Class</u> 18 January 2024	0.0685

Gross distribution is derived using total income less total expenses.

Gross distribution per unit is derived from gross realised income less expenses divided by the number of units in circulation, while net distribution for unit is derived from gross realised income less expenses and taxation divided by the number of units in circulation.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

11 TRANSACTIONS WITH BROKERS/INTERMEDIARIES

Details of transactions with the brokers/intermediaries for the financial period from 01 December 2023 to 31 May 2024 are as follows:

<u>Name of brokers/intermediaries</u>	<u>Value of trade</u> USD	Percentage of total <u>trade</u> %	Brokerage <u>fees</u> USD	Percentage of total <u>brokerage</u> %
Daiwa Securities Smbc Hong Kong Ltd	5,732,652	18.54	1,376	12.38
JP Morgan Securities Llc	3,484,517	11.27	785	7.07
Bofa Securities, Inc New York	3,261,470	10.55	686	6.18
Citigroup Global Markets Limited	3,137,581	10.15	701	6.31
CLSA Singapore Pte Ltd.	2,792,765	9.03	1,815	16.33
Robert W. Baird & Co. Incorporated	2,766,796	8.95	489	4.40
Jefferies Llc.	2,636,023	8.53	615	5.53
Sanford C. Bernstein And Co., Llc	2,452,906	7.93	383	3.44
Pershing Securities Limited	1,171,792	3.79	1,172	10.54
SG Americas Securities, Llc	1,100,890	3.56	254	2.28
Others	2,380,812	7.70	2,838	25.54
	<u>30,918,204</u>	<u>100.00</u>	<u>11,114</u>	<u>100.00</u>

Details of transactions with the brokers/intermediaries for the financial period from 25 July 2022 (date of launch) to 31 May 2023 are as follows:

<u>Name of brokers/intermediaries</u>	<u>Value of trade</u> USD	Percentage of total <u>trade</u> %	Brokerage <u>fees</u> USD	Percentage of total <u>brokerage</u> %
JP Morgan Securities Llc	948,719	17.80	332	13.82
Robert W. Baird & Co. Incorporated	851,735	15.98	233	9.71
Bofa Securities, Inc New York	768,662	14.42	301	12.53
Sanford C. Bernstein And Co., Llc	633,484	11.89	132	5.51
Daiwa Securities Smbc Hong Kong Ltd	545,592	10.24	175	7.28
Jefferies Llc.	275,271	5.16	93	3.84
CLSA Singapore Pte Ltd.	210,217	3.94	231	9.62
JP Morgan Securities Ltd London	203,038	3.81	203	8.45
Sanford C. Bernstein Ltd. London	183,590	3.44	184	7.64
Barclays Capital Inc	182,242	3.42	80	3.34
Others	527,477	9.90	439	18.26
	<u>5,330,027</u>	<u>100.00</u>	<u>2,403</u>	<u>100.00</u>

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

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

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

<u>Related parties</u>	<u>Relationship</u>
Nomura Asset Management Malaysia Sdn Bhd	The Manager
The Nomura Trust and Banking Co., Ltd.	Associate Company

The number of units held by the Manager and party related to the Manager as at the end of the financial period as follows:

	<u>As at 31.05.2024</u>		<u>As at 31.05.2023</u>	
	No. of units	USD	No. of units	USD
Nomura Asset Management Malaysia Sdn Bhd				
- MYR Class	<u>1,046</u>	<u>423</u>	<u>1,000</u>	<u>267</u>
The Nomura Trust and Banking Co., Ltd.				
- USD Class	<u>523,272</u>	<u>940,738</u>	<u>500,000</u>	<u>594,300</u>

The units are held legally by the Manager for booking purposes.

In addition to the related party disclosure mentioned elsewhere in the financial statements, there were no other significant related party transactions and balances.

Other than the above, there were no units held by parties related to the Manager.

13 TOTAL EXPENSES RATIO ("TER")

	<u>31.05.2024</u>	<u>31.05.2023</u>
	%	%
TER	<u>0.97</u>	<u>1.64</u>

Financial period from 25.07.2022 (date of launch) to

TER is derived from the following calculation:

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

A	=	Management fee, excluding management fee rebates
B	=	Trustee fee
C	=	Fund accounting fee
D	=	Auditors' remuneration
E	=	Tax agent's fee
F	=	Other expenses
G	=	Average NAV of Fund calculated on a daily basis

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 01 DECEMBER 2023 TO 31 MAY 2024 (UNAUDITED) (CONTINUED)

13 TOTAL EXPENSES RATIO ("TER") (CONTINUED)

The average NAV of the Fund for the financial period calculated on a daily basis is USD20,584,784 (25.07.2022 (date of launch) to 31.05.2023: USD1,904,381).

14 PORTFOLIO TURNOVER RATIO ("PTR")

	<u>31.05.2024</u> %	Financial period from 25.07.2022 (date of launch) to <u>31.05.2023</u> %
PTR (times)	0.75	1.40

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 = USD23,581,247
(25.07.2022 (date of launch) to 31.05.2023: USD4,218,386)
total disposal for the financial period = USD7,342,719
(25.07.2022 (date of launch) to 31.05.2023: USD1,113,186)

15 SHARIAH INFORMATION OF THE FUND

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

- i) securities in local/foreign markets which have been classified as Shariah-compliant either by the Shariah Advisory Council of the Securities Commission Malaysia, the Shariah Supervisory Board of Dow Jones Islamic Market Developed Markets Index and/or by the Shariah Adviser;
- ii) cash placements and liquid assets which are placed in non-interest bearing account with licensed Islamic domestic and foreign financial institutions; and
- iii) collective investment schemes which Shariah Adviser has verified as Shariah-compliant.

16 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 24 July 2024.

NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND**STATEMENT BY THE MANAGER**

We, Leslie Yap Kim Loong and Atsushi Ichii, being two of the Directors of Nomura Asset Management Malaysia Sdn Bhd (the "Manager"), do hereby state that, in the opinion of the Directors of the Manager, the accompanying financial statements set out on pages 1 to 31 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the financial position of the Fund as at 31 May 2024 and of its financial performance, changes in net assets attributable to unitholders and cash flows for the financial period from 01 December 2023 to 31 May 2024 in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
NOMURA ASSET MANAGEMENT MALAYSIA SDN BHD



LESLIE YAP KIM LOONG
Managing Director



ATSUSHI ICHII
Director

Kuala Lumpur
24 July 2024



Deutsche Trustees Malaysia Berhad
Registration No: 200701005591 (763590-H)
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8 Jalan Sultan Ismail
50250 Kuala Lumpur
Tel +603 2053 7522
Fax +603 2053 7526

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND ("Fund")

We have acted as Trustee of the Fund for the financial period ended 31 May 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Nomura Asset Management Malaysia Sdn Bhd has operated and managed the Fund during the period covered by these financial statements in accordance with the following:-

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

We are of the opinion that the distribution of income by the Fund is appropriate and reflects the investment objective of the Fund.

For Deutsche Trustees Malaysia Berhad


Ng Hon Leong
Head, Fund Operations


Sylvia Beh
Chief Executive Officer

Kuala Lumpur
24 July 2024

SHARIAH ADVISER'S REPORT

TO THE UNITHOLDERS OF
NOMURA GLOBAL SHARIAH SEMICONDUCTOR EQUITY FUND

We hereby confirm:

To the best of our knowledge, after having made all reasonable enquiries, Nomura Asset Management Malaysia Sdn Bhd has operated and managed the Fund during the financial 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

The assets of the Fund comprise instruments that have been classified as Shariah-compliant by the Shariah Advisory Council ("SAC") of the Securities Commission Malaysia or the Shariah Supervisory Board of Dow Jones Islamic Market Developed Markets Index. As for the instruments which are not classified as Shariah-compliant by the SAC of the Securities Commission Malaysia or the Shariah Supervisory Board of Dow Jones Islamic Market Developed Markets Index, we have reviewed the said instruments and confirmed that these instruments are Shariah-compliant.

For ZICO Shariah Advisory Services Sdn Bhd

A handwritten signature in black ink, appearing to read "Aida Othman", is positioned above the printed name.

DR. AIDA OTHMAN

Designated Person Responsible for Shariah Matters Relating to the Fund

Kuala Lumpur

24 JUL 2024