

PHILLIP GLOBAL STARS FUND

AUDITED
ANNUAL REPORT

FOR THE FINANCIAL YEAR
ENDED 30 SEPTEMBER 2025

Manager:

PHILLIP MUTUAL BERHAD
(200201002746)(570409-K)

Trustee:

CIMB COMMERCE TRUSTEE BERHAD
(199401027349)(313031-A)

CONTENTS

Fund Information	2
Fund Performance	3 - 4
Manager's Report	5
Performance Review	5
Investment Strategy Review	6
Asset Allocation	6 - 7
Analysis Of Net Asset Value	7
Market Review	7
Securities Financing Transactions	7
Income Distribution	7
Unit Split	7
Significant Changes In The State Of Affairs Of The Fund Circumstances That Materially Affect Interest Of Unitholders	8
Cross Trade	8
Soft Commissions	8
Trustee's Report	9
Statement By The Manager	10
Independent Auditors' Report	11 - 13
Statement Of Financial Position	14
Statement Of Comprehensive Income	15
Statement Of Changes In Net Asset Value	16
Statement Of Cash Flows	17
Notes To The Financial Statements	18 - 35
Corporate Information	36 - 37

FUND INFORMATION
As At 30 September 2025

Name Of Fund	: Phillip Global Stars Fund
Manager Of Fund	: Phillip Mutual Berhad 200201002746 (570409-K)
Investment Manager	: Phillip Capital Management Sdn Bhd 199501004372 (333567-D)
Launch Date	: 20 July 2006
Category Of Fund	: Equity
Type Of Fund	: Growth and income
Investment Objective	: Phillip Global Stars Fund aims to provide capital growth and some income [□] in the medium* to long term* by investing in a portfolio of global securities. [□] <i>Income is in reference to the Fund's distribution, which could be in the form of cash or units.</i> * <i>Medium term is defined as a period of one to three years, and long term is a period of more than three years.</i>
Performance Benchmark	: Composite benchmark*: 65% MSCI US Board Market Index 25% MSCI Europe Index 10% MSCI AC Asia ex Japan Index * <i>The Fund's previous composite benchmark of 65% S&P 500 Index (SPX), 25% S&P Europe 350 Index (SPE) and 10% S&P Asia 50 Index (SPA50) was replaced with the current benchmark of 65% MSCI US Broad Market Index, 25% MSCI Europe Index and 10% MSCI AC Asia ex Japan Index to better reflect the Fund's investment universe and strategy, as well as for purposes of improving cost efficiency for the Fund.</i>
Distribution Policy	: Investors will receive income distributions once a year subject to the availability of income.
Fund Size	: 8.78 million units

FUND PERFORMANCE

Financial Highlights

Category	As At 30.9.2025	As At 30.9.2024	As At 30.9.2023
Local Quoted Equity Securities	%	%	%
Industrials	-	-	3.32
Retailing	-	2.74	-
Transportation	-	2.19	2.37
Foreign Quoted Equity Securities			
- Hong Kong	26.31	29.61	19.24
- Indonesia	-	-	3.51
- Singapore	0.80	0.93	1.23
- South Korea	-	2.06	5.94
- Thailand	-	-	1.53
- United States of America	58.75	52.84	52.16
	85.86	90.37	89.30
Warrants	-	0.01	0.01
Quoted Loan Stocks	0.18	0.27	0.34
Cash And Liquid Assets	13.96	9.35	10.35
Total	100.00	100.00	100.00
Net Asset Value (RM'000)	4,983	3,801	3,180
Number Of Units In Circulation (Units '000)	8,782	8,852	7,650
Net Asset Value Per Unit (RM)	0.5674	0.4294	0.4157
Total Expense Ratio ("TER") ¹	2.53%	2.56%	2.82%
Portfolio Turnover Ratio (times)	0.51	0.93	0.78

The Total Expense Ratio for the current financial year is lower due to a lower percentage of increase in expenses compared to the increase in average net asset value attributable to unitholders.

¹ The TER does not include brokerage and other transaction fees.

The Portfolio Turnover Ratio for the current financial year is lower due to the decrease in investing activities.

Notes:

The net asset value per unit of the Fund is largely determined by market factors. Therefore past performance figures shown are only a guide and should not be taken as indicative of future performance. Net asset value per unit and investment returns may go up or down.

Performance Data

	Phillip Global Stars Fund		Composite Benchmark#		
	Total Return	Average Annual Return	Total Return	Average Annual Return	
1 Year's Period to 30.9.2025	32.26%	32.26%	19.71%	19.71%	
3 Years' Period to 30.9.2025	68.42%	22.81%	72.32%	24.11%	
5 Years' Period to 30.9.2025	37.99%	7.60%	101.85%	20.37%	
	1.10.2024	1.10.2023	1.10.2022	1.10.2021	1.10.2020
	to	to	to	to	to
	30.9.2025	30.9.2024	30.9.2023	30.9.2022	30.9.2021
Phillip Global Stars Fund					
- Capital Return	32.26%	3.20%	23.39%	-23.71%	7.39%
- Income Return	-	-	-	-	-
- Total Return	32.26%	3.20%	23.39%	-23.71%	7.39%
Composite Benchmark#	19.71%	16.77%	21.19%	-10.89%	27.05%
	1.10.2024	1.10.2023	1.10.2022		
	to	to	to		
	30.9.2025	30.9.2024	30.9.2023		
Unit Prices					
Highest NAV (RM)	0.5674	0.4705	0.4445		
Lowest NAV (RM)	0.4253	0.3836	0.3331		
Distributions					
Gross Distribution Per Unit (sen)	-	-	-		
	(30.9.2025)	(30.9.2024)	(30.9.2023)		
Net Distribution Per Unit (sen)	-	-	-		
	(30.9.2025)	(30.9.2024)	(30.9.2023)		
Unit Splits	-	-	-		

The benchmark returns are adjusted for the movement of Ringgit Malaysia against foreign currencies.

Notes:

1. All figures pertaining to the Fund's return were extracted from Lipper.
2. The net asset value per unit of the Fund is largely determined by market factors. Therefore past performance figures shown are only a guide and should not be taken as indicative of future performance. Net asset value per unit and investment returns may go up or down.

MANAGER’S REPORT

30 September 2025

Performance Review

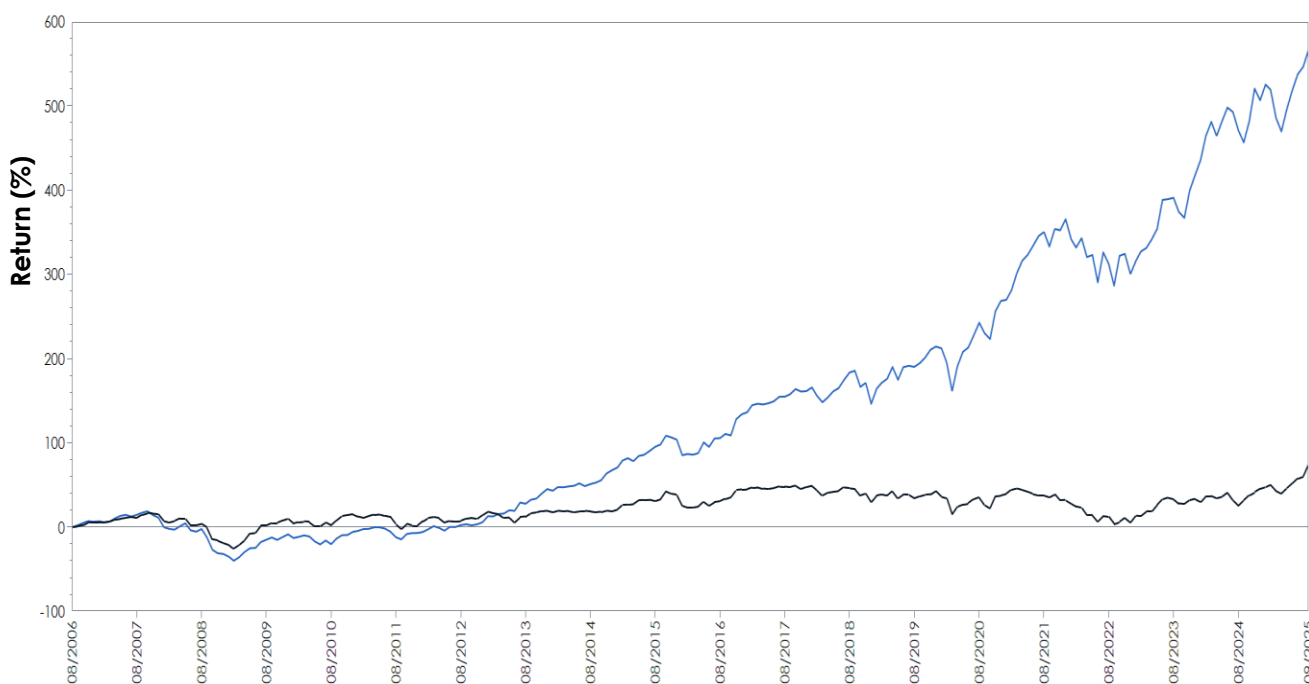
From 10 August 2006 (date of launch: 20 July 2006) to 30 September 2025, Phillip Global Stars Fund registered a total return of 74.26%, while its composite benchmark (65% MSCI US Broad Market Index, 25% MSCI Europe Index and 10% MSCI AC Asia ex Japan Index), rose 566.96%.

For the financial year under review, the Fund registered a gain of 32.26% outperforming its benchmark, which increased by 19.71%.

Based on the 1-year return, Phillip Global Stars Fund has met its investment objective of providing capital growth. The Fund has not been providing income distribution* since 2014.

* Income is in reference to the Fund’s distribution, which could be in the form of cash or units.

Comparison of Fund’s Performance and Benchmark Since Inception



— Phillip Global Stars Fund	+74.26%
- - - Composite Benchmark (65% MSCI US, 25% MSCI EUROPE & 10% MSCI ASIAXJ)	+566.96%

Source: Lipper

Notes:

The benchmark returns are adjusted for the movement of Ringgit Malaysia against foreign currencies.

Investment Strategy Review

During the financial year under review, Phillip Global Stars Fund delivered a robust return of 32.26%, outperforming its composite benchmark’s 19.01% gain by a significant margin. The Fund’s active positioning, tactical sector rotations, and disciplined risk management contributed to this outperformance amid a volatile global backdrop defined by shifting monetary policies, persistent U.S.-China trade frictions, and renewed geopolitical uncertainties.

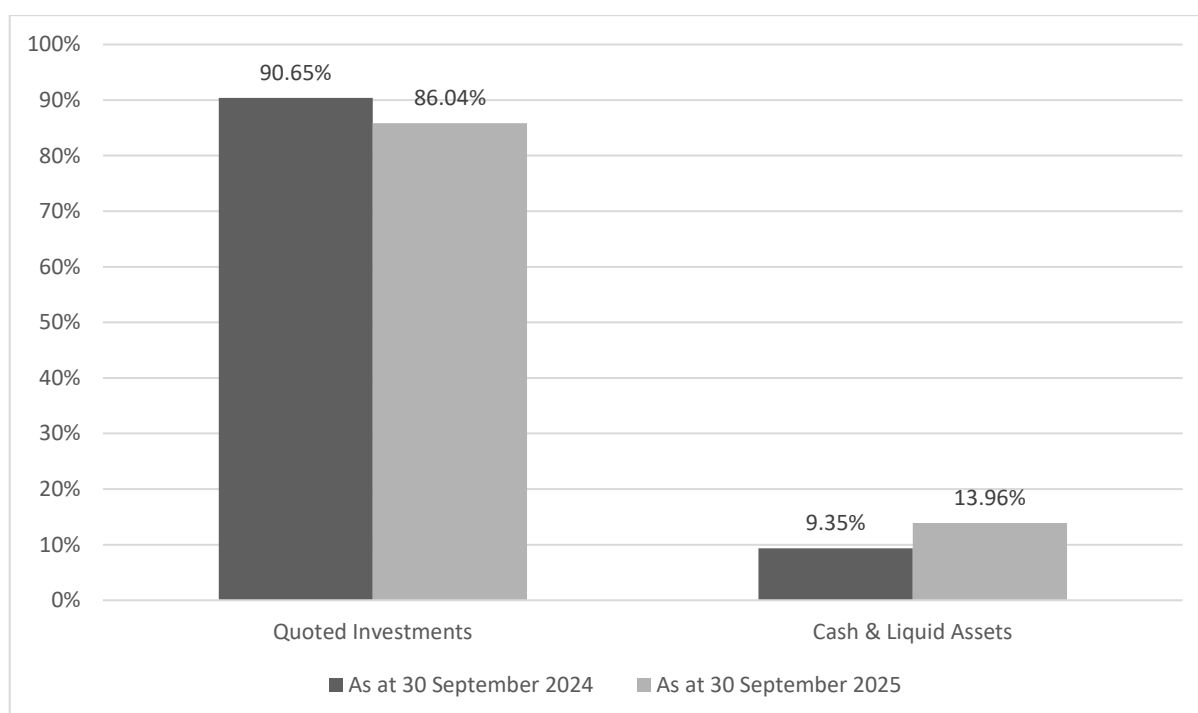
In the United States, the Fund’s strong conviction in large-cap technology and AI-driven names proved pivotal to performance. Overweights in leading semiconductor, cloud infrastructure, and software innovators benefited from sustained investment in artificial intelligence, automation, and data infrastructure, which continued to attract both institutional and retail inflows. The Fund Manager also capitalised on volatility during the mid-year correction—gradually trimming richly valued names and rotating into undervalued cyclicals and industrial technology stocks poised to benefit from U.S. fiscal stimulus and infrastructure expansion.

In China, selective exposure to policy-supported sectors such as renewable energy, advanced manufacturing, and digital infrastructure added alpha. Despite a challenging macro environment and regulatory headwinds early in the year, the Fund Manager identified attractive re-rating opportunities in domestically oriented growth companies as sentiment improved following targeted fiscal and monetary easing measures in mid-2025. The Fund maintained minimal exposure to the property sector, instead emphasizing balance sheet strength and state-linked industrial leaders positioned to benefit from China’s “new quality productive forces” policy direction.

Throughout the year, the Fund adopted an active and flexible approach, maintaining cash levels between 5–10% to manage liquidity and seize tactical opportunities during periods of market dislocation. Risk was balanced through selective hedging and diversified exposure across growth and value themes.

In summary, the portfolio period concluded with the Fund Manager’s strategy effectively balancing risk and return through a combination of strategic cash reserves, high beta investments, and sector-specific convictions.

Asset Allocation



The quoted investments (inclusive of quoted equity securities, warrants and loan stocks) of Phillip Global Stars Fund decreased from 90.65% at the beginning of the financial year under review to 86.04% at the end of the financial year under review due to decrease in purchases of equities.

Analysis Of Net Asset Value

The net asset value (NAV) per unit of Phillip Global Stars Fund increased from RM0.4294 to RM0.5674 during the financial year under review. Meanwhile, total NAV of the Fund increased from RM3,800,752 to RM4,982,674 mainly due to favourable market movements.

Market Review

Equity Market Review

During the financial year under review, global equities delivered a turbulent yet rewarding performance, with markets navigating shifting monetary policies, renewed geopolitical tensions, and uneven economic recoveries. Despite frequent bouts of volatility, risk assets finished the period higher, led by the remarkable resilience of U.S. equities and selective recoveries across China A-shares.

In the United States, equities extended their rally through most of the fiscal year, buoyed by robust corporate earnings, improving inflation dynamics, and optimism surrounding artificial intelligence-driven productivity gains. The S&P 500 rose sharply, led by large-cap technology, semiconductor, and communication service names. Market sentiment strengthened further after the Federal Reserve pivoted to its first rate cut in June 2025, reducing the policy rate to 4.00%–4.25% amid signs of slowing growth and easing price pressures. However, volatility returned mid-year as the Trump administration introduced sweeping “Liberation Day” tariffs on imports, sparking fears of renewed trade frictions and supply chain disruptions. Still, resilient consumer demand and strong corporate balance sheets underpinned market confidence into the third quarter.

In China, equities staged a modest rebound after a challenging start to the period. Early 2025 was weighed down by sluggish consumption, persistent property sector weakness, and capital outflow concerns following depreciation of the Yuan. However, sentiment improved notably in mid-year as policymakers rolled out 1.3 trillion Yuan in ultra-long-term special bonds, stepped up infrastructure spending, and announced targeted easing measures to support private enterprises. These initiatives helped stabilise market expectations and drew selective foreign inflows into technology, renewable energy, and industrial upgrading sectors.

Meanwhile, global risk sentiment remained fragile amid escalating geopolitical conflicts in the Middle East, heightened U.S.–China trade friction, and fluctuating commodity prices.

Overall, the financial year highlighted a tale of two diverging yet interconnected economies—a resilient, innovation-led U.S. market and a policy-supported, gradually stabilising China. While optimism returned toward the end of the period, investors remained sensitive to policy direction and global election outcomes, suggesting continued volatility ahead.

Securities Financing Transactions

For the financial year under review, the Fund has not undertaken any securities lending or repurchase transactions (collectively referred to as “securities financing transactions”).

Income Distribution Nil

Unit Split Nil

Significant Changes In The State Of Affairs Of The Fund

For the financial year under review, there were no significant changes in the state of affairs of the Fund not otherwise as disclosed in the financial statements.

Circumstances That Materially Affect Interest Of Unitholders

For the financial year under review, there were no circumstances that materially affect any interest of the unitholders.

Cross Trade

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

Soft Commissions

During the financial year under review, the Investment Manager has received soft commissions from brokers in compliance with applicable legal, regulatory and industry standards. Soft commissions are received by the Investment Manager where the same can reasonably be expected to assist in the provision of investment services to its clients. Examples of goods and services under such soft commission arrangement include research and advisory services, computer software or any other information facilities to the extent that they are used to support the investment decision making process, data and quotation and there was no churning of trades.

**TRUSTEE'S REPORT
TO THE UNIT HOLDERS OF PHILLIP GLOBAL STARS FUND ("Fund")**

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

1. Limitations imposed on the investment powers of the management company under the 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.

For and on behalf of
CIMB Commerce Trustee Berhad

Tok Puan Datin Ezreen Eliza binti Zulkiplee
Chief Executive Officer

Kuala Lumpur, Malaysia
28 November 2025

STATEMENT BY THE MANAGER

We, **Datin Hajjah Nona Binti Salleh** and **Mohd Fadzli Bin Mohd Anas**, being two of the directors of **Phillip Mutual Berhad**, do hereby declare that, in the opinion of the Manager, the accompanying financial statements are prepared in accordance with the requirements of the Deeds, Malaysian Financial Reporting Standards, International Financial Reporting Standards and the relevant Securities Commission Malaysia guidelines so as to give a true and fair view of the financial position of **Phillip Global Stars Fund** as at 30 September 2025 and of its financial performance, changes in net asset value and cash flows for the financial year then ended.

Signed on behalf of the Manager in accordance with a resolution of the directors,

DATIN HAJJAH NONA BINTI SALLEH
Chairperson

MOHD FADZLI BIN MOHD ANAS
Chief Executive Officer/ Executive Director

Kuala Lumpur, Malaysia
28 November 2025

INDEPENDENT AUDITORS' REPORT TO THE UNITHOLDERS OF PHILLIP GLOBAL STARS FUND

Report on the Audit of the Financial Statements

Opinion

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

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

Basis for Opinion

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

Independence And Other Ethical Responsibilities

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

(Forward)

Information Other than the Financial Statements and Auditors' Report Thereon

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

Our opinion on the financial statements of the Fund does not cover the Fund Manager's Report and we do not express any form of assurance conclusion thereon.

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

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

Responsibilities of the Manager and Trustee for the Financial Statements

The Manager of the Fund is responsible for the preparation of financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the relevant Securities Commission Malaysia guidelines. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

The Trustee is responsible for ensuring that the Manager maintains proper accounting and other records as are necessary to enable true and fair presentation of these financial statements.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

(Forward)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

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

Other Matter

This report is made solely to the unitholders of the Fund, as a body, in accordance with the relevant Securities Commission Malaysia guidelines and for no other purpose. We do not assume responsibility towards any other person for the contents of this report.

DELOITTE MALAYSIA PLT (LLP0010145-LCA)
Chartered Accountants (AF0080)

KOK PEI LOO
Partner - 03524/08/2026 J
Chartered Accountant

28 November 2025

STATEMENT OF FINANCIAL POSITION
As at 30 September 2025

	Note	2025 RM	2024 RM
Assets			
Investments	3	4,287,201	3,444,419
Dividend receivables		2,370	1,561
Interest receivable		20	173
Tax recoverable		14,821	8,227
Cash and cash equivalents	5	695,047	398,203
Total assets		<u>4,999,459</u>	<u>3,852,583</u>
Liabilities			
Amount due to Manager	6	6,620	5,011
Amount due to brokers/dealers		-	35,783
Other payables		10,165	11,037
Total liabilities		<u>16,785</u>	<u>51,831</u>
Net Asset Value (“NAV”) of the Fund		<u>4,982,674</u>	<u>3,800,752</u>
Equity			
Unitholders’ capital		8,101,914	8,127,301
Accumulated losses		(3,119,240)	(4,326,549)
NAV attributable to unitholders	13	<u>4,982,674</u>	<u>3,800,752</u>
Total equity and liabilities		<u>4,999,459</u>	<u>3,852,583</u>
Number of units in circulation (units)	14	<u>8,781,736</u>	<u>8,852,285</u>
NAV per unit		<u>0.5674</u>	<u>0.4294</u>

The accompanying notes form an integral part of the financial statements.

STATEMENT OF COMPREHENSIVE INCOME
For the financial year ended 30 September 2025

	Note	2025 RM	2024 RM
Investment income/(loss)			
Gross dividends from financial assets at fair value through profit or loss ("FVTPL")		30,905	38,424
Interest income		5,333	5,580
Net realised gain/(loss) on investments:			
- Financial assets at FVTPL		540,547	(284,790)
- Foreign exchange		(91,622)	69,530
Net unrealised gain/(loss) on foreign exchange		17,381	(29,404)
Net unrealised gain on changes in value of financial assets at FVTPL	3	830,501	404,227
		<u>1,333,045</u>	<u>203,567</u>
Expenses			
Audit fee		9,100	8,500
Tax agent's fee		3,400	3,400
Manager's fee	7	71,440	61,457
Trustee's fee	8	8,400	8,400
Custodian's fee	9	598	566
Brokerage and other transaction fees		19,436	39,103
Administration expenses		13,362	4,674
		<u>125,736</u>	<u>126,100</u>
Net income before taxation		1,207,309	77,467
Taxation	12	-	(5,616)
Net income after taxation		<u>1,207,309</u>	<u>71,851</u>
Total comprehensive income		<u>1,207,309</u>	<u>71,851</u>
Total comprehensive income comprises the following:			
Realised gain/(loss)		359,427	(302,972)
Unrealised gain		847,882	374,823
		<u>1,207,309</u>	<u>71,851</u>

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CHANGES IN NET ASSET VALUE
For the financial year ended 30 September 2025

	Note	Unitholders' capital RM	Accumulated losses RM	Total RM
At 1 October 2023		7,578,049	(4,398,400)	3,179,649
Net income after taxation		-	71,851	71,851
Creation of units	14	952,954	-	952,954
Cancellation of units	14	(403,702)	-	(403,702)
At 30 September 2024		<u>8,127,301</u>	<u>(4,326,549)</u>	<u>3,800,752</u>
At 1 October 2024		8,127,301	(4,326,549)	3,800,752
Net income after taxation		-	1,207,309	1,207,309
Creation of units	14	445,512	-	445,512
Cancellation of units	14	(470,899)	-	(470,899)
At 30 September 2025		<u>8,101,914</u>	<u>(3,119,240)</u>	<u>4,982,674</u>

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CASH FLOWS
For the financial year ended 30 September 2025

	2025	2024
	RM	RM
Cash flows from/(used in) operating and investing activities		
Proceeds from sale of investments	2,366,846	3,158,129
Purchase of investments	(1,936,085)	(3,530,854)
Dividends received	29,249	38,977
Interest received	5,486	5,590
Manager's fee paid	(69,831)	(61,016)
Trustee's fee paid	(8,397)	(8,403)
Custodian's fee paid	(598)	(566)
Payment for other fees and expenses	(31,681)	(34,184)
Tax paid	(6,594)	(17,717)
Net cash from/(used in) operating and investing activities	<u>348,395</u>	<u>(450,044)</u>
Cash flows from/(used in) financing activities		
Cash proceeds from units created	445,512	952,954
Cash paid on units cancelled	(470,899)	(420,205)
Net cash (used in)/from financing activities	<u>(25,387)</u>	<u>532,749</u>
Net increase in cash and cash equivalents	323,008	82,705
Effect of exchange rate changes	(26,164)	(48,858)
Cash and cash equivalents at beginning of the year	398,203	364,356
Cash and cash equivalents at end of the year	<u>695,047</u>	<u>398,203</u>
Cash and cash equivalents comprise (Note 5):		
Cash at banks	426,047	291,203
Deposit with a licensed financial institution	269,000	107,000
	<u>695,047</u>	<u>398,203</u>

The accompanying notes form an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 September 2025

1. The Fund, the Manager and their principal activities

Phillip Global Stars Fund (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of a Deed dated 23 June 2006 as amended by the First Supplemental Deed dated 28 June 2007, Supplemental Master Deed dated 22 May 2009, Second Supplemental Master Deed dated 25 June 2010, Third Supplemental Master Deed and its Fourth Supplemental Master Deed dated 12 July 2017 made between the previous Manager, BOS Wealth Management Malaysia Berhad (the Manager prior to 1 December 2020) and the Trustees, HSBC (Malaysia) Trustee Berhad (the Trustee prior to 1 October 2017) and CIMB Commerce Trustee Berhad (the new Trustee with effect from 1 October 2017), Fifth Supplemental Master Deed dated 5 October 2020, Sixth Supplemental Master Deed dated 5 October 2020 made between the previous Manager and the Trustee, Seventh Supplemental Master Deed dated 6 November 2020, Eighth Supplemental Master Deed dated 25 November 2020 made between the Managers, BOS Wealth Management Malaysia Berhad (the Manager prior to 1 December 2020) and Phillip Mutual Berhad (the new Manager with effect from 1 December 2020), and the Trustee, Ninth Supplemental Master Deed dated 1 July 2021 made between the Manager, Phillip Mutual Berhad and the Trustee, and Tenth Supplemental Master Deed dated 11 January 2023 made between the Manager, Phillip Mutual Berhad and the Trustee, CIMB Commerce Trustee Berhad (the Deed and all its supplemental hereinafter referred to as the “Deeds”). The Fund was launched on 20 July 2006.

The principal activity of the Fund is to invest in “Permitted Investments” as defined in the Deeds, which include stocks and shares of companies quoted on Bursa Malaysia Securities Berhad, fixed income securities, foreign securities, unlisted securities, futures contracts and any other investments approved by the Securities Commission Malaysia.

The Manager, Phillip Mutual Berhad, is a company incorporated in Malaysia and licensed by the Securities Commission Malaysia to carry on the regulated activities of dealing in securities restricted to unit trust schemes and dealing in private retirement schemes under the Capital Markets and Services Act 2007 and is a registered Institutional Unit Trust Adviser with the Federation of Investment Managers Malaysia that authorised to market and distribute unit trust schemes of another party. The Company is engaged in the business of establishing and managing unit trust schemes, and marketing and distributing unit trust schemes of another party.

The financial statements were authorised for issue by the Board of Directors of the Manager in accordance with a resolution of the directors on 28 November 2025.

2. Material accounting policy information

(a) Basis of preparation

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

The financial statements of the Fund have been prepared under the historical cost convention, unless otherwise stated in the accounting policies. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

(b) Changes in accounting policiesAmendments to MFRSs

The accounting policies adopted are consistent with those of the previous financial year except for the Amendments to MFRSs issued by the MASB that are relevant to the Fund's operation and effective for annual years beginning on or after 1 October 2024, as follows:

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

The adoption of the Amendments to MFRSs did not result in significant changes in the accounting policies of the Fund and has no significant effect on the financial performance or position of the Fund.

New MFRS and Amendments to MFRSs in issue but not yet effective

As at the date of authorisation of these financial statements, the New MFRS and Amendments to MFRSs that are relevant to the Fund's operation which were in issue but not yet effective and not early adopted by the Fund are as listed below:

Description	Effective for annual periods beginning on or after
MFRS 18: <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
Amendments to MFRS 121: <i>Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9: <i>Financial Instruments</i> and MFRS 7: <i>Financial Instruments: Disclosures</i>	1 January 2026

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

(c) Functional and presentation currency

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

The Fund's unitholders are mainly in Malaysia, with the subscriptions and redemptions of the redeemable shares denominated in RM. The primary activity of the Fund is to invest in a portfolio of global securities. The Fund's performance is measured and reported to the investors in RM. The Investment Committee considers the RM as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions.

(d) Foreign currency translation

Assets and liabilities denominated in foreign currencies are translated into RM at rates of exchange prevailing at the end of the reporting period.

Transactions in foreign currencies are translated into RM at the rates of exchange ruling on the dates of transactions. Exchange differences arising are included in profit or loss.

(e) Financial Instruments

The Fund recognises financial assets and financial liabilities in the statement of financial position on the date it becomes a party to the contractual provisions of the instruments.

Regular way purchase and sales of all categories of investments in financial instruments are recognised on trade dates i.e. dates on which the Fund commits to purchase or sell the financial instruments.

Financial assets

The Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss (“FVTPL”) on the basis of both the Fund’s business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

(i) Financial assets at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial asset in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest (“SPPI”) on the principal amount outstanding. Receivables are classified as financial assets at amortised cost. They are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These include dividend receivables, interest receivable and cash and cash equivalents.

(ii) Financial assets at FVTPL

A financial asset is measured at fair value through profit or loss if:

- (a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest (“SPPI”) on the principal amount outstanding; or
- (b) It is held within a business model whose objective is to sell; or
- (c) At initial recognition, it is irrevocably designated as measured at FVTPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

The Fund includes in this category its Permitted Investments. These include investments that are held under a business model to manage them on a fair value basis for investment income and fair value gains.

Financial liabilities

Financial liabilities are recognised initially at fair value i.e. the consideration for goods and services received and subsequently stated at amortised cost. These include amount due to Manager, amount due to brokers/dealers and other payables. The difference between the proceeds and the amount payable is recognised over the period of the payable using the effective interest method.

(f) Derecognition of financial assets and liabilitiesFinancial assets

A financial asset is derecognised when the asset is disposed and the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received is recognised in profit or loss.

Financial liabilities

A financial liability is derecognised when the obligation under the liability is extinguished. Gains and losses are recognised in profit or loss when the liability is derecognised, and through the amortisation process.

(g) Impairment of financial assets

Credit losses are recognised based on the expected credit loss (“ECL”) model. The Fund recognises loss allowances for ECL on financial instruments that are not measured at FVTPL, either on a 12-month or lifetime basis based on the significant increase in credit risk since initial recognition. The impairment model does not apply to equity investments.

Given the limited exposure of the Fund to credit risk, there is no material impact on the Fund’s financial statements. For balances which are short-term in nature and with no financing component (e.g. dividend receivables and interest receivable), full impairment will be recognised on uncollected balances after the grace period is exceeded.

(h) Income recognition

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.

Interest income is recognised using the effective interest method on an accrual basis.

(i) Unrealised reserves/(deficits)

The unrealised reserves/(deficits) represent the net gain or loss arising from carrying quoted investments at their fair value and are recognised in the statement of comprehensive income.

(j) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and deposit with a licensed financial institution with original maturities of 3 months or less which have an insignificant risk of changes in value.

(k) Taxation

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rate and tax laws used to compute the amount are those that are enacted or substantively enacted by the end of the reporting period.

(l) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

(m) Unitholders’ capital

Unitholders’ capital meets the conditions for the definition of puttable instruments classified as equity instruments.

Distribution equalisation is accounted for on the date of creation and cancellation of units. It represents the average distributable amount included in the creation and cancellation prices of units. This amount is either refunded to unitholders by way of distribution and/or adjusted accordingly when units are cancelled.

(n) Significant accounting estimates and judgements

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

Judgements made in applying accounting policies

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

Key sources of estimation uncertainty

The Manager believes that there are no key assumptions made concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next reporting period.

3. Investments

	2025 RM	2024 RM
Financial assets at FVTPL		
Quoted investments		
- Equity securities	4,277,948	3,433,937
- Warrants	16	105
- Loan stocks	9,237	10,377
Total Investments	<u>4,287,201</u>	<u>3,444,419</u>

Equity securities

The composition of quoted investments at the end of the reporting period is as detailed below.

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
2025				
<u>Hong Kong</u>				
Automobiles & Components				
11,300	Geely Automobile Holdings Limited	<u>89,494</u>	<u>119,382</u>	<u>2.40</u>
Capital Goods				
32,000	Zoomlion Heavy Industry Science & Technology Co Limited	<u>107,267</u>	<u>126,065</u>	<u>2.53</u>
Consumer Durables & Apparel				
10,500	Haier Smart Home Co. Ltd	<u>146,537</u>	<u>143,784</u>	<u>2.89</u>

(Forward)

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
Insurance				
4,200	Ping An Insurance (Group) Company of China Limited	118,585	120,407	2.42
Media & Entertainment				
690	Tencent Holdings Limited	161,407	247,217	4.96
Retailing				
4,000	Alibaba Group Holding Limited	246,678	382,603	7.68
Technology Hardware & Equipment				
3,500	Sunny Optical Technology Group Co Limited	122,795	171,077	3.43
Total equity securities - Hong Kong		992,763	1,310,535	26.31
Indonesia				
Materials				
5,416,000	PT Borneo Lumbung Energi & Metal Tbk*	-	-	-
Total equity securities - Indonesia		-	-	-
*This security was suspended from trading and the cost and fair value had been written down to RMNil as there was no further news on this security. This security was transferred from Phillip Asia Brands Fund on 10 December 2020 pursuant to a transfer scheme and the winding up of Phillip Asia Brands Fund.				
Singapore				
Consumer Durables & Apparel				
1,376,000	China Hongxing Sports Ltd [^]	-	-	-
Real Estate				
5,000	Keppel DC REIT	34,636	38,976	0.78
400	Keppel DC REIT (SG) - Rights	-	-	-
		34,636	38,976	0.78
Software & Services				
407	CSE Global Limited	535	962	0.02
Total equity securities - Singapore		35,171	39,938	0.80
United States of America				
Auto Manufacturer				
110	Tesla Inc.	124,088	205,715	4.14

[^] On 23 October 2020, the securities in CHSL was delisted from the Singapore Exchange Securities Trading Limited ("SGX-ST").

(Forward)

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
Financial Services				
46	Mastercard Inc-A	106,888	110,030	2.21
72	Visa Inc-Class A Shares	105,763	103,361	2.07
		<u>212,651</u>	<u>213,391</u>	<u>4.28</u>
Food & Staples Retailing				
11	Costco Wholesale Corp.	43,786	42,817	0.86
Media & Entertainment				
250	Alphabet Inc-CL A.	148,001	255,571	5.13
20	Netflix Inc.	39,192	100,834	2.02
		<u>187,193</u>	<u>356,405</u>	<u>7.15</u>
Retailing				
162	Amazon.com, Inc.	108,929	149,580	3.00
300	PDD Holdings Inc.	163,050	166,740	3.35
74	Ulta Beauty Inc.	152,941	170,140	3.41
		<u>424,920</u>	<u>486,460</u>	<u>9.76</u>
Semiconductors & Semi. Equipment				
103	Advanced Micro Devices	54,927	70,077	1.41
57	Applied Materials, Inc.	32,445	49,075	0.98
18	ASML Holding NV	56,985	73,278	1.47
860	Intel Corporation	124,285	121,333	2.44
320	Nvidia Corp.	72,763	251,074	5.04
155	Taiwan Semiconductor Manufacturing Company Limited	79,059	182,043	3.65
		<u>420,464</u>	<u>746,880</u>	<u>14.99</u>
Software & Services				
73	Adobe Inc.	155,012	108,287	2.17
43	International Business Machines Corporation	43,508	51,021	1.02
68	Meta Platforms, Inc.	90,258	209,999	4.21
101	Microsoft Corporation	138,841	219,986	4.42
249	PayPal Holdings Inc.	69,916	70,218	1.41
		<u>497,535</u>	<u>659,511</u>	<u>13.23</u>
Technology Hardware & Equipment				
202	Apple Inc.	164,578	216,296	4.34
Total equity securities - United States of America		<u>2,075,215</u>	<u>2,927,475</u>	<u>58.75</u>
Total equity securities as at 30 September 2025		<u>3,103,149</u>	<u>4,277,948</u>	<u>85.86</u>

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
2024				
<u>Hong Kong</u>				
Automobiles & Components				
520	BYD Company Limited	66,045	78,289	2.06
5,500	Geely Automobile Holdings Limited	35,655	35,538	0.94
		<u>101,700</u>	<u>113,827</u>	<u>3.00</u>
Capital Goods				
42,000	Zoomlion Heavy Industry Science & Technology Co Limited	<u>118,307</u>	<u>127,224</u>	<u>3.35</u>
Diversified Financials				
800	Hong Kong Exchanges & Clearing Limited	<u>128,006</u>	<u>138,439</u>	<u>3.65</u>
Insurance				
2,700	Ping An Insurance (Group) Company of China Limited	<u>81,506</u>	<u>71,832</u>	<u>1.89</u>
Media & Entertainment				
350	Tencent Holdings Limited	<u>71,787</u>	<u>82,551</u>	<u>2.17</u>
Retailing				
2,950	Alibaba Group Holding Limited	157,685	172,147	4.53
972	Meituan	69,689	88,691	2.33
		<u>227,374</u>	<u>260,838</u>	<u>6.86</u>
Technology Hardware & Equipment				
6,850	Sunny Optical Technology Group Co Limited	253,349	208,951	5.50
10,200	Xiaomi Corporation	84,507	121,750	3.20
		<u>337,856</u>	<u>330,701</u>	<u>8.70</u>
Total equity securities - Hong Kong		<u>1,066,536</u>	<u>1,125,412</u>	<u>29.61</u>
<u>Indonesia</u>				
Materials				
5,416,000	PT Borneo Lumbung Energi & Metal Tbk*	-	-	-
Total equity securities - Indonesia		<u>-</u>	<u>-</u>	<u>-</u>

*This security was suspended from trading and the cost and fair value had been written down to RMNil as there was no further news on this security. This security was transferred from Phillip Asia Brands Fund on 10 December 2020 pursuant to a transfer scheme and the winding up of Phillip Asia Brands Fund.

(Forward)

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
	<u>Malaysia</u>			
	Retailing			
50,000	Shangri-La Hotels (Malaysia) Bhd	119,390	104,000	2.74
	Transportation			
44,000	AirAsia X Berhad	69,951	83,160	2.19
	Total equity securities - Malaysia	189,341	187,160	4.93
	<u>South Korea</u>			
	Media & Entertainment			
148	HYBE Co., Ltd.	118,483	78,330	2.06
	Total equity securities - South Korea	118,483	78,330	2.06
	<u>Singapore</u>			
	Consumer Durables & Apparel			
1,376,000	China Hongxing Sports Ltd [^]	-	-	-
	Real Estate			
5,000	Keppel DC REIT	34,857	34,875	0.92
	Software & Services			
400	CSE Global Limited	521	553	0.01
	Total equity securities - Singapore	35,378	35,428	0.93
	<u>United States of America</u>			
	Auto Manufacturers			
34	Tesla Inc.	37,226	36,658	0.96
	Consumer Durables & Apparel			
328	Tapestry Inc.	74,396	63,502	1.67
	Media & Entertainment			
250	Alphabet Inc-CL A.	148,001	170,867	4.50
50	Netflix Inc.	97,980	146,145	3.85
		245,981	317,012	8.35
	Retailing			
132	Amazon.com, Inc.	81,705	101,358	2.67
150	PDD Holdings Inc	91,380	83,333	2.19
74	Ulta Beauty Inc.	152,941	118,664	3.12
		326,026	303,355	7.98

[^] On 23 October 2020, the securities in CHSL was delisted from the Singapore Exchange Securities Trading Limited ("SGX-ST").

(Forward)

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
Semiconductors & Semi. Equipment				
18	ASML Holding NV	56,985	61,809	1.63
103	Advanced Micro Devices	54,927	69,646	1.83
57	Applied Materials, Inc.	32,445	47,461	1.25
860	Intel Corporation	124,285	83,144	2.19
380	Nvidia Corporation	86,406	190,173	5.00
110	Taiwan Semiconductor Manufacturing Company Limited	42,947	78,726	2.07
		<u>397,995</u>	<u>530,959</u>	<u>13.97</u>
Software & Services				
45	Adobe Inc	103,391	96,020	2.53
68	Meta Platforms, Inc	90,258	160,414	4.22
101	Microsoft Corporation	138,841	179,100	4.71
349	PayPal Holdings Inc	97,995	112,225	2.95
		<u>430,485</u>	<u>547,759</u>	<u>14.41</u>
Technology Hardware & Equipment				
217	Apple Inc.	169,021	208,362	5.48
Total equity securities - United States of America				
		<u>1,681,130</u>	<u>2,007,607</u>	<u>52.84</u>
Total equity securities as at 30 September 2024				
		<u>3,090,868</u>	<u>3,433,937</u>	<u>90.37</u>

Warrants

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
2025				
<u>Malaysia</u>				
Capital Goods				
3,000	SKP Resources Berhad - WB	705	16	-
2024				
<u>Malaysia</u>				
Capital Goods				
3,000	SKP Resources Berhad - WB	705	105	0.01

Loan Stocks

Quantity	Name of counter	Cost RM	Fair value RM	Fair value as a % of NAV %
2025				
	<u>Malaysia</u>			
	Transportation			
10,866	Capital A Berhad - LA 29/12/2028	<u>8,150</u>	<u>9,237</u>	<u>0.18</u>
2024				
	<u>Malaysia</u>			
	Transportation			
10,866	Capital A Berhad - LA 29/12/2028	<u>8,150</u>	<u>10,377</u>	<u>0.27</u>

Total quoted investments

Total quoted investments comprise of investments in equity securities, warrants and loan stocks.

	Cost RM	Fair value RM	Fair value as a % of NAV %
2025			
Total quoted investments	<u>3,112,004</u>	<u>4,287,201</u>	<u>86.04</u>
Unrealised gain from quoted investments as at 30 September 2025		<u>1,175,197</u>	
2024			
Total quoted investments	<u>3,099,723</u>	<u>3,444,419</u>	<u>90.65</u>
Unrealised gain from quoted investments as at 30 September 2024		<u>344,696</u>	

Net unrealised gain/(loss) on financial assets at FVTPL comprises:

	2025 RM	2024 RM
Net unrealised gain on changes in fair value of quoted investments	715,856	855,177
Net unrealised gain/(loss) on foreign currency fluctuation in quoted investments denominated in foreign currency	<u>114,645</u>	<u>(450,950)</u>
	<u>830,501</u>	<u>404,227</u>

4. Fair value hierarchy

The Fund uses the following hierarchy for determining and disclosing the fair values of financial instruments by valuation techniques:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. prices) or indirectly (i.e. derived from prices).

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1 RM	Total RM
2025		
Financial assets at FVTPL		
Quoted investments	4,287,201	4,287,201
2024		
Financial assets at FVTPL		
Quoted investments	3,444,419	3,444,419

The carrying amounts of other financial assets and financial liabilities, approximate fair values due to the relatively short-term maturities of these financial instruments.

5. Cash and cash equivalents

Cash and cash equivalents include cash at banks and deposit with a licensed financial institution.

	2025 RM	2024 RM
Cash at banks:		
- Malaysia	20,277	3,307
- Outside Malaysia	405,770	287,896
	<u>426,047</u>	<u>291,203</u>
Deposit with a licensed financial institution:		
- Commercial bank	269,000	107,000
	<u>269,000</u>	<u>107,000</u>
Cash and cash equivalents	<u>695,047</u>	<u>398,203</u>

The effective interest rate and remaining maturity of the deposit with a licensed financial institution at the end of the reporting period are as follows:

	Effective profit rate (% per annum)		Remaining maturity (Days)	
	2025	2024	2025	2024
Deposit with a licensed financial institution:				
- Commercial bank	<u>2.70</u>	<u>2.95</u>	<u>1</u>	<u>1</u>

6. Amount due to Manager

The amount due to Manager represents amounts payable for units cancelled and/or amount payable for management fee.

Management fee is payable on a monthly basis and amounts payable for units cancelled is paid within 7 (2024: 7) business days from the transaction dates.

7. Manager's fee

The Manager's fee provided in the financial statements is computed at 1.70% (2024: 1.70%) per annum of the NAV attributable to unitholders of the Fund, calculated on a daily basis.

8. Trustee's fee

The Trustee's fee provided in the financial statements is computed at 0.05% (2024: 0.05%) per annum of the NAV attributable to unitholders of the Fund, calculated on a daily basis, subject to a minimum fee of RM8,400 per annum.

9. Custodian's fee

The custodian's fee provided in the financial statements ranges from 0.01% to 0.30% (2024: 0.01% to 0.30%) per annum, computed based on the NAV attributable to unitholders of the Fund of the respective foreign portfolio at the end of the month.

10. Portfolio turnover ratio ("PTR")

	2025	2024
Portfolio turnover ratio ("PTR")	<u>0.51 times</u>	<u>0.93 times</u>

The PTR of the Fund is the ratio of average acquisitions and disposals of the Fund for the financial year over the average net asset value attributable to unitholders of the Fund calculated on a daily basis. The Portfolio Turnover Ratio for the current financial year is lower due to the decrease in investing activities.

11. Total expense ratio ("TER")

	2025	2024
Total expense ratio ("TER") ¹	<u>2.53%</u>	<u>2.56%</u>

TER is the ratio of expenses of the Fund expressed as a percentage of the average NAV attributable to unitholders of the Fund for the financial year calculated on a daily basis. The TER for the current financial year is lower due to a lower percentage of increase in expenses (excluding brokerage and other transaction fees) compared to the increase in average NAV.

¹ The TER does not include brokerage and other transaction fees.

12. Taxation

	2025 RM	2024 RM
Estimated Malaysian income tax:		
Current financial year	-	5,616

Income tax is calculated at the Malaysian statutory rate of taxation of 24% (2024: 24%) of the estimated assessable income for the financial year.

All income earned by the Fund for the financial year is tax-exempted, except for foreign-sourced income received in Malaysia.

A reconciliation of income tax expense applicable to net income before taxation at the statutory rate of taxation to income tax expense at the effective rate of taxation is as follows:

	2025 RM	2024 RM
Net income before taxation	1,207,309	77,467
Taxation at Malaysian statutory rate of 24% (2024: 24%)	289,754	18,592
Tax effects of:		
Income not subject to tax	(341,920)	(124,262)
Losses not subject to tax	21,989	75,406
Expenses not deductible for tax purpose	10,847	13,474
Restriction on tax deductible expenses for unit trust funds	19,330	16,790
Foreign-sourced income	-	5,616
Tax expense for the financial year	-	5,616

13. Net asset value attributable (“NAV”) to unitholders

	2025 RM	2024 RM
Unitholders’ capital	8,101,914	8,127,301
Accumulated losses:		
- Realised deficits	(4,286,466)	(4,645,893)
- Unrealised reserves	1,167,226	319,344
	(3,119,240)	(4,326,549)
NAV attributable to unitholders	4,982,674	3,800,752

The NAV per unit is rounded up to four decimal places.

14. Number of units in circulation

	2025		2024	
	No. of units	RM	No. of units	RM
At beginning of the financial year	8,852,285	8,127,301	7,649,599	7,578,049
Creation of units	887,614	445,512	2,142,650	952,954
Cancellation of units	(958,163)	(470,899)	(939,964)	(403,702)
At end of the financial year	8,781,736	8,101,914	8,852,285	8,127,301

15. Units held by the Manager and its related parties

There were no units held by the Manager and other related parties as at 30 September 2025.

16. Transactions with brokers/dealers

Details of transactions with the brokers/dealers for the financial year are as follows:

	Value of trade# RM	% of total trades %	Brokerage fee* RM	% of total brokerage fees %
2025				
Brokers/dealers				
Affin Hwang Investment Bank Bhd	1,501,617	35.22	1,770	20.40
CCB International (Singapore) Pte Ltd	1,647,876	38.65	4,120	47.50
Shenwan Hongyuan Securities (H.K.) Limited	1,113,773	26.13	2,784	32.10
	<u>4,263,266</u>	<u>100.00</u>	<u>8,674</u>	<u>100.00</u>
2024				
Brokers/dealers				
Affin Hwang Investment Bank Bhd	2,756,636	40.99	4,330	27.50
Maybank Investment Bank Bhd	2,006,725	29.84	6,274	39.85
CIMB Investment Bank Bhd	481,873	7.17	1,260	8.00
CCB International (Singapore) Pte Ltd	1,105,591	16.44	2,764	17.55
Phillip Capital Sdn Bhd	14,938	0.22	38	0.24
Kenanga Investment Bank Bhd	187,912	2.79	564	3.58
Public Investment Bank Bhd	171,220	2.55	517	3.28
	<u>6,724,895</u>	<u>100.00</u>	<u>15,747</u>	<u>100.00</u>

Excludes brokerage and other transaction fees.

* Only applicable to equity securities.

Phillip Capital Sdn Bhd is a related company to the Manager, whereby the dealings have been transacted on an arm's length basis.

17. Financial risk management objectives and policies

The Fund is exposed to a variety of risks which include market risk, credit risk, liquidity risk, specific risk and single issuer risk.

Financial risk management is carried out through policy reviews, internal control systems and adherence to the investment restrictions as stipulated in the Securities Commission Malaysia's Guidelines on Unit Trust Funds in Malaysia.

(i) Market risk

The Fund's principal exposure to market risk arises primarily due to changes in the market environment, global economic and geo-political developments. The Fund seeks to diversify some of these risks by investing into different sectors to mitigate risk exposure to any single asset class.

The Fund's market risk is affected primarily due to the following risks:

(a) Price risk

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

The table below summarises the effect on net income before tax and the NAV attributable to the unitholders of the Fund at the end of the reporting period due to possible changes in prices, with all other variables held constant:

Change in price (%)	Effect on net income before tax and NAV attributable to unitholders Increase/(Decrease)	
	2025 RM	2024 RM
+5	214,360	172,221
(5)	<u>(214,360)</u>	<u>(172,221)</u>

(b) Interest rate risk

This risk refers to the effect of interest rate changes on returns on deposits with licensed financial institutions. In the event of reduction in interest rates, the returns on deposits with licensed financial institutions will decrease thus affecting the NAV of the Fund. This risk will be minimised via the management of the duration structure of deposits with licensed financial institutions.

The Fund's exposure to interest rate risk with respect to deposits with a licensed financial institution is not considered to be significant at the end of the reporting period and consequently no sensitivity analysis on interest rate risk has been presented.

(c) Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Fund invests in securities and other investments that are denominated in currencies other than the functional currency. Accordingly, the value of the Fund's assets may be affected favourably or unfavourably by fluctuations in currency rates and therefore subject to foreign exchange risks.

The table below indicates the currencies to which the Fund had significant exposure at the end of the reporting period on its NAV. The analysis shows the currency risk concentration and calculates the effect on NAV attributable to unitholders due to fluctuations in currency rates against the functional currency, with all other variables held constant.

	Currency risk RM	Concentration as a % of NAV	Changes in currency rates %	Effect on net income before tax and NAV attributable to unitholders RM
2025				
USD	3,336,274	66.96	+5	166,814
HKD	1,313,440	26.36	+5	65,672
SGD	39,939	0.80	+5	1,997
2024				
USD	2,296,941	60.43	+5	114,847
HKD	1,090,577	28.69	+5	54,529
KRW	78,330	2.06	+5	3,917
SGD	35,428	0.93	+5	1,771
CNY	1,326	0.03	+5	66

An equivalent decrease in the currency rate shown above would have resulted in an equivalent, but opposite impact.

(ii) Credit risk

The Fund's principal exposure to credit risk arises primarily due to changes in the financial conditions of an issuer or a counterparty to make payment of principals, interest and proceeds from realisation of investments. Such events can lead to loss of capital or delayed or reduced income for the Fund resulting in a reduction in the Fund's NAV and thus, unit price. This risk is mitigated by setting counterparty limits and vigorous credit analyses.

Credit risk is generally arising from investments, dividend receivables, interest receivable and cash and cash equivalents. The maximum exposure to credit risk is presented in the statement of financial position. Cash and cash equivalents are placed in financial institutions with strong credit ratings. The Investment Committee of the Fund will invest in a diversified portfolio of global securities which could provide medium to long-term capital growth.

(iii) Liquidity risk

This risk occurs in thinly traded or illiquid securities. Should the Fund need to sell a relatively large amount of such securities, the act itself may significantly depress the selling price. The risk is minimised by maintaining a prudent level of liquid assets that allows the Fund to meet daily redemption of units without jeopardising potential returns.

The maturity of the Fund's financial liabilities fall due within three months while the NAV attributable to unitholders are payable on demand.

(iv) Specific risk

The Fund is exposed to the individual risks of the respective companies issuing securities which includes changes to the business performance of the company, consumer tastes and demands, lawsuits and management practices. This risk is minimised through the diversification of the portfolio of investments of the Fund.

(v) Single Issuer Risk

The Fund's exposure to securities issued by any issuer is limited to not more than a certain percentage of the Fund's NAV. Under such restriction, the risk exposure to the securities of any issuer is minimised.

18. Operating segment

The Fund is organised into one main operating segment for investment management purposes. The Investment Department takes a team approach to the investment process of the Fund. The decision-making process involves input from the entire team, with each team member (inclusive of analysts) contributing their respective expertise and views to yield fully informed conclusions. The Investment Committee is responsible for ensuring adherence to investment guidelines, both internal and external, as well as to assess strategy and implementation effectiveness, and to oversee the entire investment function. Accordingly, significant operating decisions are based upon the analysis of the Fund as one operating segment. The financial results from this segment are equivalent to the financial statements of the Fund as a whole.

19. Capital management

The Fund's capital comprises unitholders' subscription to the Fund. The unitholders' capital fluctuates according to the daily subscription and redemption of units at the discretion of unitholders.

The Fund aims to achieve its investment objective and at the same time maintain sufficient liquidity to meet unitholders' redemptions.

CORPORATE INFORMATION

THE MANAGER

Phillip Mutual Berhad (Registration No: 200201002746)(570409-K)

Registered Office

Lot 25-4-12, 4th Floor, Plaza Prima, Batu 4 ½, Jalan Kelang Lama, 58200 Kuala Lumpur.
Tel : 603-7890 2863 / 7983 0277

Business Office

B-18-6, Block B Level 18 Unit 6, Megan Avenue II, 12 Jalan Yap Kwan Seng, 50450 Kuala Lumpur.
Tel : 603-2783 0300
Fax : 603-2711 3036
Website : <https://www.phillipmutual.com>

TRUSTEE

CIMB Commerce Trustee Berhad (Registration No: 199401027349)(313031-A)

Registered Office

Level 13, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur.
Tel: 603-2261 8888
Fax: 603-2261 0099
Website: <http://www.cimb.com>

Business Office

Level 21, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur.
Tel: 603-2261 8888
Fax: 603-2261 9889

BOARD OF DIRECTORS

Datuk Ir. Hamzah Bin Hasan
Datin Hajjah Nona Binti Salleh
En. Mohd Fadzli Bin Mohd Anas
Mr. Lim Wen Sheong
Mr. Lee Chay Khiong (Alternate Director to Mr. Lim Wen Sheong)
Ms. Ma Jie
Datuk Ir. Elias Bin Ismail (Appointed on 20 December 2024)

INVESTMENT MANAGER

Phillip Capital Management Sdn Bhd (Registration No: 199501004372)(333567-D)

COMPANY SECRETARY

Christine Lum Yuet Meng (MAICSA No. 7006162)
Compac Sdn Bhd, Lot 25-4-12, 4th Floor, Plaza Prima, Batu 4 ½, Jalan Kelang Lama, 58200
Kuala Lumpur.
Tel : 603-7890 2863 / 7983 0277
Email: compac.cosec@gmail.com

AUDITOR

Deloitte Malaysia PLT (formerly known as Deloitte PLT) (LLP0010145-LCA)(AF0080)
Level 16, Menara LGB, 1, Jalan Wan Kadir, Taman Tun Dr. Ismail, 60000 Kuala Lumpur.
Tel: 603-7610 8888
Fax: 603-7726 8986
Website: www.deloitte.com/my

TAX ADVISER

Deloitte Tax Services Sdn Bhd (Registration No: 197701005407)(36421-T)
Level 16, Menara LGB, 1 Jalan Wan Kadir, Taman Tun Dr. Ismail, 60000 Kuala Lumpur.
Tel: 603-7610 8888
Fax: 603-7725 7768

ENQUIRIES

Customer Service Hotline Tel: 603-2783 0300
Email: phillipmutual@phillipcapital.com.my



PHILLIP MUTUAL BERHAD

(200201002746)(570409-K)

B-18-6, Block B Level 18 Unit 6, Megan Avenue II,
No. 12, Jalan Yap Kwan Seng, 50450, Kuala Lumpur

Tel: (603) 2783 0300 | Fax: (603) 2711 3036

website:

<https://www.phillipmutual.com> | <https://www.eunittrust.com.my> | <https://www.fame.com.my>

email: phillipmutual@phillipcapital.com.my