

Maybank Asset Management Sdn Bhd
(199701006283)
Level 12 Tower C
Dataran Maybank
No.1 Jalan Maarof
59000 Kuala Lumpur
Telephone +603 2297 7888
Facsimile +603 2715 0071
www.maybank-am.com

MAYBANK MONEY MARKET FUND

Unaudited interim report
For the financial period from 1 March 2019 (date of launch) to
30 November 2019

CORPORATE INFORMATION

MANAGER

Maybank Asset Management Sdn Bhd (199701006283)

BUSINESS OFFICE

Level 12 Tower C
Dataran Maybank
No.1 Jalan Maarof
59000 Kuala Lumpur, Malaysia
Telephone: +603 2297 7888
Facsimile: +603 2715 0071
www.maybank-am.com

TRUSTEE

PB Trustees Berhad (573019-U)
17th Floor, Menara Public Bank
146 Jalan Ampang
50450 Kuala Lumpur
Tel No: +603 2177 3127
Fax No: +603 2164 3285

MAYBANK MONEY MARKET FUND

CONTENT	PAGE
Manager's report	1 - 9
Trustee's report	10
Statement by Manager	11
Unaudited statement of comprehensive income	12
Unaudited statement of financial position	13
Unaudited statement of changes in equity	14
Unaudited statement of cash flows	15
Notes to the financial statements	16 - 30

MAYBANK MONEY MARKET FUND

Manager's report

For financial period from 1 March 2019 (date of launch) to 30 November 2019

A. Fund Information

1. Name of Fund

Maybank Money Market Fund (the "Fund")

2. Type of Fund

Income Fund

3. Category of Fund

Unit Trust Income

4. Duration of Fund

The Fund is an open-ended fund.

5. Fund launch date / Commencement date

Class	Launch Date	Commencement Date
Class A	1 March 2019	2 April 2019
Class B	1 March 2019	2 April 2019
Class C	1 March 2019	2 April 2019

6. Fund's investment objectives

The Fund aims to provide regular income stream and high level of liquidity while maintaining capital preservation.

7. Fund distribution policy

Subject to availability of income, the Fund endeavours to distribute income on a monthly basis. Distribution will be made from realised income and/or gain.

8. Fund's performance benchmark

Maybank Overnight Deposit Rate

9. The Fund's investment policy and principal investment strategy

The Fund will invest a minimum of 90% of its NAV in fixed income securities, money market instruments and deposits which have a remaining maturity period of not more than 365 days. The remaining NAV of the Fund will be invested in fixed income securities, money market instruments and deposits which have a remaining maturity period of more than 365 days but fewer than 732 days.

MAYBANK MONEY MARKET FUND

Manager's report

For financial period from 1 March 2019 (date of launch) to 30 November 2019 (cont'd)

A. Fund Information (cont'd)

10. Net income distribution for the financial period from 1 March 2019 (date of launch) to 30 November 2019

The Fund distributed a total of RM9,683 to unitholders for the financial period from 1 March 2019 (date of launch) to 30 November 2019. Only Class A declared distribution for the financial period.

Below are details of distributions made during the financial period:

Class of units	Distribution date	Gross/net distribution per unit (sen)
Class A	30 September 2019	0.04
Class A	31 October 2019	0.22
Class A	28 November 2019	0.16

Below is the impact of the distributions to the Fund's NAV:

Class of units	Distribution date	Before distribution (RM)	After distribution (RM)	Changes %
Class A	30 September 2019	1.0019	1.0015	(0.04)
Class A	31 October 2019	1.0031	1.0009	(0.22)
Class A	28 November 2019	1.0025	1.0009	(0.16)

11. Breakdown of unitholdings by size

Fund size

As at 30 November 2019, the size of the Fund was 2,338,858 units.

Units in circulation by Class of Units (units)	2019
Units in circulation - Class A	2,336,858
Units in circulation - Class B	1,000
Units in circulation - Class C	1,000
Total	2,338,858

MAYBANK MONEY MARKET FUND

Manager's report

For financial period from 1 March 2019 (date of launch) to 30 November 2019 (cont'd)

A. Fund Information (cont'd)

11. Breakdown of unitholdings by size (cont'd)

Breakdown of unitholdings by Class of Units as at 30 November 2019

Class A

Unitholdings	No. of unitholders	%	No. of units ('000)	%
5,000 units and below	1	50.00	* 1	0.04
5,001 to 10,000 units	-	-	-	-
10,001 to 50,000 units	-	-	-	-
50,001 to 500,000 units	-	-	-	-
500,001 units and above	1	50.00	** 2,336	99.96
Total	2	100.00	2,337	100.00

* Included 1,004 units held under Manager.

** Included 2,335,853 units held under Institutional Unit Trust Scheme Advisers ("IUTA")

Class B

Unitholdings	No. of unitholders	%	No. of units ('000)	%
5,000 units and below	1	100.00	* 1	100.00
5,001 to 10,000 units	-	-	-	-
10,001 to 50,000 units	-	-	-	-
50,001 to 500,000 units	-	-	-	-
500,001 units and above	-	-	-	-
Total	1	100.00	1	100.00

* Included 1,000 units held under Manager.

Class C

Unitholdings	No. of unitholders	%	No. of units ('000)	%
5,000 units and below	1	100.00	* 1	100.00
5,001 to 10,000 units	-	-	-	-
10,001 to 50,000 units	-	-	-	-
50,001 to 500,000 units	-	-	-	-
500,001 units and above	-	-	-	-
Total	1	100.00	1	100.00

* Included 1,000 units held under Manager.

MAYBANK MONEY MARKET FUND

Manager's report

For financial period from 1 March 2019 (date of launch) to 30 November 2019 (cont'd)

B. Performance Review (cont'd)

1. Key performance data of the Fund (cont'd)

Category	FPE2019
Portfolio	
Shariah-compliant deposits (%)	100.11
Cash and other net assets (%)	(0.11)
Total (%)	100.00
Annual return (%) ⁽¹⁾	
- Capital growth (%)	Please refer to B(2) for the return of share classes.
- Income distribution (%)	
Total return (%)	
<u>Class A</u>	
Units in circulation ('000)	2,337
NAV per unit (RM)	0.9504
Highest NAV per unit (RM)	1.0031
Lowest NAV per unit (RM)	0.9919
Net income distributed (RM)	9,693
Distribution date	30-Sep-19
Gross/Net distribution per unit (sen)	0.04
Distribution date	31-Oct-19
Gross/Net distribution per unit (sen)	0.22
Distribution date	28-Nov-19
Gross/Net distribution per unit (sen)	0.16
<u>Class B</u>	
Units in circulation ('000)	1
NAV per unit (RM)	1.0000
Highest NAV per unit (RM)	1.0000
Lowest NAV per unit (RM)	0.9817
<u>Class C</u>	
Units in circulation ('000)	1
NAV per unit (RM)	1.0000
Highest NAV per unit (RM)	1.0000
Lowest NAV per unit (RM)	0.9817
Management Expense Ratio ("MER") (%) ⁽²⁾	0.44
Portfolio Turnover Ratio ("PTR") (times) ⁽³⁾	78.18

MAYBANK MONEY MARKET FUND

Manager's report

For financial period from 1 March 2019 (date of launch) to 30 November 2019 (cont'd)

B. Performance Review

1. Key performance data of the Fund (cont'd)

Investors are reminded that past performance of the Fund is not necessarily an indicative of its future performance and that unit prices and investment returns may fluctuate.

Note:

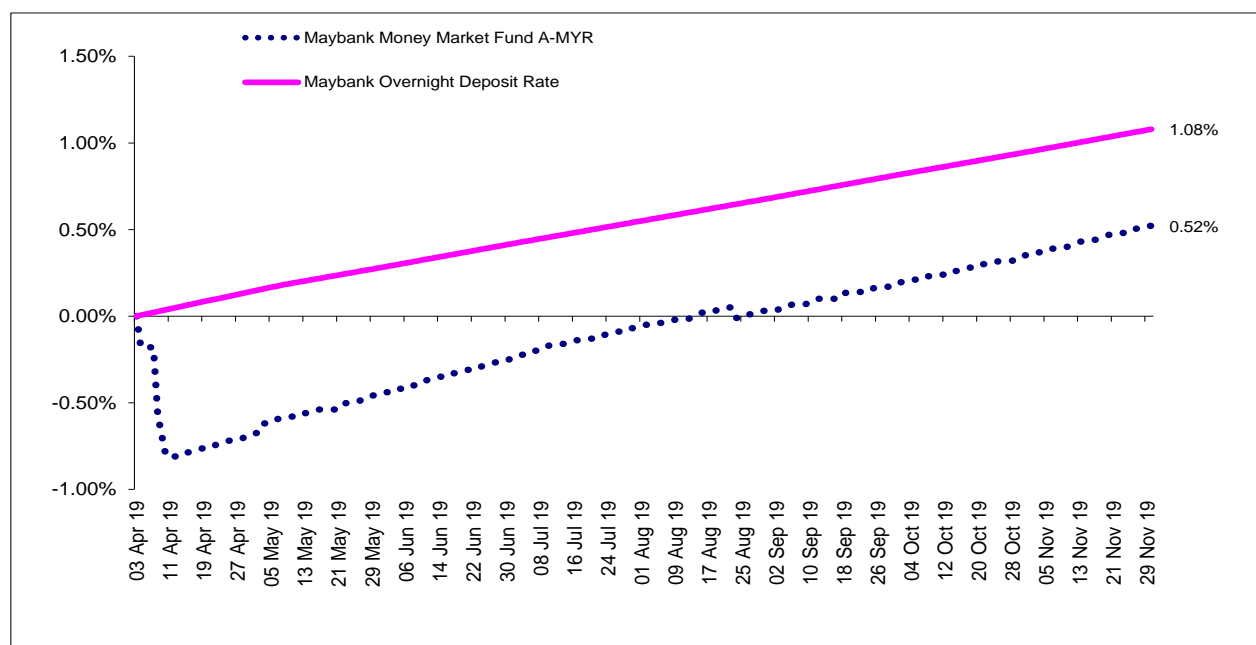
- (1) Actual return of the Fund for the financial year is computed based on the daily average NAV per unit, net of Manager's and Trustee's fees.
- (2) The Fund's MER is 0.44% in the current financial year under review.
- (3) The Fund's PTR is 78.18 times in the current financial year under review.

2. Performance of the Fund from inception to 30 November 2019.

Returns of the different classes and its benchmark for the financial period from 1 March 2019 (date of launch) to 30 November 2019 are as follows:

(a) Class A

Category	01.03.2019 (date of launch) to 30.11.2019 %
Capital growth	0.10
Income distribution	0.42
Total return of the Fund	0.52
Benchmark	1.08
Average total return	-



Source: Lipper

MAYBANK MONEY MARKET FUND

Manager's report

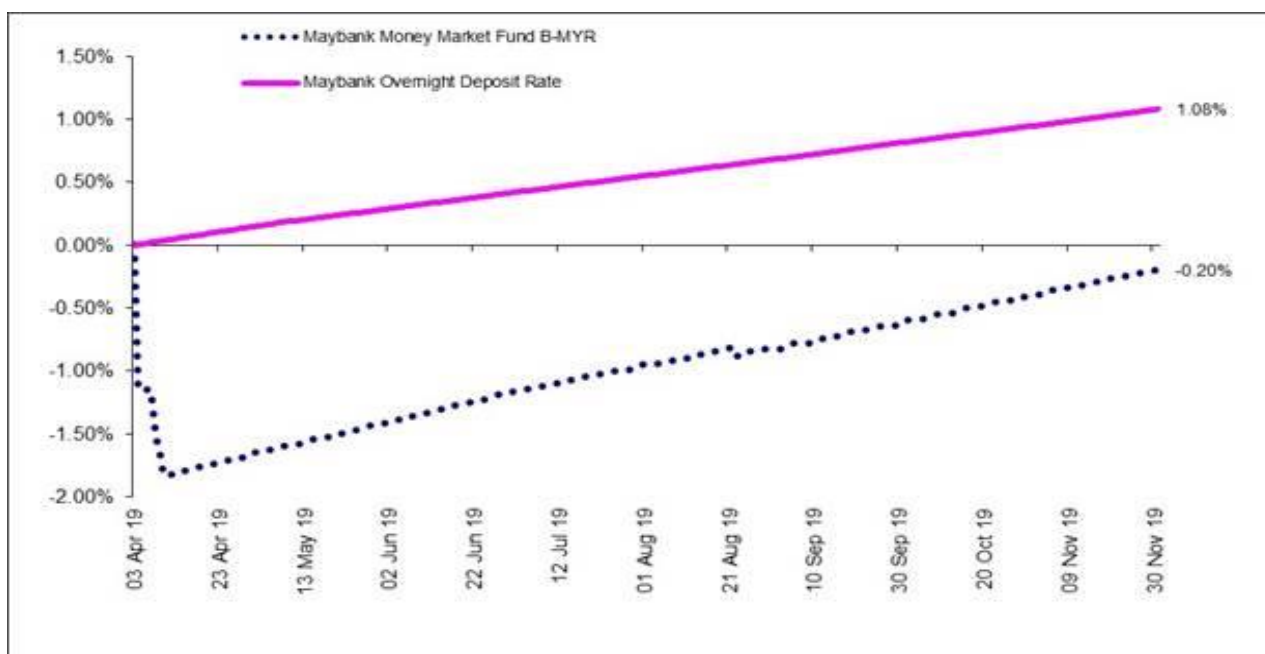
For financial period from 1 March 2019 (date of launch) to 30 November 2019 (cont'd)

B. Performance Review

2. Performance of the Fund from inception to 30 November 2019 (cont'd)

(b) Class B

Category	01.03.2019 (date of launch) to 30.11.2019 %
Capital growth	(0.20)
Income distribution	-
Total return of the Fund	(0.20)
Benchmark	1.08
Average total return	-



Source: Lipper

MAYBANK MONEY MARKET FUND

Manager's report

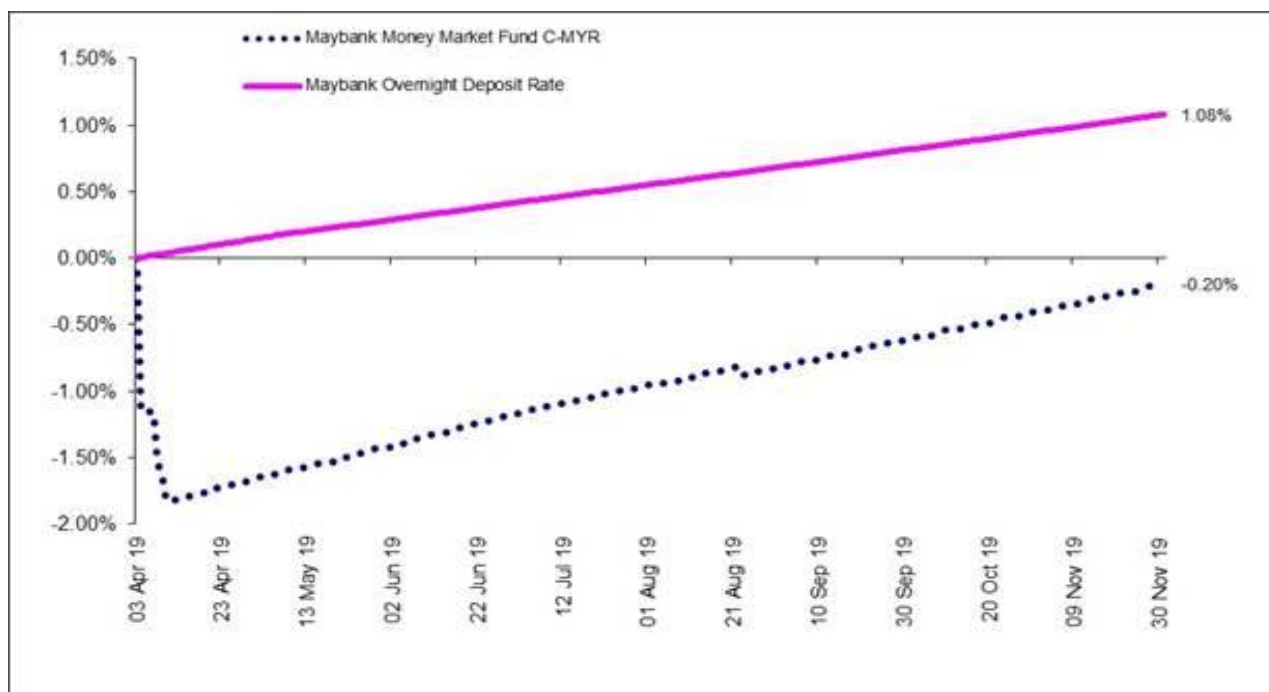
For financial period from 1 March 2019 (date of launch) to 30 November 2019 (cont'd)

B. Performance Review (cont'd)

2. Performance of the Fund from inception to 30 November 2019 (cont'd)

(c) Class C (cont'd)

Category	01.03.2019 (date of launch) to 30.11.2019 %
Capital growth	(0.20)
Income distribution	-
Total return of the Fund	(0.20)
Benchmark	1.08
Average total return	-



Source: Lipper

Investors are reminded that past performance of the Fund is not necessarily an indicative of its future performance and that unit prices and investment returns may fluctuate.

The underperformance was mainly due to total payment of expenses are more than total income generated from the funds during the period.

MAYBANK MONEY MARKET FUND

Manager's report

For financial period from 1 March 2019 (date of launch) to 30 November 2019 (cont'd)

B. Performance Review (cont'd)

3. Basis of calculation made in calculating the returns:

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

An illustration of the above would be as follows:

Capital return	=	(NAV per unit end / NAV per unit begin) - 1
Income return	=	Income distribution per unit / NAV per unit ex-date
Total return	=	(1+Capital return) x (1+Income return) - 1

C. Market Review

As of the end of November 2019, Bank Negara Malaysia's ("BNM") foreign currency reserves remained fair at United States Dollars ("USD") 103.2 billion. The reserves position is adequate to support approximately 7 months of retained imports and is 1.1 times the total external short-term debt. As expected, the Monetary Policy Committee's ("MPC") meeting in November 2019 saw BNM maintain its Overnight Policy Rate ("OPR") at 3.00 percent, with the expectation that resilient private spending will continue to support growth. Stable employment and wage growth should fuel household consumption, while private investment is expected to remain modest.

D. Market Outlook

BNM is considered to have ample monetary maneuverability within view of yet moderate inflation, although the relative performance of the Ringgit Malaysia ("RM") is likely to temper this. Near-term drivers are likely to be global, with fast-acting markets. At home, a lack of clear policy direction and lingering political uncertain including leadership transition limit growth upside. In any case, Malaysia remains adequately positioned to navigate these different headwinds, which means that we expect deposit rates on the money market to remain range-bound and conducive.

E. Investment Strategies

The Manager monitors the liquidity requirements closely in order to place money market deposits in appropriate tenures which will satisfy the liquidity requirements and also position of the Fund to capitalise on any profit rate movement. The Manager also actively looks for products from licensed financial institutions that provide better yields. Hence, the Manager has resorted to maintain the deposit placement on short tenure basis to cater possibility of redemption from investor in the nearest future.

F. Asset Allocation

All assets of the Fund were invested in cash at bank and deposits with licensed financial institutions as at 30 November 2019.

MAYBANK MONEY MARKET FUND

Manager's report

For financial period from 1 March 2019 (date of launch) to 30 November 2019 (cont'd)

G. Significant Changes in the State of Affairs of the Fund

The following have changed in accordance with the First Supplementary Prospectus dated 18 March 2019:

Trustee's Delegate

PB Trustee Services Berhad has delegated its custodian function for the Fund to Maybank Securities Services ("MSS"), a unit within Malayan Banking Berhad. MSS has been offering custody services for more than 30 years to both domestic and foreign investors. The custodian provides custody services including safekeeping, clearing and settlement, assets servicing and reporting.

H. Soft Commissions and Rebates

The Manager and its delegates will not retain any form of soft commissions and rebates from or otherwise share in any commission with any broker in consideration for directing dealings in the investments of the Fund unless the soft commissions received are retained in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Fund. All dealings with brokers are executed on best available terms.

During the financial period from 1 March 2019 (date of launch) to 30 November 2019, the Manager and its delegates did not receive any soft commissions and rebates from brokers or dealers.

TRUSTEE'S REPORT

FOR THE FINANCIAL PERIOD FROM 1 MARCH 2019 (DATE OF LAUNCH) TO 30 NOVEMBER 2019

TO THE UNITHOLDERS OF MAYBANK MONEY MARKET FUND

We have acted as Trustee of Maybank Money Market Fund (the "Fund") for the financial period from 1 March 2019 (date of launch) to 30 November 2019. In our opinion and to the best of our knowledge, Maybank Asset Management Sdn Bhd, the Manager (the "Manager"), has operated and managed the Fund in accordance with the following:

- (a) Limitations imposed on the investment powers of the Manager and the Trustee under the Deed, the Securities Commission's Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) Valuation and pricing is carried out in accordance with the Deed and any regulatory requirements;
- (c) Creation and cancellation of units of the Fund have been carried out in accordance with the Deed and relevant regulatory requirements; and
- (d) The distributions to the unitholders during the financial period from 1 March 2019 (date of launch) to 30 November 2019 are consistent with the objectives of the Fund.

For and on behalf of

PB Trustee Services Berhad

Cheah Kuan Yoon

Chief Executive Officer

Kuala Lumpur, Malaysia

15 January 2020

**STATEMENT BY MANAGER
FOR THE FINANCIAL PERIOD FROM 1 MARCH 2019 (DATE OF LAUNCH) TO 30 NOVEMBER
2019**

TO THE UNITHOLDERS OF MAYBANK MONEY MARKET FUND

I, Ahmad Najib Bin Nazlan, being a Director of Maybank Asset Management Sdn Bhd (the "Manager"), do hereby state that, in the opinion of the Manager, the accompanying financial statements are drawn up in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards so as to give a true and fair view of the financial position of Maybank Money Market Fund as at 30 November 2019 and of its results, changes in equity and cash flows for the financial period then ended and comply with the requirements of the Deed.

For and on behalf of the Manager

Ahmad Najib Bin Nazlan
Director

Kuala Lumpur, Malaysia
15 January 2020

MAYBANK MONEY MARKET FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR FINANCIAL PERIOD FROM 1 MARCH 2019 (DATE OF LAUNCH) TO 30 NOVEMBER 2019

		01.03.2019 (date of launch) to 30.11.2019 RM
	Note	
INVESTMENT INCOME		
Interest income		222,298
EXPENSES		
Manager's fee	3	36,453
Trustee's fee	4	2,969
Auditors' remuneration		5,401
Tax agent's fee		3,338
Administrative expenses		1,890
		<hr/> 50,051 <hr/>
Net income before taxation		172,247
Taxation		-
Net income after taxation, and total comprehensive income for the financial period		<hr/> 172,247 <hr/>
Net income after taxation is made up of the following:		
Net realised income		<hr/> 172,247 <hr/>
Distributions for the financial period:		
<u>Class A</u>		
Net distributions	10	9,693
Gross/net distribution per unit (sen)	10	<hr/> 0.42 <hr/>

MAYBANK MONEY MARKET FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 NOVEMBER 2019

	Note	30.11.2019 RM
ASSETS		
Deposits with licensed financial institutions	5	2,327,195
Interest receivables		386
Cash at bank		21,682
TOTAL ASSETS		<u>2,349,263</u>
LIABILITIES		
Amount due to Manager	6	474
Amount due to Trustee	7	76
Other payables and accruals	8	7,389
TOTAL LIABILITIES		<u>7,939</u>
NET ASSET VALUE ("NAV") OF THE FUND		<u>2,341,324</u>
EQUITY		
Unitholders' capital	9 (a)	2,222,925
Retained earnings	9 (b)	118,399
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>2,341,324</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)		
- Class A	9 (a)	2,336,858
- Class B		1,000
- Class C		1,000
		<u>2,338,858</u>
NAV PER UNIT		
- Class A		<u>0.9504</u>
- Class B		<u>1.0000</u>
- Class C		<u>1.0000</u>

MAYBANK MONEY MARKET FUND

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR FINANCIAL PERIOD FROM 1 MARCH 2019 (DATE OF LAUNCH) TO 30 NOVEMBER 2019

	Unitholders' capital Note 9 (a) RM	Retained earnings Note 9 (b) RM	Total equity RM
At 1 March 2019 (date of launch)	-	-	-
Total comprehensive income for the period	-	172,247	172,247
Creation of units	52,644,884	-	52,644,884
Cancellation of units	(50,466,114)	-	(50,466,114)
Distributions (Note 10)	44,155	(53,848)	(9,693)
At 30 November 2019	<u>2,222,925</u>	<u>118,399</u>	<u>2,341,324</u>

MAYBANK MONEY MARKET FUND

UNAUDITED STATEMENT OF CASH FLOWS

FOR FINANCIAL PERIOD FROM 1 MARCH 2019 (DATE OF LAUNCH) TO 30 NOVEMBER 2019

01.03.2019
(date of launch)
to
30.11.2019
RM

CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES

Interest income received	221,912
Manager's fee paid	(35,979)
Trustee's fee paid	(2,893)
Payment of other fees and expenses	(3,240)
Net cash generated from operating and investing activities	<u>179,800</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Cash received from units created	14,693
Cash paid on units cancelled	2,164,077
Distributions to unitholders	(9,693)
Net cash generated from financing activities	<u>2,169,077</u>

NET CHANGE IN CASH AND CASH EQUIVALENTS FOR THE FINANCIAL PERIOD

2,348,877

CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD

-

CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD

2,348,877

Cash and cash equivalents comprise of:

Deposits with licensed financial institutions (Note 5)	2,327,195
Cash at bank	21,682
	<u>2,348,877</u>

MAYBANK MONEY MARKET FUND

NOTES TO THE FINANCIAL STATEMENTS

FOR FINANCIAL PERIOD FROM 1 MARCH 2019 (DATE OF LAUNCH) TO 30 NOVEMBER 2019

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

Maybank Money Market Fund ("Fund") was constituted pursuant to the executed Deed dated 17 December 2018 between Maybank Asset Management ("MAM") as the Manager and PB Trustee Services Berhad as the Trustee and the Registered Holders of the Fund.

To achieve its objective, the Fund will invest a minimum of 90% of its NAV in fixed income securities, money market instruments and Shariah-compliant deposits which have a remaining maturity period of not more than 365 days. The remaining NAV of the Fund will be invested in fixed income securities, money market instruments and Shariah-compliant deposits which have a remaining maturity period of more than 365 days but fewer than 732 days.

As at 1 March 2019, the Fund launched three (3) Classes of units- Class A, Class B and Class C. Class represents a represent the Classes denominated in RM with different rate of management fee for each Class.

The Manager of the Fund is Maybank AM, a company incorporated in Malaysia. It is a holder of the Capital Markets Services License with fund management as its regulated activity under the Capital Markets and Services Act 2007 ("CMSA"). The principal place of business of Maybank AM is at Level 12, Tower C, Dataran Maybank, No. 1 Jalan Maarof, 59000 Kuala Lumpur, Malaysia. Maybank AM is a subsidiary of Maybank Asset Management Group Berhad ("MAMG"), which in turn is a subsidiary of Malayan Banking Berhad ("MBB").

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements of the Fund have been prepared in accordance to Malaysian Financial Reporting Standards ("MFRS") as issued by the Malaysian Accounting Standards Board ("MASB"), International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"), the Deed and any regulatory requirements.

The Fund had adopted the MFRS, Amendments to Standards and Interpretations Committee ("IC") Interpretations which have become effective during the financial period ended 30 November 2019. The adoption of the new pronouncements did not result in any material impact to the financial statements.

The financial statements are prepared on a historical cost basis except as disclosed in the accounting policies in Note 2.3 to Note 2.14 to the financial statements.

The financial statements are presented in Ringgit Malaysia ("RM").

MAYBANK MONEY MARKET FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Standards and amendments issued but not yet effective

The following are standards, amendments to standards and interpretations issued by the MASB, but not yet effective, up to the date of issuance of the Fund's financial statements. The Fund intends to adopt the relevant standards, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 3: <i>Business Combinations</i>	1 January 2020
Amendments to MFRS 3: <i>Definition of a Business</i>	1 January 2020
Amendments to MFRS 6: <i>Exploration for and Evaluation of Mineral Resources</i>	1 January 2020
Amendments to MFRS 14: <i>Regulatory Deferral Accounts</i>	1 January 2020
Amendments to MFRS 101: <i>Presentation of Financial Statements</i>	1 January 2020
Amendments to MFRS 108: <i>Accounting Policies, Changes in Accounting Estimates and Errors</i>	1 January 2020
Amendments to MFRS 101 & 108: <i>Definition of Material</i>	1 January 2020
Amendments to MFRS 134: <i>Interim Financial Reporting</i>	1 January 2020
Amendment to MFRS 137: <i>Provisions, Contingent Liabilities and Contingent Assets</i>	1 January 2020
Amendment to MFRS 138: <i>Intangible Assets</i>	1 January 2020
Amendments to IC Interpretation 12: <i>Service Concession Arrangements</i>	1 January 2020
Amendments to IC Interpretation 19: <i>Extinguishing Financial Liabilities with Equity Instruments</i>	1 January 2020
Amendments to IC Interpretation 20: <i>Stripping Costs in the Production Phase of a Surface Mine</i>	1 January 2020
Amendments to IC Interpretation 22: <i>Foreign Currency Transactions and Advance Consideration</i>	1 January 2020
Amendments to IC Interpretation 132: <i>Intangible Assets - Web Site Costs</i>	1 January 2020
MFRS 17: <i>Insurance Contracts</i>	1 January 2022
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	To be announced by MASB

The Fund expects that the adoption of the above standards will not have any material impact on the financial statements in the period of initial application.

MAYBANK MONEY MARKET FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.3 Financial instruments

Financial assets and financial liabilities are recognised when the Fund becomes a party to the contractual provision of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at FVTPL) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets and financial liabilities at FVTPL are recognised immediately in profit or loss.

2.4 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place.

All recognised financial assets are subsequently measured in their entirety at amortised cost or fair value, depending on the classification of the assets.

(i) Classification

Unless designated at FVTPL on initial recognition, debt instruments that meet the following conditions are subsequently measured at amortised cost less impairment loss:

- the assets are held within a business model whose objectives is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that do not meet the criteria above are classified as either fair value through other comprehensive income ("FVTOCI") or FVTPL.

The Fund classifies cash and cash equivalents and interest receivables as financing and receivables, and subsequently measured at amortised cost.

(ii) 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 (financial assets that are debt instruments). The impairment model does not apply to equity investments.

MAYBANK MONEY MARKET FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.4 Financial assets (cont'd)

ECL are a probability-weighted estimate of credit losses. They are measured as follows:

- Financial assets that are not credit-impaired at the reporting date:
As the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Fund expects to receive);
- Financial assets that are credit-impaired at the reporting date:
As the difference between the gross carrying amount and the present value of estimated future cash flows.

At each reporting date, the Fund assesses whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- Significant financial difficulty of the issuer or counterparty;
- Significant downgrade in credit rating of the instrument by a rating agency;
- A breach of contract such as a default or past due event; or
- The disappearance of an active market for a security because of financial difficulties.

For balances with short-term nature (e.g. interest receivable), full impairment will be recognised on uncollected balances after the grace period.

(iii) Derecognition of financial assets

The Fund derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Fund neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Fund recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Fund retains substantially all the risks and rewards of ownership of a transferred financial asset, the Fund continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On derecognition of financial asset classified as FVTPL, the cumulative unrealised gain or loss previously recognised is transferred to realised gain or loss on disposal in profit or loss.

MAYBANK MONEY MARKET FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.5 Financial liabilities

(i) Classification

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liabilities. The Fund classifies amount due to Trustee, amount due to Manager, and other payables and accruals as other financial liabilities.

(ii) Recognition and measurement

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. The Fund's financial liabilities are recognised initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest rate method.

(iii) Derecognition of financial liabilities

The Fund derecognises financial liabilities when, and only when, the Fund's obligations are discharged, cancelled or expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

2.6 Fair value measurement

The Fund measures its investments at FVTPL at fair value, at each reporting date of the Fund. 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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (i) In the principal market for the asset or liability, or
- (ii) In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Fund.

The fair value of an asset or a liability is measured using the assumptions that the market participants would use when pricing the asset or liability, assuming that the market participants act in their economic best interest.

MAYBANK MONEY MARKET FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.6 Fair value measurement (cont'd)

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- (i) Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- (ii) Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- (iii) Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Fund determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting date.

2.7 Unitholders' capital

The unitholders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "*Financial Instruments: Presentation*". Those criteria include:

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

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

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

Distribution equalisation 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.

MAYBANK MONEY MARKET FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.8 Distributions

Any distribution to the Fund's unitholders is accounted for as a deduction from realised reserves except where dividend is sourced out of distribution equalisation which is accounted for as a deduction from unitholders' capital. A proposed dividend is recognised as a liability in the period in which it is approved. Distribution is either reinvested or paid in cash to the unitholders on the income payment date. Reinvestment of units is based on the NAV per unit on the income payment date, which is also the time of creation.

2.9 Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and deposits with a licensed financial institution with original maturity of three months or less, which have an insignificant risk of changes in value.

2.10 Revenue / Income

Revenue is recognised when control of the goods or services are transferred at an amount that reflects the consideration to be entitled in exchange for the goods or services. Revenue is measured at the fair value of consideration received or receivable.

Interest income is recognised using the effective interest rate method.

2.11 Segment reporting

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

2.12 Taxation

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

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

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

No deferred tax is recognised as no temporary differences have been identified.

MAYBANK MONEY MARKET FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.13 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 Funds functional currency.

2.14 Critical accounting estimates and judgments

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 reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability in the future.

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

3. MANAGER'S FEE

The Manager's fee is computed on a daily basis at the following rate per annum ("p.a") of the NAV of the Fund before deducting the Manager's fee and Trustee's fee for the particular day.

Classes of units	Annual management
Class A	0.50%
Class B	0.35%
Class C	0.20%

4. TRUSTEE'S FEE

The Trustee's fee for financial period computed based on 0.04% p.a. of the NAV of the Fund, accrued daily and paid monthly to the Trustee.

MAYBANK MONEY MARKET FUND

5. DEPOSITS WITH A LICENSED FINANCIAL INSTITUTION

30.11.2019
RM

Short-term placement with a maturity of less than 3 months 2,327,195

The weighted average effective interest rates (“WAEIR”) and average maturity of deposits with a licensed financial institution with maturity of less than 3 months as at the reporting date were as follows:

	30.11.2019	
	WAEIR % p.a.	Average maturity Days
Shariah-compliant deposits with licensed financial institutions	<u>3.03</u>	<u>2</u>

6. AMOUNT DUE TO MANAGER

The amount relates to the amount payable to the Manager arising from the accruals for Manager's fee at the end of the financial period. The normal credit term for Manager's fee is 15 days.

7. AMOUNT DUE TO TRUSTEE

Amount due to Trustee relates to the amount payable arising from the accruals for Trustee's fee at the end of the financial period. The normal credit term for Trustee's fee is 15 days.

8. OTHER PAYABLES AND ACCRUALS

30.11.2019
RM

Amount due to external auditors 5,401
Amount due to tax agents 1,988
7,389

MAYBANK MONEY MARKET FUND

9. TOTAL EQUITY

	Note	01.03.2019 (date of launch) to 31.07.2019 RM
Unitholders' capital	(a)	2,222,925
Realised income	(b)	118,399
		<u>2,341,324</u>

(a) Unitholders' capital

The units are distributed based on the following share classes:

	30.11.2019	
	Units	RM
(i) Class A	2,336,858	2,220,925
(ii) Class B	1,000	1,000
(iii) Class C	1,000	1,000
	<u>2,338,858</u>	<u>2,222,925</u>

(i) Class A

	01.03.2019 (date of launch) to 30.11.2019	
	Units	RM
As at beginning of the financial period	-	-
Creation of units	52,969,903	52,642,884
Cancellation of units	(50,633,045)	(50,466,114)
Distribution equalisation (Note 10 (i))	-	44,155
As at end of the financial period	<u>2,336,858</u>	<u>2,220,925</u>

	01.03.2019 (date of launch) to 30.11.2019	
	Units	RM
(ii) Class B		
As at beginning of the financial period	-	-
Creation of units	1,000	1,000
As at end of the financial period	<u>1,000</u>	<u>1,000</u>

MAYBANK MONEY MARKET FUND

9. TOTAL EQUITY (CONT'D)

(iii) Class C	01.03.2019 (date of launch) to 30.11.2019	
	Units	RM
As at beginning of the financial period	-	-
Creation of units	1,000	1,000
As at end of the financial period	<u>1,000</u>	<u>1,000</u>

As of the end of the financial period, the total number and value of units held legally or beneficially by the Manager is as follows:

	30.11.2019 Valued at NAV	
	No. of units	RM
Manager (Class A)	1,004	954
Manager (Class B)	<u>1,000</u>	<u>1,000</u>
Manager (Class C)	<u>1,000</u>	<u>1,000</u>

The units held beneficially by the Manager for booking purposes, and are within the prescribed limit allowed by the SC's Guidelines on Unit Trust Funds. Other than the above, there were no units held by the directors or parties related to the Manager.

(b) Realised income

	01.03.2019 (date of launch) to 30.11.2019 RM
As at beginning of the financial period	-
Net realised income for the financial period	172,247
Distributions out of retained earnings	<u>(53,848)</u>
As at end of the financial period	<u>118,399</u>

MAYBANK MONEY MARKET FUND

10. DISTRIBUTION

The sources of distribution declared for Class A in the current financial period is as follows:

	01.03.2019 (date of launch) to 30.11.2019 RM
(i) Class A	
Interest income	69,373
Less: Expenses	<u>(15,525)</u>
Distributions out of realised reserve (Note 9(b))	53,848
Distributions out of distribution equalisation (Note 9(a))	<u>(44,155)</u>
Net distributions for the financial period	<u>9,693</u>

The distribution declared is settled in the form of units and presented as 'reinvestment of units' in Note 9(a) on payment date.

The gross and net distributions per unit, and the distribution dates for the distribution declared in the current financial period are as follows:

Distribution dates	Gross/Net distribution per unit (sen)
2019	
30 September 2019	0.04
31 October 2019	0.22
28 November 2019	<u>0.16</u>
	<u>0.42</u>

11. TRANSACTIONS WITH FINANCIAL INSTITUTIONS

Details of transaction, primarily deposits with licensed financial institutions for the current financial period is as follows:

	Value of trade RM	Percentage of trade %
Affin Hwang Investment Bank Berhad	295,088,202	16.66
CIMB Bank Berhad	21,562,876	1.22
CIMB Islamic Bank Berhad	10,028,739	0.57
Malayan Banking Berhad	418,989,949	23.65
Maybank Islamic Bhd	114,556,903	6.47
Public Bank Berhad	319,362,923	18.03
Public Investment Bank Berhad	297,494,902	16.79
Public Islamic Bank Berhad	294,331,704	16.61
	<u>1,771,416,198</u>	<u>100.00</u>

* Maybank Islamic Berhad is a subsidiary of MBB, the ultimate holding company of the Manager.

MAYBANK MONEY MARKET FUND

12. SIGNIFICANT RELATED PARTY TRANSACTION AND BALANCES

For the purpose of these financial statements, parties are considered to be related to the Fund or the Manager if the Fund or the Manager has the ability directly or indirectly, to control the party or exercise significant influence over the party in making financial and operating decision, or vice versa, or where the Fund or the Manager and the party are subject to common control or common significant influence. Related parties maybe individuals or other entities. In addition to the related party information disclosed elsewhere in the financial statements, the following is the significant related party transaction and balances of the Fund during the financial period.

(i) Significant related party transaction

	01.03.2019 (date of launch) to 30.11.2019 RM
<u>Maybank Islamic Berhad:</u> Interest income from deposits	 <hr/> 13,903

(ii) Significant related party balances

	01.03.2019 (date of launch) to 30.11.2019 RM
<u>Maybank Islamic Berhad:</u> Deposits with a licensed financial institution Interest receivables	 387,000

The Manager is of the opinion that the transactions with the related parties have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties.

13. MANAGEMENT EXPENSE RATIO ("MER")

The MER of the Fund is the ratio of total expenses expressed as an annual percentage of the Fund's daily average NAV. For the financial period from 1 March 2019 (date of launch) to 30 November 2019, the MER of the Fund stood at 0.44%.

14. PORTFOLIO TURNOVER RATIO ("PTR")

The PTR of the Fund is the ratio of average placements and withdrawals of the Fund for the financial period to the daily average NAV of the Fund. For the financial period from 1 March 2019 (date of launch) to 30 November 2019, the PTR of the Fund stood at 78.18 times.

MAYBANK MONEY MARKET FUND

15. SEGMENT INFORMATION

The Portfolio Management Committee (the "PMC") of the Manager, being the chief operating decision-maker, makes the strategic decisions on the resources allocation of the Fund. The decisions are based on an integrated investment strategy to ensure the Fund achieve its targeted return with an acceptable level of risk within the portfolio.

The PMC is responsible for the performance of the Fund by investing 100% of its net asset value ("NAV") in short-term money market instruments including fixed Shariah-compliant deposits.

On this basis, the PMC considers the business of the Fund to have a single operating segment located in Malaysia. Asset allocation decisions are based on a single, integrated investments strategy and the Fund's performance is evaluated on an overall basis.

The internal reporting provided for the Fund's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of MFRS and IFRS.

There were no changes in the reportable operating segments during the financial period.

16. FINANCIAL INSTRUMENTS

(a) Classification of financial instruments

The Fund's financial assets and financial liabilities are measured on an ongoing basis at either fair value or at amortised cost based on their respective classification. The significant accounting policies in Note 2.3 to Note 2.14 describe how the classes of financial instruments are measured and how income and expenses are recognised.

The following table analyses the financial assets and liabilities (excluding tax-related matters) of the Fund in the statement of financial position as at the reporting date by the classes of financial instrument to which they are assigned and therefore by the measurement basis.

2019	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Total RM
Assets			
Shariah-compliant deposits with licensed financial institutions	2,327,195	-	2,327,195
Profit income receivables	386	-	386
Cash at bank	21,682	-	21,682
Total financial assets	2,349,263	-	2,349,263
Liabilities			
Amount due to Manager	-	474	474
Amount due to Trustee	-	76	76
Other payables and accruals	-	7,389	7,389
Total financial liabilities	-	7,939	7,939

MAYBANK MONEY MARKET FUND

16. FINANCIAL INSTRUMENTS

(b) Financial instruments that are carried at fair value

There were no financial assets of the Fund that are carried at fair value as at 30 November 2019 (30.11.2018: Nil).

(c) Financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximations of fair value

The Fund's financial instruments are not carried at fair value but their carrying amounts are reasonable approximations of fair value due to their short-term maturity. Accordingly there are no fair value hierarchy disclosures presented.

17. CAPITAL MANAGEMENT

The capital of the Fund can vary depending on the demand for redemptions and subscriptions to the Fund.

The Fund's objectives for managing capital are:

- (a) To invest in investments meeting the description, risk exposure and expected returns indicated in its prospectus;
- (b) To achieve consistent returns while safeguarding capital by using various investment strategies;
- (c) To maintain sufficient liquidity to meet the expenses of the Fund, and to meet redemption requests as they arise; and
- (d) To maintain sufficient fund size to ensure that the operations of the Fund are cost-efficient.

18. COMPARATIVE

There are no comparative figures presented as this is the Fund's first set of interim financial statements since the Fund was launched on 1 March 2019.