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MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Semi-annual report

For the financial period ended from 1 February 2025 to 31 July
2025

CORPORATE INFORMATION

MANAGER

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MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

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MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Manager's report

For the financial period ended from 1 February 2025 to 31 July 2025

A. Fund Information

1. Name of Fund

Maybank Financial Institutions Income Fund (the "Fund")

2. Type of Fund

Income

3. Category of Fund

Bond

4. Duration of Fund

The Fund is an open-ended fund.

5. Fund's launch date

Class	Launch date
Class A	17 December 2009
Class B	25 November 2024

6. Fund's investment objective

The objective of the Fund is to achieve regular income stream which is deriving from the portfolio.

7. Fund's distribution policy

The Fund will distribute income, if any, at least half-yearly on best effort basis. However, the Manager reserves the right not to distribute income, at its absolute discretion.

8. Fund's performance benchmark

12-month Maybank fixed deposit rate.

9. Fund's investment policy and principal investment strategy

The Fund seeks to achieve its investment objective by investing a minimum of 70% of its Net Asset Value ("NAV") in bonds issued by financial institutions and/ or bank guaranteed bonds.

A minimum of 5% of the Fund's NAV may be invested in fixed deposits and money market instruments.

The Fund will be actively managed by investing in a diversified portfolio of bonds issued by financial institutions and/ or bank guaranteed bonds and/ or money market instruments and fixed deposits. The active management of the Fund aims to provide steady returns.

10. Net income distribution for the financial period ended from 1 February 2025 to 31 July 2025

The Fund distributed a total net income of RM 3,793,692 from Class A and RM 2,128,818 from Class B to unitholders for the financial period ended from 1 February 2025 to 31 July 2025.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Manager's report

For the financial period ended from 1 February 2025 to 31 July 2025 (cont'd)

A. Fund Information (cont'd)

10. Net income distribution for the financial period ended from 1 February 2025 to 31 July 2025 (cont'd)

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

Distribution dates (ex-date)	Before distribution (RM)	After distribution (RM)	Gross/ Net distribution (sen)	Changes %
Class A (RM)				
28 July 2025	1.0492	1.0332	1.60	(1.52)
Class B (RM)				
28 July 2025	1.0203	1.0043	1.60	(1.57)

B. Performance Review

1. Key performance data of the Fund

Category	01.02.2025 to 31.07.2025	01.02.2024 to 31.07.2024	01.02.2025 to 31.01.2025
Portfolio composition (%)			
Unquoted fixed income securities (%)	94.67	-	90.57
Cash and other net assets (%)	5.33	100.00	9.43
Total (%)	100.00	100.00	100.00
<u>Class A</u>			
NAV (RM'000)	248,251	315,293	275,789
Units in circulation (units'000)	237,386	303,443	266,137
NAV per unit (RM)	1.0458	1.0391	1.0363
Highest NAV per unit (RM)	1.0611	1.0541	1.0565
Lowest NAV per unit (RM)	1.0364	1.0328	1.0356
Net income distributed (RM)	3,793,692	5,016,296	10,519,001
Distribution dates (ex-dates)			26/07/2024
	28/07/2025	26/07/2024	24/01/2025
Gross/ Net distribution per unit (sen)	1.60	1.65	3.75
Annual return (%) ⁽¹⁾			
- Capital growth (%)	0.92	0.62	0.35
- Income distribution (%)	1.53	1.59	3.65
Total return (%)	2.46	2.22	4.04
Benchmark (%)	1.20	1.30	2.58

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Manager's report

For the financial period ended from 1 February 2025 to 31 July 2025 (cont'd)

B. Performance Review (cont'd)

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

Category	01.02.2025 to 31.07.2025	01.02.2024 to 31.07.2024	01.02.2025 to 31.01.2025
<u>Class B</u>			
NAV (RM'000)	134,702	-	120,012
Units in circulation (units'000)	133,051	-	119,658
NAV per unit (RM)	1.0124	-	1.0030
Highest NAV per unit (RM)	1.0278	-	1.0041
Lowest NAV per unit (RM)	1.0031	-	1.0002
		-	
Net income distributed (RM)	2,128,818	-	287,179
Distribution dates (ex-dates)	28/07/2025	-	24/01/2025
Gross/ Net distribution per unit (sen)	1.60	-	0.24
Annual return (%) ⁽¹⁾			
- Capital growth (%)	0.94	-	0.30
- Income distribution (%)	1.58	-	0.24
Total return (%)	2.53	-	0.54
Benchmark (%)	1.20	-	0.38
Total Expense Ratio ("TER") (%) ⁽²⁾			
	0.26	0.20	0.43
Portfolio Turnover Ratio ("PTR") (times) ⁽³⁾			
	0.05	0.12	0.25

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 period is computed based on daily average NAV per unit, net of Manager's fee and Trustee's fee.
- (2) The Fund's TER increased to 0.26% due to increase in expenses in the current financial period under review.
- (3) The Fund's PTR decreased to 0.05 times due to decrease in trading activities in the current financial period under review.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Manager's report

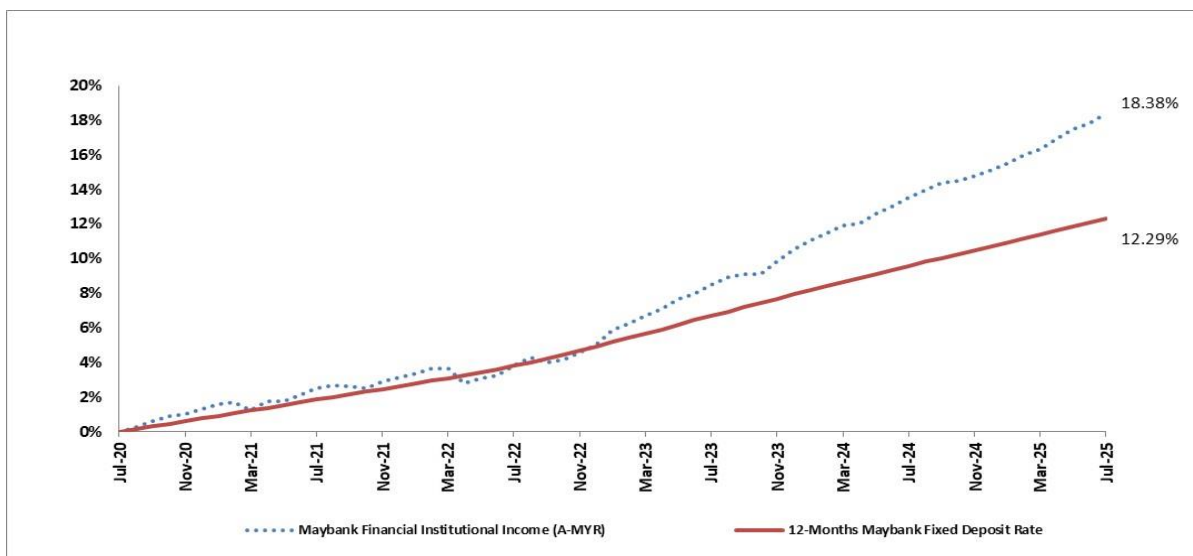
For the financial period ended from 1 February 2025 to 31 July 2025 (cont'd)

B. Performance Review (cont'd)

2. Performance of the Fund

Performance of Class A of the Fund up to 31 July 2025

Period	6 months to 31.07.2025 %	1 year to 31.07.2025 %	3 years to 31.07.2025 %	5 years to 31.07.2025 %
Capital growth	0.92	0.64	3.14	(0.44)
Income distributions	1.53	3.59	10.53	18.90
Total Return of the Fund	2.46	4.26	13.99	18.38
Benchmark	1.20	2.47	8.18	12.29
Average total return		4.26	4.46	3.43



Source: Lipper, as at 31 July 2025

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

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Manager's report

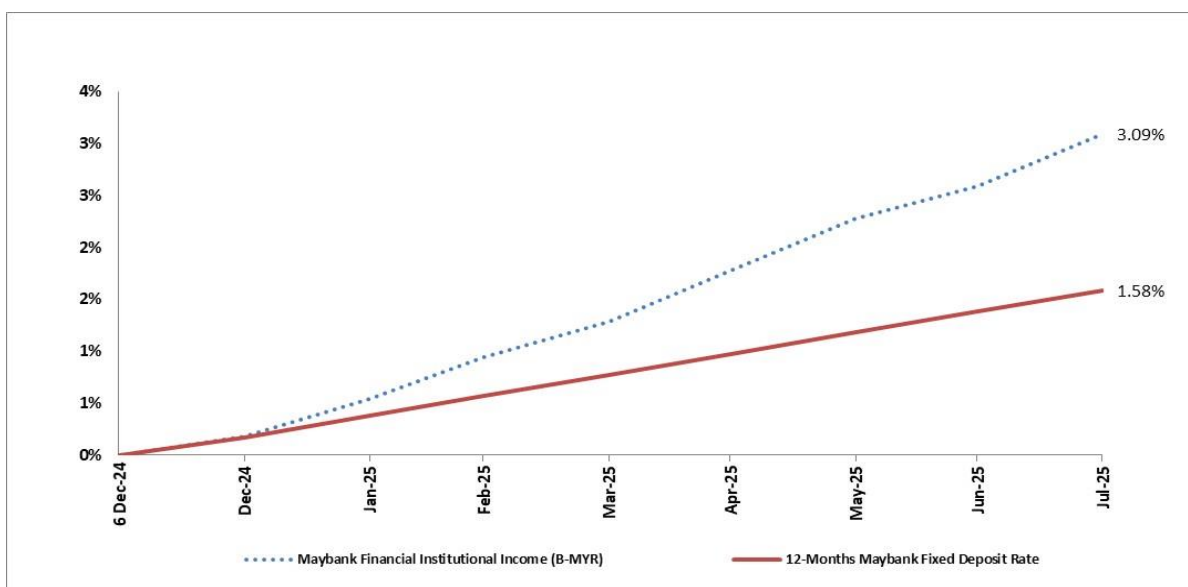
For the financial period ended from 1 February 2025 to 31 July 2025 (cont'd)

B. Performance Review (cont'd)

2. Performance of the Fund (cont'd)

Performance of Class B of the Fund up to 31 July 2025

Period	6 months to 31.07.2025 %	Since Inception to 31.07.2025 %
Capital growth	0.94	1.24
Income distributions	1.58	1.82
Total Return of the Fund	2.53	3.09
Benchmark	1.20	1.58
Average total return		



Source: Lipper, as at 31 July 2025

The Fund generated a total return of 2.46% and 2.53%, for class A and class B respectively, during the review period, outperforming the benchmark return of 1.20%. The outperformance was driven by a lower yield environment, tighter credit spreads, and stronger demand for new local corporate issuances.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Manager's report

For the financial period ended from 1 February 2025 to 31 July 2025 (cont'd)

B. Performance Review (cont'd)

3. Annual total return of the Fund

Class A

For the financial period/ year ended	31.07.2025	31.01.2025	31.01.2024	31.01.2023	31.01.2022
	%	%	%	%	%
Total return	2.46	4.04	4.93	2.42	1.79
Benchmark	1.20	2.58	2.86	2.35	1.85

Class B

For the financial period ended	31.07.2025	31.01.2025	31.01.2024	31.01.2023	31.01.2022
	%	%	%	%	%
Total return	2.53	0.54	-	-	-
Benchmark	1.20	0.38	-	-	-

4. 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 (%)	=	Gross income distribution per unit/ NAV per unit begin
Total return (%)	=	Capital return (%) + Income return (%)

C. Market Review

Global bond markets were volatile at the start of the year. Gains in January 2025 were supported by tighter credit spreads and softer-than-expected United States ("U.S.") inflation data. However, the introduction of new U.S. tariffs in April 2025 triggered a sell-off in U.S. Treasuries ("UST"), pushing yields higher and weighing on global investor sentiment. The 30-year U.S. Treasury yield briefly touched 5.14%, its highest level since 2023, amid concerns over fiscal sustainability as U.S. national debt reached United States Dollar ("USD") 36.56 trillion. While the USD strengthened at times due to global uncertainty, it weakened after the tariffs, suggesting a possible shift in sentiment.

Despite these global headwinds, Malaysia's bond market remained resilient. Steady domestic demand and modestly bullish sentiment provided support, even as the yield curve largely priced in a 25.00 basis points ("bps") rate cut. Investors gradually extended duration in search of yield. In May 2025, Bank Negara Malaysia ("BNM") kept the Overnight Policy Rate ("OPR") unchanged at 3.00% but lowered the Statutory Reserve Requirement ("SRR") by 1.00%, injecting approximately MYR19.00 billion into the banking system to enhance liquidity. The Malaysian ringgit ("MYR") also performed well, strengthening 5.73% Year-To-Date ("YTD") against the USD, supported by a weaker U.S. Dollar Index ("DXY") and the success of BNM's Qualified Resident Investor Programme ("QRIP"), which attracted over USD1.00 billion since its April 2024 launch and encouraged two-way foreign exchange ("FX") flows.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Manager's report

For the financial period ended from 1 February 2025 to 31 July 2025 (cont'd)

C. Market Review (cont'd)

In June 2025, UST yields declined by 12.00 bps to 17.00 bps on safe-haven demand and expectations of U.S. Federal Reserve ("Fed") easing, while the USD weakened about 2.00%. Malaysian bond yields initially rose on profit-taking but later retraced after weaker export and inflation data reignited expectations for a rate cut. A strong auction of the new 10-year Malaysian Government Securities ("MGS"), oversubscribed three times, reaffirmed market confidence.

In July 2025, BNM delivered a widely expected 25.00 bps OPR cut to 2.75% its first since May 2023 citing subdued inflation and rising downside risks to growth. This move pushed the 10-year MGS yield down by about 10.00 bps to 3.37%. BNM also revised its 2025 Gross Domestic Product ("GDP") growth forecast downward to 4.00% to 4.80% (from 4.50% to 5.50%) and its inflation forecast to 1.50% to 2.30%. The 13th Malaysia Plan ("13MP"), tabled at the end of July 2025, emphasized fiscal reform and sectoral development in semiconductors, Artificial Intelligence ("AI"), clean energy, the Halal industry, and rare earth elements ("REEs"), with a fiscal deficit target of below 3.00% by 2030.

In August 2025, the U.S. and Malaysia implemented a tariff reduction (from 25.00% to 19.00%) along with mutual trade facilitation measures. While the MYR remained one of the Association of Southeast Asian Nations ("ASEAN") top-performing currencies YTD (+4.90%), it weakened 1.60% in July 2025 as the USD regained strength on positive U.S. economic data and progress in U.S.-Eurozone trade talks.

D. Market Outlook & Investment Strategy

External headwinds, particularly geopolitical tensions, may dampen risk appetite in emerging markets. We will continue to monitor key developments, including Fed and Monetary Policy Committee ("MPC") policy directions, the Israel-Hamas conflict, the Russia-Ukraine war, global trade tensions following the U.S. election, and coronavirus-related risks, all of which could significantly influence MGS and Government Investment Issues ("GII") valuations and present trading opportunities.

Downside risks include further tariff-related shocks and renewed geopolitical disruptions, which could strain supply chains and hinder global growth. On the other hand, potential upside risks may arise from more constructive trade developments, such as a sustainable easing of U.S.-China tensions or a favorable U.S. trade agreement. A more dovish or larger-than-expected easing by the Fed could also weaken the USD, supporting the MYR and local bonds.

From a portfolio perspective, we maintain a constructive view on mid- to longer-tenor corporate credits over government bonds. Corporate bond coupons are typically less volatile and offer higher yields, providing a buffer against potential mark-to-market losses in the event of a rebound in sovereign yields. We continue to favor strong AA-rated issuers for yield pickup and carry, as well as the potential for long-term upgrades as economic activity improves. Our strategy is to remain opportunistic, participating in new primary issuances that offer attractive yields and selectively adding oversold bonds in the secondary market. For duration exposure, we aim to maintain a neutral to mildly overweight stance by reinvesting maturing positions into suitable opportunities.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

Manager's report

For the financial period ended from 1 February 2025 to 31 July 2025 (cont'd)

E. Soft Commissions and Rebates

The Manager and its delegates will not retain any form of soft commissions or 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 under review, the Manager and its delegates did not receive any rebates from the brokers or dealers but have retained soft commissions in the form of goods and services such as research materials and advisory services that assist in decision making process relating to the investment of the Fund (i.e. research materials, data and quotation services, computer hardware and software incidental to the investment management of the Fund and investment advisory services) which were of demonstrable benefits to the unitholders.

TRUSTEE'S REPORT

TO THE UNITHOLDERS OF MAYBANK FINANCIAL INSTITUTIONS INCOME FUND FOR THE FINANCIAL PERIOD ENDED FROM 1 FEBRUARY 2025 TO 31 JULY 2025

We have acted as Trustee of Maybank Financial Institutions Income Fund (the "Fund") for the financial period ended from 1 February 2025 to 31 July 2025. In our opinion and to the best of our knowledge, Maybank Asset Management Sdn Bhd (the "Manager") has operated and managed the Fund in accordance with the following:

- (a) Limitations imposed on the investment powers of the Manager under the deed, securities laws and the Guidelines on Unit Trust Funds;
- (b) Valuation/ Pricing of the Fund has been carried out in accordance with the Deeds and relevant regulatory requirements;
- (c) Creation and cancellation of units have been carried out in accordance with the Deeds and relevant regulatory requirements; and
- (d) The distributions to the unitholders during the financial period ended 31 July 2025 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
25 September 2025

STATEMENT BY MANAGER

TO THE UNITHOLDERS OF MAYBANK FINANCIAL INSTITUTIONS INCOME FUND FOR THE FINANCIAL PERIOD ENDED FROM 1 FEBRUARY 2025 TO 31 JULY 2025

I, Muhammad Hishamudin Bin Hamzah, being one of the Directors of Maybank Asset Management Sdn Bhd (the "Manager"), do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements are drawn up in accordance with Malaysian Financial Reporting Standards 134 Interim Financial Reporting and International Accounting Standards 34 Interim Financial Reporting so as to give a true and fair view of the financial position of Maybank Financial Institutions Income Fund as at 31 July 2025 and of its results, changes in net assets attributable to unitholders and cash flows for the financial period from 1 February 2025 to 31 July 2025 and comply with the requirements of the Deeds.

For and on behalf of the Manager

Muhammad Hishamudin Bin Hamzah
Director

Kuala Lumpur, Malaysia
25 September 2025

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL PERIOD ENDED FROM 1 FEBRUARY 2025 TO 31 JULY 2025

		01.02.2025 to 31.07.2025 RM	01.02.2024 to 31.07.2024 RM
	Note		
INVESTMENT INCOME			
Profit/ Interest income	3	7,969,274	6,612,554
Net gain on financial asset at fair value through profit and loss ("FVTPL")			
- Realised gain		390,139	638
- Unrealised gain		2,315,490	1,104,676
		<u>10,674,903</u>	<u>7,717,868</u>
EXPENSES			
Manager's fee	4	878,408	560,458
Trustee's fee	5	97,559	80,065
Auditors' remuneration		4,597	4,623
Tax agent's fee		13,933	7,131
Administrative expenses		12,799	1,751
		<u>1,007,296</u>	<u>654,028</u>
Net income before distribution and taxation		9,667,607	7,063,840
Distribution to unitholders			
Class A	12(a)	(3,793,692)	(5,016,296)
Class B	12(b)	(2,128,818)	-
Net income before taxation		<u>3,745,097</u>	<u>2,047,544</u>
Taxation	6	-	-
Net income after taxation, and total comprehensive income for the financial period		<u>3,745,097</u>	<u>2,047,544</u>
Net income after taxation is made up of the following:			
Net unrealised income		2,315,490	5,959,164
Net realised income		1,429,607	1,104,676
		<u>3,745,097</u>	<u>2,047,544</u>
Distributions for the financial period:			
<u>Class A</u>	12(a)		
Net distributions		3,793,692	5,016,296
Gross/ Net distribution per unit (sen)		1.60	1.65
Distribution dates (ex-date)		Refer to Note 12	Refer to Note 12
<u>Class B</u>	12(b)		
Net distributions		2,128,818	-
Gross/ Net distribution per unit (sen)		1.60	-
Distribution dates (ex-date)		Refer to Note 12	-

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2025**

	Note	31.07.2025 RM	31.01.2025 RM
ASSETS			
Financial assets at FVTPL	7	362,497,729	358,493,282
Deposits with licensed financial institutions	8	21,970,604	36,691,190
Profit/ Interest income receivable		3,614,271	3,759,272
Amount due from Manager	9	5,536	2,533,430
Cash at bank		102,813	103,560
TOTAL ASSETS		388,190,953	401,580,734
LIABILITIES			
Amount due to Manager	9	368,865	159,205
Amount due to Trustee	10	16,605	16,700
Distribution payable		4,843,101	5,582,810
Other payables and accruals		9,778	21,323
TOTAL LIABILITIES		5,238,349	5,780,038
NET ASSET VALUE ("NAV") OF THE FUND		382,952,604	395,800,696
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS OF THE FUND COMPRISE:			
Unitholders' capital	11(a)	370,145,202	386,738,391
Retained earnings	11(b) & (c)	12,807,402	9,062,305
		382,952,604	395,800,696
NET ASSET VALUE			
Class A		248,250,718	275,789,012
Class B		134,701,886	120,011,684
		382,952,604	395,800,696
NUMBER OF UNITS IN CIRCULATION (UNITS)			
	11(a)		
Class A		237,386,051	266,136,755
Class B		133,051,153	119,657,789
		370,437,204	385,794,544
NAV PER UNIT (RM)			
Class A		1.0458	1.0363
Class B		1.0124	1.0030

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS OF THE FUND
FOR THE FINANCIAL PERIOD ENDED FROM 1 FEBRUARY 2025 TO 31 JULY 2025**

	Unitholders' capital Note 11(a) RM	Retained earnings Note 11(b) and 11(c) RM	Net assets attributable to unitholders RM
At 1 February 2025	386,738,391	9,062,305	395,800,696
Total comprehensive income for the financial period	-	3,745,097	3,745,097
Creation of units	49,493,834	-	49,493,834
Reinvestment of units	5,582,810	-	5,582,810
Cancellation of units	(71,669,833)	-	(71,669,833)
At 31 July 2025	<u>370,145,202</u>	<u>12,807,402</u>	<u>382,952,604</u>
At 1 February 2024	286,870,091	6,616,953	293,487,044
Total comprehensive income for the financial period	-	2,047,544	2,047,544
Creation of units	86,466,864	-	86,466,864
Reinvestment of units	3,739,643	-	3,739,643
Cancellation of units	(70,447,702)	-	(70,447,702)
At 31 July 2024	<u>306,628,896</u>	<u>8,664,497</u>	<u>315,293,393</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

UNAUDITED STATEMENT OF CASH FLOWS

FOR THE FINANCIAL PERIOD ENDED FROM 1 FEBRUARY 2025 TO 31 JULY 2025

	31.07.2025	31.07.2024
	RM	RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Placements in Shariah-compliant deposits with maturity more than 3 months	15,000,000	-
Net payments for purchase of financial assets at FVTPL	(22,014,956)	(50,023,288)
Net proceeds from sale and redemption of financial assets at FVTPL	20,647,105	24,582,766
Profit/ Interest income received	8,183,309	6,249,172
Manager's fee paid	(885,588)	(557,733)
Trustee's fee paid	(97,654)	(79,676)
Payment of other fees and expenses	(42,878)	(6,078)
Net cash generated from/ (used in) operating and investing activities	<u>20,789,337</u>	<u>(19,834,838)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from units created	52,021,735	86,694,588
Cash paid on units cancelled	(71,452,995)	(70,243,782)
Distributions to unitholders	(1,079,410)	(444,065)
Net cash (used in)/ generated from financing activities	<u>(20,510,670)</u>	<u>16,006,741</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS FOR THE FINACIAL PERIOD	<u>278,667</u>	<u>(3,828,097)</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINACIAL PERIOD	<u>16,794,750</u>	<u>29,675,401</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINACIAL PERIOD	<u>17,073,417</u>	<u>25,847,304</u>
Cash and cash equivalents comprise:		
Deposits with licensed financial institutions with original maturity of less than 3 months (Note 8)	16,970,604	25,744,784
Cash at bank	102,813	102,519
	<u>17,073,417</u>	<u>25,847,303</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED FROM 1 FEBRUARY 2025 TO 31 JULY 2025

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

Maybank Financial Institutions Income Fund (the "Fund") was constituted pursuant to the execution of a Deed dated 5 November 2009, First Supplementary Deed dated 08 October 2012, Second Supplementary Deed dated 30 March 2015 and a Third Supplementary Deed dated 4 October 2024 between the Manager, Maybank Asset Management Sdn Bhd ("MAM") and the Trustee, PB Trustee Services Bhd. The Deed and Supplemental Deeds are collectively referred to as 'Deeds'. The Fund was launched on 17 December 2009. Effective 25 November 2024, the Fund has been converted to a Unit Trust Fund.

The principal activity of the Fund is to invest up to 95% of its net asset value ("NAV") in bonds issued by financial institutions and/ or bank guaranteed bonds. The remaining balance will be invested in fixed deposits and/ or money market instruments.

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

2. MATERIAL ACCOUNTING POLICY INFORMATION

2.1 Basis of preparation

The financial statements of the Fund have been prepared in accordance with Malaysian Financial Reporting Standards 134 Interim Financial Reporting ("MFRS 134"), and International Accounting Standards 34 Interim Financial Reporting.

The Interim financial statements does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Fund's annual financial statements as at 31 January 2025.

The Fund had adopted the MFRS Accounting Standards, Amendments to Standards and Interpretations Committee ("IC") Interpretations which have become effective during the financial period from 1 February 2025 to 31 July 2025. The adoption of the new pronouncements did not result in any material impact to the financial statements.

The financial statements have been 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 FINANCIAL INSTITUTIONS INCOME FUND

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

2.2 Standards and Amendments to Standards issued but not yet effective

The following are Standards and Amendments to Standards issued by the Malaysian Accounting Standards Board ("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 121: <i>Lack of Exchangeability</i>	1 January 2025
Amendments to MFRS 9 and MFRS 7: <i>Amendments to the Classifications and Measurement of Financial Instruments</i>	1 January 2026
Amendments to MFRS 1: <i>First-time Adoption of Malaysian Financial Reporting Standards</i>	1 January 2026
Amendments to MFRS 7: <i>Financial Instruments: Disclosures</i>	1 January 2026
Amendments to MFRS 9: <i>Financial Instruments</i>	1 January 2026
Amendments to MFRS 10: <i>Consolidated Financial Statements</i>	1 January 2026
Amendments to MFRS 107: <i>Statement of Cash Flows</i>	1 January 2026
MFRS 18: <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19: <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

Except for MFRS 18, the Fund expects that the adoption of the above Standards and Amendments to Standards will not have any material impact on the financial statements in the period of initial application. The Fund is currently in the process of assessing the potential effects of MFRS 18.

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 fair value through profit or loss) 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 fair value through profit or loss 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.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

2.4 Financial assets (cont'd)

(i) Financial assets at amortised cost

The Fund classifies cash and cash equivalents, profit/ interest income receivable and amount due from Manager as financial assets at amortised cost. These assets are subsequently measured using the effective profit rate ("EPR")/ effective interest rate ("EIR") method and are subject to impairment. The EPR/ EIR is a method of calculating the amortised cost of financial asset and of allocating and recognising the profit/ interest income in profit or loss of the relevant period.

Unless designated as 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.

(ii) Financial assets at FVTPL

Investments in unquoted fixed income securities are classified as FVTPL, unless the Fund designates an investment that is not held for trading as FVTOCI on initial recognition.

A financial asset is recognised at FVTPL if:

- it has been acquired principally for the purpose of selling it in the near term;
- on initial recognition it is part of the portfolio of identified financial instruments that the Fund manages together and has evidence of a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instruments or a financial guarantee.

Debt instruments that do not meet the amortised cost or FVTOCI criteria are measured at FVTPL. In addition, debt instruments that meet the amortised cost criteria but are designated as at FVTPL are measured at FVTPL. A debt instrument may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

Debt instruments are reclassified from amortised cost to FVTPL when the business model is changed such that the amortised cost criteria are no longer met. Reclassification of debt instruments that are designated as at FVTPL on initial recognition is not allowed.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit or loss.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

2.4 Financial assets (cont'd)

(ii) Financial assets at FVTPL (cont'd)

Profit/ Interest income on debt instruments as at FVTPL is disclosed separately in the profit or loss.

The carrying cost of unquoted fixed income securities denominated in RM are revalued on a daily basis based on fair value prices quoted by Bond Pricing Agency ("BPA") registered with the Securities Commission Malaysia ("SC"). Where such quotations are not available or where the Manager is of the view that the price quoted by the BPA for a specific unquoted fixed income securities differs from the market price by more than 20 basis points, the Manager may use the market price, provided that the Manager:

- records its basis for using a non-BPA price;
- obtain necessary internal approvals to the use of non-BPA price; and
- keeps an audit trail of all decisions and basis for adopting the market yield.

Changes in the fair value of FVTPL investments are recognised in unrealised gain on FVTPL investments in profit and loss. Accumulated unrealised gains or losses are reclassified to realised gain/ (loss) on FVTPL investments in profit or loss when the associated assets are sold.

(iii) Impairment

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. The impairment model does not apply to equity investments.

ECL is a probability-weighted estimate of credit losses. It is 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.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

2.4 Financial assets (cont'd)

(iii) Impairment (cont'd)

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, full impairment will be recognised on uncollected balances after the grace period.

(iv) Derecognition

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 profit/ 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.

On derecognition of financial asset at amortised cost, gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

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 liability.

The Fund classifies amount due to Manager, amount due to Trustee, other payables and accruals and distribution payable as financial liabilities.

(ii) Recognition and measurement

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

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

2.5 Financial liabilities (cont'd)

(iii) Derecognition

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

2.6 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. 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.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

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.

For the purpose of fair value disclosures, the Fund has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

2.7 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 RM, which is also the Fund's functional currency.

2.8 Unitholders' capital

The unitholders' contributions to the Fund are classified as liabilities under MFRS 132 Financial Instruments: Presentation.

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.

2.9 Distributions

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

2.10 Cash and cash equivalents

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

2.11 Revenue/ Income

Revenue/ Income is measured at the fair value of consideration received or receivable.

Profit/ Interest income from unquoted fixed income securities includes amortisation of premium and accretion of discount, and is recognised using the EPR/ EIR method.

Realised gain or loss on disposal of unquoted fixed income securities is accounted for as the difference between the net disposal proceeds and the carrying amount of the investments, determined on cost adjusted for accretion of discount or amortisation or premium.

Other revenue/ income is generally recognised when the Fund satisfies a performance obligations by transferring a promised good or service or an asset to a customer. An asset is transferred when (or as) the customer obtains control of that asset.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONT'D)

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 net assets attributable to unitholders.

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

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

2.13 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.

2.14 Critical accounting estimates and judgements

The preparation of the Fund's financial statements requires the Manager to make judgements, estimates and assumption 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 judgement 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 the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities.

3. PROFIT/ INTEREST INCOME

	01.02.2025 to 31.07.2025 RM	01.02.2024 to 31.07.2024 RM
Profit/ Interest income from unquoted fixed income securities	7,597,113	6,272,268
Profit/ Interest income from deposits with licensed financial institutions	441,195	494,838
Amortisation of premium, net of accretion of discount	(69,034)	(154,552)
	<u>7,969,274</u>	<u>6,612,554</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

4. MANAGER'S FEE

The Manager's fee is computed 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 that particular day.

Class	01.02.2025 to 31.07.2025	01.02.2024 to 31.07.2024
Class A*	0.50%	0.35%
Class B**	0.35%	-

* Effective from 25 November 2024, the management fee rate p.a. for Class A was revised from 0.35% to 0.50%.

** Class B was launched on 25 November 2024.

5. TRUSTEE'S FEE

The Trustee's fee is computed on a daily basis at 0.05% p.a. (01.02.2024 to 31.07.2024: 0.05% p.a.) of the NAV of the Fund before deducting the Manager's fee and Trustee's fees for that particular day, subject to a minimum fee of RM18,000 p.a. (01.02.2024 to 31.07.2024: RM18,000 p.a.).

6. TAXATION

Income tax is calculated at the Malaysian statutory tax rate of 24% (01.02.2024 to 31.07.2024: 24%) of the estimated assessable income for the financial period.

The tax charge for the financial period is in relation to the taxable income earned by the Fund after deducting tax allowable expenses. In accordance with Schedule 6 of the Income Tax Act 1967, the profit/interest income earned by the Fund from investment is exempted from tax.

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

	01.02.2025 to 31.07.2025 RM	01.02.2024 to 31.07.2024 RM
Net income before taxation	3,745,097	2,047,544
Tax at Malaysian statutory rate of 24% (01.02.2024 to 31.07.2024 : 24%)	898,823	1,695,322
Income not subject to tax	(2,561,977)	(1,852,289)
Expenses not deductible for tax purposes	1,663,154	156,967
Tax expense for the financial period	-	-

7. FINANCIAL ASSETS AT FVTPL

	31.07.2025 RM	31.01.2025 RM
Unquoted fixed income securities	362,497,729	358,493,282

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

7. FINANCIAL ASSETS AT FVTPL (CONT'D)

Name of issuer	Quantity Unit	Aggregate cost RM	Market value RM	Percentage of NAV %
31.07.2025				
Unquoted fixed income securities				
AEON Credit Service (M) Bhd				
- 4.13%/ 14.11.2029	5,000,000	5,009,305	5,100,500	1.33
- 4.23%/ 14.11.2030	5,000,000	5,011,348	5,138,450	1.34
- 4.13%/ 06.03.2030	5,000,000	5,014,210	5,105,200	1.33
- 4.23%/ 14.11.2030	5,000,000	5,017,234	5,140,850	1.34
	<u>20,000,000</u>	<u>20,052,097</u>	<u>20,485,000</u>	<u>5.34</u>
Affin Bank Bhd				
- 4.10%/ 08.05.2029	<u>5,000,000</u>	<u>4,999,742</u>	<u>5,064,950</u>	<u>1.32</u>
Affin Islamic Bank Bhd				
- 4.15%/ 11.12.2026	10,000,000	9,999,240	10,255,400	2.68
- 4.66%/ 13.10.2033	5,000,000	4,999,675	5,120,550	1.34
- 5.10%/ Perpetual	10,000,000	9,999,584	10,066,900	2.63
	<u>25,000,000</u>	<u>24,998,499</u>	<u>25,442,850</u>	<u>6.65</u>
Alliance Bank Bhd				
- 4.06%/ 12.08.2031	4,000,000	3,999,953	4,023,600	1.05
- 4.05%/ 26.10.2035	10,000,000	9,989,810	9,890,700	2.58
	<u>14,000,000</u>	<u>13,989,763</u>	<u>13,914,300</u>	<u>3.63</u>
Ambank Islamic Bhd				
- 4.53%/ 28.03.2033	10,000,000	10,053,284	10,229,200	2.68
- 4.53%/ 27.06.2033	15,000,000	15,103,651	15,317,700	4.00
	<u>25,000,000</u>	<u>25,156,935</u>	<u>25,546,900</u>	<u>6.68</u>
Bank Islam Malaysia Bhd				
- 4.10%/ 12.11.2031	10,000,000	9,999,488	10,059,800	2.63
- 4.58%/ Perpetual	5,000,000	5,126,272	5,135,200	1.34
	<u>15,000,000</u>	<u>15,125,760</u>	<u>15,195,000</u>	<u>3.97</u>
Bank Muamalat Malaysia Bhd				
- 4.50%/ 13.06.2031	<u>10,000,000</u>	<u>9,999,521</u>	<u>10,071,300</u>	<u>2.63</u>
Bank Pembangunan Malaysia Bhd				
- 4.02%/ 01.12.2028	<u>5,000,000</u>	<u>4,999,789</u>	<u>5,067,400</u>	<u>1.32</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

7. FINANCIAL ASSETS AT FVTPL (CONT'D)

Name of issuer (cont'd)	Quantity Unit	Aggregate cost RM	Market value RM	Percentage of NAV %
31.07.2025 (cont'd)				
Unquoted fixed income securities (cont'd)				
Bank Simpanan Nasional Bhd				
- 3.80%/ 15.02.2027	5,000,000	4,999,936	5,027,950	1.32
- 4.00%/ 07.11.2031	5,000,000	4,999,754	5,102,300	1.34
	<u>10,000,000</u>	<u>9,999,690</u>	<u>10,130,250</u>	<u>2.66</u>
CIMB Group Holdings Bhd				
- 4.95%/ 02.12.2032	5,000,000	5,038,639	5,145,600	1.34
- 3.60%/ Perpetual	5,000,000	4,997,556	4,999,000	1.31
- 4.31%/ Perpetual	12,500,000	12,499,593	12,655,125	3.30
	<u>22,500,000</u>	<u>22,535,788</u>	<u>22,799,725</u>	<u>5.95</u>
CIMB Islamic Bank Bhd				
- 4.02%/ 30.11.2028	5,000,000	4,999,775	5,073,000	1.32
- 4.31%/ 29.11.2030	5,000,000	4,999,743	5,171,900	1.35
- 4.03%/ 27.03.2031	5,000,000	4,999,785	5,109,150	1.33
- 4.13%/ 27.03.2034	5,000,000	5,036,714	5,176,850	1.35
	<u>20,000,000</u>	<u>20,036,017</u>	<u>20,530,900</u>	<u>5.35</u>
CIMB Thai Public Company Limited				
- 3.90%/ 11.07.2031	13,000,000	12,983,917	13,010,530	3.40
Hong Leong Bank Bhd				
- 4.05%/ 09.06.2034	5,000,000	5,007,517	5,061,350	1.32
- 4.25%/ Perpetual	2,000,000	1,999,936	2,027,520	0.53
	<u>7,000,000</u>	<u>7,007,453</u>	<u>7,088,870</u>	<u>1.85</u>
Hong Leong Investment Bank Bhd				
- 4.11%/ 13.06.2034	2,500,000	2,499,898	2,530,676	0.66
Imtiaz Sukuk II Bhd				
- 4.15%/ 02.10.2028	10,000,000	9,999,522	10,148,800	2.65
- 4.00%/ 16.10.2031	5,000,000	5,002,779	5,082,850	1.33
- 3.98%/ 05.05.2032	5,000,000	4,999,755	5,083,400	1.33
	<u>20,000,000</u>	<u>20,002,056</u>	<u>20,315,050</u>	<u>5.31</u>
Malaysian Reinsurance Bhd				
- 5.21%/ 26.10.2032	5,000,000	4,999,583	5,086,900	1.33

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

7. FINANCIAL ASSETS AT FVTPL (CONT'D)

Name of issuer (cont'd)	Quantity Unit	Aggregate cost RM	Market value RM	Percentage of NAV %
31.07.2025 (cont'd)				
Unquoted fixed income securities (cont'd)				
MBB*				
- 4.03%/ 31.01.2034	5,000,000	4,999,995	5,049,900	1.32
- 4.13%/ Perpetual	15,000,000	15,011,575	15,067,350	3.93
	<u>20,000,000</u>	<u>20,011,570</u>	<u>20,117,250</u>	<u>5.25</u>
MBSB Bank Bhd				
- 4.36%/ 15.04.2027	5,000,000	5,002,025	5,052,200	1.32
- 4.73%/ 13.04.2029	5,000,000	5,032,313	5,118,700	1.34
- 5.25%/ 19.12.2031	5,000,000	5,042,475	5,100,850	1.33
	<u>15,000,000</u>	<u>15,076,813</u>	<u>15,271,750</u>	<u>3.99</u>
MNRB Holdings Bhd				
- 4.46%/ 22.03.2034	<u>4,000,000</u>	<u>3,999,799</u>	<u>4,082,880</u>	<u>1.07</u>
Malaysia Debt Ventures Bhd				
- 4.46%/ 22.03.2034	<u>7,000,000</u>	<u>6,956,651</u>	<u>6,960,660</u>	<u>1.82</u>
Mumtaz Rakyat Sukuk Bhd				
- 3.78%/ 25.06.2031	<u>5,000,000</u>	<u>4,988,881</u>	<u>4,995,850</u>	<u>1.30</u>
Public Bank Bhd				
- 4.27%/ 25.10.2033	5,000,000	4,999,720	5,099,100	1.33
- 4.00%/ 11.12.2034	5,000,000	4,999,801	5,068,350	1.32
	<u>10,000,000</u>	<u>9,999,521</u>	<u>10,167,450</u>	<u>2.65</u>
Public Islamic Bank Bhd				
- 4.50%/ 17.12.2027	10,000,000	10,085,468	10,226,700	2.67
- 4.40%/ 28.07.2032	10,000,000	10,019,646	10,163,900	2.65
	<u>20,000,000</u>	<u>20,105,114</u>	<u>20,390,600</u>	<u>5.32</u>
RHB Bank Bhd				
- 4.38%/ 17.11.2028	15,000,000	15,066,855	15,367,800	4.01
- 4.40%/ 28.09.2032	5,000,000	5,015,052	5,075,800	1.33
	<u>20,000,000</u>	<u>20,081,907</u>	<u>20,443,600</u>	<u>5.34</u>
Sabah Development Bank Bhd				
- 5.50%/ 27.02.2026	<u>12,200,000</u>	<u>12,252,735</u>	<u>12,273,688</u>	<u>3.21</u>
Sabah Credit Corporation				
- 4.17%/ 18.07.2031	<u>5,000,000</u>	<u>5,009,670</u>	<u>5,151,400</u>	<u>1.35</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

7. FINANCIAL ASSETS AT FVTPL (CONT'D)

Name of issuer (cont'd)	Quantity Unit	Aggregate cost RM	Market value RM	Percentage of NAV %
31.07.2025 (cont'd)				
Unquoted fixed income securities (cont'd)				
United Overseas Bank (Malaysia) Bhd				
- 4.91%/ 27.10.2032	10,000,000	10,033,565	10,096,800	2.64
- 4.01%/ 08.02.2034	10,000,000	10,152,340	10,265,200	2.68
	<u>20,000,000</u>	<u>20,185,905</u>	<u>20,362,000</u>	<u>5.32</u>
Total unquoted fixed income securities	357,200,000	358,055,074	362,497,729	94.67
Unrealised gain on unquoted fixed income securities			4,442,655	
31.01.2025				
Unquoted fixed income securities				
AEON Credit Service (M) Bhd				
- 4.13%/ 14.11.2029	5,000,000	5,010,307	5,031,650	1.27
- 4.23%/ 14.11.2030	5,000,000	5,012,313	5,051,850	1.28
	<u>10,000,000</u>	<u>10,022,620</u>	<u>10,083,500</u>	<u>2.55</u>
Affin Bank Bhd				
- 4.10%/ 08.05.2029	5,000,000	4,999,741	4,996,850	1.26
Affin Islamic Bank Bhd				
- 4.15%/ 11.12.2026	10,000,000	9,999,575	10,043,600	2.54
- 4.66%/ 13.10.2033	5,000,000	4,999,677	5,063,900	1.28
- 5.10%/ Perpetual	10,000,000	9,999,247	10,146,300	2.56
	<u>25,000,000</u>	<u>24,998,499</u>	<u>25,253,800</u>	<u>6.38</u>
Alliance Bank Bhd				
- 4.06%/ 12.08.2031	4,000,000	3,999,954	3,990,880	1.01
- 4.05%/ 26.10.2035	10,000,000	9,988,996	9,788,600	2.47
	<u>14,000,000</u>	<u>13,988,950</u>	<u>13,779,480</u>	<u>3.48</u>
Ambank Islamic Bhd				
- 4.53%/ 28.03.2033	15,000,000	15,121,834	15,244,650	3.86
- 4.53%/ 27.06.2033	10,000,000	10,061,801	10,170,800	2.57
	<u>25,000,000</u>	<u>25,183,635</u>	<u>25,415,450</u>	<u>6.43</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

7. FINANCIAL ASSETS AT FVTPL (CONT'D)

Name of issuer (cont'd)	Quantity Unit	Aggregate cost RM	Market value RM	Percentage of NAV %
31.01.2025 (cont'd)				
Unquoted fixed income securities (cont'd)				
Bank Islam Malaysia Bhd - 4.10%/ 12.11.2031	10,000,000	9,999,486	10,034,600	2.54
Bank Muamalat Malaysia Bhd - 4.50%/ 13.06.2031	10,000,000	9,999,512	10,074,100	2.55
Bank Pembangunan Malaysia Bhd - 3.81%/ 01.12.2025 - 4.02%/ 01.12.2028 - 4.75%/ 04.11.2031	5,000,000 5,000,000 5,000,000	4,999,812 4,999,785 5,104,212	5,004,850 5,017,200 5,221,700	1.26 1.27 1.32
	15,000,000	15,103,809	15,243,750	3.85
Bank Simpanan Nasional Bhd - 3.80%/ 15.02.2027 - 4.00%/ 07.11.2031	5,000,000 5,000,000	4,999,937 4,999,753	5,004,400 5,005,900	1.27 1.27
	10,000,000	9,999,690	10,010,300	2.54
CIMB Group Holdings Bhd - 4.95%/ 02.12.2032 - 4.36%/ 21.10.2033 - 3.60%/ Perpetual - 4.31%/ Perpetual	5,000,000 3,600,000 5,000,000 12,500,000	5,046,392 3,599,791 4,994,290 12,499,578	5,138,450 3,651,876 4,989,700 12,563,750	1.30 0.92 1.26 3.17
	26,100,000	26,140,051	26,343,776	6.65
CIMB Islamic Bank Bhd - 4.02%/ 30.11.2028 - 4.31%/ 29.11.2030 - 4.03%/ 27.03.2031 - 4.13%/ 27.03.2034	5,000,000 5,000,000 5,000,000 5,000,000	4,999,773 4,999,741 4,999,789 5,038,467	5,032,550 5,110,800 5,038,300 5,067,550	1.27 1.29 1.27 1.28
	20,000,000	20,037,770	20,249,200	5.11
CIMB Thai Public Company Limited - 3.90%/ 11.07.2031	13,000,000	12,975,792	12,951,770	3.27
Hong Leong Bank Bhd - 4.05%/ 09.06.2034 - 4.25%/ Perpetual	5,000,000 2,000,000	5,008,423 1,999,941	5,006,700 2,009,880	1.26 0.51
	7,000,000	7,008,364	7,016,580	1.77

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

7. FINANCIAL ASSETS AT FVTPL (CONT'D)

Name of issuer (cont'd)	Quantity Unit	Aggregate cost RM	Market value RM	Percentage of NAV %
31.01.2025 (cont'd)				
Unquoted fixed income securities				
Hong Leong Investment Bank Bhd				
- 4.11%/ 13.06.2034	2,500,000	2,499,896	2,503,350	0.63
Imtiaz Sukuk II Bhd				
- 4.15%/ 02.10.2028	10,000,000	9,999,529	10,100,700	2.55
- 4.77%/ 11.05.2029	5,000,000	5,059,891	5,171,700	1.31
- 4.00%/ 16.10.2031	5,000,000	5,002,991	5,005,300	1.26
	20,000,000	20,062,411	20,277,700	5.12
Malaysian Reinsurance Bhd				
- 5.21%/ 26.10.2032	5,000,000	4,999,584	5,066,750	1.28
MBB*				
- 4.03%/ 31.01.2034	5,000,000	4,999,995	5,010,050	1.27
- 4.13%/ Perpetual	15,000,000	15,016,676	15,030,000	3.80
	20,000,000	20,016,671	20,040,050	5.07
MBSB Bank Bhd				
- 4.36%/ 15.04.2027	5,000,000	5,002,664	5,036,900	1.27
- 4.73%/ 13.04.2029	5,000,000	5,036,287	5,077,300	1.28
- 5.25%/ 19.12.2031	5,000,000	5,057,111	5,107,950	1.29
	15,000,000	15,096,062	15,222,150	3.84
MNRB Holdings Bhd				
- 4.46%/ 22.03.2034	4,000,000	3,999,804	4,055,560	1.02
Mumtaz Rakyat Sukuk Bhd				
- 3.78%/ 25.06.2031	5,000,000	4,982,979	4,980,350	1.26
Public Bank Bhd				
- 4.27%/ 25.10.2033	5,000,000	4,999,720	5,058,250	1.28
- 4.00%/ 11.12.2034	6,500,000	6,499,738	6,499,740	1.64
	11,500,000	11,499,458	11,557,990	2.92
Public Islamic Bank Bhd				
- 4.50%/ 17.12.2027	10,000,000	10,102,370	10,195,500	2.58
- 4.40%/ 28.07.2032	10,000,000	10,024,327	10,131,600	2.56
	20,000,000	20,126,697	20,327,100	5.14

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

7. FINANCIAL ASSETS AT FVTPL (CONT'D)

Name of issuer (cont'd)	Quantity Unit	Aggregate cost RM	Market value RM	Percentage of NAV %
31.01.2025 (cont'd)				
Unquoted fixed income securities				
RHB Bank Bhd				
- 4.38%/ 17.11.2028	15,000,000	15,076,270	15,272,550	3.86
- 4.40%/ 28.09.2032	5,000,000	5,018,371	5,048,950	1.28
	<u>20,000,000</u>	<u>20,094,641</u>	<u>20,321,500</u>	<u>5.14</u>
Sabah Development Bank Bhd				
- 4.50%/ 04.03.2025	5,000,000	5,000,254	5,001,550	1.26
- 5.50%/ 27.02.2026	12,200,000	12,297,017	12,359,576	3.12
	<u>17,200,000</u>	<u>17,297,271</u>	<u>17,361,126</u>	<u>4.38</u>
Sabah Credit Corporation				
- 4.17%/ 18.07.2031	<u>5,000,000</u>	<u>5,010,381</u>	<u>5,042,200</u>	<u>1.27</u>
United Overseas Bank (Malaysia) Bhd				
- 4.91%/ 27.10.2032	10,000,000	10,184,359	10,261,600	2.59
- 4.01%/ 08.02.2034	10,000,000	10,037,984	10,022,700	2.53
	<u>20,000,000</u>	<u>20,222,343</u>	<u>20,284,300</u>	<u>5.12</u>
Total unquoted fixed income securities	<u>355,300,000</u>	<u>356,366,117</u>	<u>358,493,282</u>	<u>90.57</u>
Unrealised gain on unquoted fixed income securities			<u>2,127,165</u>	

* MBB is the ultimate holding company of the Manager.

8. DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS

	31.07.2025 RM	31.01.2025 RM
Deposits with licensed financial institutions with maturity of:		
-less than 3 months	16,970,604	16,691,190
-more than 3 months	5,000,000	20,000,000
	<u>21,970,604</u>	<u>36,691,190</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

8. DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS (CONT'D)

The weighted average effective profit rates ("WAEPR")/ weighted average effective interest rates ("WAEIR") p.a. and average maturity of deposits with licensed financial institutions as at the reporting date are as follows:

	31.07.2025		31.01.2025	
	WAEPR/ WAEIR % p.a.	Average maturity Days	WAEPR/ WAEIR % p.a.	Average maturity Days
Deposits with maturity of:				
-less than 3 months	2.75	1	3.04	3
-more than 3 months	3.80	92	4.00	93

9. AMOUNT DUE FROM/ TO MANAGER

		31.07.2025 RM	31.01.2025 RM
Amount due from Manager is in respect of:			
Subscription of units	(i)	5,536	2,533,430
Amount due to Manager is in respect of:			
Manager's fee	(ii)	148,694	155,874
Cancellation of units	(iii)	220,171	3,331
		368,865	159,205

(i) The amount represents amount receivable from the Manager for units subscribed.

(ii) The amount represents 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 (31.01.2025: 15 days).

(iii) The amount represents amount payable to the Manager for units cancelled.

10. AMOUNT DUE TO TRUSTEE

The amount due to Trustee relates to the amount payable to the Trustee arising from the accrued Trustee's fee at the end of the financial period. The normal credit term for Trustee's fee is 15 days (31.01.2025: 15 days).

11. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

	Note	31.07.2025 RM	31.01.2025 RM
Unitholders' contribution	(a)	370,145,202	386,738,391
Accumulated realised income	(b)	8,937,593	7,507,986
Accumulated unrealised income	(c)	3,869,809	1,554,319
		382,952,604	395,800,696

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

11. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (CONT'D)

(a) Unitholders' contribution

The units are distributed based on the following classes:

	01.02.2025 to 31.07.2025		01.02.2024 to 31.01.2025	
	Units	RM	Units	RM
(i) Class A	237,386,051	236,754,494	266,136,755	266,889,997
(ii) Class B	133,051,153	133,390,708	119,657,789	119,848,394
	<u>370,437,204</u>	<u>370,145,202</u>	<u>385,794,544</u>	<u>386,738,391</u>

(i) Class A

	01.02.2025 to 31.07.2025		01.02.2024 to 31.01.2025	
	Units	RM	Units	RM
At the beginning of the financial period/ year	266,136,755	266,889,997	284,200,700	286,870,091
Creation of units	34,395,089	36,088,459	202,472,013	211,577,720
Reinvestment of units	5,255,110	5,445,871	8,021,413	8,311,874
Cancellation of units	<u>(68,400,903)</u>	<u>(71,669,833)</u>	<u>(228,557,371)</u>	<u>(239,869,688)</u>
At the end of the financial period/ year	<u>237,386,051</u>	<u>236,754,494</u>	<u>266,136,755</u>	<u>266,889,997</u>

(ii) Class B

	Units	RM	Units	RM
At the beginning of the financial period/ year	119,657,789	119,848,394	-	-
Creation of units	13,256,835	13,405,375	120,963,339	121,157,207
Reinvestment of units	136,529	136,939	-	-
Cancellation of units	<u>-</u>	<u>-</u>	<u>(1,305,550)</u>	<u>(1,308,813)</u>
At the end of the financial period/ year	<u>133,051,153</u>	<u>133,390,708</u>	<u>119,657,789</u>	<u>119,848,394</u>

As of end of the financial period, there were no units held by the Manager and related party (31.01.2025: Nil).

(b) Accumulated realised income

	01.02.2025 to 31.07.2025 RM	01.02.2024 to 31.01.2025 RM
At the beginning of the financial period/ year	7,507,986	5,727,999
Net realised income for the financial period/ year	<u>1,429,607</u>	<u>1,779,987</u>
At the end of the financial period/ year	<u>8,937,593</u>	<u>7,507,986</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

11. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (CONT'D)

(c) Accumulated unrealised income

	01.02.2025 to 31.07.2025 RM	01.02.2024 to 31.01.2025 RM
At the beginning of the financial period/ year	1,554,319	888,954
Net unrealised income for the financial period year	2,315,490	665,365
At the end of the financial period/ year	<u>3,869,809</u>	<u>1,554,319</u>

12. DISTRIBUTIONS

(a) Class A

	01.02.2025 to 31.07.2025 Total distribution RM	Composition of distribution in percentage %	01.02.2024 to 31.07.2024 Total distribution RM	Composition of distribution in percentage %
Source of distribution*				
- Income distribution	3,793,692	100.00	5,016,296	100.00
- Capital distribution	-	-	-	-
	<u>3,793,692</u>	<u>100.00</u>	<u>5,016,296</u>	<u>100.00</u>

	Gross/ Net distributions per unit (sen)
Distribution dates (ex-date)	
01.02.2025 to 31.07.2025	
28 July 2025	<u>1.60</u>
01.02.2024 to 31.07.2024	
26 July 2024	<u>1.65</u>

(b) Class B

	01.02.2025 to 31.07.2025 Total distribution RM	Composition of distribution in percentage %
Source of distribution*		
- Income distribution	2,128,818	100.00
- Capital distribution	-	-
	<u>2,128,818</u>	<u>100.00</u>

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

12. DISTRIBUTIONS (CONT'D)

(b) Class B (cont'd)

Distribution dates (ex-date)	Gross/ Net distributions per unit (sen)
01.02.2025 to 31.07.2025	
28 July 2025	1.60

* Effective from the 1 March 2022, the Securities Commission Guidelines permit a fund to distribute out of income (which includes current year's realised income) or out of capital (which includes prior year's realised income).

13. TRANSACTIONS WITH BROKERS/ DEALERS/ FINANCIAL INSTITUTIONS

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

	01.02.2025 to 31.07.2025	Percentage of total trade %	01.02.2024 to 31.07.2024	Percentage of total trade %
	Value of trade RM		Value of trade RM	
Hong Leong Investment Bank Bhd	15,162,000	31.81	2,500,000	4.63
MBB*	11,856,026	24.87	5,000,000	9.26
Hong Leong Islamic Bank Bhd	8,663,380	18.18	-	-
Hong Leong Bank Bhd	5,290,500	11.10	3,002,400	5.56
Affin Hwang Investment Bank Bhd	5,187,000	10.88	5,000,000	9.26
RHB Investment Bank Bhd	1,506,225	3.16	5,009,680	9.27
CIMB Investment Bank Bhd	-	-	24,507,100	45.37
Ambank Bhd	-	-	5,000,000	9.25
Ambank Islamic Bhd	-	-	4,000,000	7.40
	47,665,131	100.00	54,019,180	100.00

Details of transactions, primarily made of gross deposit placements with licensed financial institutions for the financial period are as follows:

	01.02.2025 to 31.07.2025	Percentage of total placements %	01.02.2024 to 31.07.2024	Percentage of total placements %
	Value of placements RM		Value of placements RM	
MBB *	1,598,441,000	55.24	2,866,464,000	73.81
Public Bank Bhd	1,274,968,493	44.06	-	-
Public Islamic Bank Bhd	10,000,000	0.35	-	-

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

13. TRANSACTIONS WITH BROKERS/ DEALERS/ FINANCIAL INSTITUTIONS

	01.02.2025 to 31.07.2025	Percentage of total placements %	01.02.2024 to 31.07.2024	Percentage of total placements %
	Value of placements RM		Value of placements RM	
Hong Leong Islamic Bank Bhd	10,000,000	0.35	-	-
KAF Investment Bank Bhd	-	-	1,017,073,550	26.19
	<u>2,893,409,493</u>	<u>100.00</u>	<u>3,883,537,550</u>	<u>100.00</u>

* MBB is the ultimate holding company of the Manager.

14. SIGNIFICANT RELATED PARTY TRANSACTIONS 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 may be individuals or other entities.

In addition to the related party information disclosed elsewhere in the financial statements, the following are the significant related party transactions and balances of the Fund:

	01.02.2025 to 31.07.2025 RM	01.02.2024 to 31.07.2024 RM
(i) Significant related party transactions		
MBB*:		
Interest income from deposit	193,427	370,651
Interest income from fixed income securities	<u>349,419</u>	<u>100,474</u>
	31.07.2025 RM	31.01.2025 RM
(ii) Significant related party balances		
MBB*:		
Deposits with licensed financial institutions	10,535,000	2,415,000
Interest income receivable	<u>220,293</u>	<u>219,697</u>
Unquoted fixed income securities	<u>20,117,250</u>	<u>20,040,050</u>

* MBB is the ultimate holding company of the Manager.

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

15. TOTAL EXPENSE RATIO ("TER")

The TER of the Fund is the total expenses expressed as an annual percentage of the Fund's daily average NAV. For the financial period ended from 1 February 2025 to 31 July 2025, the TER of the Fund stood at 0.26% (01.02.2024 to 31.07.2024: 0.20%).

16. PORTFOLIO TURNOVER RATIO ("PTR")

The PTR of the Fund is the ratio of average of the total acquisitions and disposals of the investment in the Fund for the financial period to the daily average NAV of the Fund. For the financial period ended from 1 February 2025 to 31 July 2025, the PTR of the Fund stood at 0.05 times (01.02.2024 to 31.07.2024: 0.12 times).

17. SEGMENT INFORMATION

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

The PMC is responsible for the performance of the Fund by investing up to 95% of its NAV in RM-denominated fixed income securities issued by financial institutions and/ or bank guaranteed bonds. The remaining balance will be invested in fixed deposit and/ or money market instruments.

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 of 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.

18. FINANCIAL INSTRUMENTS

Fair value hierarchy

The Fund uses the following hierarchy for determining the fair value of financial instruments by valuation technique:

- 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).

MAYBANK FINANCIAL INSTITUTIONS INCOME FUND

18. FINANCIAL INSTRUMENTS (CONT'D)

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
31.07.2025				
Financial assets at FVTPL	-	362,497,729	-	362,497,729
31.01.2025				
Financial assets at FVTPL	-	358,493,282	-	358,493,282

19. 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 generate higher returns the prescribed benchmark as indicated in its information memorandum;
- (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 cancellation requests as they arise; and
- (d) To maintain sufficient fund size to ensure that the operations of the Fund are cost-efficient.

No changes were made to the capital management objectives, policies or processes during the current financial period.