

**AMANAH SAHAM BANK SIMPANAN NASIONAL**

<b>CONTENTS.....</b>	<b>PAGE</b>
<b>MANAGER'S REPORT .....</b>	<b>2</b>
<b>1. FUND INFORMATION.....</b>	<b>2</b>
<b>2. FUND PERFORMANCE .....</b>	<b>3</b>
<b>3. MANAGER'S REPORT .....</b>	<b>6</b>
<b>4. STATEMENT BY MANAGER.....</b>	<b>11</b>
<b>5. TRUSTEE'S REPORT .....</b>	<b>12</b>
<b>6. STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2014 (UNAUDITED) .....</b>	<b>13</b>
<b>7. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME .....</b>	<b>14</b>
<b>FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2014 (UNAUDITED).....</b>	<b>14</b>
<b>8. STATEMENT OF CHANGES IN NET ASSET VALUE.....</b>	<b>15</b>
<b>FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2014 (UNAUDITED).....</b>	<b>15</b>
<b>9. STATEMENT OF CASH FLOWS.....</b>	<b>16</b>
<b>FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2014 (UNAUDITED).....</b>	<b>16</b>
<b>10. NOTES TO THE FINANCIAL STATEMENTS .....</b>	<b>17</b>

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### MANAGER'S REPORT

Dear Unit Holders,

Permodalan BSN Berhad act as a Manager and AmanahRaya Trustees Berhad (ART) act as a Trustee for fund Amanah Saham Bank Simpanan Nasional (ASBSN), are pleased to present the the Interim Report of ASBSN for the six months financial period ended 30 June 2014.

#### 1. FUND INFORMATION

Amanah Saham Bank Simpanan Nasional (ASBSN)																				
Fund Category	Growth and Income Fund																			
Fund Type	Equity Fund																			
Investment Objective	<p>The investment objective of ASBSN are:</p> <p>(a) to seek medium to long term capital appreciation of the Units through investment in the equity markets; and</p> <p>(b) to seek income opportunities by investing in high income yielding securities and interest bearing instruments.</p> <p>Note: Any material changes to the investment objective of the Fund would require the Unit Holders approval.</p>																			
Performance Benchmark	The performance benchmark used by the Manager is the performance of FTSE Bursa Malaysia KLCI (FBM KLCI).																			
Distribution Policy	Subject to the Manager's discretion and the availability of the Fund's realized income, distribution of income (if any) shall be made at least once in a financial year.																			
Unit Holdings	<p>On 30 June 2014, a total of 91,938 people have joined ASBSN. Breakdown of unit holdings are as follows:</p> <table border="1"><thead><tr><th>Size of Holdings</th><th>No. of Unitholders</th><th>No. of Units Held</th></tr></thead><tbody><tr><td>5,000 and below</td><td>82,258</td><td>78,377,163</td></tr><tr><td>5,001 – 10,000</td><td>5,475</td><td>38,726,341</td></tr><tr><td>10,001 – 50,000</td><td>3,988</td><td>70,768,153</td></tr><tr><td>50,001 – 500,000</td><td>215</td><td>19,083,775</td></tr><tr><td>Above 500,001</td><td>2</td><td>72,572,970</td></tr></tbody></table>		Size of Holdings	No. of Unitholders	No. of Units Held	5,000 and below	82,258	78,377,163	5,001 – 10,000	5,475	38,726,341	10,001 – 50,000	3,988	70,768,153	50,001 – 500,000	215	19,083,775	Above 500,001	2	72,572,970
Size of Holdings	No. of Unitholders	No. of Units Held																		
5,000 and below	82,258	78,377,163																		
5,001 – 10,000	5,475	38,726,341																		
10,001 – 50,000	3,988	70,768,153																		
50,001 – 500,000	215	19,083,775																		
Above 500,001	2	72,572,970																		

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### 2. FUND PERFORMANCE

#### 2.1 Achievement of ASBSN

For the period ended 30 June 2014, ASBSN achieved its investment objectives which are to provide steady income flow as well as maintaining capital growth. ASBSN recorded a net income after taxation of RM3.61 million. Net Asset Value (NAV) per unit for ASBSN as at 30 June 2014 was at RM0.3827, an increase of 1.38% from the previous year of RM0.3775. Unit in circulation as at 30 June 2014 was at 280.3 million units.

#### 2.2 Asset Allocation

Asset allocations for ASBSN are as follows:

Components of Asset Portfolio	%		
	30.06.2014	31.12.2013	31.12.2012
Investment in equity market	87.89	89.56	83.92
Cash	10.44	10.44	16.08
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

#### 2.3 Asset Allocation by Sector

Sector	RM'000		
	30.06.2014	31.12.2013	31.12.2012
Investment in equity market:			
Construction	9,341	6,553	4,821
Consumer Products	6,293	5,078	4,564
Finance	12,806	14,614	18,378
Industrial Products	14,258	14,688	11,516
Infrastructure Project Company	330	390	610
Plantation	7,750	7,192	8,185
Properties	4,335	3,821	3,033
Trading / Services	39,169	45,351	32,239
Cash	12,359	11,385	15,965

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### 2.4 Comparative Financial Information for the Period 3 Years

FUND DATA	30.06.2014	31.12.2013	31.12.2012
Net Asset Value (RM'000)	107,272	101,662	95,544
Net Asset Value per Unit (RM)	0.3827	0.3702	0.3459
Unit In Circulation ('000)	280,300	274,600	276,230
Selling Price per Unit (RM)	0.3827	0.3702	0.3459
Buying Price per Unit (RM)	0.3827	0.3702	0.3459
Selling Price per Unit (High) (RM)	0.3851	0.3970	0.3653
Buying Price per Unit (High) (RM)	0.3851	0.3970	0.3653
Selling Price per Unit (Low) (RM)	0.3568	0.3375	0.3374
Buying Price per unit (Low) (RM)	0.3568	0.3375	0.3374
Total Fund Return (Growth Capital) (%)	3.38	14.54	-4.03
Total Fund Return(Distribution) (%)	-	7.52	4.92
Gross Distribution per Unit (%)	-	2.60	1.70
Net Distribution per Unit (%)	-	2.58	1.64
Date of payment	-	31/01/2014	31/01/2013
Management Expense Ratio (%) :	0.74	1.99	2.00
Portfolio Turnover Ratio (%) :	44.00	82.00	99.00

#### 2.4.1 Management Expense Ratio

The MER for the financial period is lower than previous financial year mainly due to the six months calculation as RM 1.00 million compared RM 2.39 million in year 2013.

#### 2.4.2 Portfolio Turnover Ratio

The PTR for the financial period is lower than previous financial year mainly due to decrease in trading activities.

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### BASES OF CALCULATION

**i. Portfolio Composition**

Content portfolio is calculated according to the market price on 30 June 2014.

**ii. Net Asset Value (NAV)**

The net asset value is recognized after deducting the total liabilities of the fund value of total asset value of the Fund. Net Asset Value (NAV) per unit is calculated by dividing the Net Asset Value of the Fund by the number of units in circulation.

**iii. Selling Price per Unit**

The sale price is the price per unit sold by the Managers to the unit holders taking into account the Net Asset Value at the end of the trading day divided by the number of units in circulation on that day and the service fee does not exceed 3%. This price will then be adjusted to the nearest one cent.

**iv. Buying Price per Unit**

The purchase price per unit is the price already bought by the Managers of unit holders who wish to sell back their investment units at the NAV per unit.

**v. Capital Growth**

Capital growth is calculated by taking the difference of the purchase price from year to year.

**vi. Distribution**

The distribution of income is the annual gross revenues of:

$$\frac{\text{Gross Dividend}}{\text{Sale Price on The First Day of the same year}} \times 100$$

**vii. Management Expense Ratio**

This ratio is the amount of management fees, trustee fees, audit fees, tax agent's fees and other administrative expenses divided by the average Net Asset Value of the Fund calculated on a monthly / yearly.

$$\frac{\text{Fees + Expenses}}{\text{Average Net Asset Value of the Fund calculated on a monthly / yearly}} \times 100$$

**viii. Portfolio Turnover Ratio**

The calculation is as follows:

$$\frac{(\text{Total cost of purchase} + \text{Total cost of sales}) / 2}{\text{Average Net Asset Value of the Fund calculated on a monthly / yearly}} \times 100$$

**Note: Past performance of the Fund is not an indication of its future performance.**

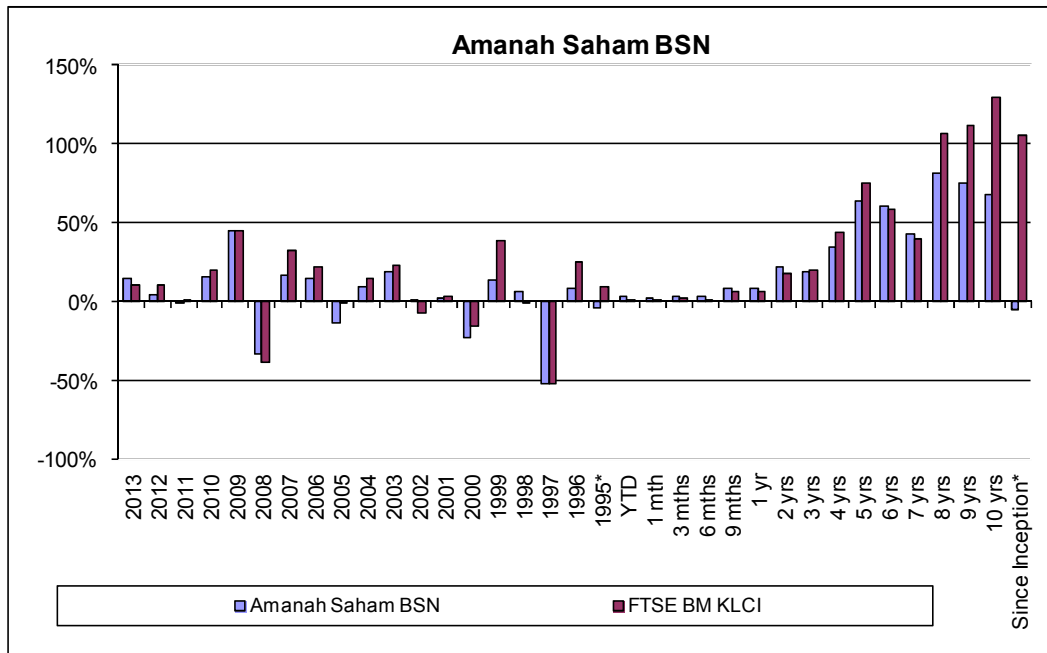
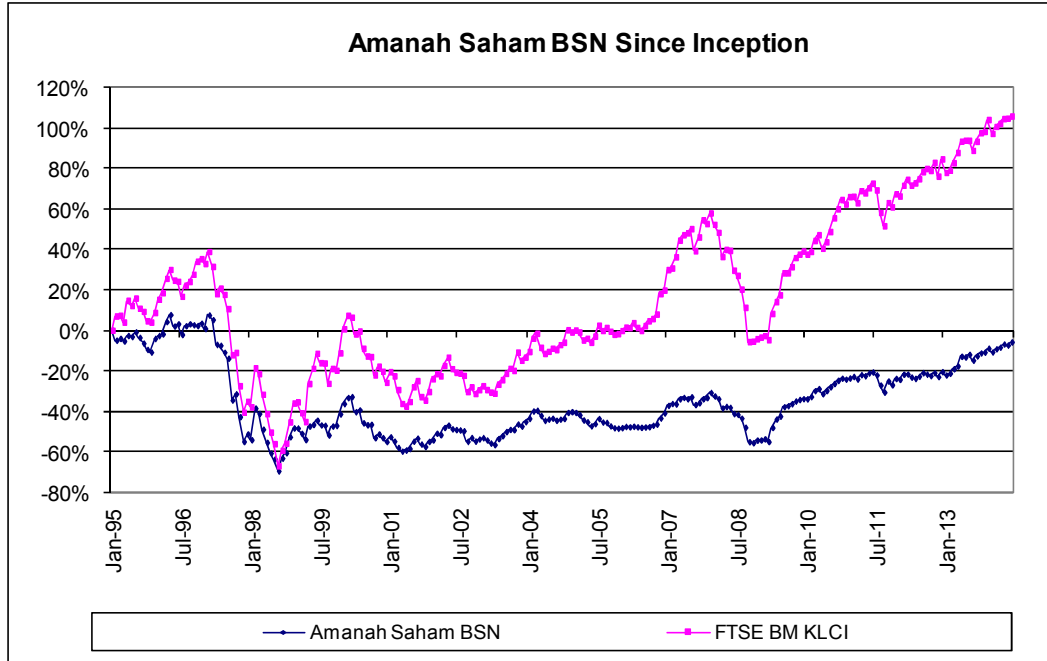
**Unit prices and investment returns may go down, as well as up.**

**AMANAH SAHAM BANK SIMPANAN NASIONAL**

**3. MANAGER’S REPORT**

**3.1 Fund and Benchmark Performance**

For the first half of 2014, the fund managed to get a return of 3.38% compared to its benchmark return of 0.84%. Amidst of volatile market during the year, the fund recorded a better performance compared to the benchmark. In January, the fund allocated 90% of its total Net Asset Value (NAV) into equity and managed to get RM0.64 million net distributable income. By June, the fund reduced its exposure in equity to 87.89% and managed to get net distributable income of RM1.05 million.

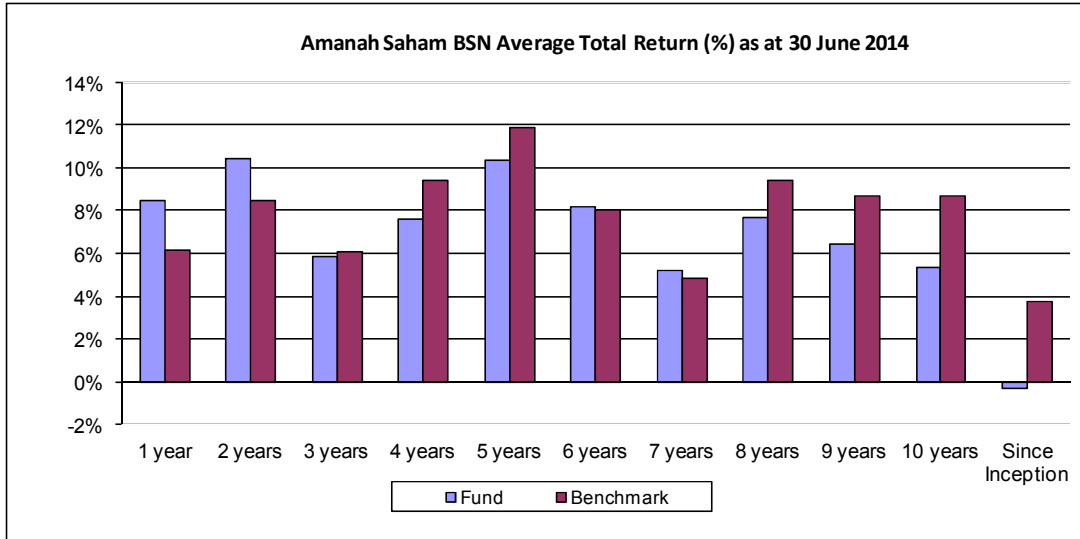


## AMANAH SAHAM BANK SIMPANAN NASIONAL

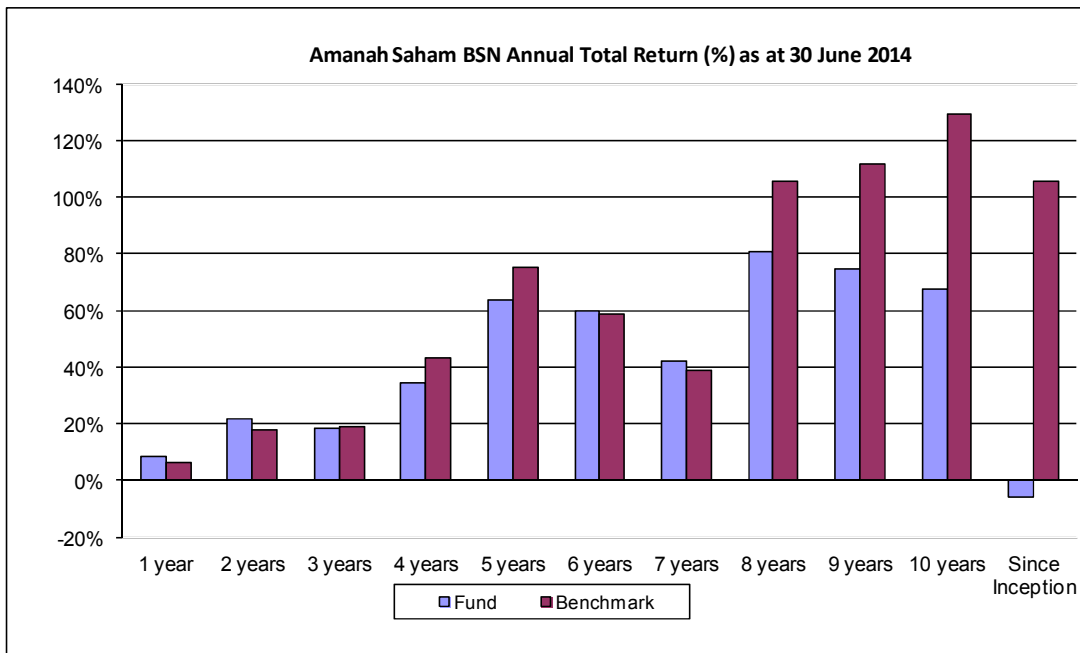
Amanah Saham BSN		
	Amanah Saham BSN	FTSE BM KLCI
2013	14.57	10.54
2012	4.40	10.34
2011	-0.29	0.78
2010	15.37	19.34
2009	44.78	45.17
2008	-33.93	-39.33
2007	16.99	31.82
2006	14.63	21.83
2005	-13.70	-0.84
2004	9.06	14.29
2003	18.44	22.84
2002	0.93	-7.15
2001	1.90	2.42
2000	-23.26	-16.33
1999	13.31	38.59
1998	6.05	-1.40
1997	-52.79	-51.98
1996	7.81	24.40
1995*	-4.06	8.73
YTD	3.38	0.84
1 mth	1.65	0.50
3 mths	2.82	1.81
6 mths	3.38	0.84
9 mths	7.90	6.45
1 yr	8.50	6.16
2 yrs	21.90	17.73
3 yrs	18.69	19.23
4 yrs	34.17	43.28
5 yrs	63.52	75.10
6 yrs	60.09	58.67
7 yrs	42.42	39.01
8 yrs	80.86	105.83
9 yrs	74.88	111.94
10 yrs	67.79	129.64
Since Inception*	-5.79	105.71

\* starts from 12 January 1995

**AMANAH SAHAM BANK SIMPANAN NASIONAL**



Average Total Return											
	1 year	2 years	3 years	4 years	5 years	6 years	7 years	8 years	9 years	10 years	Since Inception
<b>Fund</b>	8.50	10.41	5.88	7.62	10.33	8.16	5.18	7.69	6.41	5.31	-0.31
<b>Benchmark</b>	6.16	8.50	6.04	9.41	11.86	8.00	4.82	9.44	8.70	8.67	3.77



Annual Total Return											
	1 year	2 years	3 years	4 years	5 years	6 years	7 years	8 years	9 years	10 years	Since Inception
<b>Fund</b>	8.50	21.90	18.69	34.17	63.52	60.09	42.42	80.86	74.88	67.79	-5.79
<b>Benchmark</b>	6.16	17.73	19.23	43.28	75.10	58.67	39.01	105.83	111.94	129.64	105.71

Source: All performance figures have been verified by Novagni Analytics and Advisory Sdn Bhd.

**Note : Past performance of the Fund is not an indication of its future performance.  
Unit prices and investment returns may go down, as well as up.**



### **3.2 Investment Policy**

The policy for ASBSN is to invest in permitted investment, especially into shares which are listed on Bursa Malaysia and also into other type of instruments, in line with Securities Commission's Guidelines on Unit Trust Funds.

### **3.3 Market Outlook and Strategy**

The recent strong economic reports have confirmed that the U.S. economy has recovered from its early 2014 weather-induced slowdown, and it is expected to grow at around 2.5% this year. The recovering economy has helped push U.S. stocks to new records lately, and improving economic activity should help support earnings growth in the second half. Though U.S. stock valuations are not yet in the nosebleed territory that characterized the 2000 Internet bubble, the United States does appear to be the most expensive of the major markets. In addition, the U.S. economy has a number of weaknesses posing headwinds to growth, including a low labor participation rate, anemic wage growth and lackluster consumption.

In Europe, meanwhile, further upside to equity markets is expected in light of the European Central Bank (ECB)'s recent monetary policy easing effort namely a move to push short-term deposit rates into negative territory, the first time a major central bank has attempted this. The combination of rate cuts and other measures, including a commitment to expand its arsenal if necessary, should help ease credit conditions and support a steady economic recovery in the region. In addition, European valuations look attractive, especially relative to those of U.S. stocks, and European banks are still trading at below book value.

Malaysia is now the most underweighted market in the region by foreign investors and the key beneficiary of an oil price hike should tensions in Iraq escalate. These, coupled with the Government's commitment to fiscal reform and improving economic resilience, will likely attract some focus back to the country by the investment fraternity. In a world in which stretched valuations leave stocks dependent on the Fed's cheap money policies and vulnerable to bad news, we'd continue to emphasize a value bias. While stocks aren't cheap, we don't believe they're in a bubble. Rather, their value is perhaps best characterized as "not unreasonable," particularly given the low inflation environment.

As the economy improves, we believe stocks have room to move higher this year. In addition, they still appear more attractive than the alternatives, notably cash and bonds. But given that many areas of the market do look expensive, a selective approach is a key. We would focus on those market segments that offer good value and potential downside protection, such as large- and mega-cap stocks and cyclical sectors. Elevated oil prices, meanwhile, are likely to support oil and gas stocks in the foreseeable future as the recent turmoil in Iraq has pushed up the price of oil, and escalating violence threatens to cause a further price spike.

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### 3.4 Distribution of Income

There were no income distributions made for the period until 30 June 2014.

### 3.5 Rebates and Commissions Courtesy

For the period ended 30 June 2014, no goodwill recorded rebates and commissions.

### 3.6 Investment

Sector	Cost At 01.01.2014	Purchase At Cost	Sold At Cost	Mark up/ down to market value	Value At 30.06.2014
	RM	RM	RM	RM	RM
Construction	7,166,030	4,353,032	1,735,555	(442,197)	9,341,310
Consumer Products	5,692,425	3,413,863	2,299,817	(513,771)	6,292,700
Finance	15,515,685	6,803,566	8,207,230	(1,306,263)	12,805,758
Industrial Products	16,436,217	3,009,791	2,313,325	(2,875,037)	14,257,646
Infrastructure Project					
Company	470,779	-	84,739	(56,400)	329,640
Plantation	8,900,130	-	10,601	(1,139,713)	7,749,816
Properties	3,493,686	513,400	-	328,162	4,335,248
Trading / Services	46,746,177	24,615,776	29,007,908	(3,185,330)	39,168,715
	<u>104,421,127</u>	<u>42,709,428</u>	<u>43,659,174</u>	<u>(9,190,549)</u>	<u>94,280,832</u>

### 3.7 Separation Unit

There is no separation unit performed for the period until 30 June 2014.

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

### **4. STATEMENT BY MANAGER**

We, **TAN SRI ABU BAKAR BIN HAJI ABDULLAH** and **ROSLANI BIN HASHIM**, being two of the directors of **PERMODALAN BSN BERHAD**, do hereby state that, in the opinion of the Manager, the accompanying financial statements set out on pages 13 to 39 are drawn up in accordance with Malaysian Financial Reporting Standards and the requirements of the Securities Commission's Guidelines on Unit Trust Funds in Malaysia so as to give a true and fair view of the financial position of **AMANAH SAHAM BANK SIMPANAN NASIONAL** as at 30 June 2014 and of its results, changes in net asset value and cash flows for the financial period ended on that date and comply with the requirements of the Deed.

On behalf of the Board in accordance with a resolution of the Board of directors of the Manager

**TAN SRI ABU BAKAR BIN HAJI ABDULLAH**  
Director

**ROSLANI BIN HASHIM**  
Director

Kuala Lumpur  
Date: 30 July 2014

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

### **5. TRUSTEE'S REPORT**

For the Six Months Financial Period Ended 30 June 2014

To the Unit Holders of

**AMANAH SAHAM BANK SIMPANAN NASIONAL**

We, AMANAHRAYA TRUSTEES BERHAD, have acted as Trustee of AMANAH SAHAM BANK SIMPANAN NASIONAL for the six months financial period ended 30 June 2014. In our opinion, PERMODALAN BSN BERHAD, the Manager, has managed AMANAH SAHAM BANK SIMPANAN NASIONAL in accordance with the limitations imposed on the investment powers of the management company and the Trustee under the Deed, other provisions of the Deed, the applicable Guidelines on Unit Trust Fund, the Capital Markets and Services Act 2007 and other applicable laws for the six months financial period ended 30 June 2014.

We are of the opinion that:

- (a) the procedures and processes employed by the Manager to value and/or price the units of AMANAH SAHAM BANK SIMPANAN NASIONAL are adequate and that such valuation/pricing is carried out in accordance with the Deed and other regulatory requirement; and
- (b) creation and cancellation of units are carried out in accordance with the Deed and other regulatory requirement.

Yours faithfully

**AMANAHRAYA TRUSTEES BERHAD**

**HABSAH BINTI BAKAR**

Chief Executive Officer

Kuala Lumpur, Malaysia

Date : 21 July 2014

**AMANAH SAHAM BANK SIMPANAN NASIONAL**

**6. STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2014 (UNAUDITED)**

	<u>Note</u>	<u>30.06.2014</u>	<u>31.12.2013</u>
		RM	RM
<b>ASSETS</b>			
Financial assets at fair value through profit or loss	4	94,281,434	97,686,754
Amount owing by stockbroking companies		2,479,583	-
Interest receivables		1,856	17,105
Dividend receivables		191,271	152,616
Tax recoverable		105,737	55,190
Deposits with licensed financial institutions	5	12,046,130	11,382,502
Bank balance		312,923	2,710
<b>TOTAL ASSETS</b>		<b><u>109,418,934</u></b>	<b><u>109,296,878</u></b>
<b>EQUITY</b>			
Unitholders' contribution	6	388,215,859	386,220,244
Accumulated losses	7	(280,943,886)	(284,557,957)
<b>NAV ATTRIBUTABLE TO UNITHOLDERS</b>		<b><u>107,271,973</u></b>	<b><u>101,662,287</u></b>
<b>LIABILITIES</b>			
Amount owing to stockbroking companies		1,498,438	-
Amount owing to Manager		323,452	293,929
Amount owing to Trustee		5,268	5,479
Distribution payable		312,603	7,097,983
Other payables and accruals		7,200	237,200
<b>TOTAL LIABILITIES</b>		<b><u>2,146,961</u></b>	<b><u>7,634,591</u></b>
<b>TOTAL NAV ATTRIBUTABLE TO UNITHOLDERS AND LIABILITIES</b>		<b><u>109,418,934</u></b>	<b><u>109,296,878</u></b>
<b>NUMBER OF UNITS IN CIRCULATION</b>	6	<b><u>280,300,000</u></b>	<b><u>274,600,000</u></b>
<b>NAV PER UNIT (RM)</b>		<b><u>0.3827</u></b>	<b><u>0.3702</u></b>

The annexed notes form an integral part of these financial statements.

**AMANAH SAHAM BANK SIMPANAN NASIONAL**

**7. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2014 (UNAUDITED)**

	<u>Note</u>	<u>30.06.2014</u>	<u>31.12.2013</u>
		RM	RM
<b>INVESTMENT INCOME</b>			
Gross dividend income		1,614,490	3,390,096
Interest income		188,147	380,276
Net realised gain on sale of investments		5,273,204	6,310,915
Net unrealised (loss)/gain on financial assets at fair value through profit or loss		(2,456,173)	6,436,333
Other income		-	10,501
		<u>4,619,667</u>	<u>16,528,121</u>
<b>LESS: EXPENSES</b>			
Manager's fee	<b>8</b>	780,227	1,553,245
Trustee's fee	<b>9</b>	31,209	62,234
Tax fee		-	6,500
Auditors' remuneration		-	49,000
Administrative expenses		194,160	722,572
		<u>1,005,596</u>	<u>2,393,551</u>
<b>NET INCOME BEFORE TAXATION</b>		3,614,071	14,134,570
TAXATION	<b>10</b>	-	(53,288)
<b>NET INCOME AFTER TAXATION FOR THE FINANCIAL YEAR</b>		3,614,071	14,081,282
OTHER COMPREHENSIVE INCOME		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR</b>		<u>3,614,071</u>	<u>14,081,282</u>
Net income after taxation/ Total Comprehensive Income for the financial year is made up of the following:			
- Realised gains		6,070,243	7,644,949
- Unrealised (losses)/gains		(2,456,173)	6,436,333
		<u>3,614,071</u>	<u>14,081,282</u>

The annexed notes form an integral part of these financial statements.

**AMANAH SAHAM BANK SIMPANAN NASIONAL**

**8. STATEMENT OF CHANGES IN NET ASSET VALUE  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2014 (UNAUDITED)**

Note	Unitholders' Contribution	Accumulated Losses	Total Net Asset Value
	RM	RM	RM
As at 1.1.2013	387,093,918	(291,549,824)	95,544,094
Net income after taxation /Total comprehensive income for the financial year	-	14,081,282	14,081,282
<b>Contributions by and distribution to unitholders of the Fund:</b>			
- Creation of units	2,930,076		2,930,076
- Cancellation of units	(3,803,750)		(3,803,750)
- Distribution		(7,089,415)	(7,089,415)
Total transaction with unitholders of	(873,674)	(7,089,415)	(7,963,089)
<b>As at 31.12.2013/1.1.2014</b>	386,220,244	(284,557,957)	101,662,287
Net income after taxation /Total comprehensive income for the financial year	-	3,614,071	3,614,071
<b>Contributions by and distribution to unitholders of the Fund:</b>			
- Creation of units	4,430,665		4,430,665
- Cancellation of units	(2,435,050)		(2,435,050)
- Distribution		-	-
Total transaction with unitholders of the Fund	1,995,615	-	1,995,615
<b>As at 30.06.2014</b>	388,215,859	(280,943,886)	107,271,972

The annexed notes form an integral part of these financial statements.

**AMANAH SAHAM BANK SIMPANAN NASIONAL****9. STATEMENT OF CASH FLOWS  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 JUNE 2014 (UNAUDITED)**

	Note	<u>30.06.2014</u>	<u>31.12.2013</u>
		RM	RM
<b>CASH FLOWS (FOR) OPERATING AND INVESTING ACTIVITIES</b>			
Proceeds from sale of investments		46,331,072	85,177,592
Purchase of investments		(41,318,511)	(86,188,476)
Dividend received		1,575,834	3,271,563
Interest received		203,396	411,110
Other income received		-	10,501
Manager's fee paid		(785,494)	(1,545,570)
Trustee's fee paid		(31,420)	(65,079)
Audit fee paid		(30,000)	(41,800)
Distribution paid		(6,785,380)	(4,537,205)
Payment of administrative expenses		(165,516)	(389,045)
Tax paid		(50,547)	-
Tax refunded		-	33,392
		<u>(1,056,564)</u>	<u>(3,863,016)</u>
<b>CASH FLOWS FOR FINANCING ACTIVITIES</b>			
Proceeds from units created		4,430,665	2,930,076
Payment for cancelled units		(2,400,260)	(3,646,790)
		<u>2,030,405</u>	<u>(716,714)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>			
		973,841	(4,579,730)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR</b>			
		<u>11,385,213</u>	<u>15,964,943</u>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>			
	<b>11</b>	<u><u>12,359,054</u></u>	<u><u>11,385,213</u></u>

The annexed notes form an integral part of these financial statements.



## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

### **10. NOTES TO THE FINANCIAL STATEMENTS**

#### **1. THE FUND, PRINCIPAL ACTIVITIES AND THE MANAGER**

AMANAH SAHAM BANK SIMPANAN NASIONAL (hereinafter referred to as ‘the Fund’) was constituted pursuant to the execution of a Deed dated on 31 December 1994 the First Supplemental Deed Dated 10 July 1996, the second Supplemental Deed dated 9 February 1999 and third Supplemental Deed Dated 14 November 2009 between the Manager, Permodalan BSN Berhad, the Trustee, AmanahRaya Trustees Berhad and registered holders of the Fund.

The registered office and principal of business are located at Level 19, Lot 1, Bangunan TH Selborn, 153 Jalan Tun Razak, 50400 Kuala Lumpur.

The principal activity of the Fund is to invest in permitted investments as defined under Section 1 of the Supplemental Deed, which includes stocks and shares of companies quoted on the Bursa Malaysia Securities Berhad (“Bursa Securities”), government backed securities, short term deposits and any unlisted loan stocks or corporate bonds which meet certain specific requirements. The Fund commenced on 12 January 1995 and will continue its operations until terminated by the Trustee as provided under Section 23(1) of the Deed.

The Manager, Permodalan BSN Berhad, a company incorporated in Malaysia, is a wholly-owned subsidiary of Bank Simpanan Nasional. The Manager is principally engaged in the management of the Fund.

The financial statements were authorised for issue by the Board of Directors of the Manager in accordance with a resolution of the directors dated on 30 July 2014.

#### **2. BASIS OF PREPARATION**

The financial statements of the Fund are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia.

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

##### **MFRSs and IC Interpretations (Including The Consequential Amendments)**

MFRS 10 Consolidated Financial Statements  
MFRS 11 Joint Arrangements  
MFRS 12 Disclosure of Interests in Other Entities  
MFRS 13 Fair Value Measurement  
MFRS 119 (2011) Employee Benefits  
MFRS 127 (2011) Separate Financial Statements  
MFRS 128 (2011) Investments in Associates and Joint Ventures  
Amendments to MFRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities  
Amendments to MFRS 10, MFRS 11 and MFRS 12: Transition Guidance  
Amendments to MFRS 101: Presentation of Items of Other Comprehensive Income

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine Annual Improvements to MFRSs 2009 – 2011 Cycle

The adoption of the above accounting standards and interpretations (including the consequential amendments) did not have any impact on the Fund's financial statements except as follows:

MFRS 13 defines fair value, provides guidance on how to determine fair value and requires disclosures about fair value measurements. The scope of MFRS 13 is broad; it applies to both financial instrument items and non-financial instrument items for which other MFRSs require or permit fair value measurements and disclosures about fair value measurements, except in specified circumstances. MFRS 13 has been applied prospectively as of the beginning of the current financial year and the impacts on the financial statements of the Fund upon its initial application are disclosed in Note 19(d) to the financial statements.

The amendments to MFRS 101 retain the option to present profit or loss and other comprehensive income in either a single statement or in two separate but consecutive statements. In addition, items presented in other comprehensive income section are to be grouped based on whether they are potentially re-classifiable to profit or loss subsequently i.e. those that might be reclassified and those that will not be reclassified. Income tax on items of other comprehensive income is required to be allocated on the same basis. There will be no financial impact on the financial statements of the Fund upon its initial application other than the presentation format of the Fund of profit or loss and other comprehensive income.

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

<b>MFRSs and IC Interpretations (including the Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 9 (2009) Financial Instruments	1 January 2015
MFRS 9 (2010) Financial Instruments	1 January 2015
Amendments to MFRS 9 and MFRS 7: Mandatory Effective Date of MFRS 9 and Transition Disclosures	1 January 2015
Amendments to MFRS 10, MFRS 12 and MFRS 127 (2011): Investment Entities	1 January 2014
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets	1 January 2014
Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014

The above accounting standards and interpretations (including the consequential amendments) are not relevant to the Fund's operations except as follows:-

MFRS 9 (2009) introduces new requirements for the classification and measurement of financial assets. Subsequently, this MFRS 9 was amended in year 2010 to include requirements for the classification and measurement of financial liabilities and for derecognition (known as MFRS 9 (2010)). Generally, MFRS 9 replaces the parts of MFRS 139 that relate to the classification and measurement of financial instruments. MFRS 9 divides all financial assets into 2 categories – those measured at amortised cost and those measured at fair value, based on the entity's business model for managing its financial assets and the contractual cash flow characteristics of the instruments. For financial liabilities, the standard retains most of the MFRS 139 requirement. An entity choosing to measure a financial liability at fair value will present the portion of the change in its fair value due to changes in the entity's own credit risk in other comprehensive income rather than within profit or loss.

The amendments to MFRS 132 provide the application guidance for criteria to offset financial assets and financial liabilities.

### **3. SIGNIFICANT ACCOUNTING POLICIES**

#### **(a) Critical Accounting Estimates and Judgements**

Estimates and judgements are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and judgements that affect the application of the Fund's accounting policies and disclosures, and have a significant risk of causing a material adjustment to the carrying amounts of assets, liabilities, income and expenses are discussed below:

(i) Income Taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Fund recognises tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax and deferred tax provisions in the year in which such determination is made.

(ii) Impairment of Receivables

An impairment loss is recognised when there is objective evidence that a financial asset is impaired. Management specifically reviews its loan and receivables financial assets and analyses historical bad debts, customer concentrations, customer creditworthiness, current economic trends and changes in the customer payment terms when making a judgment to evaluate the adequacy of the allowance for impairment losses. Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. If the expectation is different from the estimation, such

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

difference will impact the carrying value of receivables. The Fund does not have any loan.

### **(iii) Fair Value Estimates for Certain Financial Assets and Liabilities**

The Fund carries certain financial assets and liabilities at fair value, which requires extensive use of accounting estimates and judgement. While significant components of fair value measurement were determined using verifiable objective evidence, the amount of changes in fair value would differ if the Fund uses different valuation methodologies. Any changes in fair value of these assets and liabilities would affect profit for the year.

### **(b) Functional and Presentation Currency**

The functional currency of the Fund is the currency of the primary economic environment in which the Fund operates.

The financial statements of the Fund are presented in Ringgit Malaysia (“RM”) which is the functional and presentation currency.

### **(c) Cash and Cash Equivalents**

Cash and cash equivalents comprise cash at bank, deposits with financial institutions and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

### **(d) Financial Instruments**

Financial instruments are recognised in the statement of financial position when the Fund has become a party to the contractual provisions of the instruments.

Financial instruments are classified as liabilities or equity in accordance with the substance of the contractual arrangement. Interest, dividends, gains and losses relating to a financial instrument classified as a liability are reported as an expense or income. Distributions to holders of financial instruments classified as equity are charged directly to equity.

A financial asset is any asset that is cash, an equity instrument of another enterprise, a contractual right to receive cash or another financial asset from another enterprise, or a contractual right to exchange financial assets or financial liabilities with another enterprise under conditions that are potentially favourable to the Fund.

A financial liability is any liability that is a contractual obligation to deliver cash or another financial asset to another enterprise, or a contractual obligation to exchange financial assets or financial liabilities with another enterprise under conditions that are potentially unfavourable to the Fund.

Financial instruments are offset when the Fund has a legally enforceable right to offset and intends to settle either on a net basis or to realise the asset and settle the liability simultaneously.

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

A financial instrument is recognised initially, at its fair value plus, in the case of a financial instrument not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial instrument.

Financial instruments recognised in the statement of financial position are disclosed in the individual policy statement associated with each item.

### *(i) Financial Assets*

On initial recognition, financial assets are classified as either financial assets at fair value through profit or loss, loans and receivables financial assets, held-to-maturity investments, or available-for-sale financial assets, as appropriate.

- *Financial Assets at Fair Value Through Profit or Loss*

Financial assets are classified as financial assets at fair value through profit or loss when the financial asset is either held for trading or is designated to eliminate or significantly reduce a measurement or recognition inconsistency that would otherwise arise. Derivatives are also classified as held for trading unless they are designated as hedges.

Financial assets at fair value through profit or loss are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. Dividend income from this category of financial assets is recognised in profit or loss when the Fund's right to receive payment is established.

- *Held-to-maturity Investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the management has the positive intention and ability to hold to maturity. Held-to-maturity investments are measured at amortised cost using the effective Interest method less any impairment loss, with revenue recognised on an effective yield basis.

- *Loans and Receivables Financial Assets*

Receivables that have fixed or determinable payments that are not quoted in an active market are classified as loans and receivables financial assets. Loans and receivables financial assets are measured at amortised cost using the effective interest method, less any impairment loss. Interest is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

- *Available-for-sale Financial Assets*

Available-for-sale financial assets are non-derivative financial assets that are designated in this category or are not classified in any of the other categories.

After initial recognition, available-for-sale financial assets are remeasured to their fair values at the end of each reporting period. Gains and losses arising from changes in fair value are recognised in other comprehensive income and accumulated in the fair value reserve, with the exception of impairment losses.

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

On derecognition, the cumulative gain or loss previously accumulated in the fair value reserve is reclassified from equity into profit or loss.

Dividends on available-for-sale equity instruments are recognised in profit or loss when the Fund's right to receive payments is established.

Investments in equity instruments whose fair value cannot be reliably measured are measured at cost less accumulated impairment losses, if any.

### *(ii) Financial Liabilities*

All financial liabilities are initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method other than those categorised as fair value through profit or loss.

Fair value through profit or loss category comprises financial liabilities that are either held for trading or are designated to eliminate or significantly reduce a measurement or recognition inconsistency that would otherwise arise. Derivatives are also classified as held for trading unless they are designated as hedges.

### *(iii) Unitholders' Contribution*

The Unitholders' contributions to the Fund meet the definition of puttable instruments classified as equity under the MFRS 132.

Instruments classified as equity are measured at cost and are not remeasured subsequently.

Distribution equalisation is accounted for at the date of creation and cancellation of units of the Fund. It represents the average amount of distributable income or loss included in the creation and cancellation prices of units.

## **(e) Impairment of Financial Assets**

All financial assets (other than those categorised at fair value through profit or loss), are assessed at the end of each reporting period whether there is any objective evidence of impairment as a result of one or more events having an impact on the estimated future cash flows of the asset. For an equity instrument, a significant or prolonged decline in the fair value below its cost is considered to be objective evidence of impairment.

An impairment loss in respect of held-to-maturity investments and loans and receivables financial assets is recognised in profit or loss and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

An impairment loss in respect of available-for-sale financial assets is recognised in profit or loss and is measured as the difference between its cost (net of any principal payment and amortisation) and its current fair value, less any impairment loss previously recognised in the fair value reserve. In addition, the cumulative loss recognised in other comprehensive income and accumulated in equity under fair value reserve, is reclassified from equity to profit or loss.

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

With the exception of available-for-sale non-equity instruments, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent that the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

For available-for-sale debt investments, impairment losses are subsequently reversed in profit or loss if an increase in the fair value of the investment can be objectively related to an event occurring after the recognition of the impairment loss in profit or loss.

### **(f) Net Asset Value Attributable To Unitholders**

Net asset value attributable to unitholders represents the redemption amount that would be payable if the unitholders exercised the right to redeem units of the Fund at the end of the reporting period.

### **(g) Dividend Distribution**

Dividend distributions are at the discretion of the Fund. A dividend 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.

Distributions are recognised as liabilities when approved for appropriation.

### **(h) Income Tax Expense**

Income tax for the year comprises current and deferred tax.

Current tax is the expected amount of income taxes payable in respect of the taxable Interest for the year and is measured using the tax rates that have been enacted or substantively enacted at the end of the reporting date.

Deferred taxation is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax assets are recognised for all deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised. The carrying amounts of deferred tax assets are reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient future taxable profits will be available to allow all or part of the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on the tax rates that have been enacted or substantively enacted at the end of the reporting period.

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred income taxes relate to the same taxation authority.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transactions either in other comprehensive income or directly in equity and deferred tax arising from a business combination is included in the resulting goodwill or excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over the business combination costs.

### **(i) Related Parties**

A party is related to an entity (referred to as the "reporting entity") if:-

(a) A person or a close member of that person's family is related to a reporting entity if that person:-

- (i) has control or joint control over the reporting entity;
- (ii) has significant influence over the reporting entity; or
- (iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.

(b) An entity is related to a reporting entity if any of the following conditions applies:-

- (i) The entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- (iii) Both entities are joint ventures of the same third party.
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- (v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity is itself such a plan, the sponsoring employers are also related to the reporting entity.
- (vi) The entity is controlled or jointly controlled by a person identified in (a) above.
- (vii) A person identified in (a)(i) above has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

### **(j) Income Recognition**

(i) *Interest Income*

Interest income from deposits is recognised on an accrual basis.



## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

### *(ii) Dividend Income*

Dividend income from investments is recognised when the right to receive dividend payment is established.

### *(iii) Realised Gains or Losses on Sale of Investments*

The realised gain or loss on the sale of investments represents the difference between the net disposal proceeds and the carrying amount of the investments, computed on the weighted average cost basis.

## **(k) Classification of Realised and Unrealised Gains and Losses**

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

Realised gains and losses on disposals of financial instruments classified as part of "at fair value through profit or loss" represents the difference between the instruments' initial carrying amount and disposal proceeds, or cash payments or receipts made on derivative contracts (excluding payments or receipts on collateral margin accounts for such instruments).

## **(l) Operating Segments**

For management purposes, the Fund is organised into one main operating segment, which invests in various types of equity investments and deposits. All of the Fund's activities are interrelated, and each activity is dependent on the others. Accordingly, all significant decisions are based upon analysis of the Fund as one segment. The financial results from this segment are equivalent to the financial statements of the Fund as a whole.

## **(m) Fair Value Measurements**

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, regardless of whether that price is directly observable or estimated using a valuation technique. The measurement assumes that the transaction takes place either in the principal market or in the absence of a principal market, in the most advantageous market. For non-financial asset, the fair value measurement takes into account a market's 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.

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

For financial reporting purposes, the fair value measurements are analysed into level 1 to level 3 as follows:-

- Level 1: Fair value measurements derive from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Fair value measurements derive from inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: Fair value measurements derive from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**AMANAH SAHAM BANK SIMPANAN NASIONAL****4. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

Quoted equity securities as at 30 June 2014 are as follows:-

	No. Of Shares Held Unit	At Cost RM	At Market Value RM	Percentage Of Net Asset Value At 30 June 2014 %
<b>(i) Construction</b>				
Cahaya Mata Sarawak Berhad	200,000	724,600	746,000	0.70
Gamuda Berhad	680,000	3,193,703	3,202,800	2.99
Malaysian Resources Corporation Berhad	314,000	719,522	536,940	0.50
Protasco Berhad	1,860,000	3,628,432	3,664,200	3.42
WCT Berhad	546,500	1,517,250	1,191,370	1.11
	<u>3,600,500</u>	<u>9,783,507</u>	<u>9,341,310</u>	<u>8.71</u>
<b>(ii) Consumer Products</b>				
British American Tobacco (Malaysia) Berhad	10,000	596,379	655,400	0.61
Hong Leong Industries Berhad	100,000	674,570	668,000	0.62
Malayan Flour Mills Berhad	2,064,000	3,836,520	3,281,760	3.06
Padini Holdings Berhad	300,000	591,000	591,000	0.55
Panasonic Manufacturing Malaysia Berhad	50,300	1,108,001	1,096,540	1.02
	<u>2,524,300</u>	<u>6,806,471</u>	<u>6,292,700</u>	<u>5.87</u>
<b>(iii) Finance</b>				
BIMB Holdings Berhad	559,600	2,362,595	2,389,492	2.23
Bursa Malaysia Berhad	600,000	5,701,926	4,656,000	4.34
CIMB Group Holdings Berhad	652,632	5,063,500	4,777,266	4.45
Malayan Banking Berhad	100,000	984,000	983,000	0.92
	<u>1,912,232</u>	<u>14,112,021</u>	<u>12,805,758</u>	<u>11.94</u>

**AMANAH SAHAM BANK SIMPANAN NASIONAL**

	No. Of Shares Held	At Cost	At Market Value	Percentage Of Net Asset Value At 30 June 2014
	Unit	RM	RM	%
<b>(iv) Industrial Products</b>				
KNM Group Berhad	140,625	1,123,132	127,266	0.12
Kossan Rubber Industries Berhad	200,000	812,000	740,000	0.69
Oriental Holdings Berhad	192,000	1,540,939	1,480,320	1.38
Petronas Chemicals Group Berhad	800,000	5,397,402	5,416,000	5.05
Ta Ann Holdings Berhad	276,000	1,340,756	1,200,600	1.12
Top Glove Corporation Berhad	530,000	3,244,617	2,422,100	2.26
UMW Holdings Berhad	263,000	3,674,436	2,871,960	2.68
	<u>2,401,625</u>	<u>17,133,283</u>	<u>14,258,246</u>	<u>13.29</u>
<b>(v) Infrastructure Project Company</b>				
Puncak Niaga Holdings Berhad	98,400	386,040	329,640	0.31
	<u>98,400</u>	<u>386,040</u>	<u>329,640</u>	<u>0.31</u>
<b>(vi) Plantation</b>				
IOI Corporation Berhad	835,000	4,844,643	4,383,750	4.09
Kulim (Malaysia) Berhad	470,000	2,240,009	1,612,100	1.50
TH Plantations Berhad	868,300	1,804,877	1,753,966	1.64
	<u>2,173,300</u>	<u>8,889,529</u>	<u>7,749,816</u>	<u>7.22</u>
<b>(vii) Properties</b>				
IOI Properties Group Berhad	617,499	758,332	1,556,097	1.45
SP Setia Berhad	819,300	2,951,951	2,515,251	2.34
UEM Land Holdings Berhad	130,000	296,803	263,900	0.25
	<u>1,566,799</u>	<u>4,007,086</u>	<u>4,335,248</u>	<u>4.04</u>

**AMANAH SAHAM BANK SIMPANAN NASIONAL**

	No. Of Shares Held	At Cost	At Market Value	Percentage Of Net Asset Value At 30 June 2014
	Unit	RM	RM	%
<b>(viii) Trading / Services</b>				
AEON Co. (M) Berhad	120,000	443,052	477,600	0.45
Alam Maritim Resources Berhad	300,000	468,000	471,000	0.44
Axiata Group Berhad	900,000	6,056,432	6,273,000	5.85
Berjaya Auto Berhad	399,000	796,825	913,710	0.85
Digi.Com Berhad	850,000	4,231,535	4,870,500	4.54
Gas Malaysia Berhad	400,000	1,456,640	1,456,000	1.36
Icon Offshore Berhad	900,000	1,743,000	1,665,000	1.55
KPJ Healthcare Berhad	601,740	2,272,421	2,033,881	1.90
KPJ Healthcare Berhad - Warrants	25,680	-	15,408	0.01
Malaysian Bulk Carriers Berhad	460,000	859,425	814,200	0.76
Malaysia Marine And Heavy Engineering Holdings Berhad	893,000	5,128,188	3,321,960	3.10
Masterskill Education Group Berhad	530,000	2,034,140	209,350	0.20
NCB Holdings Berhad	818,800	3,109,225	2,431,836	2.27
Petronas Dagangan Berhad	50,000	1,386,175	1,202,000	1.12
Perisai Petroleum Teknologi Berhad	800,000	1,300,860	1,256,000	1.17
SapuraKencana Petroleum Berhad	570,000	2,464,148	2,496,600	2.33
Sime Darby Berhad	301,000	2,829,346	2,910,670	2.71
Telekom Malaysia Berhad	1,000,000	5,774,632	6,350,000	5.92
	<u>9,919,220</u>	<u>42,354,045</u>	<u>39,168,715</u>	<u>36.51</u>
<b>TOTAL PORTFOLIO INVESTMENT AS AT 30 JUNE 2014</b>	<b><u>24,196,376</u></b>	<b><u>103,471,982</u></b>	<b><u>94,281,434</u></b>	<b><u>87.89</u></b>
<b>UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>(9,190,549)</u></b>		
<b>FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>94,281,434</u></b>		

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### 5. DEPOSITS WITH LICENSED FINANCIAL INSTITUTIONS

The effective interest rates of the deposits at the end of the reporting date ranged from 2.85% to 3.25% (2013 - 2.75% to 3.20%) per annum. The deposits have maturity periods ranging from 1 day to 34 days (2013 - 1 day to 94 days).

### 6. UNITHOLDERS' CONTRIBUTION

	30.06.2014		31.12.2013	
	Unit	RM	Unit	RM
At 1 January	274,600,000	386,220,244	276,230,000	387,093,918
Creation of units	12,200,000	4,430,665	8,570,000	2,930,076
Cancellation of units	(6,500,000)	(2,435,050)	(10,200,000)	(3,803,750)
At end of the financial year	280,300,000	388,215,859	274,600,000	386,220,244

In accordance with the Scheme, the maximum number of units that can be issued for circulation is 500,000,000. As at 30 June 2014, the remaining number of units to be issued amounted to 219,700,000 (2013 – 225,400,000) units.

### 7. ACCUMULATED LOSSES

The breakdown of the accumulated losses as at the end of the reporting period is as follows:-

	30.06.2014	31.12.2013
	RM	RM
Realised losses	(271,753,337)	(277,823,581)
Unrealised losses	(9,190,549)	(6,734,376)
At end of the financial year	(280,943,886)	(284,557,957)

### 8. MANAGER'S FEE

The Manager's fee is computed based on 1.5% (2013 - 1.5%) of the net asset value of the Funds calculated on a daily basis.

### 9. TRUSTEE'S FEE

The Trustee's fee is computed based on 0.06% (2013 - 0.1%) of the net asset value calculated on a daily basis.

### 10. TAXATION

	30.06.2014	31.12.2013
	RM	RM
Current tax expense:		
- for the financial year	-	38,204
- under provision in the previous financial year	-	15,084
	-	53,288

## AMANAH SAHAM BANK SIMPANAN NASIONAL

The statutory tax rate remained at 25% of the estimated assessable income for the financial year.

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

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

	<u>30.06.2014</u>	<u>31.12.2013</u>
	RM	RM
Net income before taxation	903,518	14,134,570
<u>Tax at the statutory tax rate of 25%</u>	903,518	3,534,000
Tax effects of:-		
Non-taxable income	(1,154,918)	(4,039,000)
Non-deductible expenses	251,400	543,204
Underprovision in the previous financial year	-	15,084
Tax expense for the financial year	-	53,288

### 11. CASH AND CASH EQUIVALENTS

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:-

	<u>30.06.2014</u>	<u>31.12.2013</u>
	RM	RM
Deposits with licensed financial institutions	12,046,131	11,382,502
Cash and bank balances	312,923	2,710
	<u>12,359,054</u>	<u>11,385,212</u>

### 12. UNITS HELD BY RELATED PARTIES

	Value At NAV			
	<u>30.06.2014</u>		<u>31.12.2013</u>	
	UNIT	RM	UNIT	RM
Holding company of the Manager	71,999,760	27,554,308	71,999,760	26,654,311
The Manager	771,599	295,291	39,362	14,572
	<u>72,771,359</u>	<u>26,668,883</u>	<u>72,039,122</u>	<u>26,668,883</u>

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### 13. TRANSACTIONS WITH STOCKBROKING COMPANIES

Transaction with stockbroking companies during the financial year are as follows:-

<u>30.06.2014</u>	Value of trade	Percentage of total trades	Brokerage fees and commissions	Percentage of total fees and commissions
Name of Stockbroker	RM	%	RM	%
Affin Bank Investment Berhad	5,860,769	5.42	15,648	6.84
AmInvestment Bank Berhad	1,418,006	1.31	3,858	1.69
CIMB Investment Bank Berhad	36,627,850	33.85	50,848	22.24
M&A Securities Sdn Bhd	12,326,864	11.39	27,411	11.99
Maybank Investment Bank Berhad	10,514,220	9.72	26,341	11.52
MIDF Amanah Investment Bank Berhad	32,346,732	29.89	81,017	35.43
RHB Investment Bank Berhad	9,053,147	8.37	23,522	10.29
AmanahRaya Trustee Berhad	66,365	0.06	-	-
	<u>108,213,951</u>	<u>100.00</u>	<u>228,645</u>	<u>100.00</u>

<u>31.12.2013</u>	Value of trade	Percentage of total trades	Brokerage fees and commissions	Percentage of total fees and commissions
Affin Bank Investment Berhad	16,578,688	9.78	43,204	10.10
AmInvestment Bank Berhad	11,874,792	7.00	31,053	7.26
CIMB Investment Bank Berhad	21,304,239	12.56	59,748	13.96
M&A Securities Sdn Bhd	31,117,439	18.35	66,704	15.59
Maybank Investment Bank Berhad	18,743,127	11.05	49,230	11.51
MIDF Amanah Investment Bank Berhad	57,955,251	34.18	147,412	34.45
AmanahRaya Trustee Berhad	244,932	0.14	-	-
RHB Investment Bank Berhad	11,736,452	6.92	30,511	7.13
	<u>169,554,920</u>	<u>100.00</u>	<u>427,862</u>	<u>100.00</u>

### 14. MANAGEMENT EXPENSE RATIO

The management expense ratio for the current financial year is 0.74% (2013 - 2.00%). It is the ratio of all the fees deducted from the Fund including Manager's fee, Trustee's fee, auditors' remuneration, tax agent's fee plus expense charged to the Fund expressed as a percentage of the Fund's average net asset value, calculated on a monthly basis.

### 15. PORTFOLIO TURNOVER RATIO

The portfolio turnover ratio for the current financial year is 0.44 times (2013 - 0.99) times. It is the ratio of the average of the total acquisitions and disposals of investments of the Fund over the average net asset value of the Fund for the year, calculated on a monthly basis.



## AMANAH SAHAM BANK SIMPANAN NASIONAL

### 16. RELATED PARTY TRANSACTIONS

- (a) Identity of related parties

The Fund has related party relationships with the Manager and the holding company of the Manager.

- (b) In addition to the balance detailed elsewhere in the financial statements, the Fund carried out the following transactions with the related party during the financial year:

	<u>30.06.2014</u>	<u>31.12.2013</u>
	RM	RM
Management fee payable to the Manager	780,227	1,553,245

### 17. OPERATING SEGMENTS

The Manager and Investment Committee of the Fund are responsible for allocating resources available to the Fund in accordance with the overall investment strategies as set out in the Investment Guidelines of the Fund. The following table provides an analysis of the income and assets by investment segments:

	<b>SEGMENT INCOME</b>	
	<u>30.06.2014</u>	<u>31.12.2013</u>
	RM	RM
Net realised gains on sale of financial assets	5,273,204	6,310,915
Interest Income	188,147	380,276
Dividend income	1,614,490	3,390,096
Net unrealised gain/(loss) on financial assets at fair value through profit or loss	(2,456,173)	6,436,333
Other income	-	10,501
Total segment income	<u>4,619,668</u>	<u>16,528,121</u>

	<b>SEGMENT ASSET</b>	
	<u>30.06.2014</u>	<u>31.12.2013</u>
	RM	RM
Financial assets at fair value through profit or loss	94,281,434	97,686,754
Deposits with licensed financial institutions	12,046,130	11,382,502
Amount owing by stockbroking companies	2,479,583	-
Bank balances	312,923	2,710
Tax recoverable	105,737	55,190
Interest receivables	1,856	17,106
Dividend receivables	191,271	152,616
	<u>109,418,934</u>	<u>109,296,879</u>

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

### **18. FINANCIAL INSTRUMENTS**

The Fund's activities are exposed to a variety of market risk (including foreign currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Fund's overall financial risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Fund's financial performance.

#### **(a) Financial Risk Management Policies**

The Fund is exposed to a variety of financial risks, which include foreign currency risk, interest rate risk, credit risk and liquidity risk. The overall financial risk management objective of the Fund is to mitigate capital losses.

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

#### **(i) Market Risk**

Market risk arises due to changing market conditions as a result of regulatory, political, economic and business environment. Such changes can result in stock market fluctuations which may affect the Fund's underlying investments which will cause the net asset value of the Fund to fall or rise. Market risk cannot be eliminated but maybe reduced through diversification. The Manager diversify the portfolio and monitor the investment climate and market conditions to take measures, where necessary and appropriate, to mitigate this risk.

##### *(i) Price Risk*

Price risk is the risk that the fair values of equity securities decrease as a result of changes in the level of equity indices and the value of individual securities. It is the Fund's policy to maximise returns for the least amount of risk and the Manager selects securities that are fundamentally sound with good growth potential.

The Fund's securities are susceptible to market price risk arising from uncertainties about future prices of the instruments. The Fund's overall market position is monitored on a daily basis by the Fund's Investment Manager.

The Fund only invests in securities issued in Malaysia and the Fund's market price risk is managed through diversification of the investment portfolio ratios by exposures.

The table below shows the diversification of the Fund's investment portfolio as at the end of the reporting period.

## AMANAH SAHAM BANK SIMPANAN NASIONAL

	30.06.2014		31.12.2013	
	RM	% NAV	RM	% NAV
<b><u>Investment Assets</u></b>				
Construction	9,341,310	8.71	6,553,385	6.45
Consumer Products	6,292,700	5.87	5,078,120	5.00
Finance	12,805,758	11.94	14,613,750	14.37
Industrial Products	14,257,646	13.29	14,687,665	14.45
Infrastructure	329,640	0.31	390,000	0.38
Project Company				
Plantation	7,749,816	7.22	7,191,642	7.07
Properties	4,335,248	4.04	3,820,815	3.76
Trading/Services	39,168,715	36.51	45,351,376	44.61
<b>Total Market Value</b>	<b>97,686,754</b>	<b>87.89</b>	<b>97,686,754</b>	<b>96.09</b>

The overall market position is monitored on a daily basis by the Manager. The Manager will determine which industry may benefit from current and future changes in the economy when undergoing the process of sector allocation.

The value of the Fund's investments in ordinary shares issued by any single issuer must not exceed 10% of the Fund's daily net asset value.

If prices for quoted investments as at the end of the reporting period strengthened by 5% with all other variables being held constant, the Fund's profit before taxation and equity would have increased by RM4,714,072. A 5% weakening in the quoted prices would have had an equal but opposite effect on the profit before taxation and equity respectively.

In practice, the actual trading results may differ from the sensitivity analysis presented above and the difference could be material.

The market price information provided in the table above represent a hypothetical outcome and is not intended to be predictive. Market conditions could vary significantly from that suggested.

The Manager has in place a system for the monitoring of the Fund's transactions to ensure compliance with the SC's Guidelines on Unit Trust Funds in Malaysia and the Fund's limits and investment restrictions in accordance with the parameters in the Trust Deed.

### *(ii) Interest Rate Risk*

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rate. Interest rates on deposits and placements with licensed financial institutions are determined based on prevailing market rates.

The Fund's is not exposed to interest rate risk as the Fund's investment in financial instruments carry fixed interest rate and are measured at amortised cost. As such, sensitivity analysis is not disclosed.

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### *(iii) Foreign Currency Risk*

The Company does not have any foreign currency transactions, hence is not exposed to any currency risks.

### *(ii) Credit Risk*

Credit risk refers to the inability of an issuer or a counterparty to make timely payments of interest, principals and proceeds from realisation of investments.

Credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

For amount due from stockbrokers, the settlement terms are governed by the relevant rules and regulations as prescribed by Bursa Malaysia Securities Berhad. All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. If either party fails to meet their obligation, the trade will fail.

The settlement terms of the proceeds from the creation of units receivable from the Manager and redemption of units payable to the Manager are governed by the SC's Guidelines on Unit Trust Funds in Malaysia.

The maximum exposure to credit risk before any credit enhancements as at end of the reporting date is the carrying amount of the financial assets as set out below:-

	<b>30.06.2014</b>	<b>31.12.2013</b>
	<b>RM</b>	<b>RM</b>
Deposits with licensed financial institutions	11,382,502	11,382,502
Cash and bank balances	2,710	2,710
Amount owing by stockbroking company	-	-
	152,616	152,616
Other receivables	17,106	17,106
	<u>11,554,934</u>	<u>11,554,934</u>

The exposure of credit risk for financial assets is solely within Malaysia.

The above-mentioned financial assets of the Fund are neither past due nor impaired.

### *(iii) Liquidity Risk*

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund maintains sufficient level of liquid assets with minimum level of 10% of the net asset value of the Fund to meet anticipated payments and

## AMANAH SAHAM BANK SIMPANAN NASIONAL

cancellation of units by unitholders. Money market instruments which include term deposits, repurchase agreements and short term cash placements with financial institutions, will be used to maintain the Fund's liquidity position and as a short term alternative measure when the equity market experiences excessive volatility.

The Fund shall not borrow in connection with its activities or lend any of its cash or investments unless permitted by the SC's Guidelines on Unit Trust Funds in Malaysia and any Guidance Notes issued by the SC from time to time or other laws or regulations pertaining to unit trusts.

The following table sets out the maturity profile of the financial liabilities as at the end of the reporting period based on contractual undiscounted cash flows:-

	<b>Carrying Amount</b>	<b>Contractual Undiscounted Cash Flows</b>	<b>Within 1 Year</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b><u>30.06.2014</u></b>			
Amount owing to stockbroking company	1,498,438	1,498,438	1,498,438
Amount owing to Manager	323,452	323,452	323,452
Amount owing to Trustee	5,268	5,268	5,268
Distribution payable	312,603	312,603	312,603
Other payables and accruals	7,200	7,200	7,200
<b>Total financial liabilities</b>	<b>2,146,961</b>	<b>2,146,961</b>	<b>2,146,961</b>
	<b>Carrying Amount</b>	<b>Contractual Undiscounted Cash Flows</b>	<b>Within 1 Year</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b><u>31.12.2013</u></b>			
Amount owing to Manager	293,929	293,929	293,929
Amount owing to Trustee	5,479	5,479	5,479
Distribution payable	7,097,983	7,097,983	7,097,983
Other payables and accruals	237,200	237,200	237,200
<b>Total financial liabilities</b>	<b>7,634,591</b>	<b>7,634,591</b>	<b>7,634,591</b>

### (b) Capital Risk Management

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

Monitoring and controlling risk are primarily set up to be performed based on limits established by the Manager and the Trustee. These limits reflect the investment strategy and market environment of the Fund's investments as well as the level of the risk that Manager of the Fund is willing to accept. In addition, the Manager of the Fund monitors and measures the overall risk bearing capacity in relation to the aggregate risk exposure across all risk type and activities.

The Fund has investment guidelines that set out its overall business strategies, its tolerance for risk and its general risk management philosophy. The Manager also has a Compliance Department to ensure that the Fund complies with the various regulations

## AMANAH SAHAM BANK SIMPANAN NASIONAL

and guidelines stipulated in its Trust Deed, the Securities Commission's Guidelines on Wholesale Funds in Malaysia.

It is, and has been throughout the current and previous financial year, the Fund's policy that no derivatives shall be undertaken for either investment risk management purposes.

The capital is represented by unitholders' subscription to the Fund. The amount of capital can change significantly on a daily basis as the fund is subject to daily redemption and subscription at the discretion of unitholders. The Manager manages the Fund's capital in accordance with its objective, while maintaining sufficient liquidity to meet unitholders' redemption.

### (c) Classification of Financial Instruments

	<b>30.06.2014</b>	<b>31.12.2013</b>
	<b>RM</b>	<b>RM</b>
<b>Financial Assets</b>		
<u>Loans and receivables financial assets</u>		
Deposits with licensed financial institutions	12,046,130	11,382,502
Amount owing by stockbroking companies	2,479,583	-
Dividend receivables	191,271	152,616
Interest receivables	1,856	17,106
Bank balance	312,923	2,710
	<b>15,031,763</b>	<b>11,554,934</b>
<u>Financial assets at fair value through profit or loss</u>		
Quoted equity investments	97,686,754	97,686,754
<b>Financial Liabilities</b>		
<u>Other financial liabilities</u>		
Amount owing to stockbroking companies	1,498,438	-
Amount owing to Manager	323,452	293,929
Amount owing to Trustee	5,268	5,479
Distribution payable	312,603	7,097,983
Other payables and accruals	7,200	237,200
	<b>7,634,591</b>	<b>7,634,591</b>

## AMANAH SAHAM BANK SIMPANAN NASIONAL

### (d) Fair Values Measurements

Other than those disclosed below, the fair values of the financial assets and financial liabilities maturing within the next 12 months approximately their carrying amounts due to the relatively short-term maturity of the financial instruments. These fair values are included in level 2 of the fair value hierarchy.

	Fair Value of Financial Instruments Carried At Fair Value			Fair Value of Financial Instruments Not Carried At Fair Value			Total Fair Value /Carrying Amount RM
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	
	RM	RM	RM	RM	RM	RM	
<b><u>30.06.2014</u></b>							
<u>Financial Assets</u>							
Quoted equity investment	94,281,434	-	-	-	-	-	94,281,434
<b><u>31.12.2013</u></b>							
<u>Financial Liabilities</u>							
Quoted equity investment	97,686,754	-	-	-	-	-	97,686,754

The fair values of level 2 are estimated based on their quoted market prices as at the end of the reporting period.

## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

### **CORPORATE INFORMATION**

#### **MANAGER**

Permodalan BSN Berhad (319744-W)  
License No.for Capital Market Services : CMSL/A0156/2007

#### **REGISTERED/ BUSINESS OFFICE**

Level 19, Lot 1,  
Bangunan TH Selborn  
153, Jalan Tun Razak,  
50400 Kuala Lumpur  
E - mail : [info@pbsn.com.my](mailto:info@pbsn.com.my)  
Tel : 03-2180 9000  
Faks : 03-7966 5660  
Website : [www.pbsn.com.my](http://www.pbsn.com.my)

#### **BOARD OF DIRECTORS**

Tan Sri Abu Bakar Bin Haji Abdullah  
Datuk Azizan Bin Abdul Rahman  
Datuk Adinan Bin Maning  
Dato' Dr. Gan Miew Chee @ Gan Khuan Poh  
Encik Roslani Bin Hashim  
Encik Yunos Bin Abd Ghani  
Encik Kamarul Izam Bin Idrus

#### **CHIEF EXECUTIVE OFFICER**

Encik Kamarul Izam Bin Idrus

#### **COMPANY SECRETARY**

Pn Nor Eliza Bt Musa  
MAICSA No 1035207

#### **ADVOCATES & SOLICITORS**

SOON, GAN DION & PARTNERS  
1st Floor, No. 73,  
Jalan SS 21/1A  
Damansara Utama  
47400 Petaling Jaya

#### **PRINCIPAL BANKER**

Affin Bank Berhad  
135-137, Jalan Bunus  
Off Jalan Masjid India  
50100 Kuala Lumpur

#### **TRUSTEE**

AmanahRaya Trustees Berhad (766894-T)  
Tingkat 2, Wisma TAS  
No. 21, Jalan Melaka  
50100 Kuala Lumpur



## **AMANAH SAHAM BANK SIMPANAN NASIONAL**

### **AUDITOR**

CROWE HORWATH Kuala Lumpur Office (AF 1018)  
Level 16, Tower C  
Megan Avenue II  
No. 12, Jalan Yap Kwan Seng  
50450 Kuala Lumpur

### **TAX ADVISER**

KPMG Tax Services Sdn Bhd (96860-M)  
Level 10 KPMG Tower  
8 First Avenue  
Bandar Utama  
47800 Petaling Jaya  
Selangor

### **INDEPENDENT CONSULTANT**

Novagni Analytics and Advisory Sdn Bhd (363145-W)  
Level 42, Menara TH Perdana  
1001, Jalan Sultan Ismail  
50250 Kuala Lumpur