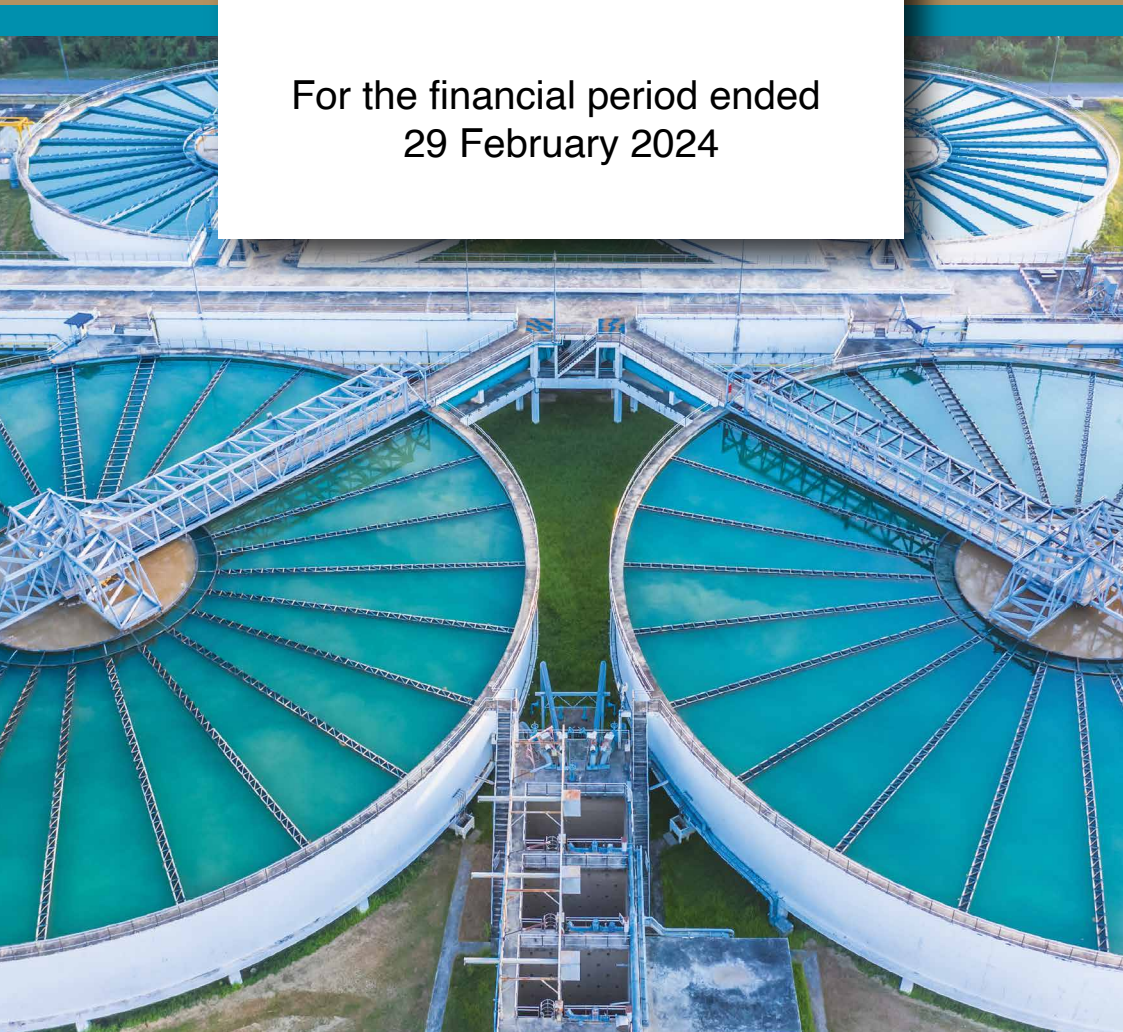


# QUARTERLY REPORT

## TA SUSTAINABLE WATER & WASTE FUND

For the financial period ended  
29 February 2024



TA INVESTMENT

A MEMBER OF THE TA GROUP

199501011387 (340588-T)

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

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# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## Key Performance Data

	Financial Period Ended 29/02/2024	Financial Period Ended 28/02/2023	Since the Fund Launch 23/02/22 to 31/08/22
<b>PORTFOLIO COMPOSITION (% OF NAV)</b>			
Collective Investment Scheme	73.40	95.43	95.21
Cash (Net of Liabilities)	26.60	4.57	4.79
<b>Total Investment</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
<b>USD Class</b>			
Total Net Asset Value (USD'000)	1	1	1
Units In Circulation (Units '000)	1	1	1
Net Asset Value Per Unit (USD)	0.8712	0.8547	0.8144
<b>MYR Class</b>			
Total Net Asset Value (USD'000)	1	215	159
Units In Circulation (Units '000)	1	1,054	819
Net Asset Value Per Unit (MYR)	0.9906	0.9130	0.8684
<b>AUD Hedged Class</b>			
Total Net Asset Value (USD'000)	1	1	1
Units In Circulation (Units '000)	1	1	1
Net Asset Value Per Unit (AUD)	0.9678	0.9191	0.8474
<b>SGD Hedged Class</b>			
Total Net Asset Value (USD'000)	1	1	1
Units In Circulation (Units '000)	1	1	1
Net Asset Value Per Unit (SGD)	0.8596	0.8464	0.8341
<b>GBP Hedged Class</b>			
Total Net Asset Value (USD'000)	1	1	1
Units In Circulation (Units '000)	1	1	1
Net Asset Value Per Unit (GBP)	0.8978	0.9241	0.9054
<b>MYR Hedged Class</b>			
Total Net Asset Value (USD'000)	1	42	40
Units In Circulation (Units '000)	1	224	219
Net Asset Value Per Unit (MYR)	0.8620	0.8404	0.8113
<b>RMB Hedged Class</b>			
Total Net Asset Value (USD'000)	15	109	106
Units In Circulation (Units '000)	137	898	898
Net Asset Value Per Unit (RMB)	0.8130	0.8439	0.8176
Total Expense Ratio (TER) (%)	1.73	1.91	0.02
Portfolio Turnover Ratio (PTR) (times)	0.93	0.05	0.69

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

	Financial Period Ended 29/02/2024	Financial Period Ended 28/02/2023	Since the Fund Launch 23/02/22 to 31/08/22
<b>UNIT PRICES</b>			
<b>USD Class</b>			
NAV Per Unit (USD)	0.8712	0.8547	0.8144
Highest NAV Per Unit for the Period (USD)	0.5876	0.9057	1.0012
Lowest NAV Per Unit for the Period (USD)	0.5343	0.8040	0.8144
<b>MYR Class</b>			
NAV Per Unit (MYR)	0.9906	0.9130	0.8684
Highest NAV Per Unit for the Period (MYR)	0.6302	0.9237	1.0021
Lowest NAV Per Unit for the Period (MYR)	0.5593	0.8434	0.8684
<b>AUD Hedged Class</b>			
NAV Per Unit (AUD)	0.9678	0.9191	0.8474
Highest NAV Per Unit for the Period (AUD)	0.5733	0.9212	1.0001
Lowest NAV Per Unit for the Period (AUD)	0.5210	0.8574	0.8474
<b>SGD Hedged Class</b>			
NAV Per Unit (SGD)	0.8596	0.8464	0.8341
Highest NAV Per Unit for the Period (SGD)	0.5765	0.8685	1.0001
Lowest NAV Per Unit for the Period (SGD)	0.5248	0.7937	0.8341
<b>GBP Hedged Class</b>			
NAV Per Unit (GBP)	0.8978	0.9241	0.9054
Highest NAV Per Unit for the Period (GBP)	0.5714	0.9583	1.0001
Lowest NAV Per Unit for the Period (GBP)	0.5200	0.8673	0.8783
<b>MYR Hedged Class</b>			
NAV Per Unit (MYR)	0.8620	0.8404	0.8113
Highest NAV Per Unit for the Period (MYR)	0.5666	0.8850	1.0004
Lowest NAV Per Unit for the Period (MYR)	0.5178	0.7905	0.8113
<b>RMB Hedged Class</b>			
NAV Per Unit (RMB)	0.8130	0.8439	0.8176
Highest NAV Per Unit for the Period (RMB)	0.5989	0.8954	1.0024
Lowest NAV Per Unit for the Period (RMB)	0.5468	0.7929	0.8176
<b>TOTAL RETURN (%)</b>			
<b>USD Class</b>			
Capital Return	8.48	4.32	-18.56
Income Return	-	-	-
Total Return of Fund	8.48	4.32	-18.56
Total Return of the Benchmark	9.94	0.00	-9.65

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

	Financial Period Ended 29/02/2024	Financial Period Ended 28/02/2023	Since the Fund Launch 23/02/22 to 31/08/22
<b>TOTAL RETURN (%)</b>			
<b>MYR Class</b>			
Capital Return	10.39	5.24	-13.16
Income Return	-	-	-
Total Return of Fund	10.39	5.24	-13.16
Total Return of the Benchmark	9.94	0.00	-9.65
<b>AUD Hedged Class</b>			
Capital Return	10.35	4.27	-15.26
Income Return	-	-	-
Total Return of Fund	10.35	4.27	-15.26
Total Return of the Benchmark	9.94	0.00	-9.65
<b>SGD Hedged Class</b>			
Capital Return	9.24	2.79	-16.59
Income Return	-	-	-
Total Return of Fund	9.24	2.79	-16.59
Total Return of the Benchmark	9.94	0.00	-9.65
<b>GBP Hedged Class</b>			
Capital Return	8.36	3.65	-9.46
Income Return	-	-	-
Total Return of Fund	8.36	3.65	-9.46
Total Return of the Benchmark	9.94	0.00	-9.65
<b>MYR Hedged Class</b>			
Capital Return	10.47	4.04	-18.87
Income Return	-	-	-
Total Return of Fund	10.47	4.04	-18.87
Total Return of the Benchmark	9.94	0.00	-9.65
<b>RMB Hedged Class</b>			
Capital Return	8.72	3.81	-18.24
Income Return	-	-	-
Total Return of Fund	8.72	3.81	-18.24
Total Return of the Benchmark	9.94	0.00	-9.65

## AVERAGE TOTAL RETURN (%)

	Fund	Benchmark
<b>USD Class</b>		
<b>Period</b>		
1 Year (28/02/2023 to 29/02/2024)	1.93	23.08
Since Inception (23/02/2022 to 29/02/2024)	-6.61	7.16

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## MYR Class

### Period

1 Year (28/02/2023 to 29/02/2024)	8.48	23.08
Since Inception (23/02/2022 to 29/02/2024)	-0.47	7.16

## AUD Hedged Class

### Period

1 Year (28/02/2023 to 29/02/2024)	5.28	23.08
Since Inception (23/02/2022 to 29/02/2024)	-1.61	7.16

## SGD Hedged Class

### Period

1 Year (28/02/2023 to 29/02/2024)	1.56	23.08
Since Inception (23/02/2022 to 29/02/2024)	-7.23	7.16

## GBP Hedged Class

### Period

1 Year (28/02/2023 to 29/02/2024)	-2.84	23.08
Since Inception (23/02/2022 to 29/02/2024)	-5.21	7.16

## MYR Hedged Class

### Period

1 Year (28/02/2023 to 29/02/2024)	2.56	23.08
Since Inception (23/02/2022 to 29/02/2024)	-7.10	7.16

## RMB Hedged Class

### Period

1 Year (28/02/2023 to 29/02/2024)	-3.65	23.08
Since Inception (23/02/2022 to 29/02/2024)	-9.76	7.16

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## ANNUAL TOTAL RETURN (%)

	Fund	Benchmark
<b>USD Class</b>		
<b>Period</b>		
28/02/2023 to 29/02/2024	1.93	23.15
Since Inception (23/02/2022 to 28/02/2023)	-14.53	-6.65
<b>MYR Class</b>		
<b>Period</b>		
28/02/2023 to 29/02/2024	8.50	23.15
Since Inception (23/02/2022 to 28/02/2023)	-8.70	-6.65
<b>AUD Hedged Class</b>		
<b>Period</b>		
28/02/2023 to 29/02/2024	5.30	23.15
Since Inception (23/02/2022 to 28/02/2023)	-8.09	-6.65
<b>SGD Hedged Class</b>		
<b>Period</b>		
28/02/2023 to 29/02/2024	1.56	23.15
Since Inception (23/02/2022 to 28/02/2023)	-15.36	-6.65

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## GBP Hedged Class

### Period

28/02/2023 to 29/02/2024	-2.85	23.15
Since Inception (23/02/2022 to 28/02/2023)	-7.59	-6.65

## MYR Hedged Class

### Period

28/02/2023 to 29/02/2024	2.57	23.15
Since Inception (23/02/2022 to 28/02/2023)	-15.96	-6.65

## RMB Hedged Class

### Period

28/02/2023 to 29/02/2024	-3.66	23.15
Since Inception (23/02/2022 to 28/02/2023)	-15.61	-6.65

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Source: Lipper for Investment Management

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

The basis of calculating and assumption made in calculating the returns:

$$\text{Percentage Growth} = \frac{N^1 - N^2}{N^2} \times 100$$

$N^1$  = NAV on the end of the period

$N^2$  = NAV on the beginning of the period

$$\text{* Average Total Return} = \frac{\text{Total Sub Period Returns}}{\text{Number of Sub Periods}}$$

$$\text{** Annual Total Return} = (1 + \text{Cumulative Return})^{N^3 / N^4} - 1$$

$N^3$  = Number of periods per year

$N^4$  = Total number of periods

Factor in for unit splits and distributions paid out (if any during the period)

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## Manager's Report

### TA Sustainable Water & Waste Fund

TA Sustainable Water & Waste Fund is a qualified Sustainable and Responsible Investment Fund (SRI) Fund under the Guidelines on Sustainable and Responsible Investment Funds.

<b>Fund Category/Type</b>	Feeder Fund (Equity) / Growth
<b>Fund Objective</b>	The Fund aims to achieve long-term capital growth.  <i>Any material change to the Fund's investment objective would require Unit Holders' approval.</i>
<b>Performance Benchmark</b>	MSCI ACWI Index (Net)
<b>Base Currency</b>	United States Dollar (USD)
<b>Fund's Distribution Policy</b>	Subject to availability of income, distribution (if any) is incidental.
<b>Fund's Performance and Investment Strategies Employed</b>	<p>The Fund was managed within its investment objective over the three-month quarter up to 29 February 2024.</p> <p><b><u>USD Class</u></b></p> <p>Over the financial period under review, the USD Class of the Fund had a total return of 8.48%, underperforming the benchmark which had a total return of 9.94% in USD terms.</p> <p><b><u>MYR Class</u></b></p> <p>Over the financial period under review, the MYR Class of the Fund had a total return of 10.39%, outperforming the benchmark which had a total return of 9.94% in USD terms.</p> <p><b><u>AUD Hedged Class</u></b></p> <p>Over the financial period under review, the AUD Hedged Class of the Fund had a total return of 10.35%, outperforming the benchmark which had a total return of 9.94% in USD terms.</p> <p><b><u>SGD Hedged Class</u></b></p> <p>Over the financial period under review, the SGD Hedged Class of the Fund had a total return of 9.24%, underperforming the benchmark which had a total return of 9.94% in USD terms.</p>



# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## **GBP Hedged Class**

Over the financial period under review, the GBP Hedged Class of the Fund had a total return of 8.36%, underperforming the benchmark which had a total return of 9.94% in USD terms.

## **MYR Hedged Class**

Over the financial period under review, the MYR Hedged Class of the Fund had a total return of 10.47%, outperforming the benchmark which had a total return of 9.94% in USD terms.

## **RMB Hedged Class**

Over the financial period under review, the RMB Hedged Class of the Fund had a total return of 8.72%, underperforming the benchmark which had a total return of 9.94% in USD terms.

## **Securities Lending/ Repurchase Transaction**

The Fund has not undertaken any securities lending or repurchase transaction (collectively referred to as “securities financing transactions”).

## **Cross Trade**

There is no cross trade transaction during the financial period under review.

## **Analysis of Fund's Performance**

**29/02/24    30/11/23    % Change**

### **USD Class**

NAV/unit (USD)                    0.8712    0.8031            8.48

Total NAV (USD'000)            1            1                    -

### **MYR Class**

NAV/unit (RM)                    0.9906    0.8974            10.39

Total NAV (USD'000)            1            2                    -50

### **AUD Hedged Class**

NAV/unit (AUD)                    0.9678    0.8870            9.11

Total NAV (USD'000)            1            1                    -

### **SGD Hedged Class**

NAV/unit (SGD)                    0.8596    0.7869            9.24

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

Total NAV (USD'000)	1	1	-
<b>GBP Hedged Class</b>			
NAV/unit (GBP)	0.8978	0.8285	8.36
Total NAV (USD'000)	1	1	-
<b>MYR Hedged Class</b>			
NAV/unit (RM)	0.8620	0.7803	10.47
Total NAV (USD'000)	1	5	-80
<b>RMB Hedged Class</b>			
NAV/unit (RMB)	0.8130	0.7478	8.72
Total NAV (USD'000)	15	6	150

	Income Return (%)	Capital Return # (%)	Total Return (%)
<b>USD Class</b>	-	8.48	8.48
<b>MYR Class</b>	-	10.39	10.39
<b>AUD Hedged Class</b>	-	10.35	10.35
<b>SGD Hedged Class</b>	-	9.24	9.24
<b>GBP Hedged Class</b>	-	8.36	8.36
<b>MYR Hedged Class</b>	-	10.47	10.47
<b>RMB Hedged Class</b>	-	8.72	8.72

# Capital Return components:

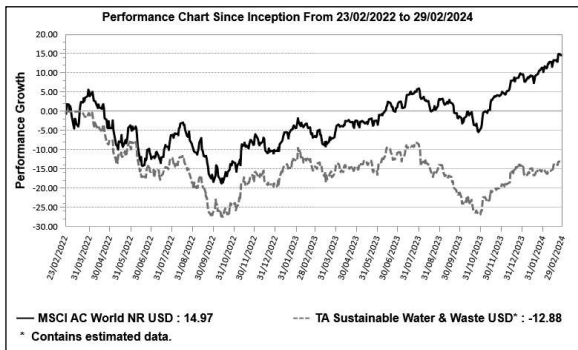
- ❖ Equity
- ❖ Cash & cash equivalents

# TA Sustainable Water & Waste Fund

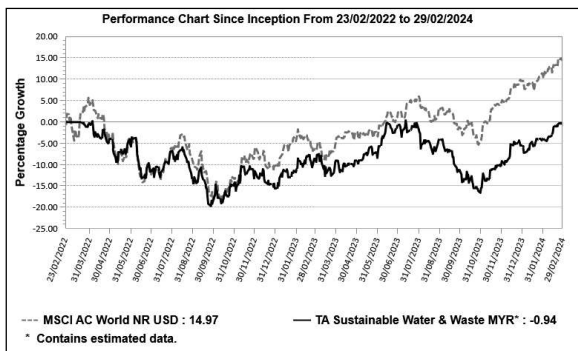
(For the financial period ended 29 February 2024)

## Performance Chart

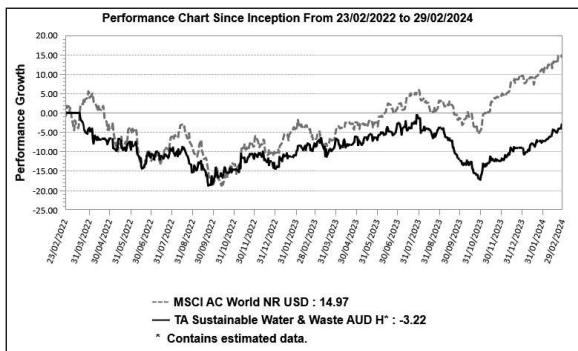
### USD Class



### MYR Class



### AUD Class

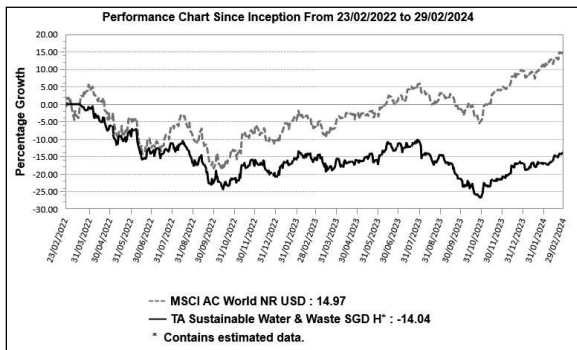


Source: TA Investment Management Berhad  
Past performance is not necessarily indicative of future performance.

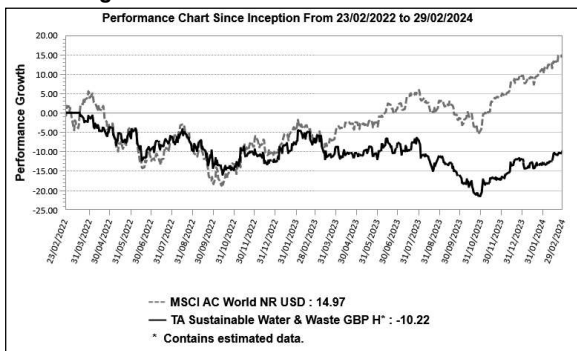
# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

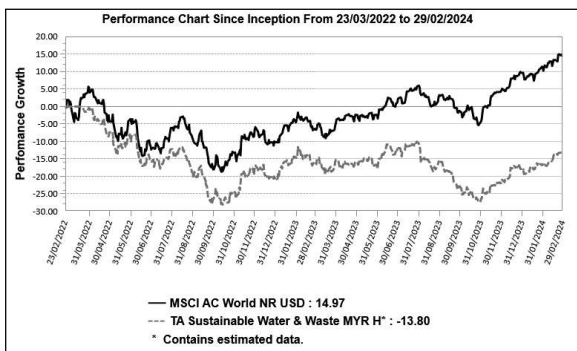
## SGD Class



## GBP Hedged Class



## MYR Hedged Class

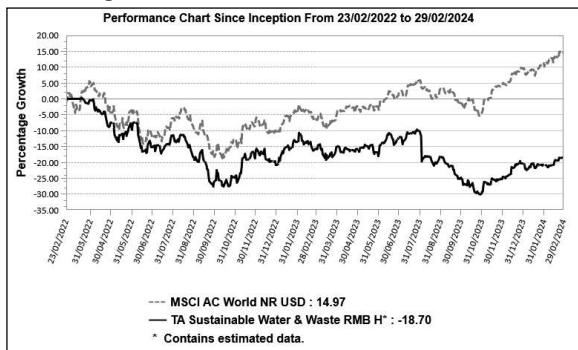


Source: TA Investment Management Berhad  
 Past performance is not necessarily indicative of future performance.

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## RMB Hedged Class



Source: TA Investment Management Berhad

Past performance is not necessarily indicative of future performance.

### Distribution/Unit Split

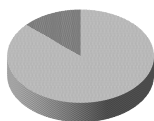
None were declared for the financial period under review ended 29 February 2024.

### Asset Allocation

29/02/24

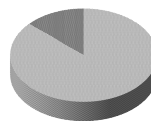
30/11/23

Cash (Net of Liabilities)  
26.60%



Collective Investment  
Scheme 73.40%

Cash (Net of Liabilities)  
22.66%



Collective Investment  
Scheme 77.34%

The Fund was primarily invested in a Collective Investment Scheme (73.40%) with the remainder invested in Cash (Net of Liabilities, "26.60%").

### Collective Investment Scheme

29/02/24

30/11/23

% NAV

% NAV

Fidelity Funds Sustainable Water & Waste Fund A-ACCLISD

73.40

77.34

### Target Fund Top Holdings

As at 29/02/2024

% NAV

SERVICE CORP INTERNATIONAL INC

5.60

## TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

STERIS PL	5.20
XYLEM INC	4.50
ARCADIS NV	4.40
TETRA TECH INC NEW	4.40
EBARA CORP	4.20
WASTE MANAGEMENT INC DEL	4.10
HORIBA LTD	3.90
SANEAMENTO BASICO DE SP (CIA)	3.60
ENTEGRIS INC	3.50
<b>As at 30/11/2023</b>	<b>% NAV</b>
SERVICE CORP INTERNATIONAL INC	5.10
STERIS PL	5.00
AMERICAN WATER WORKS CO INC	4.70
ARCADIS NV	4.30
TETRA TECH INC NEW	4.30
XYLEM INC	4.00
SEVERN TRENT PLC	3.80
WASTE MANAGEMENT INC DEL	3.70
VEOLIA ENVIRONMENT SA	3.70
SANEAMENTO BASICO DE SP (CIA)	3.40
<i># Source: Fidelity International</i>	

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

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## Market Review

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Global equity markets rose during the three months period ending February 2024 driven by optimism surrounding potential interest rate cuts in 2024, following dovish signals from the Federal Reserve and resilient economic data, lower inflationary pressures, and robust corporate earnings especially from mega cap players. At a regional level, Japan and the United States (US) emerged as the best performers. Japanese equities rallied as uncertainty around the economic impact of the New Year's Day earthquake led markets to reassess the likelihood of a revision in the Bank of Japan's ultra-easy policy settings in the near term. US equities outperformed driven by a rally in technology stocks fuelled by Artificial Intelligence (AI) and a key inflation report that reinforced expectations of interest rate cuts by the Federal Reserve (Fed) in June. Emerging markets advanced due to a rebound in Chinese economic growth on the back of stronger Chinese New Year travel spending and continued government policy stimulus. European stocks lagged the broader market, impacted by disappointing corporate earnings. United Kingdom (UK) equities underperformed following a negative (quarter-on-quarter) fourth quarter Gross Domestic Product (GDP) print that showed the UK falling into a technical recession last year 2023.

Against this backdrop, cyclicals outperformed defensive sectors. Consumer discretionary and information technology were the strongest performing sectors, as semiconductors continued to outperform on the back of renewed AI enthusiasm after NVIDIA reported earnings beating market expectations. In contrast, utilities and consumer staples were the notable laggards. From a style perspective, growth stocks outperformed their value counterparts, while large and mid-cap fared better than small cap.

(Source: Fidelity International, as of 29 February 2024)

## Economy Outlook

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Looking ahead, we expect three main themes to be prominent in US markets: falling inflation, rate cuts and excess consumer savings. If inflation continues to fall faster than expected toward their target of 2%, this gives the Fed an opportunity to cut rates and excess saving ensures the consumer remains resilient. The speed and timing of these themes will be closely monitored by markets and have the potential to provide a positive tailwind to the US economy. In China, the government seems committed to pursuing higher quality, stable and organic growth and not injecting significant liquidity. This means a V-shaped recovery is unlikely, but a gradual long-term improvement with more efficient companies and better capital allocation is more likely. In Europe, despite European Central Bank (ECB) comments to temper expectations of how quickly they will move to ease monetary policy, the narrative in financial markets has shifted from "high for longer" to swift disinflation and speculation on timing of interest rate cuts as inflationary pressures continue to ease. The Japanese economy is transitioning to a moderately inflationary state, as companies are finding it easier to raise prices and are increasing wages. There is growing pressure on companies to enhance their corporate value and utilise excess cash to fund investments and shareholder returns.

(Source: Fidelity International, as of 29 February 2024)

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## Market Outlook And Investment Strategy

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The S&P 500 and Nasdaq printed new highs early 2024 driven by a reinvigorated AI trade, with strong earnings results from some big tech names. While we have seen some broadening of performance in the US recently, it needs to continue to allay our wider concerns. In the meantime, investors face a difficult choice in whether to keep up with the market in the short term by being fully exposed to the dominant tech stocks or take a more risk aware long-term approach and potentially underperform in the short term.

The portfolio managers look to maintain a high-purity thematic fund, which seeks to deliver long-term capital growth and contribute to the sustainability of global water and waste practices.

This is achieved by investing globally across the water and waste value chains, with a tilt towards sustainable waste practices. Within the waste sector, the fund is tilted towards rapidly evolving sustainable waste practices and future waste solutions – businesses that recycle, recover, reuse, or reduce waste. Examples of key focus areas include new recycling technologies, solutions reducing waste volumes and solutions for more environmentally friendly waste. The fund is balanced across both the water and waste sectors due to bottom-up stock selection.

The portfolio managers believe the long-term megatrends of urbanisation and population growth, growing consumption, an ageing infrastructure, climate change and responsible resource consumption drive the water and waste management sectors. Supportive regulations back these megatrends, and companies exposed to the value chains of these core themes should provide above benchmark returns across the market cycle.

(Source: Fidelity International, as of 29 February 2024)

## Sustainability Review

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TA Sustainable Water & Waste Fund is a qualified Sustainable and Responsible Investment (SRI) fund under the Guidelines on Sustainable and Responsible Investment funds, and has been managed in accordance to and complied with these Guidelines.

### **Proportion of the underlying investments that are consistent with the Fund's SRI policies and strategies**

As of 29<sup>th</sup> Feb 2024, **63%** of investments within the fund were considered as “Sustainable Investments” according to Fidelity International's (Fidelity) **Sustainable Development Goals (SDG) Mapping tool**. As of the same date, **92%** of the Target Fund's portfolio was **rated ≥ BBB by MSCI** and **92% rated ≥ C by the Fidelity proprietary Environmental, Social, & Governance (ESG) ratings system**.

Fidelity's approach to determine “Sustainable Investments” is as follows.

- **European Union (EU) Taxonomy Alignment**
  - a) If an issuer has >50% of activities aligned with the EU Taxonomy (or SDGs), we consider that the entity as a whole contributes to an environmental objective



# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

(noting however that only the % aligned towards the EU Taxonomy would be disclosed under EU Taxonomy).

- b) Fidelity uses Moody's EU Taxonomy data set to determine EU Taxonomy alignment.
- **SDG Mapping**
  - a) Fidelity's proprietary SDG Model maps an entity's revenue to the 17 United Nations (UN) Sustainable Development Goals (SDGs). This provides a method of identifying products and services that contribute to an environmental or social objective by contributing to achieving the SDGs. If an entity has >50% activities alignment to the SDGs (or EU Taxonomy), we consider the entity as a whole to contribute to an Environmental or Social objective.
- **Paris Aligned Decarbonisation**
  - a) Decarbonisation consistent with the ambition of the Paris Agreement. FIL considers an entity that: i) has set a validated Science Based Target Initiative (SBTi) target that is consistent with a 1.5 degree or lower warming scenario; or ii) a FIL Climate Rating of Achieving Net Zero or Aligned to Net Zero, as contributing to a positive environmental outcome.

## **SRI-related steps taken**

Fidelity applies a strict principle-based exclusion policy incorporating both norms-based screening and negative screening of certain sectors:

- Norms-based: volitions of UN Global Compact
- Negative screening: thermal coal extraction, tobacco, semi-automatic firearms, conventional weapons, controversial weapons, oil sands, and arctic oil & gas additional fund level exclusions.
- Firm wide exclusion policy.

Fidelity actively engages with the companies to address ESG issues or understanding the companies ESG related activities and future. During the period of 1 December 2023 to 29 February 2024, Fidelity engaged with 3 companies within the portfolio.

## **Actions taken to achieve the Fund's SRI policies and strategies**

The Target Fund invests at least 70% of its assets, in equities of companies that are involved in the design, manufacture, or sale of products and services used in connection with the water and waste management.

The water management sector includes but is not limited to, those companies involved in water production, water conditioning, de-salination, supply, bottling, transport and dispatching of water.

The waste management sector includes but is not limited to, those companies involved in the collection, recovery and disposal of waste; including recycling, incineration, anaerobic digestion of food waste (biological processes) and landfilling of residual waste. The sector also includes those companies specialising in the treatment of wastewater, sewage, solid, liquid and chemical waste and any consulting or engineering services in connection with these activities.

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

The Target Fund invests at least 70% of its assets in securities of issuers with favourable environmental, social and governance (ESG) characteristics and up to 30% in securities of issuers with improving ESG characteristics.

## **Sustainability Risk Considerations in the Investment Decision Making Process**

Sustainable investments are screened for involvement in activities that may cause significant harm and controversies, and assessed through a check that the issuer meets minimum safeguards and standards that relate to Principal Adverse Impacts (PAIs) as well as for performance on PAI metrics. This includes:

- **Norms-based screens** - the screening out of securities identified under Fidelity's existing norms-based screens (as set out below).
- **Activity-based screens** - the screening out of issuers based on their participation in activities with significant negative impacts on society or the environment, including issuers that are considered to have a 'Very Severe' controversy using controversy screens, covering
  - (1) environmental issues,
  - (2) human rights and communities,
  - (3) labour rights and supply chain,
  - (4) customers,
  - (5) governance; and
- **PAI indicators** - quantitative data (where available) on PAI indicators is used to evaluate whether an issuer is involved in activities that may cause significant harm to any environmental or social objective.

The fund assesses the ESG characteristics of at least 90% of its assets. When selecting investments, the fund's investment universe is reduced by at least 20% after excluding issuers based on their ESG characteristic.

*(Source: Fidelity International, as of 29 February 2024)*

## **Soft Commission**

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The Manager retains soft commissions received from brokers only if the goods and services are of demonstrable benefits to the Unitholders as allowed under the Securities Commission's Guidelines on Unit Trust Funds. The soft commission received include research and advisory services which are used to support the investment decision making process and are of demonstrable benefit to the Unitholders of the Fund and there was no churning of trades.

## **State Of Affairs Of The Fund**

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There has been neither significant changes to the state of affair of the Fund nor any circumstances that materially affect any interests of the Unitholders during the financial period under review.

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## **STATEMENT BY THE MANAGER FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024**

We, CHOO SWEE KEE and MOHAMMED A'REEFF BIN ABDUL KHALID, being two of the Directors of TA INVESTMENT MANAGEMENT BERHAD, do hereby state that, in the opinion of the Manager, the accompanying financial statements set out on pages 19 to 27, are drawn up so as to give a true and fair view of the financial position of TA SUSTAINABLE WATER & WASTE FUND as at 29 February 2024 and of its financial performance and cash flows for the financial period ended on that date in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

On behalf of the Manager,

CHOO SWEE KEE

MOHAMMED A'REEFF BIN ABDUL KHALID

Kuala Lumpur, Malaysia  
Date: 29 April 2024

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

		01.09.2023 to 29.02.2024 USD	01.09.2022 to 28.02.2023 USD
	<b>Note</b>		
<b>(LOSS)/INCOME</b>			
Interest income		-	234
Net (loss)/income on financial assets at fair value through profit or loss ("FVTPL")	4	<u>(1,257)</u>	<u>20,086</u>
		<u>(1,257)</u>	<u>20,320</u>
<b>EXPENSES</b>			
Manager's fee	2	56	760
Trustee's fee	3	4	68
Auditors' remuneration		-	1,080
Tax agent's fee		120	420
Administrative fees and expenses		<u>41</u>	<u>1,897</u>
		<u>221</u>	<u>4,225</u>
Net (loss)/income before tax		(1,478)	16,095
Less: Income tax expense		<u>-</u>	<u>-</u>
Net (loss)/income after tax, representing total comprehensive (loss)/income for the financial period		<u>(1,478)</u>	<u>16,095</u>
Net (loss)/income after tax is made up of the following:			
Net realised loss		(3,866)	(15,875)
Net unrealised gain		<u>2,388</u>	<u>31,970</u>
		<u>(1,478)</u>	<u>16,095</u>

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

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 29 FEBRUARY 2024

	Note	29.02.2024 USD	31.08.2023 USD
<b>ASSETS</b>			
Investment	4	14,059	52,171
Amount due from the Manager		6	1,173
Other receivable		48	229
Cash at bank		12,930	5,766
<b>TOTAL ASSETS</b>		<b>27,043</b>	<b>59,339</b>
<b>LIABILITIES</b>			
Derivative financial liabilities	5	76	804
Amount due to the Manager		4,152	59
Amount due to Trustee		4	1,175
Other payables and accruals		3,657	3,537
<b>TOTAL LIABILITIES</b>		<b>7,889</b>	<b>5,575</b>
<b>NET ASSET VALUE ("NAV") ATTRIBUTABLE TO UNITHOLDERS</b>		<b>19,154</b>	<b>53,764</b>
<b>REPRESENTED BY:</b>			
<b>FAIR VALUE OF OUTSTANDING UNITS</b>			
USD Class		871	863
MYR Class		209	207
AUD Hedged Class		629	624
SGD Hedged Class		639	634
GBP Hedged Class		1,137	1,127
MYR Hedged Class		182	43,871
RMB Hedged Class		15,486	6,438
<b>NET ASSETS VALUE ("NAV") OF THE FUND</b>		<b>19,154</b>	<b>53,764</b>

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

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## UNAUDITED STATEMENT OF FINANCIAL POSITION (CONTD.)

AS AT 29 FEBRUARY 2024

	Note	29.02.2024 USD	31.08.2023 USD
<b>NUMBER OF UNITS IN CIRCULATION</b>			
USD Class	6	1,000	1,000
MYR Class	6	1,000	1,000
AUD Hedged Class	6	1,000	1,000
SGD Hedged Class	6	1,000	1,000
GBP Hedged Class	6	1,000	1,000
MYR Hedged Class	6	1,000	241,171
RMB Hedged Class	6	136,940	57,164
<b>NAV PER UNIT IN USD</b>			
USD Class		0.8712	0.8631
MYR Class		0.2090	0.2069
AUD Hedged Class		0.6294	0.6237
SGD Hedged Class		0.6394	0.6336
GBP Hedged Class		1.1372	1.1271
MYR Hedged Class		0.1819	0.1819
RMB Hedged Class		0.1131	0.1126
<b>NAV PER UNIT IN RESPECTIVE CURRENCIES</b>			
USD Class		0.8712	0.8631
MYR Class		0.9906	0.9595
AUD Hedged Class		0.9678	0.9647
SGD Hedged Class		0.8596	0.8570
GBP Hedged Class		0.8978	0.8904
MYR Hedged Class		0.8620	0.8434
RMB Hedged Class		0.8130	0.8197

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

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## UNAUDITED STATEMENT OF CHANGES IN NET ASSET VALUE FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

	<b>01.09.2022 to 28.02.2023 USD</b>
At 01 September 2022	307,885
Movement due to units creation	88,577
Movement due to units cancellation	(43,634)
Decrease in net assets attributable to unit holders during the financial period	<u>16,095</u>
At 28 February 2023	<u>368,923</u>
	<b>01.09.2023 to 29.02.2024 USD</b>
At 01 September 2023	53,764
Movement due to units creation	19,302
Movement due to units cancellation	(52,434)
Decrease in net assets attributable to unit holders during the financial period	<u>(1,478)</u>
At 29 February 2024	<u>19,154</u>

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

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## UNAUDITED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

	<b>01.09.2023 to 29.02.2024 USD</b>	<b>01.09.2022 to 28.02.2023 USD</b>
<b>CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES</b>		
Purchase of investments	36,127	(49,931)
Interest received	30	362
Trustee's fee paid	(2)	(1,348)
Payments for other fees and expenses	28	(5,939)
Net cash generated from/(used in) operating and investing activities	<u>36,183</u>	<u>(56,856)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash received from units created	19,296	88,235
Cash paid for units cancelled	<u>(48,315)</u>	<u>(43,111)</u>
Net cash used in financing activities	<u>(29,019)</u>	<u>45,124</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	7,164	(11,732)
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<u>5,766</u>	<u>31,841</u>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<u>12,930</u>	<u>20,109</u>
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash at bank	12,930	20,109
Deposit with financial institution	-	-
Cash and cash equivalents	<u>12,930</u>	<u>20,109</u>

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



# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 29 FEBRUARY 2024

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

TA Sustainable Water & Waste Fund ("the Fund") was constituted pursuant to the execution of a Deed of Trust ("the Deed") dated 18 February 2022 between the Manager, TA Investment Management Berhad, and the Trustee, CIMB Commerce Trustee Berhad.

The principal activity of the Fund is to invest in "Permitted Investments" as defined under Clause 6 of the deed, which include collective investment schemes, money market instruments, deposits and derivatives instruments,. The Fund commenced its operations on 15 March 2022 and will continue its operations until terminated by the Manager or the Trustee as provided under Clause 11 of the deed.

The Manager, TA Investment Management Berhad, a company incorporated in Malaysia, is a wholly-owned subsidiary of TA Securities Holdings Berhad. Its ultimate holding company is TA Enterprise Berhad, a company listed on the Main Market of Bursa Malaysia Securities Berhad. The Manager's principal activities are the establishment and management of unit trust funds and fund management. The Manager is licensed to carry out dealing in securities and fund management activities under the Capital Markets and Services Act 2007.

### 2. MANAGER'S FEE

The Manager's fee is computed and accrued on daily basis at 1.80% per annum of the NAV of the Fund.

### 3. TRUSTEE'S FEE

Trustee's fee is computed on a daily basis at 0.04% per annum of the NAV of the Fund, subject to minimum of RM12,000 per annum or its equivalent in the base currency, excluding foreign custodian fees and charges.

### 4. INVESTMENT

	<b>29.02.2024</b>	<b>31.08.2023</b>
	<b>USD</b>	<b>USD</b>
Financial assets at FVTPL:		
Collective investment scheme outside Malaysia	14,059	52,171

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## 4. INVESTMENT (CONTD.)

	01.09.2023 to 29.02.2024 USD	01.09.2022 to 29.02.2023 USD
Net (loss)/income on financial assets at FVTPL comprises:		
Net realised loss on disposals	(3,645)	(11,884)
Net unrealised income on changes in fair value	1,660	20,876
Derivative income	728	11,094
	<u>(1,257)</u>	<u>20,086</u>

Financial assets at FVTPL as at 29 February 2024 are as detailed below:

### Collective investment scheme outside Malaysia

Name of Collective Investment Scheme	Quantity Unit	Cost USD	Fair Value USD	% of NAV %
Fidelity Funds - Sustainable Water & Waste Fund -Acc	994	12,953	14,059	73.40
<b>TOTAL COLLECTIVE INVESTMENT SCHEME OUTSIDE MALAYSIA</b>	<b>994</b>	<b>12,953</b>	<b>14,059</b>	<b>73.40</b>
<b>EXCESS OF COST OVER FAIR VALUE</b>			<b>1,106</b>	

The Fund seeks to achieve its investment objective by investing a minimum of 90% of the Fund's NAV in the Target Fund and the remainder of the Fund's NAV will be invested in liquid assets.

## 5. DERIVATIVE FINANCIAL LIABILITIES

As at the date of statement of financial position, there are 1 forward currency contracts outstanding. The notional principal amount of the outstanding forward currency contracts amounted to USD15,000. The forward currency contracts entered into during the financial period were for hedging against the currency exposure arising from the creation and cancellation of units denominated in classes currencies. As the Fund has not adopted hedge accounting during the financial period, the change in the fair value of the forward currency contract is recognised immediately in the statement of comprehensive income.

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## 6. UNITS IN CIRCULATION

	Units on 01.09.2023	Creation of units	Cancellation of units	Units on 29.02.2024
USD Class	1,000	-	-	1,000
MYR Class	1,000	56,442	(56,442)	1,000
AUD Hedged Class	1,000	-	-	1,000
SGD Hedged Class	1,000			1,000
GBP Hedged Class	1,000	-	-	1,000
MYR Hedged Class	241,171	-	(240,171)	1,000
RMB Hedged Class	57,164	79,776	-	136,940

## 7. RETAINED EARNINGS

### (a) Unitholders' capital

	29.02.2024 USD	31.08.2023 USD
At beginning of the financial period/year	95,925	372,107
Creation of units	19,302	104,525
Cancellation of units	(52,434)	(380,707)
At end of the financial period/year	<u>62,793</u>	<u>95,925</u>

### (a) Realised loss

	29.02.2024 USD	31.08.2023 USD
At beginning of the financial period/year	(41,049)	(10,211)
Net realised loss for the financial period/year	(3,866)	(30,838)
At end of the financial period/year	<u>(44,915)</u>	<u>(41,049)</u>

### (b) Unrealised reserve

	29.02.2024 USD	31.08.2023 USD
At beginning of the financial period/year	(1,112)	(54,011)
Net unrealised gain for the financial period/year	2,388	52,899
At end of the financial period/year	<u>1,276</u>	<u>(1,112)</u>

# TA Sustainable Water Waste Fund

(For the financial period ended 29 February 2024)

## 8. TRANSACTIONS WITH DEALER

Details of transactions with the dealer during the financial period are as follow:

Name of Dealer	Value of trade USD	Percentage to total value of trade %
Threadneedle Management Luxembourg S.A.	37,325	100.00

There is no brokerage fee paid to the dealer.

## 9. TOTAL EXPENSE AND PORTFOLIO TURNOVER RATIOS

### (a) Total Expense Ratio

The total expense ratio for the financial period ended 29 February 2024 is 1.73%. This ratio represents total expenses expressed as an annualised percentage of the Fund's average NAV, calculated on a daily basis.

### (b) Portfolio Turnover Ratio

The portfolio turnover ratio for the financial period ended 29 February 2024 is 0.93 times. This ratio represents the average of the total acquisitions and disposals of the Fund for the period over the average NAV of the Fund for the financial period calculated on a daily basis.

## 10. 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 US Dollar ("USD"), which is also the Fund's functional currency.

## 11. UNAUDITED ACCOUNT

The financial accounts for period ended 29 February 2024 are unaudited.

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## Corporate Information

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<b>Manager</b>	TA Investment Management Berhad (340588-T)
<b>Registered Office</b>	34th Floor, Menara TA One 22 Jalan P. Ramlee 50250 Kuala Lumpur
<b>Board of Directors</b>	En. Mohammed A'reeff Bin Abdul Khalid (Non-Independent / Executive Director) Mr. Choo Swee Kee (Non-Independent / Executive Director) Puan Zainab Binti Ahmad (Non-Independent / Non-Executive Director) Puan Nor Asma Binti Mohamed (Non-Independent / Non-Executive Director) Mr. Chew Chin Guan (Independent / Non-Executive Director) Mr. Ngiam Kee Tong (Independent / Non-Executive Director)
<b>Investment Committee Members</b>	Kaladher A/L Govindan (Non-Independent) Dato' Tay Kian Chuan (Independent) Ngiam Kee Tong (Independent)
<b>Trustee of the Fund</b>	CIMB Commerce Trustee Berhad (Registration Number: 199401027349 (313031-A)) Level 13, Menara CIMB Jalan Stesen Sentral 2 Kuala Lumpur Sentral 50470 Kuala Lumpur
<b>Auditor of the Manager and the Fund</b>	KPMG PLT Chartered Accountants Level 10, KPMG Tower 8 First Avenue, Bandar Utama 47800 Petaling Jaya Selangor
<b>Banker</b>	Malayan Banking Bhd Ground Floor, Wisma Genting Jalan Sultan Ismail 50250 Kuala Lumpur
<b>Secretaries</b>	Khoo Poh Kim @ Kimmy (LS0010314)

# TA Sustainable Water & Waste Fund

(For the financial period ended 29 February 2024)

## Corporate Information (cont'd)

<b>Management Staff</b>	<b>Wong Mien</b> Chief Executive Officer	<b>Ch'ng Soon Kim</b> Compliance Officer
	<b>Tee Ling Ling</b> Deputy Chief Executive Officer	<b>Alicia Khor</b> Head of Operations
	<b>Sammi Lim Shuey Shya</b> Head of Product Research & Development	<b>Lee Shi Chuan</b> Head of IUTA
	<b>Ranizaz Bin Mohd Razali</b> Head of Agency	<b>Rachel Lew Yeng Peng</b> Head of Corporate & Institutional Business
	<b>Lucy Magdalene Lourdes</b> Head of Customer Service & Communications	
<b>Investment Team</b>	<b>Choo Swee Kee</b> Chief Investment Officer	<b>John Ng Jiunn Yuan</b> Head of Fixed Income
	<b>Vivien Loh Jee Wae</b> Assistant Vice President	<b>Mohammad Hafiz Bin Mahmud</b> Fund Manager
	<b>Lam Chee Mun</b> Fund Manager	
<b>Head Office</b>	23rd Floor, Menara TA One 22 Jalan P. Ramlee 50250 Kuala Lumpur	
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Melaka Business Centre	57A, Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06-288 2687
Penang Business Centre	15-1-8, Bayan Point Medan Kampung Relau 11900 Pulau Pinang Tel: 04-645 9801   Fax: 04-611 9805
Kota Kinabalu Business Centre	Unit 4-1-02, 1st Floor Block 4, Api-Api Centre Jalan Centre Point 88000 Kota Kinabalu, Sabah Tel: 088-268 023   Fax: 088-248 463
Kuching Business Centre	2nd Floor, Lot 13008, SL26, Block 16 KCLD, Gala City Commercial Centre Jalan Tun Jugah, 93350 Kuching, Sarawak Tel: 082-265 979
Miri Business Centre	Lot 1251, 1st Floor Centrepont Commercial Centre (Phase 1) Jalan Melayu 98000 Miri, Sarawak Tel: 085-430 415
Ipoh Business Centre	29A Jalan Niaga Simee Arena Niaga Simee 31400 Ipoh Perak Tel: 05-5455 222
Johor Bahru Business Centre	37-01, Jalan Molek 1/29 Taman Molek 81100 Johor Bahru Johor Tel: 07-3611 781

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