



Manulife

Investment Management

Manulife
Global Aqua Fund

Annual Report

for the financial year ended 31 January 2024

MANULIFE GLOBAL AQUA FUND

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MANULIFE GLOBAL AQUA FUND

1 GENERAL INFORMATION

1.1 THE TRUST

The Fund commenced operations on 4 August 2021 and will continue its operations until terminated as provided under Clause 25 of the Deed.

1.2 FUND TYPE / CATEGORY

Growth / Wholesale Fund (Feeder Fund)

1.3 BASE CURRENCY

Euro (EUR)

1.4 OBJECTIVE OF THE FUND

The Fund aims to provide capital appreciation by investing in one collective investment scheme (CIS) with investment focus on companies tackling the water-related challenges and helping to accelerate the transition to a more sustainable world.

Note: Any material change to the Fund's investment objective would require Unit Holders' approval.

1.5 DISTRIBUTION POLICY

Distribution of income, if any, is incidental.

1.6 PERFORMANCE BENCHMARK

MSCI World (Net Return) Index

Note: The performance benchmark above is only used as a reference for investment performance comparison purpose. The performance benchmark of the Fund is the same as the benchmark of the Target Fund. The risk profile of the Fund is not the same as the risk profile of this performance benchmark. The benchmark information is available in www.manulifeim.com.my.

1.7 INVESTMENT STYLE AND STRATEGY

The Fund will invest at least 85% of the Fund's net asset value (NAV) in Share Class UI9 (Euro) of the BNP Paribas Funds Aqua (the "Target Fund"), and the remaining NAV of the Fund will be invested in liquid assets such as cash, money market instruments (including fixed income securities which have a remaining maturity year of less than 365 days), placement of deposits with financial institutions for liquidity purposes and/or derivative for hedging purposes.

The Fund's portfolio will be closely monitored and rebalanced from time to time to ensure that the Fund's assets are allocated in accordance with its prescribed asset allocation.

The Fund will not be adopting any temporary defensive strategies during adverse market condition as the Fund adopts a passive strategy of investing a minimum of 85% of the Fund's NAV into the Target Fund at all times. This strategy is to allow the Fund to mirror the performance of the Target Fund and may result in the Fund being exposed to the risk of its NAV declining when the Target Fund's net asset value declines.

As the Fund is a qualified socially responsible investing (SRI) fund, investing in the Target Fund which incorporates sustainable investment policy, investors are advised to refer to section 2.4.1 of this Master Prospectus for a better understanding on the sustainable investment policy of the Target Fund. The Manager will perform regular monthly assessment on the Target Fund's portfolio to ensure the sustainability considerations are complied with at all times. A review on the ESG coverage rate and scoring is conducted based on the data available in the Target Fund's monthly fund factsheet. Environmental, social and governance (ESG) coverage rate represents, within the Target Fund's portfolio, the percentage of securities that have an ESG score or carbon footprint within those that are eligible to have an ESG score or carbon footprint using the Management Company of the Target Fund's internal methodology. The monthly assessment is supplemented by the semi-annual and annual review conducted by the Manager on the overall portfolio of the Target Fund to ensure the Target Fund complies with the SRI Guidelines.

Notwithstanding the above, the Manager may, in consultation with the Trustee and with the Unit Holders' approval, replace the Target Fund with another CIS of a similar objective if, in the Manager's opinion, the Target Fund no longer meets the Fund's investment objective. The Manager will ensure that the replacement CIS complies with the SRI Guidelines.

Note: The Manager will notify the securities commission (SC) of any changes to the Fund immediately and use its best efforts to provide, without prior request, as soon as reasonably practicable, the relevant information which may include but is not limited to any events that could impact the Fund's ability to comply with the SRI Guidelines

During the financial year under review, the Fund remained guided by having invested at least 85% of its NAV in the Target Fund with the balance NAV in cash and money market instruments.

MANULIFE GLOBAL AQUA FUND

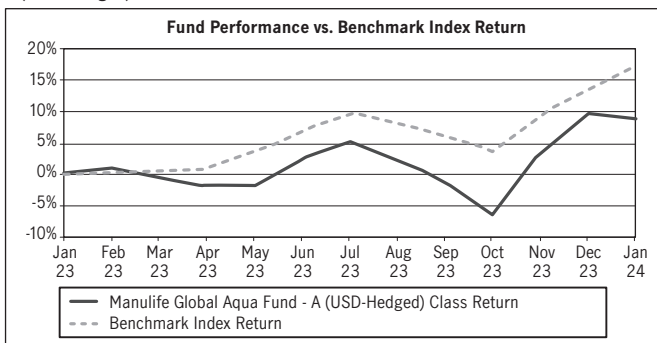
2 MANAGER'S REPORT

2.1 Fund Performance

For the financial year ending 31 January 2024, the Target Fund delivered a positive absolute return of 8.23%, but underperformed the reference benchmark MSC World (Net Return) Index during the period. Similarly, the Feeder Fund return increased 8.78% for its A (USD-Hedged) Class, 6.37% for its A (RM-Hedged) Class, 6.90% for its A (AUD-Hedged) Class and 7.30% for its A (SGD-Hedged) Class compared with its benchmark return of 16.97%. From a sectorial perspective, stock selection was positive while sector allocation was the main driver of the underperformance.

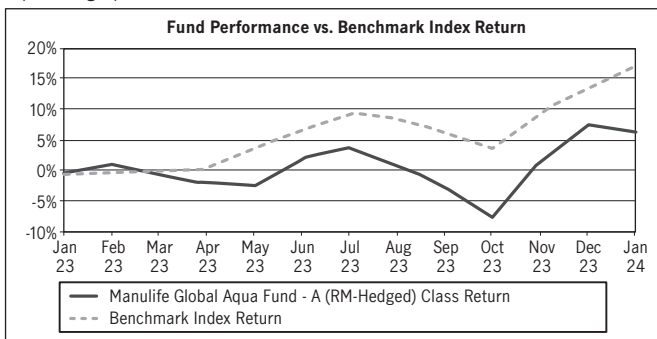
The graph below compares the 12-month performance of the Fund against its benchmark return:

A (USD- Hedged) Class



Source: Lipper & RIMES

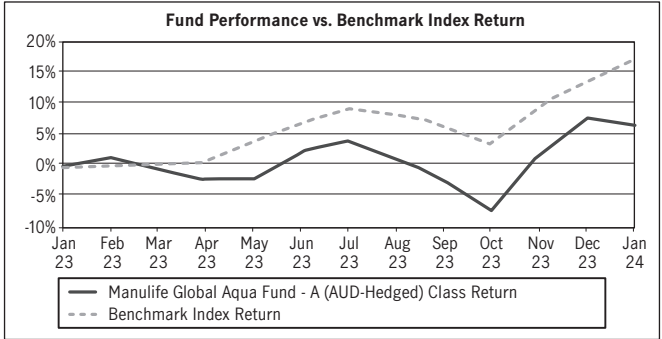
A (RM-Hedged) Class



Source: Lipper & RIMES

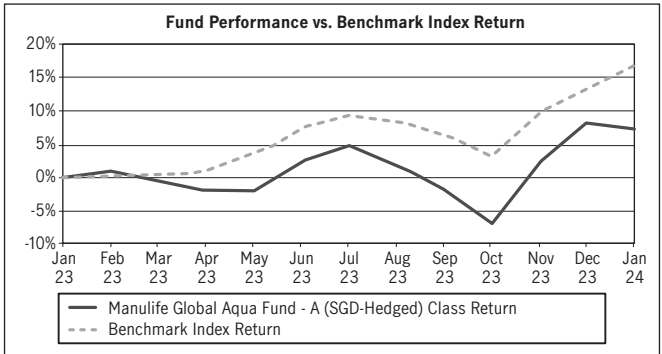
MANULIFE GLOBAL AQUA FUND

A (AUD-Hedged) Class



Source: Lipper & RIMES

A (SGD-Hedged) Class



Source: Lipper & RIMES

Fund Size

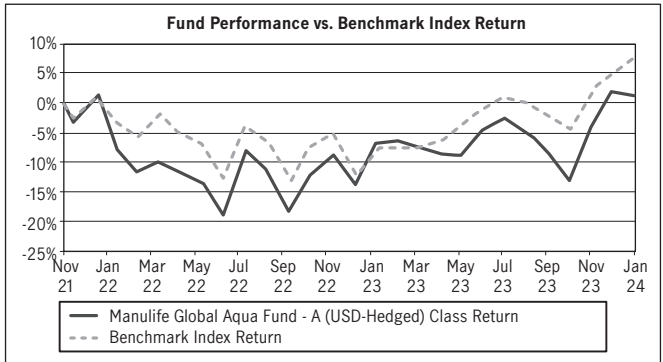
The Fund's total NAV decreased to EUR12.16mil from EUR13.53mil during the financial year under review.

Fund Returns

- (a) The graph below compares the performance of the Feeder Fund since commencement against its benchmark return:

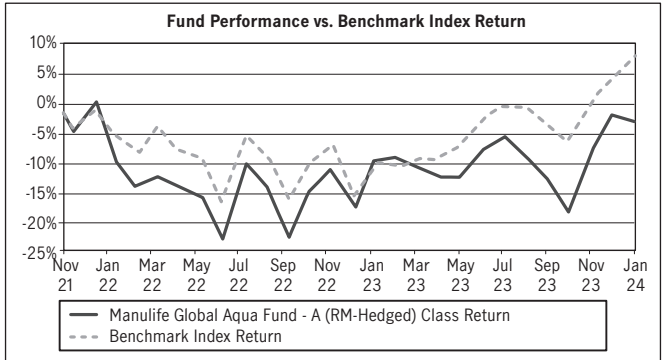
MANULIFE GLOBAL AQUA FUND

A (USD-Hedged) Class



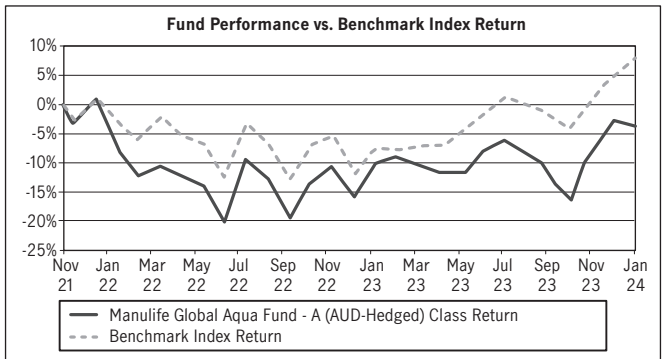
Source: Lipper & RIMES

A (RM-Hedged) Class



Source: Lipper & RIMES

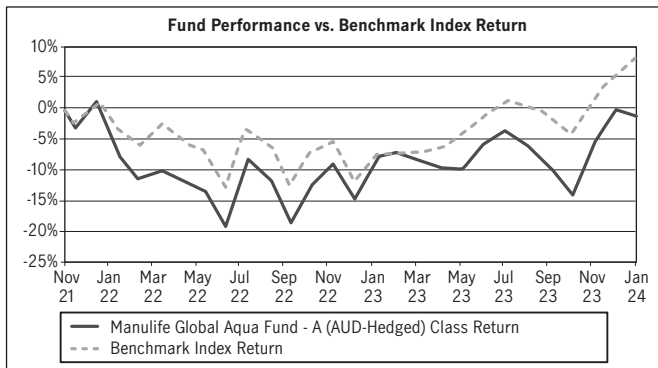
A (AUD-Hedged) Class



Source: Lipper & RIMES

MANULIFE GLOBAL AQUA FUND

A (AUD-Hedged) Class



Source: Lipper & RIMES

(b) Average Total Return of the Fund:

A (USD-Hedged) Class

For the financial year ended 31 January 2024	Fund (% p.a.)	Benchmark (% p.a.)
1 year	8.78	16.97
Since commencement	0.50	3.60
Investment Commencement date: 15 November 2021		

Source: Lipper & www.maybank2u.com.my

A (RM-Hedged) Class

For the financial year ended 31 January 2024	Fund (% p.a.)	Benchmark (% p.a.)
1 year	6.37	16.97
Since commencement	(0.69)	3.60
Investment Commencement date: 15 November 2021		

Source: Lipper & www.maybank2u.com.my

A (AUD-Hedged) Class

For the financial year ended 31 January 2024	Fund (% p.a.)	Benchmark (% p.a.)
1 year	6.90	16.97
Since commencement	(1.65)	3.60
Investment Commencement date: 15 November 2021		

Source: Lipper & www.maybank2u.com.my

A (SGD-Hedged) Class

For the financial year ended 31 January 2024	Fund (% p.a.)	Benchmark (% p.a.)
1 year	7.30	16.97
Since commencement	(0.55)	3.60
Investment Commencement date: 15 November 2021		

Source: Lipper & www.maybank2u.com.my

MANULIFE GLOBAL AQUA FUND

(c) Annual Total Return of the Fund:

A (USD-Hedged) Class

For the financial year ended	Fund (% p.a.)	Benchmark (% p.a.)
31 January 2024	8.78	16.97
31 January 2023	0.41	(4.47)
Since commencement to 31 January 2022	(7.44)	(3.23)
Investment Commencement date: 15 November 2021		

Source: Lipper & www.maybank2u.com.my

A (RM-Hedged) Class

For the financial year ended	Fund (% p.a.)	Benchmark (% p.a.)
31 January 2024	6.37	16.97
31 January 2023	(0.41)	(4.47)
Since commencement to 31 January 2022	(7.04)	(3.23)
Investment Commencement date: 15 November 2021		

Source: Lipper & www.maybank2u.com.my

A (AUD-Hedged) Class

For the financial year ended	Fund (% p.a.)	Benchmark (% p.a.)
31 January 2024	6.90	16.97
31 January 2023	(1.98)	(4.47)
Since commencement to 31 January 2022	(8.00)	(3.23)
Investment Commencement date: 15 November 2021		

Source: Lipper & www.maybank2u.com.my

A (SGD-Hedged) Class

For the financial year ended	Fund (% p.a.)	Benchmark (% p.a.)
31 January 2024	7.30	16.97
31 January 2023	(0.43)	(4.47)
Since commencement to 31 January 2022	(7.54)	(3.23)
Investment Commencement date: 15 November 2021		

Source: Lipper & www.maybank2u.com.my

The Fund has achieved its target of providing capital appreciation over the past 1 year as its 1-year (1Y) average total returns posted positive results. However, its since commencement returns were mixed.

MANULIFE GLOBAL AQUA FUND

BASES OF CALCULATION

1. Net Asset Value (NAV)

Net Asset Value of the Fund is determined by deducting the value of all the Fund's liabilities from the value of all the Fund's assets, at the valuation point.

2. Net Asset Value per unit

Net Asset Value per unit is the net asset value of the Fund divided by the total number of units in circulation, at the valuation point.

3. Fund's Return

Fund's return can be calculated based on the computation methods as follows:

$$\text{Daily Total Fund's Return} = \frac{\{[\text{End NAV (Ex-distribution)} - \text{Beginning NAV} + \text{Dividend Distribution}] / \text{Beginning NAV}\} \times 100\%}{}$$

Total Fund's Return = Total fund's return for the period is derived from geometrically linking together the daily total fund's returns.

The linking formula is $[(1 + R_1) \times (1 + R_2) \times \dots \times (1 + R_n)] - 1$

where: R_1 is the first daily return for the period,
 R_2 is the second daily return for the period, and
 R_n is the last daily return for the period.

$$\text{Average Total Return} = \text{Annualised Total Return} \\ \frac{[(1 + \text{Total fund's return for the period})^{\frac{\text{Actual number of days in a year}}{\text{number of days during the year}}} - 1] \times 100\%}{}$$

The following table shows other financial and performance data of the Fund for the past two financial year/period:

Fund Data	31 January 2024	Financial period from 26 October 2021 (date of launch) to 31 January 2023
NAV (EUR)		
- A (USD-Hedged) Class	1,255,288	1,595,369
- A (SGD-Hedged) Class	859,830	1,115,088
- A (AUD-Hedged) Class	482,349	742,254
- A (RM-Hedged) Class	9,557,863	10,077,718
Units in Circulation ('000)		
A (USD-Hedged) Class	2,697	3,728
A (SGD-Hedged) Class	2,526	3,456
A (AUD-Hedged) Class	1,645	2,538
A (RM-Hedged) Class	99,693	100,757
NAV (per unit)-in respective currencies		
- A (USD-Hedged) Class	0.5055	0.4647
- A (SGD-Hedged) Class	0.4939	0.4603
- A (AUD-Hedged) Class	0.4820	0.4509
- A (RM-Hedged) Class	0.4924	0.4629
Highest / Lowest NAV (per unit)- in respective currencies		
- A (USD-Hedged) Class	0.5099 / 0.4321	0.5089 / 0.3917
- A (SGD-Hedged) Class	0.4989 / 0.4245	0.5077 / 0.3907
- A (AUD-Hedged) Class	0.4864 / 0.4148	0.5057 / 0.3869
- A (RM-Hedged) Class	0.4973 / 0.4237	0.5100 / 0.3945
- A (USD-Hedged) Class		
Total Fund Return (%)	8.78	(7.06)
Capital Growth (%)	8.78	(7.06)
Income Distribution(%)	-	-
- A (SGD-Hedged) Class		
Total Fund Return (%)	7.30	(7.94)
Capital Growth (%)	7.30	(7.94)
Income Distribution(%)	-	-

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Fund Data	Financial period from 26 October 2021 (date of launch) to	
	31 January 2024	31 January 2023
- A (AUD-Hedged) Class		
Total Fund Return (%)	6.90	(9.82)
Capital Growth (%)	6.90	(9.82)
Income Distribution(%)	-	-
- A (RM-Hedged) Class		
Total Fund Return (%)	6.37	(7.42)
Capital Growth (%)	6.37	(7.42)
Income Distribution(%)	-	-
Total Expense Ratio (%)	1.87	2.27
Portfolio Turnover Ratio (times)	0.44	0.92

NOTES

(i) Total Expense Ratio (TER)

TER can be calculated based on the ratio of the sum of fees and the recovered expenses of the unit trust fund to the average value of the unit trust fund calculated on a daily basis.

$$\frac{\text{Fees of the fund} + \text{Recovered expenses of the fund}}{\text{Average value of the fund calculated on a daily basis}} \times 100$$

Where:

Fees = All ongoing fees deducted / deductible directly from the fund in respect of the period covered by the total expense ratio, expressed as a fixed amount, calculated on a daily basis. This would include the annual providers' fee, the annual scheme trustee fee and any other fees deducted / deductible directly from the fund;

Recovered expenses = All expenses recovered from/ charged to the fund, as a result of the expenses incurred by the operation of the fund, expressed as a fixed amount. This should not include expenses that would otherwise be incurred by an individual investor (e.g. brokerage, taxes and levies); and

Average value of the unit trust fund = The NAV of the fund, including net income value of the fund, less expenses on an accrued basis, in respect of the period covered by the total expense ratio, calculated on a daily basis.

The TER for the financial year is lower than the previous financial year mainly due to the higher average NAV.

(ii) Portfolio Turnover Ratio (PTR)

PTR can be calculated based on the ratio of the average sum of acquisitions and disposals of the unit trust fund for the financial year to the average value of the unit trust fund for the financial year calculated on a daily basis.

$$\frac{[\text{Total acquisitions of the fund for the year} + \text{Total disposals of the fund for the year}]/2}{\text{Average value of the unit trust fund calculated on a daily basis}}$$

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

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The Manager wishes to highlight that past performance of the Fund is not an indication of its future performance.

The price of units and the investment returns may go down, as well as up.

2.2 ASSET ALLOCATION

Asset allocation for the past two financial year/period ended:

Sector Allocation	% of Net Asset Value	
	31 January 2024	31 January 2023
Collective Investment Scheme	96.84	97.41
Deposits with Licensed Financial Institutions	-	-
Other Assets & Liabilities	3.16	2.59

As at 31 January 2024, the Fund was 96.84% invested in Collective Investment Scheme and 3.16% in cash and cash equivalents. The Fund remained fully invested and a minimal level of cash was maintained for liquidity purposes.

Top 10 holdings of the Target Fund for the past two financial year/period:

Security name	% of Net Asset Value
	31 January 2024
Veolia Environ SA	4.57
American Water Works Inc	4.17
Severn Trent PLC	3.75
Linde PLC	3.37
A O Smith Corp	3.19
Pentair PLC	3.18
United Utilities Group PLC	3.15
Idex Corp	3.14
Ferguson PLC	3.12
Georg Fischer AG	2.76

Security name	% of Net Asset Value
	31 January 2023
American Water Works Inc	4.45
Veolia Environ SA	4.16
Agilent Technologies Inc	3.48
A O Smith Corp	3.39
Pentair PLC	3.21
Linde PLC	3.02
Idex Corp	3.01
Georg Fischer AG	2.92
Trimble INC	2.75
Severn Trent PLC	2.70

Asset allocation of the Target Fund for the past two financial year/period:

Sector Allocation	31 January 2024
Industrials	57.30
Utilities	19.74
Materials	13.89
Health care	4.48
Consumer discretionary	1.94
Information Technology	1.39
Forex contracts	(0.04)
Cash & Cash Equivalents	1.30

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Sector Allocation	31 January 2023
Industrials	51.89
Utilities	19.25
Materials	12.30
Information Technology	5.68
Health care	5.13
Consumer discretionary	2.98
Forex contracts	0.03
Cash & Cash Equivalents	2.74

Geographical allocation of the Target Fund for the past two financial year/period:

Geographical name	31 January 2024
United States	50.21
United Kingdom	11.79
Switzerland	7.29

Geographical name	31 January 2023
United States	48.61
United Kingdom	14.10
Switzerland	6.98

2.3 MARKET REVIEW

Driven by hopes of a rapid cut in key rates by the US Federal Reserve (Fed) in 2024, the MSCI World (Net Return) Index rose 16.97% over the financial year ending 31 January 2024, in Euro terms. This was fuelled by widespread anticipation interest rate cuts by the US Fed Reserve, and optimism over a potential soft landing for the economy in 2024. At the global level, while the growth style outperformed the value style, its returns over the financial year were impressive, driven by the Magnificent 7.

Equities continued their positive trend moving into 2024, despite ongoing geopolitical tensions in the Middle East. Momentum faded towards the end of January 2024 after the Fed held rates and the market scaled back expectations of early rate cuts. Economic data from the US has been robust; Q4 gross domestic product (GDP) came in above expectations and both jobs data and wage growth have been strong. Of note, the manufacturing Purchasing Managers' Index (PMI) survey in the US moved into expansionary territory recently, providing credibility to the soft-landing scenario. Elsewhere in the world, economic data has generally been solid, with the exception of China, where the recovery has struggled to gain momentum, despite further support from the People's Bank of China.

Market breadth has been better in January 2024, though there has been some rotation and profit-taking after the strong end to last year. Performance by the mega-caps has been mixed. While Nvidia has continued to post gains, others within the magnificent seven, such as Tesla have been weaker.

2.4 MARKET OUTLOOK AND INVESTMENT STRATEGY

During the first part of the financial year, the Fund faced several tailwinds including the anticipation of weaker economic conditions due to higher interest rates and investors moving away from bond proxies such as the utilities sector. Nevertheless, the expectations of lower interest rates ahead and resilient operational results during the fourth quarter, helped to reverse the trend and drove share price strength for most of the companies of the Fund.

MANULIFE GLOBAL AQUA FUND

Looking at the future, positive actions related to increased infrastructure spending and regulatory developments are expected to come down the pipeline and should be material positive drivers for the strategy. On the former, several investment programmes have been agreed aiming to modernise water infrastructure (Infrastructure Investment and Jobs Act, the Inflation Reduction Act, and the CHIPS Act), including more than \$100 billion earmarked to improve infrastructure, reduce water contaminants and protect against droughts, heat, floods and wildfires.

The Fund is invested in companies providing infrastructure solutions including pipes, meters pumps and valves, and also companies across the value chain addressing the PFAS (or "forever chemicals") issue in the US and around the world, including consultants, laboratory equipment providers and treatment operators. Both segments are expected to benefit from the above.

At the Fund level, recent months have seen an uptick in next twelve-month earnings growth forecasts for the strategy, which is exceeding those of the broader market. Although the impact of potentially slower economic growth over the next year or so remains to be seen, the investment team believes the long-term drivers for the theme and the strategy remain in place. The team remains focused on underlying growth opportunities, which continue to support the positive outlook for this strategy.

2.5 SECURITIES FINANCING TRANSACTIONS

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

2.6 CROSS TRADE

During the financial year under review, no cross-trade transactions have been carried out.

2.7 SUSTAINABLE AND RESPONSIBLE INVESTMENT (SRI)

Our sustainability related disclosures are in accordance with the Securities Commission Malaysia's Guidelines on Sustainable and Responsible Investment (SRI) Funds.

The Fund is a SRI thematic feeder fund that invests in the Target Fund that invests in companies that are active in water and related sectors. At all times, the Target Fund invested at least 75% of its assets in equities and / or equity equivalent securities issued by companies that conduct a significant part of their business in water and related or connected sectors, with sustainable activities and processes. As at 31 January 2023, the Target Fund's ESG coverage rate¹ was 100% and the Target Fund had a ESG global score² of 61.25, vs the benchmark of 56.15.

Notes:

¹The coverage rate represents, within the Target Fund's portfolio, the percentage of securities that have an ESG score or carbon footprint within those that are eligible to have an ESG score or carbon footprint using BNP Paribas Asset Management's internal methodology.

²The ESG score shows how well a portfolio performs versus its benchmark on ESG. BNPP AM's internal ESG scoring methodology determines an issuer's ESG score by evaluating performance vs. scoring peers on a narrow set of key ESG issues related to the environment (e.g. climate change), social issues (e.g. human resources management) and governance (e.g. independence and competence of directors). BNPP AM uses numerous research inputs and data sources (e.g. Sustainalytics, ISS & Trucost) to determine issuers' ESG scores. If the issuer's commitments and practices on a pillar of assessment (E,S or G) is better than scoring peers, it will receive a positive 'contribution' for this pillar. Each issuer is assigned a final score from 1 to 99 which is the result of 50 as a reference plus the sum of the contributions from each of the three pillars. BNP Paribas Asset Management's ESG scoring framework documents are on available on <https://www.bnpparibas-am.com/en/esg-scoring-framework/>

BNP PARIBAS ASSET MANAGEMENT's Global Sustainability Strategy governs the approach to sustainable investment, which consists of the implementation of ESG integration, responsible business conduct standards and stewardship activities into the investment processes applied by the investment managers of the Target Fund.

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The sustainable investment approach, including the integration of sustainability risks, is incorporated at each step of the investment process of the Target Fund and includes the following elements:

- **Responsible business conduct standards:** As defined in the BNP PARIBAS ASSET MANAGEMENT's Responsible Business Conduct policy ("RBC").
 - They include respecting: 1) norms-based screens, such as the UN Nations Global Compact principles (www.unglobalcompact.org) and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises, and 2) BNP Paribas Asset Management sector policies.
- **ESG integration:** It involves the evaluation of the below three non-financial criteria at the level of the companies in which the Target Fund invest:
 - Environmental: such as energy efficiency, reduction of emissions of greenhouse gases, treatment of waste;
 - Social: such as respect of human rights and workers' rights, human resources management (workers' health and safety, diversity);
 - Governance: such as Board of Directors independence, managers' remuneration, respect of minority shareholders rights.
- **Stewardship:** It is designed to enhance the long-term value of shareholdings and the management of long-term risk for clients, as part of BNP PARIBAS ASSET MANAGEMENT's commitment to act as an efficient and diligent steward of assets. Stewardship activities include the following categories of engagement:
 - Company Engagement: the aim is to foster, through dialogue with companies, corporate governance best practices, social responsibility and environmental stewardship. A key component of company engagement is voting at annual general meetings. BNP PARIBAS ASSET MANAGEMENT publishes detailed proxy-voting guidelines on a range of ESG issues.
 - Public Policy Engagement: BNP PARIBAS ASSET MANAGEMENT aims to embed sustainability considerations more fully into the markets in which it invests and in the rules that guide and govern company behavior as per its Public Policy Stewardship Strategy.

The Target Fund is categorized as Article 9 under the Sustainable Finance Disclosure Regulation ("SFDR").

The investment process of the Target Fund already fully integrated with ESG, at all times. The ESG analysis applies to at least 90% of the issuers in the portfolio and along with its thematic focus leads to a reduction of at least 20% of the investment universe, being companies belonging to the global water value chain. This approach is supported by an active program of engagement with companies on a range of ESG factors, as well as proxy voting. Impact measurement and reporting³ is also undertaken to provide post-investment evidence of the intention to help accelerate the transition to a more sustainable economy.

Note:

³The impact report is available on the following link:

<https://www.bnpparibas-am.lu/investisseur-privé-particulier/fundsheets/actions/bnp-paribas-aqua-classic-clu1/65135440/?tab=documents>.

In evaluating a security based on the 4 extra-financial criteria, the Investment Manager of the Target Fund may use data sources provided by external extra-financial research providers. Given the evolving nature of the extra-financial field, these data sources may for the time being be incomplete, inaccurate or unavailable. Applying responsible business conduct standards as well as extra-financial criteria in the investment process may lead to the exclusion of securities of certain issuers. Consequently, the Target Fund's financial performance may at times be better or worse than the performance of comparable funds that do not apply such standards.

Note:

⁴Extra-financial criteria: ESG criteria and have a different impact among activity sectors. A 0 to 100 scaled score is then established, often by rating agencies.

In the event should there be any of the underlying investment of Target Fund which is not align with the Sustainability approach, such investments should be divested from the Target Fund based on market conditions but not later than three months.

Sustainable documents about BNP Paribas Asset Management are available on <https://www.bnpparibas-am.com/en/sustainability-documents/>

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2.8 STATE OF AFFAIRS

NOTIFICATION OF CHANGES

A new Master Prospectus dated 15 May 2023 and First Supplemental Master Prospectus dated 20 October 2023 were issued to make the following general and administrative updates:

- update of Manager's website address to www.manulifeim.com.my.
- replacement of terminology "interim report" with "semi-annual report".
- update to include the definition of "U.S." and amendments to the definition of "medium-term" and "UTCs".
- update the disclosure and designated website address for contact information of the Manager, Trustee and its delegates under Corporate Directory.
- amended investment policy and strategy to provide clarity on how the policies and strategies of the Fund as a qualified Sustainable and Responsible Investment (SRI) fund are being measured throughout the lifecycle of the Fund and the due diligence carried out to ensure the underlying investment's compliance with the Fund's policies and strategies.
- updated disclosure on risk management strategies and techniques on the asset allocation for the Fund and the requirements for investments in derivatives for hedging purpose.
- inclusion of disclosure on termination of Fund without a special resolution being passed at a unit holders' meeting in the event the Fund/class is small as the Manager and Trustee may jointly deem it to be uneconomical for the Manager to continue managing the Fund/class, provided that it is also in the best interests of the unit holders to terminate the Fund/class.
- inclusion of suspension/deferment of redemption risk under general risks for investing in the Fund. In addition, liquidity risk is updated to describe the associated impact of liquidity risk on unit holders. Loan or financing risk disclosure has also been updated for better clarity and accuracy purpose.
- updated to include risk considerations for investing in derivatives and warrants the Fund.
- update on specific risk disclosure for country risk, currency risk and taxation risk/withholding tax risk.
- update Target Fund risk disclosure including amendment to extra-financial criteria investment risk and inclusion of risks related to investments in offshore RMB market share categories to be consistent with Target Fund prospectus.
- updated investment limits and restrictions disclosure to streamline with the Guidelines on Unit Trust Funds issued by Securities Commission Malaysia.
- enhanced the disclosure on borrowings and securities lending for better clarity.
- updated the list of supplemental master deed for the Fund that has been registered with the Securities Commission Malaysia. Unit holders may contact the Manager to obtain copies of the Fund's deed for reference on the changes made.
- updated the profile of BNP Paribas Funds. The investment strategy of the Target Fund, disclosure on sustainable investment policy of the Target Fund and investment restriction of the Target Fund is updated to be consistent with Target Fund prospectus.
- a new section on redemption policy of the Target Fund is included to comply with the Prospectus Guidelines for Collective Investment Schemes issued by Securities Commission Malaysia.
- included disclosure to provide clarity to investors who invested through an Institutional Unit Trust Scheme Adviser, updated illustration on how sales charge and unit prices are calculated, disclosure on redemption charge, transfer fee, switching fee and policy on rounding adjustment.
- updated annual trustee fee disclosure, amended list of expenses incurred by the Fund and salient terms of the deed to be consistent with the supplemental master deed.
- updated policy on rebates and soft commissions, valuation basis, handling of incorrect pricing, cooling-off refund and suspension of dealing in units to streamline with the Guidelines on Unit Trust Funds issued by Securities Commission Malaysia.
- updated disclosure on valuation point and computation of NAV per Unit of the Fund. Added the disclosure on requirement of foreign currency account for investment in non-RM currency classes, payment of redemption proceeds to third party account is prohibited and payment of redemption proceeds can only be made in the same currency as per the class of Fund which investors have invested in.
- removal of facsimile as one of the modes of communication available by the Manager.
- updated disclosure on switching and transfer of Funds for better clarity. Disclosure on distribution of income and reinvestment policy is enhanced to provide clarity on costs to be borne by unit holders when income distribution is credited into their respective bank accounts..
- updated the corporate information of the Manager and Trustee.
- removal of variation obtained from the Securities Commission Malaysia to vary the period of payment of redemption proceeds.
- updated related-party transactions, removed details of any direct or indirect interest held by the Manager's director under related-party transaction or conflict of interest section and updated cross trade disclosure.
- an update to the bases for valuation of the assets of the Fund; and
- the revision to the minimum investment amount of the Fund.

The Master Prospectus dated 15 May 2023 and First Supplemental Master Prospectus dated 20 October 2023 are available on the website: www.manulifeim.com.my.

3 POLICY ON STOCKBROKING REBATES AND SOFT COMMISSIONS

It is the Manager's policy not to enter into soft-dollar arrangements. Exceptions have to be assessed on a case-by-case basis in accordance to the Manager's policy prior to entering into any soft-dollar arrangement.

The Manager may retain soft commissions provided by any brokers or dealers if the soft commissions bring direct benefit or advantage to the management of the Fund. Any dealings with the brokers or dealers are executed on terms which are the most favourable to the Fund and there is no churning of trades. Any rebates/shared commissions should be credited to the account of the Fund concerned.

During the financial year under review, soft commissions have not been received by the Management Company.

4 STATEMENT BY THE MANAGER

We, Edmond Cheah Swee Leng and Chong Soon Min, being two of the Directors of Manulife Investment Management (M) Berhad (the "Manager"), do hereby state that, in the opinion of the Manager, the accompanying financial statements comprising the statement of comprehensive income, statement of financial position, statement of changes in net assets attributable to unit holders, statement of cash flows, material accounting policy information and notes to the financial statements, are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 January 2024 and of its financial performance, changes in net assets attributable to unit holders and cash flows of the Fund for the financial year ended 31 January 2024 in accordance with the Malaysian Financial Reporting Standards ("MFRS") and the International Financial Reporting Standards ("IFRS").

For and on behalf of the Manager

MANULIFE INVESTMENT MANAGEMENT (M) BERHAD

EDMOND CHEAH SWEE LENG

DIRECTOR

CHONG SOON MIN

DIRECTOR

Kuala Lumpur
26 March 2024

5 TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF MANULIFE GLOBAL AQUA FUND ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 January 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Manulife Investment Management (M) Berhad has operated and managed the Fund during the year covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the Management Company under the Deeds, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement.

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur
26 March 2024

6 INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF MANULIFE GLOBAL AQUA FUND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of Manulife Global Aqua Fund ("the Fund") give a true and fair view of the financial position of the Fund as at 31 January 2024, and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 31 January 2024, and the statement of comprehensive income, statement of changes in net assets attributable to unit holders and statement of cash flows for the financial year then ended, and notes to the financial statements, comprising material accounting policy information and other explanatory information, as set out on pages 19 to 41.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the "Auditors' responsibilities for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and other ethical responsibilities

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

Information other than the financial statements and auditors' report thereon

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

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

Responsibilities of the Manager for the financial statements

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

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

MANULIFE GLOBAL AQUA FUND

Auditors' responsibilities for the audit of the financial statements

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

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

- (a) Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- (d) Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

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

OTHER MATTER

This report is made solely to the unit holders of the Fund and for no other purpose. We do not assume responsibility to any other person for the content of this report.

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146
Chartered Accountants

Kuala Lumpur
26 March 2024

MANULIFE GLOBAL AQUA FUND

7 STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2024

	Note	Financial year from 01.02.2023 to 31.01.2024 EUR	Financial period from 26.10.2021 (date of launch) to 31.01.2023 EUR
INVESTMENT INCOME/(LOSS)			
Interest income from deposits with licensed financial institutions at amortised cost		-	509
Net gain/(loss) on financial assets at fair value through profit or loss	5	1,116,454	(587,858)
Net (loss)/gain on forward currency contract exchange	6	(1,090,755)	591,754
Net loss on foreign currency exchange		(2,793)	(18,862)
		<u>22,906</u>	<u>(14,457)</u>
EXPENSES			
Manager's fee	2	234,664	250,240
Trustee's fee	3	5,215	5,561
Auditors' remuneration		1,568	1,537
Tax agent's fee		785	569
Other expenses		2,143	2,117
		<u>244,375</u>	<u>260,024</u>
LOSS BEFORE TAXATION		(221,469)	(274,481)
TAXATION	4	-	-
DECREASE IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>(221,469)</u>	<u>(274,481)</u>
Decrease in net assets attributable to unit holders is made up as follows:			
Realised		(1,141,328)	(9,788)
Unrealised		919,859	(264,693)
		<u>(221,469)</u>	<u>(274,481)</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

MANULIFE GLOBAL AQUA FUND

8 STATEMENT OF FINANCIAL POSITION

AS AT 31 JANUARY 2024

	Note	31.01.2024 EUR	31.01.2023 EUR
ASSETS			
Cash and cash equivalents	7	310,423	450,201
Financial assets at fair value through profit or loss	5	11,770,617	13,179,499
Derivative assets at fair value through profit or loss	6	12,351	109,573
Amount due from Manager		-	5,907
Amount due from manager of Collective Investment Scheme			
- Sale of collective investment scheme		232,641	61,835
Amount due from dealer		108,025	72,391
TOTAL ASSETS		12,434,057	13,879,406
LIABILITIES			
Amount due to Manager			
- Manager's fee	2	13,209	13,727
- Cancellation of units		149,070	72,244
Amount due to Trustee	3	435	449
Amount due to manager of Collective Investment Scheme			
- Purchase of collective investment scheme		-	175,100
Amount due to dealer		108,306	72,672
Derivative liabilities at fair value through profit or loss	6	2,102	11,124
Other payables	8	5,605	3,662
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)		278,727	348,978
NET ASSET VALUE OF THE FUND		12,155,330	13,530,428
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		12,155,330	13,530,428
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS (EUR)			
- A (AUD-Hedged) Class		482,349	742,254
- A (RM-Hedged) Class		9,557,863	10,077,718
- A (SGD-Hedged) Class		859,830	1,115,087
- A (USD-Hedged) Class		1,255,288	1,595,369
		12,155,330	13,530,428
UNITS IN CIRCULATION (UNITS)			
- A (AUD-Hedged) Class	9(i)	1,644,579	2,538,016
- A (RM-Hedged) Class	9(ii)	99,693,132	100,757,363
- A (SGD-Hedged) Class	9(iii)	2,526,179	3,456,295
- A (USD-Hedged) Class	9(iv)	2,697,248	3,728,336
		106,561,138	110,480,010
NET ASSET VALUE PER UNIT (EUR)			
- A (AUD-Hedged) Class		0.2933	0.2925
- A (RM-Hedged) Class		0.0959	0.1000
- A (SGD-Hedged) Class		0.3404	0.3226
- A (USD-Hedged) Class		0.4654	0.4279

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

MANULIFE GLOBAL AQUA FUND

8 STATEMENT OF FINANCIAL POSITION (Continued)

	Note	<u>31.01.2024</u>	<u>31.01.2023</u>
		EUR	EUR
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES			
- A (AUD-Hedged) Class		0.4820	0.4509
- A (RM-Hedged) Class		0.4924	0.4629
- A (SGD-Hedged) Class		0.4939	0.4603
- A (USD-Hedged) Class		0.5055	0.4647

MANULIFE GLOBAL AQUA FUND

9 STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2024

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	EUR	EUR
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR/PERIOD	13,530,428	-
Movement due to units created and cancelled during the financial year/period		
Creation of units arising from applications		
- A (AUD-Hedged) Class	311,336	817,304
- A (RM-Hedged) Class	3,868,158	12,807,515
- A (SGD-Hedged) Class	536,567	1,124,833
- A (USD-Hedged) Class	165,190	1,735,804
Cancellation of units		
- A (AUD-Hedged) Class	(582,428)	(32,358)
- A (RM-Hedged) Class	(3,968,167)	(2,508,814)
- A (SGD-Hedged) Class	(855,474)	(20,796)
- A (USD-Hedged) Class	(628,811)	(118,579)
Decrease in net assets attributable to unit holders during the financial year/period	<u>(221,469)</u>	<u>(274,481)</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR/PERIOD	<u>12,155,330</u>	<u>13,530,428</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

MANULIFE GLOBAL AQUA FUND

10 STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2024

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
Note	EUR	EUR
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of investments	6,728,601	3,612,905
Purchase of investments	(4,625,266)	(17,347,620)
Net realised (loss)/gain on forward foreign currency contract	(1,002,555)	493,305
Net realised foreign exchange loss	(10,613)	(6,012)
Interest income received	-	509
Manager's fee paid	(159,087)	(155,890)
Trustee's fee paid	(5,229)	(5,112)
Audit fee paid	(1,434)	-
Payment for other fees and expenses	(1,119)	(561)
	<hr/>	<hr/>
Net cash generated from/(used in) operating activities	923,298	(13,408,476)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	4,887,158	16,479,549
Payments for cancellation of units	(5,958,054)	(2,608,303)
	<hr/>	<hr/>
Net cash (used in)/generated from financing activities	(1,070,896)	13,871,246
	<hr/>	<hr/>
Net (decrease)/increase in cash and cash equivalents	(147,598)	462,770
Currency translation differences	7,820	(12,569)
Cash and cash equivalents at beginning of the financial year/period	450,201	-
	<hr/>	<hr/>
Cash and cash equivalents at end of the financial year/period	7 <u>310,423</u>	<u>450,201</u>
Cash and cash equivalents comprise:		
Bank balance in a licensed bank	7 <u>310,423</u>	<u>450,201</u>

The accompanying material accounting policy information and notes to the financial statements form an integral part of these financial statements.

11 MATERIAL ACCOUNTING POLICY INFORMATION

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2024

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements. The policies have been consistently applied to all the financial year/period presented, unless otherwise stated.

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the Fund have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") and the International Financial Reporting Standards ("IFRS"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported financial year/period. It also requires the Manager to exercise judgement in the process of applying the Fund's accounting policies. Although these estimates and judgement are based on the Manager's best knowledge of current events and actions, actual results may differ. There are no significant areas of judgement or complexity that have significant effect on the amounts recognised in the financial statements. There are no critical accounting estimates and assumptions used in the preparation of the financial statements of the Fund for the financial year ended 31 January 2024.

(i) Standards and amendments to existing standards effective 1 January 2023

There are no standards, amendments to standards or interpretations that are effective for the annual periods beginning on 1 February 2023 that have a material effect on the financial statements of the Fund.

(ii) New standards, amendments and interpretations effective after 1 January 2023 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 February 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

B FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

The Fund classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value through profit or loss and
- those to be measured at amortised cost

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate quoted equities as fair value through other comprehensive income. The contractual cash flows of the Fund's debt securities are solely principal and interest. However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale.

The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

MANULIFE GLOBAL AQUA FUND

The Fund classifies cash and cash equivalents, amount due from Manager, amount due from Manager of Collective Investment Scheme and amount due from dealer as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amounts outstanding.

The Fund classifies amount due to Manager, amount due to Trustee, amount due to dealer, amount due to Manager of Collective Investment Scheme and other payables as other financial liabilities measured at amortised cost.

(ii) Recognition and initial measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the assets. Investments are initially recognised at fair value.

Financial liabilities are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or has expired.

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial period which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

Collective investment scheme is valued based on the most recent published net asset value per unit or share of such collective investment schemes or, if unavailable, on the last published price of such unit or share (excluding any sales charge included in such selling price).

Derivative investment consists of forward foreign currency contract. Financial derivative position will be "marked to market" at the close of each valuation day. Foreign exchange gains or losses on the derivative financial instrument are recognised in profit or loss when settled or at the date of the statement of financial position at which time they are included in the measurement of the derivative financial instrument.

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated on the effective interest method over the period from the date of placement to the date of maturity of the respective deposits.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest method.

(iii) Impairment

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any expected credit loss. The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12 months expected credit losses as any such impairment would be wholly insignificant to the Fund.

MANULIFE GLOBAL AQUA FUND

(iv) Significant increase in credit risk

A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due.

(v) Definition of default and credit-impaired financial assets

Any contractual payment which is more than 90 days past due is considered credit impaired.

(vi) Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial year.

C CREATION AND CANCELLATION OF UNITS

The unit holders' contribution to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "Financial Instruments: Presentation".

The Fund issues four classes of cancellable units, known respectively as the A (AUD-Hedged) Class, A (RM-Hedged) Class, A (SGD-Hedged) Class and A (USD-Hedged) Class which are cancelled at the unit holders' option and do not have identical features. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's net asset value attributable of respective classes. The outstanding units are carried at the redemption amount that is payable at the statement of financial position date if the unit holders exercise the right to put the units back to the Fund.

Units are created and cancelled at the unit holder's option at prices based on the Fund's net asset value per unit of the respective classes at the close of business on the relevant dealing day. The Fund's net asset value per unit of the respective classes is calculated by dividing the net assets attributable to the unit holders of each class with the total number of outstanding units of respective classes.

D INCOME RECOGNITION

Interest income from deposits placed with licensed financial institutions is recognised on a time proportionate basis using the effective interest rate method on an accrual basis.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

Dividend income on collective investment schemes are recognised on the ex-dividend date.

Realised gains or losses on disposal of collective investment schemes are calculated based on the differences between the net disposal proceeds and the carrying amount of the investments, determined on a weighted average cost basis.

E EXPENSES

Expenses are accounted for on an accrual basis and charged to the statement of comprehensive income.

MANULIFE GLOBAL AQUA FUND

F AMOUNT DUE FROM/TO MANAGER OF COLLECTIVE INVESTMENT SCHEMES

Amounts due from and to manager of collective investment scheme represent receivables for collective investment scheme sold and payables for collective investment scheme purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from manager of collective investment schemes is held for collection.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amount due from manager of collective investment scheme at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses.

Significant financial difficulties of the manager of collective investment scheme, probability that the manager of collective investment scheme will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due.

G CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash at bank and deposits held in highly liquid investments that are readily convertible to known amounts of cash, and which are subject to an insignificant risk of changes in value.

H FOREIGN CURRENCY

Functional and presentation currency

Items included in 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 Euro (“EUR”), which is the Fund’s functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in EUR primarily due to the following factors:

- (i) Significant portion of the net asset value is invested in the form of cash denominated in EUR for the purpose of making settlement of the foreign trades; and
- (ii) Significant portion of the Fund’s expenses are denominated in EUR; and
- (iii) Significant portion of the Fund’s investments are denominated in EUR.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuations where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income, except when deferred in other comprehensive income (“OCI”) as qualifying cash flow hedges.

MANULIFE GLOBAL AQUA FUND

I FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The information presented herein represents the estimates of fair value as at the date of the statement of financial position.

Where available, quoted and observable market prices are used as the measure of fair values. Where such quoted and observable market prices are not available, fair values are estimated based on a range of methodologies and assumptions regarding risk characteristics of various financial instruments, discount rates, estimates of future cash flows and other factors. Changes in the uncertainties and assumptions could materially affect these estimates and the resulting fair value estimates.

A range of methodologies and assumptions has been used in deriving the fair values of the Fund's financial instruments as at the date of the statement of financial position. The total fair value of each financial instrument is not materially different from the total carrying value.

The fair values are based on the following methodologies and assumptions:

(a) Short-term deposits with licensed financial institutions

For deposits and placements with licensed financial institutions with maturities of less than three months, the carrying value is a reasonable estimate of fair value. For deposits and placements with maturities of three months and above, the estimated fair value is based on discounted cash flows by using prevailing interbank money market interest rates at which similar deposits and placements would be made with financial institutions of similar credit risk and remaining period to maturity.

(b) Collective investment schemes

The estimated fair value is based on the last published net asset value per unit or share of such collective investment schemes or, if unavailable, on the average of the last published buying price and the last published selling price of such unit or share (excluding any sales charge included).

(c) Other short-term financial instruments

Other short-term financial instruments comprise amount due from/to Manager, amount due to Trustee, amount due from/to manager of Collective Investment Scheme, amount due to Trustee, amount due from/to dealer and other payables. The carrying values of the assets and liabilities are assumed to approximate their fair values due to the short tenure of less than one year.

J MANAGEMENT FEE REBATE

Management fee rebate is derived from the collective investment scheme held by the Fund on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of collective investment scheme held.

K TAXATION

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

L DERIVATIVE FINANCIAL INSTRUMENTS

A derivative financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

MANULIFE GLOBAL AQUA FUND

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

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

The Fund's derivative financial instruments comprise forward foreign currency contracts. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at the fair value.

The fair value of forward foreign exchange contracts is determined using forward exchange rates at the date of the statement of financial position with the resulting value discounted back to present value.

The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and the nature of the item being hedged. Derivatives that do not qualify for hedge accounting are classified as held for trading and accounted for in accordance with the accounting policy set out in Note B to the financial statements.

12 NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2024

1 INFORMATION ON THE FUND

Manulife Global Aqua Fund ("the Fund") was established pursuant to 11th Supplemental Master Deed dated 4 August 2021, and subsequent Supplemental Deeds (if any) (hereinafter referred to as the "Deed") between Manulife Investment Management (M) Berhad (the "Manager") and HSBC (Malaysia) Trustee Berhad (the "Trustee").

The Fund will invest at least 85% of the Fund's net asset value in Share Class UI9 (Euro) of the BNP Paribas Funds Aqua (the "Target Fund"), and the remaining net value value of the Fund will be invested in liquid assets such as cash, money market instruments (including fixed income securities which have a remaining maturity period of less than 365 days) and/or placement of deposits with financial institutions for liquidity purposes. The Fund commenced operations on 26 October 2021 and will continue its operations until terminated as provided under Clause 25 of the Deed.

The main objective of the Fund is to provide unit holders with capital appreciation by investing in one collective investment scheme with investment focus on companies tracking the water-related challenges and helping to accelerate the transition to a more sustainable world.

The Manager of the Fund, a company incorporated in Malaysia, is a wholly-owned subsidiary of Manulife Holdings Berhad, a public limited liability company, incorporated and domiciled in Malaysia, and listed on the main market of Bursa Malaysia. Its principal activities are the management of unit trusts and private retirement schemes, financial planning and fund management activities.

The financial statements were authorised for issue by the Manager on 26 March 2024.

2 MANAGER'S FEE

In accordance with the Deed, the Manager is entitled to Manager's fee at a rate of not exceeding 3.00% per annum of the net asset value of the Fund before deducting Trustee's fee and Manager's fee for the day, calculated on a daily basis.

For the financial year, the Manager is entitled to Manager's fee at a rate of 1.80% per annum (2023: 1.80% per annum) of the net asset value of the Fund before deducting Trustee's fee and Manager's fee for the day, calculated on a daily basis.

There will be no further liability to the Manager in respect of Manager's fee other than the amount recognised above.

3 TRUSTEE'S FEE

In accordance with the Deed, the Trustee is entitled to a fee of not exceeding 0.20% per annum of the net asset value of the Fund before deducting Trustee's fee and Manager's fee for the day, calculated on a daily basis, including local custodian fees excluding foreign custodian fees and charges.

For the financial year, the Trustee is entitled to a fee of 0.04% per annum (2023: 0.04% per annum) of the net asset value of the Fund before deducting Trustee's fee and Manager's fee for the day, calculated on a daily basis, including local custodian fees, but excluding foreign custodian fees and charges.

There will be no further liability to the Trustee in respect of Trustee's fee other than the amount recognised above.

MANULIFE GLOBAL AQUA FUND

4 TAXATION

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	EUR	EUR
Current taxation	-	-

Numerical reconciliation between loss before taxation multiplied by the Malaysian statutory tax rate and tax expenses of the Fund is as follows:

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	EUR	EUR
Loss before taxation	(221,469)	(274,481)
Tax calculated at Malaysian tax rate of 24% (2023: 24%)	(53,153)	(65,875)
Tax effect in respect of:		
- Expenses not deductible for tax purposes	1,748	1,777
- Restriction on tax deductible expenses for unit trust funds	56,902	60,629
- Investment loss not deductible for tax purposes	(5,497)	3,469
Tax expenses	-	-

5 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.01.2024	31.01.2023
	EUR	EUR
Financial assets at fair value through profit or loss		
- Collective investment scheme	11,770,617	13,179,499

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	EUR	EUR
Net gain/(loss) on financial assets at fair value through profit or loss		
- Realised	40,120	(317,908)
- Unrealised	1,000,239	(350,573)
- Management fee rebate#	76,095	80,623
	1,116,454	(587,858)

MANULIFE GLOBAL AQUA FUND

In arriving at the fair value of collective investment schemes managed by the Manager, the management fee initially paid to the manager of collective investment schemes has been considered as part of its net asset value. In order to prevent the double charging of management fee, management fee charged on the Fund's investment in collective investment schemes has been refunded to the Fund. Accordingly, any rebate of management fee received from the manager of collective schemes is reflected as increase in the net asset value of the collective investment schemes.

As the Fund invests in collective investment schemes, the management fee charged by the collective investment scheme is fully refunded to the Fund. In accordance with the Fund's prospectus, there is no double charging of management fee to the Fund. The Manager fee paid to the Manager is net of rebate. Rebate recognised at a rate 0.60% per annum (2023: 0.60% per annum) on the Collective Investment Scheme's fair value calculated and accrued daily.

<u>COLLECTIVE INVESTMENT SCHEME</u>	<u>Quantity</u>	<u>Cost of shares</u>	<u>Fair value as at 31.01.2024</u>	<u>Fair value as at 31.01.2024 expressed as percentage of value of Fund</u>
<u>31.01.2024</u>	<u>Units</u>	<u>EUR</u>	<u>EUR</u>	<u>Fund</u>
				<u>%</u>
BNP Paribas Funds - BNP Paribas Fund Aqua - Share Class UI9 (Euro)	119,051	11,120,951	11,770,617	96.84
TOTAL COLLECTIVE INVESTMENT SCHEME	<u>119,051</u>	<u>11,120,951</u>	<u>11,770,617</u>	<u>96.84</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>649,666</u>		
TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>11,770,617</u>		

Top 10 holdings of the Target Fund for the financial year ended 31 January 2024:

<u>Security Name</u>	<u>Percentage of Target Fund net asset value</u>
	<u>%</u>
Veolia Environ SA	4.57
American Water Works Inc	4.17
Severn Trent PLC	3.75
Linde PLC	3.37
A O Smith Corp	3.19
Pentair PLC	3.18
United Utilities Group PLC	3.15
IDEX Corp	3.14
Ferguson PLC	3.12
Georg Fischer AG	2.76
	<u>34.40</u>

MANULIFE GLOBAL AQUA FUND

COLLECTIVE INVESTMENT SCHEME	Quantity	Cost of shares	Fair value as at 31.01.2023	Fair value as at 31.01.2023 expressed as percentage of value of Fund
31.01.2023	Units	EUR	EUR	%
BNP Paribas Funds - BNP Paribas Fund Aqua - Share Class UI9 (Euro)	144,861	13,530,072	13,179,499	97.41
TOTAL COLLECTIVE INVESTMENT SCHEME	<u>144,861</u>	<u>13,530,072</u>	<u>13,179,499</u>	<u>97.41</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(350,573)</u>		
TOTAL FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>13,179,499</u>		

Top 10 holdings of the Target Fund for the financial period ended 31 January 2023:

Security Name	Percentage of Target Fund net asset value
	%
American Water Works Inc	4.45
Veolia Environ SA	4.16
Agilent Technologies Inc	3.48
A O Smith Corp	3.39
Pentair PLC	3.21
Linde PLC	3.02
Idex Corp	3.01
Georg Fischer AG	2.92
Trimble INC	2.75
Severn Trent PLC	2.70
	<u>33.09</u>

6 DERIVATIVE ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.01.2024	31.01.2023
	EUR	EUR
<u>Derivative assets</u>		
Forward foreign currency contract	12,351	109,573
<u>Derivative liabilities</u>		
Forward foreign currency contract	2,102	11,124

MANULIFE GLOBAL AQUA FUND

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	EUR	EUR
Realised (loss)/gain on forward currency contracts	(1,002,555)	493,305
Unrealised (loss)/gain on forward currency contracts	(88,200)	98,449
Net (loss)/gain on forward currency contract exchange	<u>(1,090,755)</u>	<u>591,754</u>

(i) Forward foreign currency contracts as at 31 January 2024 and 31 January 2023 is as follows:

<u>31.01.2024</u>	Receivables	Payables	Fair value	Percentage of NAV
	EUR	EUR	EUR	%
HSBC Bank Malaysia Berhad	11,789,350	11,779,101	10,249	0.08
Total Forward foreign currency contracts	<u>11,789,350</u>	<u>11,779,101</u>	<u>10,249</u>	<u>0.08</u>

<u>31.01.2023</u>	Receivables	Payables	Fair value	Percentage of NAV
	EUR	EUR	EUR	%
HSBC Bank Malaysia Berhad	13,502,584	13,404,135	98,449	0.73
Total Forward foreign currency contracts	<u>13,502,584</u>	<u>13,404,135</u>	<u>98,449</u>	<u>0.73</u>

As at 31 January 2024, the notional principal amount of the 7 (31.01.2023: 12) outstanding forward foreign currency contracts amounted to EUR11,789,350 (31.01.2023: EUR13,502,584). The AUD/EUR, MYR/EUR, SGD/EUR and USD/EUR forward foreign currency contracts are entered into during the financial year/period to minimise the risk of foreign exchange exposure between the AUD, MYR, SGD, USD and the EUR for the Fund.

As the Fund has not adopted hedge accounting, the change in fair value of the forward foreign currency contracts are recognised immediately in statement of comprehensive income.

7 CASH AND CASH EQUIVALENTS

	<u>31.01.2024</u>	<u>31.01.2023</u>
	EUR	EUR
Bank balance in a licensed bank	310,423	450,201

8 OTHER PAYABLES

	<u>31.01.2024</u>	<u>31.01.2023</u>
	EUR	EUR
Auditors' remuneration	1,671	1,537
Tax agent's fee	1,354	569
Sundry payables and accruals	2,580	1,556
	<u>5,605</u>	<u>3,662</u>

MANULIFE GLOBAL AQUA FUND

9 UNITS IN CIRCULATION

(i) A (AUD-Hedged) Class

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	No. of units	No. of units
At beginning of the financial year/period	2,538,016	-
Add: Creation of units arising from applications	1,107,132	2,642,900
Less: Cancellation of units	(2,000,569)	(104,884)
At end of the financial year/period	<u>1,644,579</u>	<u>2,538,016</u>

(ii) A (RM-Hedged) Class

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	No. of units	No. of units
At beginning of the financial year/period	100,757,363	-
Add: Creation of units arising from applications	40,885,618	126,869,671
Less: Cancellation of units	(41,949,849)	(26,112,308)
At end of the financial year/period	<u>99,693,132</u>	<u>100,757,363</u>

(iii) A (SGD-Hedged) Class

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	No. of units	No. of units
At beginning of the financial year/period	3,456,295	-
Add: Creation of units arising from applications	1,695,327	3,521,295
Less: Cancellation of units	(2,625,443)	(65,000)
At end of the financial year/period	<u>2,526,179</u>	<u>3,456,295</u>

(iv) A (USD-Hedged) Class

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	No. of units	No. of units
At beginning of the financial year/period	3,728,336	-
Add: Creation of units arising from applications	379,098	4,022,329
Less: Cancellation of units	(1,410,186)	(293,993)
At end of the financial year/period	<u>2,697,248</u>	<u>3,728,336</u>

10 BROKERS' TRANSACTIONS

There were no transactions with brokers in relation to equities and fixed income securities for the financial year/period ended 31 January 2024 and 31 January 2023 respectively.

As at the end of each financial year/period, there were no brokers' transactions with related parties.

MANULIFE GLOBAL AQUA FUND

11 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

The related parties and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationship</u>
Manulife Investment Management (M) Berhad	The Manager
Manulife Financial Corporation (“Manulife”)	Ultimate holding company of the Manager
Manulife Holdings Berhad	Immediate holding company of the Manager
Directors of Manulife Investment Management (M) Berhad	Directors of the Manager
Subsidiaries and associates of Manulife as disclosed in its financial statements	Subsidiaries and associate companies of the ultimate holding company of the Manager

There were no units held by the Manager and parties related to the Manager as at 31 January 2024 and 31 January 2023 respectively.

In addition to the related party disclosure mentioned elsewhere in the financial statements, there were no other significant related party transactions and balances.

The Manager is of the opinion that all transactions with related parties have been entered into at agreed terms between the related parties.

12 TOTAL EXPENSE RATIO (“TER”)

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
	%	%
TER	1.87	2.27

TER represents expenses including Manager’s fee, Trustee’s fee, auditors’ remuneration, tax agent’s fee and other expenses (excluding SST on transaction costs and withholding tax) expressed as an annual percentage of the Fund’s average net asset value calculated on a daily basis.

13 PORTFOLIO TURNOVER RATIO (“PTR”)

	Financial year from 01.02.2023 to 31.01.2024	Financial period from 26.10.2021 (date of launch) to 31.01.2023
PTR (times)	0.44	0.92

PTR represents the average of total acquisitions and disposals of investments in the Fund for the financial year/period over the Fund’s average net asset value calculated on a daily basis.

14 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks which include market risk (including price risk, interest rate risk and currency risk), credit risk, liquidity risk and capital risk.

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to all rules and regulations as stipulated by the Securities Commission’s Guidelines on Unit Trust Funds.

MANULIFE GLOBAL AQUA FUND

Market risk

(a) Price risk

Price risk arises mainly from uncertainty about future prices of investments. It represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Manager manages the risk of unfavourable changes in prices by continuous monitoring of the performance and risk profile of the investment portfolio.

The table below shows the assets of the Fund which are exposed to price risk.

	31.01.2024	31.01.2023
	EUR	EUR
Financial assets at fair value through profit or loss		
- Collective investment scheme	11,770,617	13,179,499

The following table summarises the sensitivity of the Fund's profit or loss after taxation and net asset value to price risk movements of collective investment scheme as at the end of each reporting year/period. The analysis is based on the assumptions that the market price of collective investment scheme fluctuates by 5% with all other variables being held constant, and that fair value of the Fund's collective investment scheme move according to the historical correlation of the index. Disclosures below are shown in absolute terms, changes and impact could be positive or negative.

<u>As at:</u>	Changes in price	Impact on loss after taxation	Impact on net asset value
	%	EUR	EUR
<u>31.01.2024</u>			
Financial assets at fair value through profit or loss			
- Collective investment scheme	5	588,531	588,531
<u>31.01.2023</u>			
Financial assets at fair value through profit or loss			
- Collective investment scheme	5	658,975	658,975

(b) 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.

The Fund's exposure to the interest rate risk is mainly confined to deposits with financial institutions. The Manager overcomes this exposure by way of maintaining deposits on short-term basis. Therefore, the Fund's exposure to interest rate fluctuation is minimal.

(c) Currency risk

For investments denominated in foreign currencies, the currency risk may have a significant impact on the returns of the Fund. The Manager will evaluate the likely direction of a foreign currency versus Euro based on consideration of economic fundamentals such as interest rate differentials, balance of payment position, debt level and technical consideration.

MANULIFE GLOBAL AQUA FUND

The Fund's foreign currency risk concentrations are as follows:

As at	Cash and cash equivalents	Amount due (to)/ from dealer	Amount due (to)/from Manager	Net assets attributable to unit holders	Total
	EUR	EUR	EUR	EUR	EUR
<u>31.01.2024</u>					
AUD	-	-	-	482,349	482,349
MYR	494	91,619	(133,015)	9,557,863	9,516,961
SGD	6	806	(737)	859,830	859,905
USD	-	15,316	(15,318)	1,255,288	1,255,286
	<u>500</u>	<u>107,741</u>	<u>(149,070)</u>	<u>12,155,330</u>	<u>12,114,501</u>

31.01.2023

AUD	-	-	-	742,254	742,254
MYR	527	64,007	(58,039)	10,077,718	10,084,213
SGD	-	-	-	1,115,087	1,115,087
USD	-	8,384	(8,298)	1,595,369	1,595,455
	<u>527</u>	<u>72,391</u>	<u>(66,337)</u>	<u>13,530,428</u>	<u>13,537,009</u>

The following table summarises the sensitivity of the Fund's profit or loss after taxation and net asset value to changes in foreign exchange movements at the end of each reporting year/period. The analysis is based on the assumption that the foreign exchange rate fluctuates by 5%, with all other variables remaining constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Disclosures shown are in absolute terms, changes and impacts could be positive or negative.

As at:	Changes in foreign exchange	Impact on loss after taxation	Impact on net asset value
	%	EUR	EUR
<u>31.01.2024</u>			
AUD	5	24,117	24,117
MYR	5	475,848	475,848
SGD	5	42,995	42,995
USD	5	62,764	62,764
		<u>605,724</u>	<u>605,724</u>

31.01.2023

AUD	5	37,113	37,113
MYR	5	504,211	504,211
SGD	5	55,754	55,754
USD	5	79,773	79,773
		<u>676,851</u>	<u>676,851</u>

MANULIFE GLOBAL AQUA FUND

Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss to the other party by failing to discharge an obligation. The Manager manages the credit risk by undertaking credit evaluation to minimise such a risk.

Credit risk arising from placement 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/to manager of collective investment scheme, the Fund will invest with an investment management company of the collective investment scheme which is authorised or approved by the relevant regulatory authority in its home jurisdiction.

The settlement terms of the proceeds from the creation of units receivable by the Manager are governed by the Securities Commission's Guidelines on Unit Trust Funds.

The maximum exposure to credit risk before any credit enhancements in the carrying amount of the financial assets is as set out below:

<u>As at</u>	Neither Past Due Nor Impaired						
	<u>Cash and cash equivalents</u>	<u>Derivative assets at fair value through profit or loss</u>	<u>Amount due from Manager</u>	<u>Amount due from manager</u>	<u>Collective Investment Scheme</u>	<u>Amount due from dealer</u>	<u>Total</u>
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
<u>31.01.2024</u>							
AAA	310,423	12,351	-	-	-	108,025	430,799
Not rated	-	-	-	232,641	-	-	232,641
	<u>310,423</u>	<u>12,351</u>	<u>-</u>	<u>232,641</u>	<u>-</u>	<u>108,025</u>	<u>663,440</u>
<u>31.01.2023</u>							
AAA	450,201	109,573	-	-	-	72,391	632,165
Not rated	-	-	5,907	61,835	-	-	67,742
	<u>450,201</u>	<u>109,573</u>	<u>5,907</u>	<u>61,835</u>	<u>-</u>	<u>72,391</u>	<u>699,907</u>

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations. The Manager manages this risk by maintaining a sufficient level of liquid assets to meet anticipated payments and cancellations of units by unit holders. The liquid assets comprise cash at bank, deposits with licensed financial institutions and other instruments which are capable of being converted into cash within 7 days.

The following table analyses the Fund's financial assets and financial liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date. The amounts in the following table are the contractual undiscounted cash flows.

MANULIFE GLOBAL AQUA FUND

<u>As at</u>	<u>Within one month</u>	<u>Within one month to one year</u>	<u>Total</u>
	EUR	EUR	EUR
<u>31.01.2024</u>			
<u>Financial assets</u>			
Cash and cash equivalents	-	310,423	310,423
Financial assets at fair value through profit or loss	-	11,770,617	11,770,617
Derivative assets at fair value through profit or loss	12,351	-	12,351
Amount due from Manager of Collective investment scheme - Sale of collective investment scheme	232,641	-	232,641
Amount due from dealer	108,025	-	108,025
	<u>353,017</u>	<u>12,081,040</u>	<u>12,434,057</u>

<u>As at</u>	<u>Within one month</u>	<u>Within one month to one year</u>	<u>Total</u>
	EUR	EUR	EUR
<u>31.01.2024</u>			
<u>Financial liabilities</u>			
Net assets attributable to unit holders*	12,155,330	-	12,155,330
Amount due to Manager			
- Manager's fee	13,209	-	13,209
- Cancellation of units	149,070	-	149,070
Amount due to Trustee	435	-	435
Amount due to dealer	108,306	-	108,306
Derivative liabilities at fair value through profit or loss	2,102	-	2,102
Other payables	-	5,605	5,605
	<u>12,428,452</u>	<u>5,605</u>	<u>12,434,057</u>

<u>As at</u>	<u>Within one month</u>	<u>Within one month to one year</u>	<u>Total</u>
	EUR	EUR	EUR
<u>31.01.2023</u>			
<u>Financial assets</u>			
Cash and cash equivalents	-	450,201	450,201
Financial assets at fair value through profit or loss	-	13,179,499	13,179,499
Derivative assets at fair value through profit or loss	109,573	-	109,573
Amount due from manager	5,907	-	5,907
Amount due from Manager of Collective investment scheme - Sale of collective investment scheme	61,835	-	61,835
Amount due from dealer	72,391	-	72,391
	<u>249,706</u>	<u>13,629,700</u>	<u>13,879,406</u>

MANULIFE GLOBAL AQUA FUND

As at	Within one month	Within one month to one year	Total
	EUR	EUR	EUR
<u>31.01.2023</u>			
<u>Financial liabilities</u>			
Net assets attributable to unit holders*	13,530,428	-	13,530,428
Amount due to Manager			
- Manager's fee	13,727	-	13,727
- Cancellation of units	72,244	-	72,244
Amount due to Trustee	449	-	449
Amount due to manager of collective investment scheme			
- Purchase of Collective investment scheme	175,100	-	175,100
Amount due to dealer	72,672	-	72,672
Derivative liabilities at fair value through profit or loss	11,124	-	11,124
Other payables	-	3,662	3,662
	<u>13,875,744</u>	<u>3,662</u>	<u>13,879,406</u>

* Units are cancelled on demand at the unit holders' option. However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows as unit holders typically retain their units for the medium to long-term.

Capital risk

The capital of the Fund is represented by net assets attributable to unit holders of EUR12,155,330 (31.01.2023: EUR13,530,428). The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unit holders and benefits for other stakeholders, and to maintain a strong capital base to support the development of the investment activities of the Fund.

Fair value estimation

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (level 3).

Financial assets at fair value through profit or loss amounting to EUR11,770,617 (31.01.2023: EUR13,179,499) is classified within level 1 of the fair value hierarchy.

Derivative assets at fair value through profit or loss amounting to EUR12,351 (31.01.2023: EUR109,573) is classified within level 2 of the fair value hierarchy.

Derivative liabilities at fair value through profit or loss amounting to EUR2,102 (31.01.2023: EUR11,124) is classified within level 2 of the fair value hierarchy.

15 COMPARATIVES

Financial statements for the current year is prepared for the financial year from 1 February 2023 to 31 January 2024 whilst for the comparable period, it is prepared for the financial period from 26 October 2021 (date of launch) to 31 January 2023.

Therefore the statement of comprehensive income, statement of changes in net assets attributable to unit holders, the statement of cash flows, and related notes to the financial statements for the current year are not comparable to the financial period from 26 October 2021 (date of launch) to 31 January 2023.

13 CORPORATE INFORMATION

MANAGER

Manulife Investment Management (M) Berhad
Registration No: 200801033087 (834424-U)
13th Floor, Menara Manulife
No. 6, Jalan Gelenggang
Damansara Heights
50490 Kuala Lumpur

BOARD OF DIRECTORS

Dato' Dr Zaha Rina Binti Zahari (Independent)
Edmond Cheah Swee Leng (Independent)
Gianni Fiacco (Non-Independent)
Vibha Hamsi Coburn (Non-Independent)
Wong Boon Choy (Non-Independent)
Chong Soon Min (Jason) (Non-Independent Executive)

INVESTMENT MANAGER

Manulife Investment Management (M) Berhad
Registration No.: 200801033087 (834424-U)
10th Floor, Menara Manulife
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Damansara Heights
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TRUSTEE OF THE FUND

HSBC (Malaysia) Trustee Berhad
Registration No: 193701000084 (1281-T)
Level 19, Menara IQ, Lingkaran TRX
Tun Razak Exchange
55188 Kuala Lumpur

AUDITORS

PricewaterhouseCoopers PLT
Registration No: LLP0014401-LCA & AF 1146
Level 10, 1 Sentral, Jalan Rakyat
Kuala Lumpur Sentral
P O Box 10192
50706 Kuala Lumpur

TAX CONSULTANTS

Deloitte Tax Services Sdn Bhd
Registration No : 197701005407 (36421-T)
Level 16, Menara LGB
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Taman Tun Dr Ismail
60000 Kuala Lumpur

MANULIFE GLOBAL AQUA FUND

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Taman Komersil Senawang
70450 Seremban
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Melaka

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Taman Melaka Raya 1
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101 Commercial Centre
98000 Miri
Sarawak
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Parkcity Commerce Square
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MANULIFE GLOBAL AQUA FUND

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