Nomura Ringgit Bond Fund 2

Quarterly Report For The Period Ended 30 June 2026

MANAGER:
NOMURA ASSET MANAGEMENT MALAYSIA SDN BHD
Business Registration No.: 200601028939 (748695-A)

TRUSTEE:
DEUTSCHE TRUSTEES MALAYSIA BERHAD
Business Registration No. : 200701005591 (763590-H)

Table of Contents

APPENDIX

MANAGER'S REPORT

Category, Objective and Distribution Policy
Nomura Ringgit Bond Fund 2 (the "**Fund**") is a wholesale fixed income fund which seeks to generate regular income by investing in fixed income securities whilst carefully considering capital preservation* on behalf of its investors.

** The Fund is not a capital guaranteed or capital protected fund and the returns are not guaranteed.*

Subject to availability of income, distribution will be on monthly basis.

Fund Type
Income

Benchmark
12-month Malayan Banking Berhad Fixed Deposit Account Rate.

Performance as at 30 June 2026
For the period under review from 1 April 2026 to 30 June 2026, the Fund has registered a 0.80% return. Compared to the Benchmark return of 0.49%, the Fund outperformed its Benchmark by 0.31%. The last published Net Asset Value ("NAV") per unit of the Fund as at 31 March 2026 was RM 1.0134 as compared to the NAV per unit as at 30 June 2026 of RM 1.0144. On the total NAV basis, the Fund's NAV stood at RM 502.95 million as at 30 June 2026.

Performance as at 30 June 2026 (%)

	3 months (01/04/2025-30/06/2025)	6 Months (01/01/2025-30/06/2025)	1 Year (01/07/2024-30/06/2025)	3 Year (01/07/2022-30/06/2025)	5-Year (01/07/2021-30/06/2026)	Since commencement (29/07/2020 - 30/06/2026)
Fund	0.80	1.66	3.66	14.09	20.31	19.60
Benchmark	0.49	1.00	2.11	7.78	12.83	14.75
Outperformance/ (Underperformance)	0.31	0.66	1.55	6.31	7.48	4.85

Source of Fund and Benchmark Returns: LSEG Lipper

Volatility as at 30 June 2026

	3-Year
Fund	0.66

Source: LSEG Lipper

This information is prepared by Nomura Asset Management Malaysia Sdn Bhd ("NAMM") for information purposes only. Past earnings of the Fund's distribution record is not a guarantee or reflection of the Fund's future earnings/future distributions. Investors are advised that unit prices, distributions payable and investment returns may go down as well as up.

Strategies Employed (1 April 2026 to 30 June 2026)

Throughout 2Q26, we expanded the portfolio's investment allocation in response to heightened fixed income volatility, with particular emphasis on AA-rated securities. The intermediate segment of the yield curve continued to offer compelling roll-down opportunities, and we maintained substantial exposure to this attractive segment. Our limited allocation to long-duration positions benefited from favorable credit spread dynamics. We actively managed liquidity to maximize returns from maturing securities while preserving strategic cash reserves to capitalize on opportunities from the anticipated robust issuance pipeline. We expect enhanced investment prospects to emerge in the evolving market environment.

Summary of Asset Allocation

	30 June 2026	31 March 2026
Malaysian Government Securities / Government Investment Issues / Government Guaranteed Securities	1.00%	1.01%
Corporate Bonds / Sukuk	97.13%	92.56%
Cash and other net current assets / liabilities	1.87%	6.43%
Total	100.00%	100.00%

Review of Market (1 April 2026 to 30 June 2026)

2Q26 was characterized by heightened geopolitical tensions as the Middle East conflict dominated global headlines. Markets focus centered on the closure of the Strait of Hormuz as well as its impact on global supply chains and energy prices. Global short-dated yields were pushed higher following a hawkish hold at Kevin Warsh's first FOMC meeting as Fed Chair. In tandem with global yield curve which bear-flattened in 2Q26, the domestic yield curve shifted upwards marginally over the quarter.

In its May Monetary Policy Committee meeting, Bank Negara Malaysia (BNM) kept its Overnight Policy Rate (OPR) unchanged at 2.75%, consistent with market expectations following the pre-emptive adjustment in July 2025. In its monetary policy statement, while maintaining its neutral tone, BNM sounded cautious, acknowledging the heightened uncertainty stemming from volatile energy and commodity prices, alongside supply chain disruptions linked to Middle East geopolitical tensions, which pose downside risks to growth through potential tightening of global financial conditions and elevated asset valuation concerns. Despite these headwinds, domestic growth momentum in 1Q26 remained robust, underpinned by resilient domestic demand—with household consumption supported by wage growth and targeted fiscal measures, and investment activity bolstered by public infrastructure projects and materialization of approved FDI commitments. BNM anticipates a modest uptick in inflation through 2026, though both headline and core measures are projected to remain contained, reflecting effective domestic policy interventions and stable aggregate demand conditions. All in all, BNM assesses the current monetary policy stance as appropriately calibrated to balance price stability with sustainable growth objectives.

Malaysia's gross domestic product (GDP) remained robust, though moderated, recording at +5.4% in 1Q26 (4Q25: +6.2%). Domestic economic growth showed sustained strength, driven by services (+5.6%), manufacturing (+5.9%), and construction (+7.7%) sectors, albeit at a moderate pace. On the demand side, private consumption (4.7%) persisted as the key driver of Malaysia's economic growth. Total investments, government spending, and net trade also contributed positively to the headline GDP.

TRANSACTIONS WITH FINANCIAL INSTITUTIONS AND BROKERS/DEALERS

Cross Trades (1 April 2026 to 30 June 2026)

There were no cross trades conducted during the financial period under review.

SOFT COMMISSIONS RECEIVED FROM BROKERS

Soft commissions received from brokers/dealers are retained by the Manager only if the goods and services provided are of demonstrable benefit to unit holders of the Fund.

During the financial period under review, the Manager did not receive any soft commission.

DISTRIBUTION

The Fund distributed a gross total of RM 0.0071 per unit to investors of the Fund over the financial year under review.

The Net Asset Value per Unit prior and subsequent to the distributions were as follows:

Cum-Distribution Date	Cum-Distribution (RM)	Ex-Distribution Date	Ex-Distribution (RM)	Distribution per Unit (RM)
16-Jun-2026	1.0197	16-Jun-2026	1.0128	0.0071

Distribution Breakdown

Ex-Distribution Date	Distribution per Unit (RM)	Income (%)	Capital per Unit (RM)	Capital (%)
16-Jun-2026	0.0071	100.00%	-	-

FUND PERFORMANCE DATA

	As at **30 June 2026**	As at **31 March 2026**
Total NAV (RM)	502,951,451	502,484,280
NAV per Unit (RM)	1.0144	1.0134
Unit in Circulation	495,834,063	495,834,063
Highest NAV (RM)	1.0197	1.0208
Lowest NAV (RM)	1.0128	1.0013

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

NOMURA RINGGIT BOND FUND 2

FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 1 APRIL 2026 TO 30 JUNE 2026

NOMURA RINGGIT BOND FUND 2

FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 1 APRIL 2026 TO 30 JUNE 2026

CONTENTS PAGE(S)

NOMURA RINGGIT BOND FUND 2

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD FROM 01 APRIL 2026 TO 30 JUNE 2026 (UNAUDITED)

	Financial period from 01-04-2026 to 30-06-2026 RM	Financial period from 01-04-2025 to 30-06-2025 RM
INVESTMENT INCOME		
Interest income from unquoted fixed income securities at fair value through profit or loss ("FVTPL")	4,718,773	2,554,333
Interest income from deposits with licensed financial institutions at amortised cost	177,338	20,962
Net (loss)/gain on financial assets at fair value through profit or loss ("FVTPL")	(584,729)	1,426,219
	4,311,382	4,001,514
EXPENSES		
Management fee	(251,288)	(136,729)
Trustee's fee	(37,693)	(20,509)
Audit fee	(2,746)	(2,639)
Tax agent's fee	(1,454)	(1,373)
Other expenses	(30,608)	(6,654)
	(323,789)	(167,904)
PROFIT BEFORE TAXATION	3,987,593	3,833,610
TAXATION	-	-
PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	3,987,593	3,833,610
Profit after taxation is made up as follows:		
Realised amount	4,570,322	2,407,391
Unrealised amount	(582,729)	1,426,219
	3,987,593	3,833,610

NOMURA RINGGIT BOND FUND 2

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026 (UNAUDITED)

	30-06-2026	30-06-2025
	RM	RM
ASSETS		
Cash and cash equivalents	9,511,896	8,050,894
Financial assets at fair value through profit or loss ("FVTPL")	493,555,479	266,269,872
TOTAL ASSETS	503,067,375	274,320,766
LIABILITIES		
Accrued management fee	82,846	45,180
Amount due to Trustee	12,427	6,777
Other payables and accruals	20,651	10,021
TOTAL LIABILITIES	115,924	61,978
NET ASSET VALUE OF THE FUND	502,951,451	274,258,788
UNITHOLDER'S FUNDS		
Unitholders' capital	499,450,000	272,450,000
Retained earnings	3,501,451	1,808,788
NET ASSET ATTRIBUTABLE TO UNITHOLDERS	502,951,451	274,258,788
UNITS IN CIRCULATION (UNITS)	495,834,063	272,007,887
NET ASSET VALUE PER UNIT (RM) (EX-DISTRIBUTION)	1.0144	1.0083

NOMURA RINGGIT BOND FUND 2

STATEMENT OF CHANGES IN NET ASSET VALUE
FOR THE FINANCIAL PERIOD FROM 01 APRIL 2026 TO 30 JUNE 2026 (UNAUDITED)

	Unitholders' capital	Retained earnings	Total
	RM	RM	RM
Balance as at 1 April 2026	499,450,000	3,034,280	502,484,280
Total comprehensive income for the financial period	-	3,987,593	3,987,593
Distributions	-	(3,520,422)	(3,520,422)
Balance as at 30 June 2026	499,450,000	3,501,451	502,951,451
Balance as at 1 April 2025	272,450,000	(147,968)	272,302,032
Total comprehensive income for the financial period	-	3,833,610	3,833,610
Distributions	-	(1,876,854)	(1,876,854)
Balance as at 30 June 2025	272,450,000	1,808,788	274,258,788

NOMURA RINGGIT BOND FUND 2

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD FROM 01 APRIL 2026 TO 30 JUNE 2026 (UNAUDITED)

	Financial period from 01-04-2026 to 30-06-2026 RM	Financial period from 01-04-2025 to 30-06-2025 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from redemption of investments	39,998,000	5,000,000
Purchase of investments	(65,044,000)	-
Interest income from unquoted fixed income securities	5,794,461	3,124,693
Interest income from deposits with licensed financial institutions	177,338	20,962
Management fee paid	(254,080)	(137,990)
Trustee's fee paid	(38,112)	(20,698)
Tax agent's fee paid	-	(5,200)
Payment for other fees and expenses	(40,680)	(15,214)
Net cash (used in)/generated from operating activities	(19,407,073)	7,966,553
CASH FLOW FROM FINANCING ACTIVITY		
Distribution paid	(3,520,422)	(1,876,854)
Net cash used in financing activity	(3,520,422)	(1,876,854)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(22,927,495)	6,089,699
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	32,439,391	1,961,195
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	9,511,896	8,050,894