



**PROVEN
VENTURE
CAPITAL PLT**

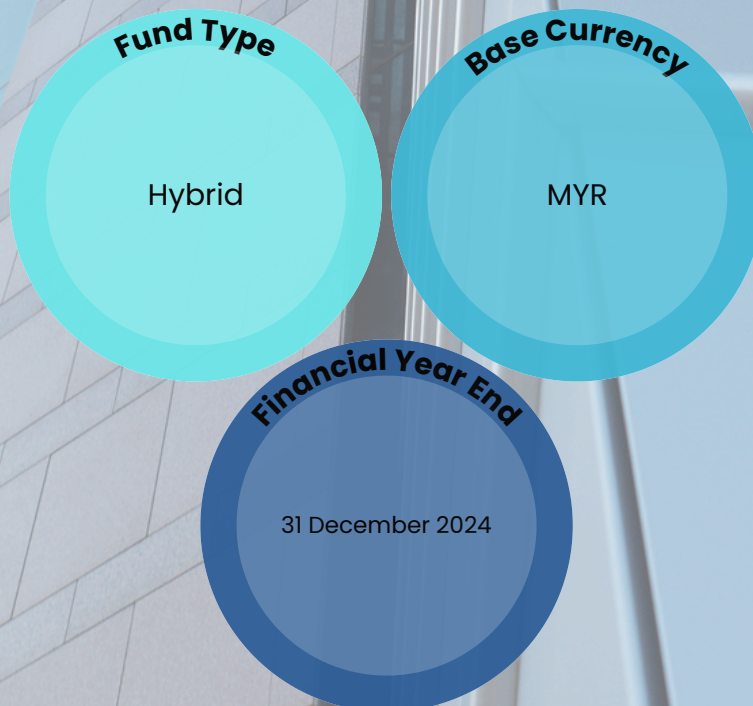
2024

ANNUAL FUND PERFORMANCE REPORT

Proven Venture Capital PLT

OVERVIEW

Proven Venture Capital PLT (“PVC” or the “Fund”) is a Malaysia-based registered venture investment portfolio, managed by 5 Pillars Ventures Sdn. Bhd., a registered Venture Capital Management Corporation (VCMC) under Securities Commission Malaysia. We stand guided by the principle ***Every Investment Matters***

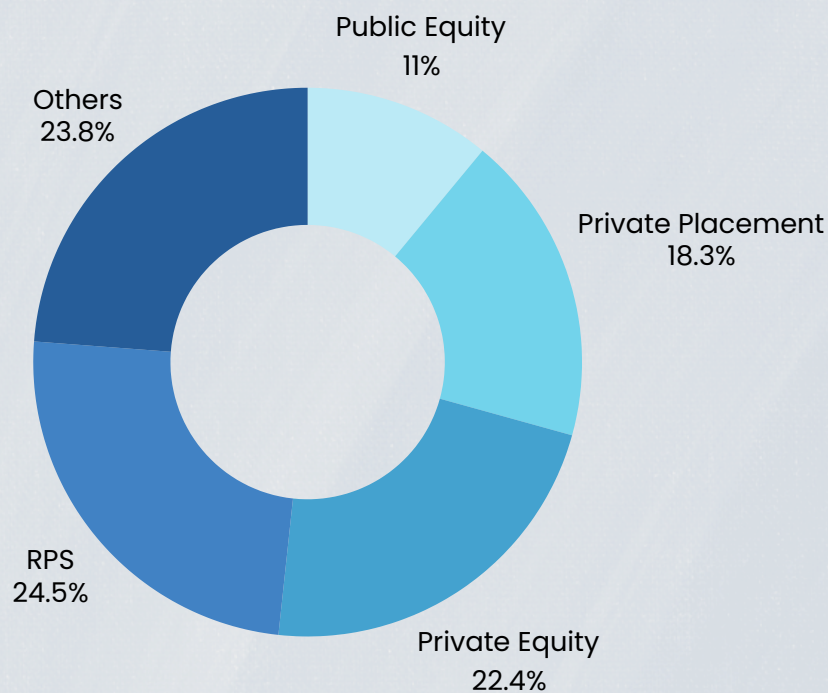


INVESTMENT OBJECTIVE

With its hybrid structure and multi-strategy approach, the Fund seeks to develop sustainable long-term income generation while providing capital appreciation and risk diversification.

ASSET ALLOCATION

The Fund comprising five (5) asset classes: public equity, private placement, private equity, redeemable preference shares (RPS) and cash & others.



The asset allocation spreads relatively equal across asset classes. Public equity & Private Placement exposure is a tag higher than other asset classes owing to the fund's bottom-up and multi-strategy approach in response equity market dynamic. Private equity accounts for 22.4% of the AUM as the fund is selective and opportunistic in deploying funds in this space. Nevertheless, PE continues to be a major asset class and alpha contributor of the fund in the mid-long term. RPS remains the income generator of the fund. Cash, on the other hand, maintained at a moderate level to preserve liquidity and capture market opportunities. The reported AUM as at financial year end is RM267 million.

RETURN ATTRIBUTION

1. Public Equity & Private Placement

2. Redeemable Preference Shares

3. Private Equity

Public Equity & Private Placement & Redeemable Preference Shares

Asset Class	Return (%)
Public Equity & PP	8.1
RPS & Cash	4.6
Total	12.7

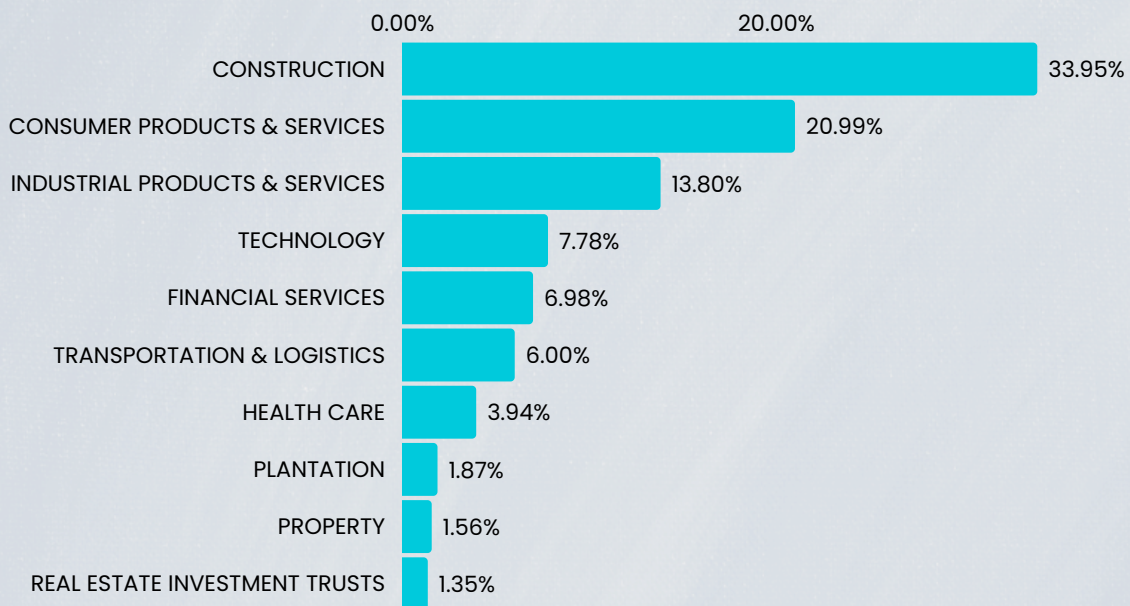
The Fund delivered 12.7% return in 2024. Public equity & private placement and RPS delivered 8.1% and 4.6%, respectively thanks to buoyant equity market in 1H24.

Recall that in 2024, Malaysia's equity market emerged as one of the strongest performers in ASEAN. The benchmark FBM KLCI posted one of its best returns over past several years at 13%, underpinned by robust domestic demand, rising investors' confidence and foreign inflows on the back of positive corporate earnings momentum, government reforms, macroeconomic stability, and the revival of key investment themes such as infrastructure and digital economy.

Notable outperforming sector includes Construction sector, rides on infrastructure boost from national development and data centre projects. Utilities, on the other hand, driven by energy transition & data centre energy demand while real estate sector performance boosted by strong demand particularly in Johor, thanks to development of SEZ that is expected to attract expatriates and demand for real estate. Heavy weight Financials also outperforms thanks to stable NIMs, asset quality and improve macro backdrop.

Public Equity & Private Placement

Sector Allocation



The Fund is structured as an income-driven investment vehicle, with a core focus on generating stable, recurring income through a diversified portfolio of public equity and private placement. The investment strategy is underpinned by disciplined sector selection and active portfolio management, aimed at optimizing risk-adjusted returns while preserving capital.

The Fund's current sector allocation reflects a deliberate emphasis on industries with resilient cash flow characteristics and strong fundamental outlooks. A significant proportion of the portfolio is positioned in sectors such as construction, consumer products and services, and industrials—areas that continue to demonstrate solid demand dynamics and income-generating potential. At the same time, the Fund maintains measured exposure to sectors offering innovation, scalability, and defensive qualities, ensuring balanced participation across various stages of the economic cycle.

Sector allocations are regularly reviewed and adjusted in response to market developments, with the objective of sustaining long-term income generation and delivering value to investors.

Private Equity

Metric	Return
IRR (%)	12.10
TVPI (x)	1.11
MOIC (x)	1.10

Private equity of the Fund has demonstrated stable performance with moderate value creation for investors. Key performance indicators are as follows:

Internal Rate of Return (IRR): 12.1%

This asset class has generated an IRR of 12.1%, reflecting a steady annualized return on invested capital. This result is consistent with median benchmarks. Note that IRR of 12.1% is consistent with a 1.11x TVPI. IRR will increase sharply if value realization accelerates going forward.

Total Value to Paid-In (TVPI): 1.11x

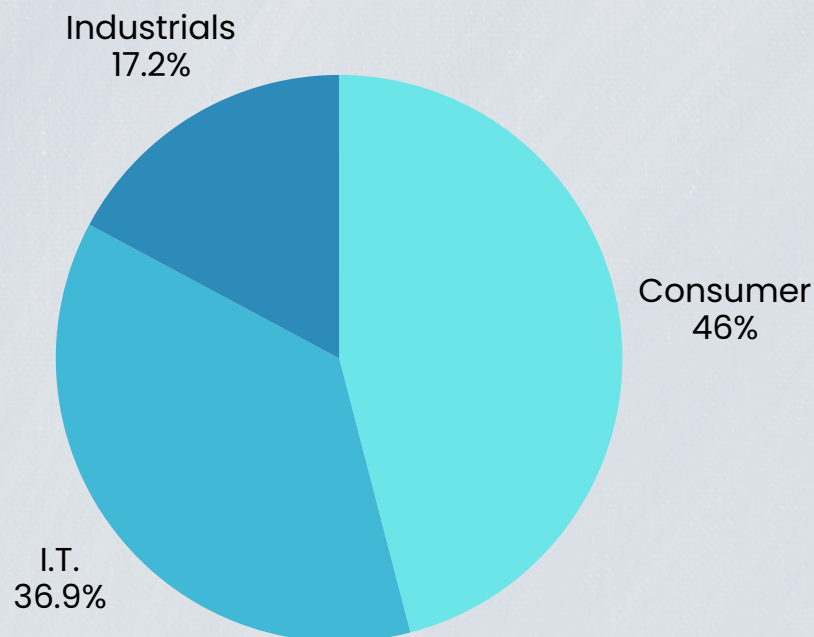
The TVPI of 1.11x indicates that for every RM1 of capital contributed, the asset class has returned or accrued RM1.11 in value, indicating modest overall value generation.

Multiple on Invested Capital (MOIC): 1.10x

The MOIC of 1.10x reflects the gross multiple of capital invested, closely aligned with TVPI. The minimal spread between MOIC and TVPI reflects the differences between committed capital and capital called by the investee.

Private Equity

Sector Allocation



Consumer sector accounts for 46% of the portfolio, followed by Information Technology (36.9%) and Industrials (17.2%). The sector allocation was driven by bottom-up strategy rather than top-down approach.

Overall, private equity asset class of the Fund continues to progress steadily, with portfolio companies contributing ongoing valuation growth. The current IRR and multiple metrics point to a healthy portfolio trajectory, albeit with room for performance acceleration through future liquidity events. Given the early-to-mid stage nature of the fund's lifecycle, there remains significant potential for upward revaluation and DPI conversion.

The investment team remains focused on value creation initiatives across the portfolio, disciplined capital deployment, and timely realizations to enhance overall returns.

Private Equity Market Review

GLOBAL

Public Market volatility continued to affect PE valuations on the back of interest rates cycle and ongoing geopolitical uncertainty particularly in tech and growth-oriented segments. That's said, private equity funds demonstrated resilience through active portfolio management, disciplined capital deployment and strategic repositioning.

Deal Flow and Deployment Trends

According to PitchBook Q4 2024 Global Report and Bain SEA Private Equity Report, global PE deal value -12% YoY to \$870 billion in 2024 while deal count dropped to 17,300 from 19,100 a year ago. In contrast, Southeast Asia PE deals rebounded 6% YoY in volume, driven by mid-market platforms and buy-and-build strategies. Sponsors favored smaller, bolt-on acquisitions over large LBOs, with add-ons accounting for over 70% of total buyout activity.

Exit Activity and Liquidity

Global PE exit value -32% YoY as IPO markets remained effectively shut, except for a few region-specific windows (e.g., India, Japan) according to S&P Global Market Intelligence. Secondary transactions (GP-led and LP-led) grew significantly—accounting for ~14% of total exit volume. Increased use of continuation vehicles allowed GPs to manage hold periods while providing partial liquidity to LPs.

Fundraising Environment

Private equity fundraising remained challenging amid the “denominator effect” and shifting LP priorities. Preqin Global Private Equity & Venture Capital Report indicated that global capital raised approximately \$590 billion in 2024. Notably first-time funds face prolonged fundraising timelines and reduced average closes as sovereign wealth funds and pension funds prioritized re-ups with proven managers, reducing allocations to emerging managers. On strategy, thematic such as energy transition, digital infrastructure outperforms generalist vehicles.

Performance Metrics and Portfolio Positioning

Across portfolios, mark-to-market valuations remained conservative, with value creation driven by EBITDA growth rather than multiple expansion. Global Median Gross IRR: 17.1%, Average TVPI: 1.41x and DPI: 0.52x (Source: Preqin)

Private Equity Market Review

MALAYSIA

In 2024, Malaysia's PE market demonstrated resilience amid global economic uncertainties. While deal volumes experienced a modest decline, the market witnessed significant large-cap transactions, indicating sustained investor confidence. Notable transactions include: -

Healthcare Sector

Infrastructure

Aviation

KKR invested USD400m into OMS Group, a Malaysian subsea cable installer, emphasizing the growing interest in digital infrastructure.

TPG-backed Columbia Asia Healthcare acquired Ramsay Sime Darby Healthcare for USD1.3bn, marking a significant consolidation in the healthcare industry.

Global Infrastructure Partners announced a conditional acquisition of Malaysia Airports Holdings for USD3.1bn, reflecting confidence in the country's transportation sector.

Exit Environment

The exit landscape stays healthy, with an increase in strategic divestitures by corporates and fed-hot IPO markets and ample of dry powder.

2025 OUTLOOK



Global

The private equity landscape is cautiously optimistic in 2025. Valuation is expected to stabilize as bid-ask spreads narrow while LP sentiment is cautious. The exit environment is expected to improve slightly, especially via strategic M&A. However, IPO markets remain lacklustre and limited to selected geographies. Thematic remains a focus in 2025 with digital infrastructure, energy transition, healthcare services and fintech the key themes

Malaysia

The PE market in Malaysia is poised for growth in 2025, supported by improved financing conditions and a closing valuation gap. The normalization of market conditions is expected to lead to increased deal completions and a surge in PE exits. Dry powder amounting to approximately RM18bn is supportive for private equity deals in Malaysia. Investors are expected to capitalize on emerging opportunities, positioning Malaysia as a key player in the Southeast Asian private equity landscape. Investment theme is envisaged in digital infrastructure with continued investments in telecommunications, tower companies, data centres and fibre optics, driven by the migration to cloud services and the advancement of AI technologies. Consumer and healthcare are on radar as rising middle class in Southeast Asia presents opportunities in consumer goods and healthcare sectors.

MARKET OUTLOOK

Annual Percentage Change (%) of Malaysia's GDP by Economic Activity, 2024 - Q1 2025

Table 2: GDP by economic activity (2015p)	Share 2024 (%)	2024					2025
		1Q	2Q	3Q	4Q	Year	1Q
		Annual growth (%)					
Services	59.4	4.8	5.9	5.2	5.5	5.3	5.0
Manufacturing	23.1	2.1	4.7	5.6	4.2	4.2	4.1
Agriculture	6.3	1.9	7.6	3.6	(0.7)	3.1	0.6
Mining	6.0	4.3	2.7	(2.8)	(0.7)	0.9	(2.7)
Construction	4.0	11.9	17.2	20.0	20.7	17.5	14.2
Real GDP	-	4.2	5.9	5.4	4.9	5.1	4.4

Soruce: SME Bank – Economic Digest

Malaysia's GDP is slated to grow by at least 4% in 2025, despite the impact of higher tariffs. A strong recovery in the services sector, particularly in tourism-related segments such as hotels, airlines, and retail, which drive overall sector performance and contribute meaningfully to economic growth. The government continues to implement a pro-growth fiscal policy, with sustained investments in public infrastructure and green energy initiatives, supporting both near-term demand and long-term structural development.

In the first quarter of 2025, Malaysia secured RM89.8 billion in approved investments, of which 67.3% was contributed by foreign investors. The services sector attracted the highest share at RM57.8 billion, followed by the manufacturing sector with RM30.5 billion. This strong inflow of foreign direct investment is anticipated to have a positive impact on Malaysia's GDP growth moving forward.

MARKET OUTLOOK

USD/MYR Oct 2024 - Jul 2025



The appreciation of the Malaysian ringgit (MYR) against US dollar (USD) is expected to continue, supported by improving fiscal position and stable macroeconomic outlook.

Additionally, the anticipated reversal of the global interest rate cycle is likely to ease pressure on emerging market currencies, further strengthening MYR going forward.

MARKET OUTLOOK

FBM KLCI 2025 YTD

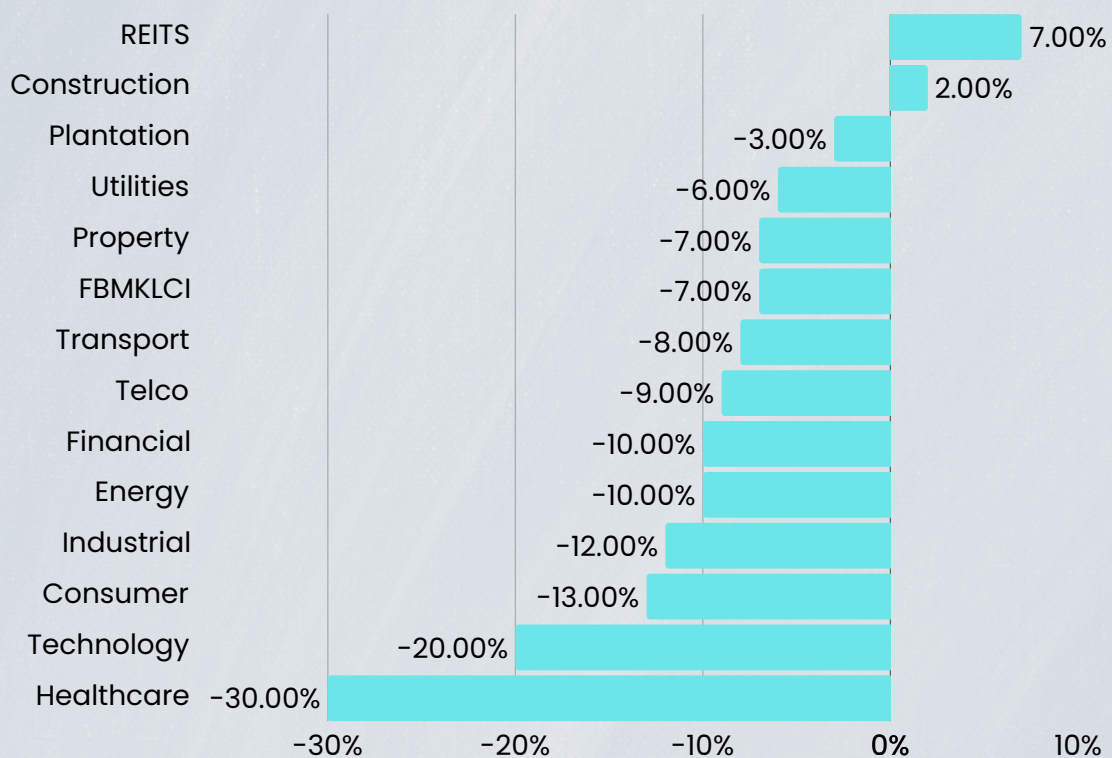


Year-to-date, the FBMKLCI has recorded a decline of 6.15%, primarily due to heightened concerns over uncertainties pertaining to tariff developments that triggered a sharp selloff in the first quarter of 2025. Investor sentiment was dampened by uncertainties surrounding trade policies and implications for key export-oriented sectors, resulting in broad-based market weakness.

However, the benchmark index rebounded early second quarter 2025, as market prices in worst case scenario in relation to tariff war. Despite the continued presence of tariff-related news, volatility of equity market decelerate.

MARKET OUTLOOK

Sector Performance



The vast majority of sectors have endured significant declines, with healthcare and technology suffer the most, down 30% and 20% respectively. This pronounced weakness reflects the heightened sensitivity to tariff war.

In contrast, defensive sectors exhibited resiliency. REITs posted a 7% gain, and construction rose 2%, indicating investors' defensive stance for amid market turbulence. Overall, this sectoral divergence underscores a defensive positioning, favoring yield stocks with stable distributable income such as REITs.

MARKET OUTLOOK

Catalyst 1 - Foreign Fund Flows

Foreign fund outflows continue in first quarter of 2025, reflecting sustained underweight positioning by foreign investors. This trend highlights a cautious stance towards the local market, driven by broader risk-off sentiment, external uncertainties, and a lack of strong short-term driver. However, the persistent outflows also suggest that much of the negative news has been priced in.

Looking ahead, a potential reversal in foreign fund flows could serve as a key catalyst for the equity market. Expectations of interest rate cuts by the U.S. Federal Reserve early next year is likely to trigger a shift in global capital allocation, with investors rebalancing towards emerging markets in search of higher returns. Malaysia, with its relatively stable macroeconomic fundamentals and undervalued equity market, stands to benefit from such reallocation.

Catalyst 2 - ASEAN-U.S. Tariff Negotiation

A favourable outcome from ongoing tariff negotiations between ASEAN countries and the United States could serve as a near-term catalyst. The odds appeared in ASEAN countries favor after Indonesia successfully negotiated lower tariffs from 32% to 19%.

Catalyst 3 - Undemanding Valuation

The 10-year P/E band of FBM KLCI ranges between 10x and 19x, with a mean of 15x. Currently FBM KLCI trade at 13.5x, which is approximately -1 standard deviation (SD) of mean, indicating value has emerged. This also suggests consensus has priced in negatives outlook. On this basis, equity is expected to outperform as sentiment turns positive.

SHAPING 2025 STRATEGY

Looking ahead to 2025, we are cautiously optimistic about the investment landscape while acknowledging the evolving macroeconomic and geopolitical risks that may continue to influence both public and private markets. As a hybrid fund, our ability to navigate across asset classes remains a key advantage, and we will continue to leverage this flexibility to adapt to changing market conditions.

In the public equity market, we focus on fundamentally solid companies with resilient earnings profiles, especially those positioned to benefit from structural trends such as digital transformation, healthcare innovation, and domestic consumption. While in private market, we will continue to engage closely with portfolio companies to drive operational improvements, support growth initiatives, and ensure governance standards are upheld. We continue to advocate bottom-up strategy in constructing private and public market portfolio.

Risk management will remain at the core of our investment process.. as we aim to continue building sustainable long-term value to investors while maintaining the agility to respond to shifting conditions.

RELATED PARTY TRANSACTIONS (“RPT”)

In accordance with the relevant financial reporting standards, the Fund discloses the following RPTs and the potential conflicts of interest arising from these relationships.

Company	Director	Shareholder
Proven Venture Sdn Bhd (“PVSb”)	Rahman Ali	PLT (100%)
Proven Venture Capital Five Sdn Bhd	Yap Kok Wei	PLT (100%)
Proven Venture Capital SPV Six Sdn Bhd	Yap Kok Wei	PLT (100%)
Proven Venture Capital SPV Three Sdn Bhd	Yap Kok Wei	PLT (100%)
Beauty Paradigm Holdings Sdn Bhd	Leong Yien Hung	PLT (100%)
Proven Land Sdn Bhd	Leong Yien Hung Yap Kok Wei	PLT (100%)
Platinum Germany Sdn Bhd	-	PLT (70%)
Sukaniaga Sdn Bhd	Leong Yien Hung Yap Kok Wei	PLT (80%)
Galactic Network Sdn Bhd	Leong Yien Hung	PVSB (60%)
W Aesthetics Holdings Sdn Bhd	Yap Kok Wei	PLT (30%)
Octowill Trustees Berhad	Leong Yien Hung Rahman Ali Yap Kok Wei	1. Leong Yien Hung (19%) 2. Rahman Ali (2.5%) 3. Yap Kok Wei (5%)
Excelvibe Infinity Sdn Bhd	Yap Kok Wei	PLT (100%)
Beyoura Sdn Bhd	Leong Yien Hung	PLT (100%)
Bite Ventures Sdn Bhd	Leong Yien Hung	PLT (100%)
Quantum Vortex Sdn Bhd	-	PLT (100%)

Disclaimer

The related party transactions disclosed herein were conducted in the ordinary course of business, on arm's length terms and under normal commercial conditions. They comply with applicable laws, regulations, and internal policies, and have been reviewed and, where required, approved by the appropriate governance bodies. These disclosures are provided for transparency and do not indicate any conflict of interest or impropriety unless expressly stated.

CORPORATE GOVERNANCE/ INTERNAL CONTROL UPDATES

Reference is made to the Information Memorandum dated 10 February 2022, where Proven Capital Sdn Bhd is named as the General Partner of Proven Venture Capital PLT to be in line with the Limited Liability Partnership Agreement entered into between 5 Pillars Ventures Sdn Bhd and Proven Capital Sdn Bhd dated 31 December 2021 (“LLPA”). Subsequently, 5 pillars Ventures Sdn. Bhd. had on 12 December 2024 entered into a Deed of Revocation with Proven Capital Sdn. Bhd (“Deed of Revocation”) to revoke its rights and obligations under the LLPA as well as the Supplemental LLPA dated 15 March 2022.

With effective from the date of the Deed of Revocation,

1. 5 pillars as the remaining GP, now wishes to irrevocably revoke, terminate and nullify all authorizations, powers, and rights granted to Proven Capital.
 - Nomination Rights: Any and all rights nominate individuals for the Fund
 - Administrative Authority: Any involvement in administrative assistance or limited functions initially provided to Proven Capital in the Supplemental LLPA
 - Other Authorizations: Any other residual rights that were granted or permitted under the Supplemental LLPA
2. Proven Capital agreed to relinquish its Initial Partner Status and thus, no more nomination rights and any authority on the Fund.
3. 5 Pillars and the Fund shall not be liable for any claims, demands, or obligations arising from any actions or representations made by Proven Capital.

THANK YOU



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