

BIMB DANA AL-MUNSIF

ANNUAL REPORT FOR THE FINANCIAL YEAR
ENDED 31 AUGUST 2023

*LAPORAN TAHUNAN BAGI TAHUN KEWANGAN
BERAKHIR 31 OGOS 2023*



MANAGER:

BIMB INVESTMENT MANAGEMENT BERHAD 199301021508 (276246-X)

TABLE OF CONTENT

No.	Particulars	Page
1.0	Manager's Report	1
1.1	Fund Name/ Fund Type/ Fund Category/ Fund Investment Objective/ Fund Performance Benchmark/ Fund Distribution Policy	1
1.2	Performance for the Financial Year Ended 31 August 2023	2
1.3	Economic and Market Review	3
1.4	Market Outlook and Strategy	5
1.5	Asset Allocation	5
1.6	Other Performance Data for the Financial Year Ended 31 August	6
1.7	Unit Holdings as at 31 August 2023	7
1.8	Policy on Rebate and Soft Commission	7
2.0	Directors' Declaration Report	15
3.0	Trustee's Report	16
4.0	Shariah Adviser's Report	17
5.0	Independent Auditors' Report	18
6.0	Financial Statements (Audited)	22
7.0	Corporate Directory	49

1.0 MANAGER'S REPORT

Dear Unit Holders,

We are pleased to present the Manager's Report of BIMB Dana Al-Munsif (the "Fund") for the financial year ended 31 August 2023.

1.1 Fund Name/ Fund Type/ Fund Category/ Fund Investment Objective/ Fund Performance Benchmark/ Fund Distribution Policy

Fund Name	BIMB Dana Al-Munsif
Fund Type	Income and growth
Fund Category	Balanced
Fund Investment Objective	<p>The principal investment objective of the Fund is to provide a steady and consistent income and capital appreciation of the Units over the medium to long term* period. Accordingly, returns shall be in the form of long term capital growth and regular income distribution to the Unit Holders.</p> <p><i>*Note: "medium to long term" in this context refers to three (3) years or more.</i></p> <p><i>Any material change to the investment objective of the Fund would require Unit Holders' approval.</i></p>
Fund Performance Benchmark	60:40 ratio of the FBM Emas Shariah Index and 12-month Term Deposit-i Tawarruq (TDT-i) of Bank Islam. Information on the selected benchmarks can be obtained from Bursa Malaysia's website and Bank Islam's website respectively.
Fund Distribution Policy	The Fund intends to pay out annual income distribution to Unit Holders if sufficient investment income has been accumulated during the year.

1.2 Performance for the Financial Year Ended 31 August 2023

1.2.1 Performance Review

For the financial year under review, the Fund registered a return of -7.01% as compared to its benchmark's return of 1.88%. The Fund did not manage to achieve its investment objective of providing income and capital appreciation due to the challenging equity market conditions in Malaysia as the FBM KLCI Index was one of Asia's worst performing bourse in 1H of 2023. Nonetheless, the Fund managed to declare its first interim income distribution of 0.66 cent/unit (2.24%) and final income distribution of 0.65 cent/unit (2.36% yield), translating into a total of 1.31 cent/unit and a yield of 4.6% to the Fund's investors.

The selected performance benchmark for the Fund was based on 60:40 ratio of the FBM Emas Shariah Index and 12-month Term Deposit-i Tawarruq (TDT-i) rate of Bank Islam Malaysia Berhad.

The Fund's strategy had been focusing on well-established companies that had resilient earnings quality as well as carrying good prospects for earnings growth which offered good potential for share price appreciation in the future.

As at 31 August 2023, the Fund had 59.04% exposure in Shariah-compliant equities and the remaining in cash and cash equivalents. In terms of total Net Asset Value (NAV), the Fund size as at 31 August 2023 was at RM5.29 million, as compared to RM6.54 million as at the previous financial year end.

During the year under review, the Fund had not undertaken any securities lending or repurchase transactions nor cross trade transactions. There was no significant change to the state of affairs of the Fund and no circumstances that materially affect the interests of Unit Holders had occurred up to the date of this Manager's Report.

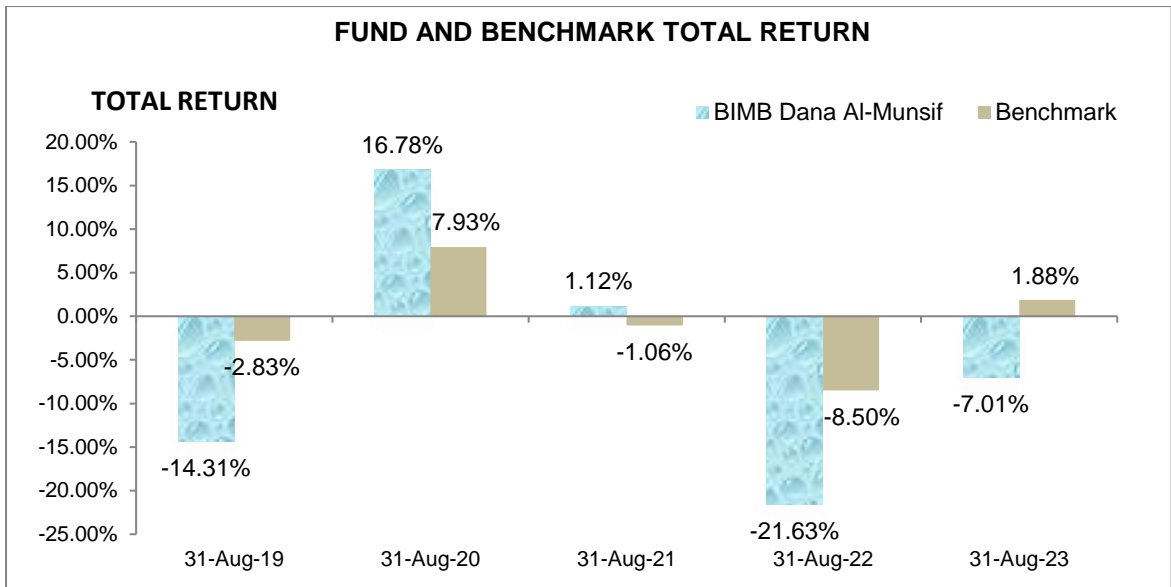
1.2.2 Total Return and Average Total Return for the Financial Year Ended 31 August 2023

Period	BIMB Dana AI-Munsif		Benchmark	
	Total Return (%)	Average Total Return (%)	Total Return (%)	Average Total Return (%)
1-Year	-7.01	-7.01	1.88	1.88
3-Year	-26.31	-8.77	-7.77	-2.59
5-Year	-26.25	-5.25	-3.27	-0.65

1.2.3 Annual Total Return for the Previous Financial Years

Financial Years	Total Return	
	BIMB Dana AI-Munsif (%)	Benchmark (%)
FY2023	-7.01	1.88
FY2022	-21.63	-8.50
FY2021	1.12	-1.06
FY2020	16.78	7.93
FY2019	-14.31	-2.83
FY2018	-6.89	1.82

Figure 1: Movement of the Fund versus the Benchmark



Data Source : BIMB Investment Management Berhad

Data verified by : Novagni Analytics & Advisory Sdn. Bhd.

Benchmark : 60:40 ratio of the FBM Emas Shariah Index and 12-month Term Deposit-i Tawarruq (TDT-i) of Bank Islam Malaysia Berhad

Notes:

- Total Return** of the Fund has been verified by Novagni Analytics & Advisory Sdn. Bhd. (363145-W).
- Average Total Return** derived by the formula below:

$$\frac{\text{Total Return}}{\text{Number of Years under Review}}$$

The calculation of average total return was based on method obtained from Refinitiv Lipper.

Unit prices and return on investment may fluctuate, hence, past performance shall not be an indicator of future performance.

1.3 Economy and Market Review

1.3.1 Economy

Global

The United States (US) economy accelerated 2.6% year-on-year during the second quarter of 2023, up from 1.8% in the first quarter and 0.9% in the preceding period.

The Euro zone economy grew by 0.6% year-on-year in the second quarter of 2023, easing from a 1.1% expansion in the previous period but slightly surpassing market consensus of 0.5%, a preliminary estimate showed.

The China economy expanded by 6.3% year-on-year in the second quarter of 2023, showing faster growth compared to the 4.5% recorded in the first quarter, but falling short of market estimated of 7.3%. For the first half of 2023, the economy had grown by 5.5%.

(Source: Bureau of Economic Analysis, CNBC, Trading Economics)

Local

The Malaysian economy grew by 2.9% in the second quarter of 2023, decelerating sharply from a 5.6% growth in the previous quarter, due to weaker external demand amid a global technology downcycle, lower commodity production and a high base effect from the second quarter of 2022.

(Source: Bank Negara Malaysia and Department of Statistics Malaysia)

1.3.2 Equity Market Review

FTSE Bursa Malaysia EMAS Shariah Index (FBM Shariah) commenced the year under review at 10,813.46 points on 30 August 2022. Subsequently, it declined to a low of 9,767.64 points on 13 October 2022 before increasing to the highest level of 11,212.27 points on 3 February 2023 and closing at 10,920.64 points on 30 August 2023. For the financial year under review, FBM Shariah increased by 107 points or 0.99%.

Sukuk Market and Money Market

Global

For the year under review, US treasury yields turned higher as it became evident that the market anticipated the hawkish stance by the Fed. US treasury yields moved higher due to mostly hawkish narrative from the Fed. At the Jackson Hole Symposium, Fed chair Jerome Powell reiterated that the Fed may be ready to raise rates and hold at an elevated level until inflation shown sign of slowing towards the Fed's 2% target.

Local

The local bond market witnessed a bull-flattening of the Malaysian Government Securities (MGS) curve during the period under review amid a continuation in Bank Negara Malaysia (BNM)'s Monetary Policy tightening in May, demand for duration and increased participation by onshore institutional and non-resident investors.

BNM raised the Overnight Policy Rate (OPR) by 25bps to 3.00% in May 2023, after putting a halt to two (2) consecutive pauses in January and March 2023 and paused in July 2023 through the Monetary Policy Committee (MPC) meeting. The rate hike generally surprised the markets but was in line with market consensus view for a 25bps hike. The rate hike decision was premised on resilient domestic growth outlook, no signs of excessive tightening that was affecting consumption and investment activities, risks to domestic growth outlook was fairly balanced and upside risks to inflation.

(Source: Bloomberg, Bank Negara Malaysia and Department of Statistics Malaysia)

1.4 Market Outlook and Strategy

Equity

With the COVID-19 pandemic entering an endemic phase and China finally re-opened its door to the world, countries around the world including Malaysia are now embracing the return of tourist into their countries with tourism sectors recovering in full swing. While the Omicron strain continues to evolve, full lockdown implemented in the past during the early stage of the pandemic seems to be off the table for now.

The war between Russia and Ukraine, spikes in COVID-19 cases and high inflation remains key risks to the global market. Nonetheless, the Fund will continue to focus on growth-oriented and economy re-opening beneficiaries to capture NAV upside potential within the medium-term horizon.

With the conclusion of six (6) states election in August, Malaysia can now enjoy a more stable political situation and thus allowing the federal government to implement more infrastructure related project in the next 3-year. The Fund also plans to increase its exposure in property sector to benefit from this trend in the future.

Sukuk Market and Money Market

BNM is expected to maintain the OPR in their final two (2) meetings for 2023 which will be held in September and November. However, the future stance of Monetary Policy will remain data dependent on the market condition.

Our current strategy is to extend the duration of investments in Islamic money market instruments with the expectation of OPR unchanged and a rate cut next year.

1.5 Asset Allocation

BIMB Dana AI-Munsif	2023 (%)	2022 (%)	2021 (%)	2020 (%)
Investment in quoted Shariah-compliant Securities in Malaysia				
Construction	2.45	-	-	-
Consumer products & services	13.09	20.18	7.02	3.54
Health care	8.46	-	-	31.84
Industrial products & services	4.58	4.54	28.82	10.09
Materials	-	-	-	3.48
Property	7.06	-	-	-
Real estate	-	-	1.42	-
Technology	17.59	34.25	21.23	11.64
Telecommunications & media	5.81	-	-	-
	59.04	58.97	58.49	60.59
Shariah-compliant Cash and Short Term Investments:	40.96	41.03	41.51	39.41
	100.00	100.00	100.00	100.00

1.6 Other Performance Data for the Financial Year Ended 31 August

BIMB Dana AI-Munsif	2023	2022	2021	2020
Unit Prices (MYR)				
Highest NAV per unit for the year	0.2990	0.4065	0.4375	0.4184
Lowest NAV per unit for the year	0.2589	0.2753	0.3745	0.2482
Net Asset Value (NAV) and Units in Circulation (UIC) as at the end of the year				
Total NAV (MYR)	5,298,688	6,538,770	8,759,242	7,495,022
Units in Circulation (UIC)	20,292,423	22,197,816	23,302,625	18,536,278
NAV per unit (MYR) *	0.2611	0.2946	0.3759	0.4043
Return of Fund (%)				
Capital Growth (%) ^(b)	-11.46	-21.63	-6.99	16.78
Income Return (%) ^(c)	4.45	-	8.11	-
Total Return of the Fund (%)^(a)	-7.01	-21.63	1.12	16.78
Gross Distribution per Unit (Sen)	1.31	-	3.28	-
Net Distribution per Unit (Sen)	1.31	-	3.28	-
First half year distribution (MYR)				
NAV per Unit before Distribution (MYR)	0.2815	-	-	-
NAV per Unit after Distribution (MYR) *	0.2749	-	-	-
Date of distribution	27 February 2023	-	-	-
Second half year distribution (MYR)				
NAV per Unit before Distribution (MYR)	0.2708	-	0.4073	-
NAV per Unit after Distribution (MYR) *	0.2643	-	0.3745	-
Date of distribution	14 July 2023	-	27 August 2021	-
Total Expense Ratio (TER) (%)^(d)	2.16	2.52	2.18	2.39
Portfolio Turnover Ratio (PTR) (times)^{(e)**}	1.44	1.12	1.79	3.61

* The net asset value per unit is ex-distribution.

** PTR for the financial year ended 31 August 2023 was higher than the previous financial year due to higher average purchase and sales amount by the Fund during the financial year.

Note:

- a) **Total Return** = $\frac{\text{NAV per unit (end of year)}}{\text{NAV per unit (beginning of year)}} - 1$
- b) **Capital Growth** = Total Return of the Fund – Income Return
- c) **Income Return** = $\frac{\text{Income Distribution per Unit / NAV per Unit on beginning of year}}{\text{x 100}}$
- d) **Total Expenses Ratio** = It is the total expenses expressed as an annual percentage of the Fund's average Net Asset Value.
- e) **Portfolio Turnover Ratio** = It represents the average of the total acquisitions and disposals of the investment in the Fund for the annual year over the average Net Asset Value of the Fund calculated on a daily basis.

1.7 Unit Holdings as at 31 August 2023

Size of Holdings	BIMB Dana AI-Munsif			
	No. of Unit Holders		No. of Units Held	
	No.	%	Unit	%
5,000 and below	834	83.74	990,711.51	4.88
5,001 to 10,000	51	5.12	361,408.11	1.79
10,001 to 50,000	87	8.73	1,864,905.95	9.19
50,001 to 500,000	20	2.01	2,646,653.03	13.04
500,001 and above	3	0.30	14,428,715.59	71.10
Units Held by Unit Holders	995	99.90	20,292,394.19	100.00
Units Held by Manager	1	0.10	29.43	0.00
Grand Total for the Fund	996	100.00	20,292,423.62	100.00

1.8 Policy on Rebate and Soft Commission

Any rebates received by the Manager would be directed to the account of the Fund. Any soft commissions received from the brokers who were in the form of research and advisory services that assist in the decision-making process relating to the Fund's investment might be retained by the Manager.

For the financial year under review, the Manager had received on behalf of the Fund, soft commissions from brokers in the form of research and advisory services which were of demonstrable benefit to Unit holders of the Fund and the Manager also confirmed there was no churning of trades.

For and on behalf of

The Manager

BIMB INVESTMENT MANAGEMENT BERHAD

Date: 31 October 2023

1.0 LAPORAN PENGURUS

Para Pemegang Unit,

Kami dengan sukacitanya membentangkan Laporan Pengurus BIMB Dana AI-Munsif (Dana) bagi tahun kewangan berakhir 31 Ogos 2023.

1.1 Nama Dana/ Jenis Dana/ Kategori Dana/ Objektif Pelaburan Dana/ Penanda Aras Dana/ Polisi Agihan Dana

Nama Dana	BIMB Dana AI-Munsif
Jenis Dana	Pendapatan dan pertumbuhan
Kategori Dana	Seimbang
Objektif Pelaburan Dana	<p>Objektif utama pelaburan Dana adalah untuk menyediakan pendapatan yang stabil serta konsisten dan peningkatan modal Unit dalam jangkamasa sederhana hingga panjang*. Sehubungan dengan itu, pulangan adalah dalam bentuk pertumbuhan modal jangkamasa panjang dan pengagihan pendapatan yang kerap kepada pemegang unit.</p> <p><i>*Nota: Jangkamasa sederhana hingga panjang dalam konteks ini merujuk kepada tiga (3) tahun atau lebih.</i></p> <p><i>Sebarang perubahan ketara kepada objektif pelaburan Dana memerlukan kelulusan daripada Pemegang Unit.</i></p>
Penanda Aras Dana	Nisbah 60:40 Indeks FBM Emas Syariah dan kadar 12-bulan Deposit Bertempoh-i Tawarruq (TDT-i) Bank Islam Malaysia Berhad. Maklumat mengenai penanda aras yang dipilih dapat diperolehi dari laman web Bursa Malaysia dan laman web Bank Islam.
Polisi Agihan Dana	Dana ini berhasrat membayar agihan pendapatan tahunan kepada Pemegang Unit sekiranya pendapatan pelaburan sepanjang tahun terkumpul adalah mencukupi.

1.2 Prestasi bagi Tahun Kewangan Berakhir pada 31 Ogos 2023

1.2.1 Kajian Prestasi

Bagi tahun kewangan dalam kajian, Dana telah mencatatkan pulangan sebanyak -7.01% berbanding pulangan penanda arasnya sebanyak 1.88%. Dana ini tidak berjaya mencapai objektif pelaburannya untuk menyediakan pendapatan dan peningkatan modal disebabkan oleh pasaran ekuiti Malaysia yang agak mencabar. Ini adalah disebabkan oleh indeks FBM KLCI Index telah menjadi salah satu pasaran Asia Pasifik yang merosot paling teruk pada setengah tahun pertama di 2023. Namun demikian, Dana ini telah berjaya membayar interim dividen pertama sebanyak 0.66 sen/unit (2.36% kadar pulangan) dan interim akhir dividen sebanyak 0.65 sen/unit (2.36% kadar pulangan), jumlah keseluruhan sebanyak 1.31 sen/unit atau pulangan 4.6% kepada pelabur Dana ini.

Penanda aras prestasi yang dipilih untuk Dana adalah berdasarkan nisbah 60:40 Indeks Shariah Emas FBM dan kadar Deposit-i Tawarruq (TDT-i) 12 bulan Bank Islam Malaysia Berhad.

Strategi Dana adalah untuk memberi tumpuan kepada syarikat-syarikat yang kukuh yang mempunyai kualiti pendapatan yang berdaya tahan serta mempunyai prospek yang baik untuk pertumbuhan pendapatan yang menawarkan potensi kenaikan harga saham pada masa hadapan.

Setakat 31 Ogos 2023, Dana mempunyai 59.04% pendedahan dalam ekuiti patuh Shariah dan selebihnya dalam tunai dan setara tunai. Dari segi jumlah Nilai Aset Bersih (NAB), saiz Dana pada 31 Ogos 2023 adalah RM5.29 juta berbanding RM6.54 juta pada akhir tahun kewangan sebelumnya.

Sepanjang tahun dalam kajian, Dana ini tidak menjalankan sebarang pinjaman sekuriti atau urus niaga belian semula mahupun urus niaga silang. Tiada perubahan ketara kepada hal ehwal Dana dan tidak berlaku keadaan yang secara material menjejaskan kepentingan Pemegang Unit sehingga tarikh Laporan Pengurus ini.

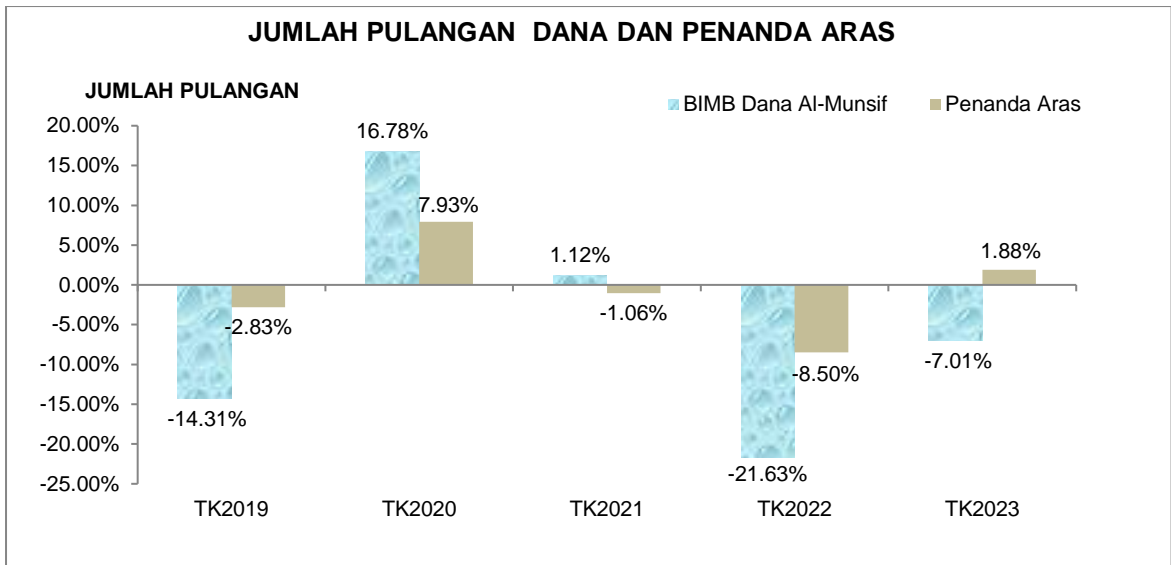
1.2.2 Jumlah Pulangan dan Purata Jumlah Pulangan bagi Tahun Kewangan Berakhir 31 Ogos 2023

Tempoh	BIMB Dana AI-Munsif		Penanda Aras	
	Jumlah Pulangan (%)	Purata Jumlah Pulangan (%)	Jumlah Pulangan (%)	Purata Jumlah Pulangan (%)
1-Tahun	-7.01	-7.01	1.88	1.88
3-Tahun	-26.31	-8.77	-7.77	-2.59
5-Tahun	-26.25	-5.25	-3.27	-0.65

1.2.3 Jumlah Pulangan bagi Tahunan-Tahun Kewangan yang lalu

Tahun Kewangan	Jumlah Pulangan Tahunan	
	BIMB Dana AI-Munsif (%)	Penanda Aras (%)
TK2023	-7.01	1.88
TK2022	-21.63	-8.50
TK2021	1.12	-1.06
TK2020	16.78	7.93
TK2019	-14.31	-2.83
TK2018	-6.89	1.82

Rajah 1: Pergerakan Dana berbanding Penanda Aras



Sumber Data : BIMA Investment Management Berhad
 Data disahkan oleh : Novagni Analytics & Advisory Sdn. Bhd.
 Penanda Aras : Nisbah 60:40 Indeks Shariah FBM Emas dan 12 bulan Deposit Bertempoh-i Tawarruq (TDT-i) Bank Islam Malaysia Berhad

Nota:

1. **Jumlah Pulangan** Dana telah disahkan oleh Novagni Analytics & Advisor Sdn. Bhd. (363145-W)
2. **Purata Jumlah Pulangan** adalah berpandukan formula berikut:

$$\frac{\text{Jumlah Pulangan}}{\text{Bilangan Tahun Bawah Kajian}}$$

Pengiraan purata jumlah pulangan adalah berdasarkan kaedah yang diperolehi dari Refinitiv Lipper.

Harga unit dan pulangan pelaburan mungkin turun dan naik. Oleh itu, prestasi masa lalu tidak menjadi petunjuk prestasi masa hadapan.

1.3 Kajian Ekonomi dan Pasaran

1.3.1 Ekonomi

Global

Ekonomi Amerika Syarikat (AS) telah meningkat sebanyak 2.6% tahun-ke-tahun pada suku kedua tahun 2023, lebih tinggi berbanding 1.8% yang dicatatkan pada suku pertama dan 0.9% yang dicatatkan tempoh sebelumnya.

Ekonomi zon Euro telah meningkat sebanyak 0.6% tahun-ke-tahun pada suku kedua 2023 berdasarkan kiraan awal, iaitu lebih rendah berbanding pertumbuhan 1.1% yang dicatatkan pada suku sebelumnya, namun lebih tinggi berbanding jangkaan pertumbuhan pasaran sebanyak 0.5%.

Ekonomi negara China telah berkembang sebanyak 6.3% tahun-ke-tahun pada suku kedua tahun 2023, pertumbuhan yang lebih pantas berbanding 4.5% yang dicatat dalam suku pertama, tetapi lebih rendah berbanding anggaran pasaran sebanyak 7.3%. Bagi separuh tahun pertama 2023, ekonominya bertumbuh sebanyak 5.5%.

(Sumber: Bureau of Economic Analysis, CNBC, Trading Economics)

Lokal

Ekonomi Malaysia telah berkembang sebanyak 2.9% pada suku kedua 2023, meningkat lebih rendah berbanding daripada pertumbuhan 5.6% pada suku sebelumnya disebabkan kemerosotan permintaan Semicon dunia oleh kejatuhan permintaan produk teknologi, kadar pengeluaran komoditi yang lebih rendah and kesan asas yang lebih tinggi pada suku kedua 2022.

(Sumber: Bloomberg, Bank Negara Malaysia dan Jabatan Statistik Malaysia)

1.3.2 Kajian Pasaran Ekuiti

Indeks FTSE Bursa Malaysia EMAS Shariah (FBM Shariah) memulakan tahun dalam kajian pada 10,813.46 mata pada 31 Ogos 2022. Selepas itu, ia merosot kepada paras terendah 9,767.64 mata pada 13 Oktober 2022 sebelum meningkat ke paras tertinggi 11,212.27 mata pada 3 Februari 2023 dan ditutup pada 10,920.64 mata pada 31 Ogos 2023. Bagi tahun kewangan dalam kajian, FBM Shariah naik 107 mata atau 0.99%

Pasaran Sukuk dan Pasaran Wang

Global

Bagi tahun dalam kajian, hasil Sijil Perbendaharaan Amerika Syarikat (UST) meningkat, dan ini membuktikan bahawa pasaran menjangkakan pendirian Rizab Persekutuan Amerika Syarikat (Fed) menaikkan lagi kadar faedah Fed. Hasil UST meningkat lebih tinggi kerana naratif daripada Fed menjangkakan menaikkan lagi kadar Fed. Di Simposium Jackson Hole, pengerusi mengulangi bahawa Fed mungkin bersedia untuk menaikkan kadar dan mengekalkannya pada tahap yang tinggi sehingga inflasi menunjukkan tanda-tanda perlahan kearah sasaran 2%.

Lokal

Pasaran bon tempatan menunjukkan keluk Sekuriti Kerajaan Malaysia (MGS) menjadi lebih rata di sepanjang tahun kajian dengan berterusan bersamaan dengan pengetatan Dasar Monetari oleh Bank Negara Malaysia (BNM) pada bulan Mei, permintaan untuk durasi dan peningkatan dalam penyertaan oleh pelabur institusi tempatan dan pelabur luar.

BNM telah menaikkan Kadar Dasar Semalaman (OPR) pada bulan Mei, selepas menghentikan kenaikan OPR pada bulan Januari dan Mac 2023 dan juga pada bulan Julai 2023 melalui mesyuarat Jawatankuasa Dasar Monetari. Kenaikan OPR mengejutkan pasaran tetapi sejajar dengan pandangan konsensus pasaran untuk kenaikan sebanyak 25bps. Keputusan kenaikan kadar ini berdasarkan pada prospek pertumbuhan domestik yang kukuh, tiada tanda-tanda pengetatan berlebihan yang mempengaruhi aktiviti penggunaan dan pelaburan, risiko terhadap prospek pertumbuhan domestik adalah agak seimbang dan risiko ke atas inflasi adalah positif.

(Sumber: Bloomberg, Bank Negara Malaysia and Department of Statistics Malaysia)

1.4 Tinjauan Pasaran dan Strategi

Ekuiti

Memandangkan pandemik COVID-19 sedang memasuki fasa endemik, kebanyakan negara di seluruh dunia termasuk Malaysia perlu menggunakan strategi baharu iaitu untuk hidup dengan virus tersebut dengan sokongan vaksinasi penggalak tahunan untuk penduduknya yang divaksinasi. Walaupun varian Omicron masih berkembang, kawalan pergerakan penuh yang pernah dilaksanakan semasa peringkat awal penyebaran pandemik berkemungkinan tidak diperkenalkan semula buat masa ini.

Peperangan antara negara Rusia dan Ukraine serta peningkatan kes COVID-19 kekal sebagai risiko utama kepada pasaran global. Dana ini akan terus memberi fokus kepada sektor-sektor berorientasikan pertumbuhan dan kaunter-kaunter yang mendapat manfaat daripada pembukaan semula ekonomi untuk menjana potensi peningkatan NAB dalam jangka masa sederhana.

Dengan berakhirnya enam (6) pilihan raya negeri pada bulan Ogos, Malaysia kini dapat menikmati situasi politik yang lebih stabil dan oleh itu membolehkan kerajaan persekutuan untuk melaksanakan lebih banyak projek berkaitan infrastruktur dalam tempoh tiga (3) tahun yang akan datang. Dana ini juga merancang untuk meningkatkan pendedahan dalam sektor hartanah untuk mendapat manfaat daripada trend ini pada masa depan.

Pasaran Sukuk dan Pasaran Wang

BNM dijangka akan mengekalkan kadar OPR dalam dua (2) mesyuarat terakhir mereka untuk tahun 2023 yang akan diadakan pada bulan September dan November. Walaubagaimanapun, pendirian Dasar Monetari pada masa hadapan akan kekal bergantung kepada keadaan data.

Strategi kami ketika ini adalah untuk memanjangkan durasi pelaburan dalam instrumen pasaran wang Islam kerana menjangkan tiada lagi kenaikan kadar OPR dan menjangkan akan ada potongan pada kadar OPR tahun hadapan.

1.5 Peruntukan Aset

BIMB Dana AI-Munsif	2023 (%)	2022 (%)	2021 (%)	2020 (%)
Pelaburan Sekuriti Tersiarharga patuh Syariah Malaysia				
Pembinaan	2.45	-	-	-
Barangan pengguna & perkhidmatan	13.09	20.18	7.02	3.54
Kesihatan	8.46	-	-	31.84
Barangan industri & perkhidmatan	4.58	4.54	28.82	10.09
Bahan mentah	-	-	-	3.48
Harta benda	7.06	-	-	-
Hartanah	-	-	1.42	-
Teknologi	17.59	34.25	21.23	11.64
Telekomunikasi & media	5.81	-	-	-
	59.04	58.97	58.49	60.59
Tunai dan Pelaburan Jangka Pendek patuh Syariah:	40.96	41.03	41.51	39.41
	100.00	100.00	100.00	100.00

1.6 Lain-Lain Data Prestasi bagi Tahun Kewangan Berakhir 31 Ogos

BIMB Dana AI-Munsif	2023	2022	2021	2020
Harga Unit (MYR)				
NAB tertinggi seunit dalam tahun	0.2990	0.4065	0.4375	0.4184
NAB terendah seunit dalam tahun	0.2589	0.2753	0.3745	0.2482
Nilai aset Bersih (NAB) dan Unit Dalam Edaran (UDE) pada akhir tahun				
Jumlah NAB (MYR)	5,298,688	6,538,770	8,759,242	7,495,022
Unit Dalam Edaran (UDE)	20,292,423	22,197,816	23,302,625	18,536,278
NAB seunit (MYR) *	0.2611	0.2946	0.3759	0.4043
Jumlah Pulangan Dana (%)^(a)				
Pertumbuhan Modal (%) ^(b)	-11.46	-21.63	-6.99	16.78
Pulangan Pendapatan (%) ^(c)	4.45	-	8.11	-
Pulangan Dana (%)	-7.01	-21.63	1.12	16.78
Agihan Kasar seunit (Sen)	1.31	-	3.28	-
Agihan Bersih seunit (Sen)	1.31	-	3.28	-
Pengagihan Interim Pertama				
Nilai Aset Bersih sebelum Pengagihan (MYR)	0.2815	-	-	-
Nilai Aset Bersih selepas Pengagihan (MYR) *	0.2749	-	-	-
Tarikh Pengagihan	27 Februari 2023	-	-	-
Pengagihan Interim Terakhir				
Nilai Aset Bersih sebelum Pengagihan (MYR)	0.2708	-	0.4073	-
Nilai Aset Bersih selepas Pengagihan (MYR) *	0.2643	-	0.3745	-
Tarikh Pengagihan	14 Julai 2023	-	27 Ogos 2021	-
Nisbah Jumlah Perbelanjaan (NJP) (%)^(d)	2.16	2.52	2.18	2.39
Nisbah Pusing Ganti Portfolio (NPGP) (Kali)^(e) **	1.44	1.12	1.79	3.61

* Nilai aset bersih seunit selepas pengagihan pendapatan.

** NPGP bagi tahun kewangan berakhir 31 Ogos 2023 lebih tinggi berbanding tahun kewangan sebelumnya disebabkan oleh jumlah purata belian dan jualan Dana yang lebih tinggi dalam tahun kewangan.

Nota:-

- a) **Jumlah Pulangan** = $\frac{\text{Harga seunit (pada akhir tahun)} - 1}{\text{Harga seunit (pada awal tahun)}}$
- b) **Pulangan Modal** = Pulangan Ke atas Dana – Pulangan Pendapatan
- c) **Pulangan Pendapatan** = $\frac{\text{Pengagihan Pendapatan seunit} / \text{NAB seunit pada awal tahun}}{\times 100}$
- d) **Nisbah Jumlah Perbelanjaan** = Ia dikira dengan mengambil jumlah perbelanjaan sepertimana yang dinyatakan sebagai peratusan tahunan daripada jumlah purata NAB Dana.
- e) **Nisbah Pusing Ganti Portfolio** = Ia dikira dengan mengambil purata jumlah perolehan dan pelupusan pelaburan dalam Dana bagi tempoh setahun dibahagi dengan purata NAB Dana yang dikira pada asas harian.

1.7 Pegangan Unit setakat 31 Ogos 2023

Saiz Dipegang	BIMB Dana AI-Munsif			
	Bilangan Pemegang Unit		Bilangan Pegangan Unit	
	Bilangan	%	Unit	%
5,000 dan kebawah	834	83.74	990,711.51	4.88
5,001 hingga 10,000	51	5.12	361,408.11	1.79
10,001 hingga 50,000	87	8.73	1,864,905.95	9.19
50,001 hingga 500,000	20	2.01	2,646,653.03	13.04
500,001 dan keatas	3	0.30	14,428,715.59	71.10
Unit yang dipegang oleh Pemegang Unit	995	99.90	20,292,394.19	100.00
Unit yang dipegang oleh Pengurus	1	0.10	29.43	0.00
Jumlah Keseluruhan Dana	996	100.00	20,292,423.62	100.00

1.8 Polisi Rebat dan Komisen Ringan (Bukan Tunai)

Sebarang rebat yang diterima oleh Pengurus akan dimasukkan ke dalam akaun Dana. Mana-mana komisen ringan (bukan tunai) yang diterima daripada broker dalam bentuk perkhidmatan penyelidikan dan khidmat nasihat bertujuan membantu proses membuat keputusan berkaitan dengan pelaburan Dana boleh disimpan oleh Pengurus.

Bagi tahun kewangan dalam kajian, Pengurus telah menerima komisen ringan (bukan tunai) bagi pihak Dana, daripada broker dalam bentuk perkhidmatan penyelidikan dan khidmat nasihat yang bermanfaat untuk para Pemegang Unit Dana dan Pengurus juga mengesahkan tidak berlaku pergolakan dagangan.

Untuk dan bagi pihak

Pengurus

BIMB INVESTMENT MANAGEMENT BERHAD

Tarikh: 31 Oktober 2023

Nota:

Laporan ini telah diterjemahkan daripada laporan asal (dalam Bahasa Inggeris). Jika terdapat perbezaan, sila rujuk kepada laporan Bahasa Inggeris

2.0 DIRECTORS' DECLARATION REPORT

TO THE UNIT HOLDERS OF **BIMB DANA AL-MUNSIF ("Fund")**

We, being the Directors of BIMB Investment Management Berhad (the "Manager"), do hereby state that, in the opinion of the Manager, the accompanying audited financial statements set out on pages 22 to 48 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 August 2023 and of its financial performance, changes in equity and cash flows for the financial year then ended in accordance with the provisions of Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS").

For and on behalf of the Board of Directors,

.....
DATO' DR. MOHAMAD ZABIDI AHMAD
Director

.....
AZDINI NOR AZMAN
Director

Kuala Lumpur,
31 October 2023

3.0 TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF **BIMB DANA AL-MUNSIF** ("Fund")

We have acted as Trustee of the Fund for the financial year ended 31 August 2023 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, BIMB Investment Management 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 Deed(s), Securities Commission's Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
2. valuation/pricing for the Fund has been carried out in accordance with the Deed(s) and applicable regulatory requirements;
3. creation and cancellation of units is carried out in accordance with the Deed(s) and applicable regulatory requirements; and
4. the distribution of income by the Fund for the year is appropriate and reflects the investment objective of the Fund.

For and on behalf of the Trustee
SCBMB Trustee Berhad

.....
LOR YUEN CHING
Trustee Services Manager

.....
LEE KAM WENG
Trustee Services Manager

Kuala Lumpur
31 October 2023

4.0 SHARIAH ADVISER'S REPORT

TO THE UNIT HOLDERS OF **BIMB DANA AL-MUNSIF ("Fund")**

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, BIMB Investment Management Berhad has operated and managed the Fund for the period covered by these financial statements namely, the year ended 31 August 2023, in accordance with Shariah principles and requirements, and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah compliant except for the securities which have been reclassified as Shariah non-compliant by the Shariah Advisory Council of the Securities Commission Malaysia as follows:

No.	Securities	Reclassification Effective Date	Remarks
(i)	Revenue Group Berhad	27 May 2022	These securities have been newly classified as Shariah-compliant following the release of the latest updated "List of Shariah-Compliant Securities" by the Shariah Advisory Council of the Securities Commission Malaysia effective on 26 May 2023.

For and on behalf of the Shariah Adviser,
BIMB SECURITIES SDN BHD

.....
NURUL AQILA SUFIYAH LOKMAN
Designated Shariah Officer

Kuala Lumpur
31 October 2023

5.0 INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF BIMB DANA AL-MUNSIF

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of BIMB Dana Al-Munsif (the "Fund") give a true and fair view of the financial position of the Fund as at 31 August 2023, 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 August 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 22 to 48.

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.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF BIMB DANA AL-MUNSIF (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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 to terminate the Fund, or has no realistic alternative but to do so.

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.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF BIMB DANA AL-MUNSIF (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements (continued)

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.

INDEPENDENT AUDITORS' REPORT
TO THE UNIT HOLDERS OF BIMB DANA AL-MUNSIF (CONTINUED)

OTHER MATTERS

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
31 October 2023

6.0 FINANCIAL STATEMENTS (AUDITED)

BIMB DANA AL-MUNSIF

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
INVESTMENT LOSS			
Dividend income (Shariah-compliant)		68,288	71,417
Profit income from Islamic deposit with licensed Islamic financial institutions		62,526	54,083
Realised loss on disposal of quoted Shariah-compliant securities	7	(742,887)	(1,572,705)
Unrealised gain/(loss) from financial instruments at fair value through profit or loss	7	292,343	(218,346)
Other income		15,576	-
		<u>(304,154)</u>	<u>(1,665,551)</u>
EXPENSES			
Management fee	4	87,519	112,959
Trustee's fee	5	18,050	18,000
Audit fee		12,980	11,800
Shariah Adviser's Fee		3,500	-
Tax agent's fee		1,500	2,178
Administrative expenses		2,510	19,849
		<u>126,059</u>	<u>164,786</u>
LOSS BEFORE TAXATION		(430,213)	(1,830,337)
Taxation	6	-	-
LOSS AFTER TAXATION AND TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL YEAR		<u>(430,213)</u>	<u>(1,830,337)</u>
Total comprehensive loss for the year consists of:			
Realised amount		(722,556)	(1,611,991)
Unrealised amount		292,343	(218,346)
		<u>(430,213)</u>	<u>(1,830,337)</u>
Distribution for the financial year:			
Distribution on 27 February 2023	10		
Net distribution (RM)		<u>137,368</u>	-
Net distribution per unit (sen)		<u>0.66</u>	-
Gross distribution per unit (sen)		<u>0.66</u>	-
Distribution on 14 July 2023			
Net distribution (RM)		<u>130,164</u>	-
Net distribution per unit (sen)		<u>0.65</u>	-
Gross distribution per unit (sen)		<u>0.65</u>	-

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

BIMB DANA AL-MUNSIF

STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
ASSETS			
Cash and cash equivalents (Shariah-compliant)	8	2,190,514	2,692,308
Financial assets at fair value through profit or loss (Shariah-compliant)	7	3,128,510	3,854,172
Amount due from stockbrokers		-	204,972
Amount due from Manager		623	17,964
Dividend receivable		8,760	4,293
TOTAL ASSETS		<u>5,328,407</u>	<u>6,773,709</u>
LIABILITIES			
Amount due to stockbrokers		-	188,506
Accrued management fee		6,521	8,567
Amount due to Trustee		1,527	1,577
Audit fee payable		11,609	11,067
Tax agent's fee payable		2,992	7,332
Shariah Adviser's fee payable		3,500	-
Other payables		3,571	17,890
TOTAL LIABILITIES		<u>29,720</u>	<u>234,939</u>
NET ASSET VALUE ("NAV") OF THE FUND		<u>5,298,687</u>	<u>6,538,770</u>
EQUITY			
Unit holders' capital	9	14,819,197	15,361,535
Accumulated losses		<u>(9,520,510)</u>	<u>(8,822,765)</u>
NET ASSET ATTRIBUTABLE TO UNIT HOLDERS		<u>5,298,687</u>	<u>6,538,770</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)	9	<u>20,292,424</u>	<u>22,197,816</u>
NET ASSET VALUE PER UNIT (SEN)		<u>26.11</u>	<u>29.46</u>

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

BIMB DANA AL-MUNSIF

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023

	<u>Unit holders' capital</u> RM	<u>Accumulated losses</u> RM	<u>Total</u> RM
Balance as at 1 September 2022	15,361,535	(8,822,765)	6,538,770
Movement in unit holders' contributions:			
- Creation of units from applications	36,583	-	36,583
- Creation of units from distribution	255,402	-	255,402
- Cancellation of units	(834,323)	-	(834,323)
- Distribution (Note 10)		(267,532)	(267,532)
Total comprehensive loss for the financial year	-	(430,213)	(430,213)
Balance as at 31 August 2023	<u>14,819,197</u>	<u>(9,520,510)</u>	<u>5,298,687</u>
Balance as at 1 September 2021	15,751,670	(6,992,428)	8,759,242
Movement in unit holders' contributions:			
- Creation of units from applications	273,575	-	273,575
- Creation of units from distribution	-	-	-
- Cancellation of units	(663,710)	-	(663,710)
			-
Total comprehensive loss for the financial year	-	(1,830,337)	(1,830,337)
Balance as at 31 August 2022	<u>15,361,535</u>	<u>(8,822,765)</u>	<u>6,538,770</u>

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

BIMB DANA AL-MUNSIF

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023

	<u>Note</u>	<u>2023</u> RM	<u>2022</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of quoted Shariah-compliant securities		8,389,552	7,198,054
Purchase of quoted Shariah-compliant securities		(8,097,968)	(7,736,827)
Dividends received (Shariah-compliant)		63,821	68,422
Profit income received from Islamic deposit with licensed Islamic financial institutions		62,526	54,083
Management fee paid		(89,565)	(114,780)
Trustee fee paid		(18,100)	(17,905)
Audit fee paid		(11,800)	(12,533)
Tax agent fee paid		-	(4,388)
Payment for administrative expenses		(7,731)	(19,030)
NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES		<u>290,735</u>	<u>(584,904)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from creation of units		53,924	487,297
Payments for cancellation of units		(834,323)	(663,710)
Payment for income distributions		(12,130)	(32,813)
NET CASH USED IN FINANCING ACTIVITIES		<u>(792,529)</u>	<u>(209,226)</u>
Net decrease in cash and cash equivalents		(501,794)	(794,130)
Cash and cash equivalents at the beginning of the financial year		2,692,308	3,486,438
Cash and cash equivalents at the end of the financial year	8	<u>2,190,514</u>	<u>2,692,308</u>
Cash and cash equivalents comprise of:			
Commodity Murabahah		2,038,082	2,566,495
Cash at bank		152,432	125,813
	8	<u>2,190,514</u>	<u>2,692,308</u>

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

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023

1 INFORMATION ON THE FUND

BIMB Dana Al-Munsif (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of a Deed dated 6 December 2001, Fifth Master Supplemental Deed dated 9 August 2012, Sixth Master Supplemental deed dated 18 August 2017, Seventh Master Supplemental Deed dated 6 April 2018, Eighth Master Supplemental Deed dated 25 March 2019, Ninth Master Supplemental Deed dated 9 March 2020, Tenth Master Supplemental Deed dated 30 November 2021 and Eleventh Master Supplemental Deed dated 30 December 2022 between the Manager – BIMB Investment Management Berhad and the Trustee – SCBMB Trustee Berhad.

The principal activity of the Fund is to invest in authorised investments as defined in the Deeds, which include Shariah-compliant securities of companies listed on Bursa Malaysia, short term placements and Islamic debt securities.

The Manager, BIMB Investment Management Berhad, a company incorporated in Malaysia, is a subsidiary of Bank Islam Malaysia Berhad.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements:

(a) Basis of preparation

The financial statements of the Fund have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss (“FVTPL”).

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.

It also requires the Manager to exercise their judgement in the process of applying the Fund’s accounting policies. Although these estimates and assumptions are based on the Manager’s best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(k) to the financial statements.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

- (i) Standards, amendments, to published standards and interpretations to existing standard that are effective:

There are no other standards, amendments to standards or interpretations that are effective for the financial year beginning on 1 September 2022 that have a material effect on the financial statements of the Fund.

- (ii) Standards and amendments that have been issued but not yet effective:

A number of new standards, amendments to standards and interpretations are effective for the financial year beginning after 1 September 2022. None of these are expected to have a material effect on the financial statements of the Fund, except the following set out below:

Amendments to MFRS 101 'Classification of liabilities as current or non-current' clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting year. Classification is unaffected by the Fund's expectations or events after the reporting date (e.g. the receipt of a waiver or a breach of covenant).

The amendments are effective for the annual financial reporting year beginning on or after 1 September 2024.

The amendment shall be applied retrospectively.

(b) Financial assets

- (i) Recognition and initial measurement

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

A financial asset (unless it is a trade receivable without significant financing component) or a financial liability is initially measured at fair value plus or minus, for an item not at fair value through profit or loss, transaction costs that are directly attributable to its acquisition or issuance. A trade receivable without a significant financing component is initially measured at the transaction price.

Categories of financial assets are determined on initial recognition and are not reclassified subsequent to their initial recognition unless the Fund changes its business model for managing financial assets in which case all affected financial assets are reclassified on the first day of the first reporting year following the change of the business model.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets (continued)

(i) Recognition and initial measurement (continued)

The fund categorises financial instruments as follows:

(a) Amortised cost

Amortised cost category comprises financial assets that are held within a business model whose objective is to hold assets to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and profit on the principal amount outstanding. The financial assets are not designated as fair value through profit or loss. Subsequent to initial recognition, these financial assets are measured at amortised cost using the effective profit method. The amortised cost is reduced by impairment losses. Profit income, foreign exchange gains and losses and impairment are recognised in profit or loss.

Profit income is recognised by applying effective profit rate to the gross carrying amount except for credit impairment financial assets (see Note 2(b)(iv)) where the effective profit rate is applied to the amortised cost.

(b) Fair value through profit or loss

All financial assets not measured at amortised cost or fair value through other comprehensive income as described above are measured at fair value through profit or loss. On initial recognition, the Fund may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at fair value through other comprehensive income as at fair value through profit or loss if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

For listed Shariah-compliant equities/securities, valuation shall be based on the last done market price quoted by the respective stock exchanges on the relevant date. However, if a valuation based on the market price does not represent the fair value of the Shariah-compliant securities, for example during abnormal market conditions; or no market price is available, including in the event of a suspension in the quotation of the Shariah-compliant securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, then the Shariah-compliant securities should be valued at fair value, as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Financial assets categorised as fair value through profit or loss are subsequently measured at their fair value. Net gains or losses, including any profit or dividend income (Shariah-compliant), are recognised in the profit or loss.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets (continued)

(ii) Financial instrument categories and subsequent measurement

All financial assets, except for those measured at fair value through profit or loss, are subject to impairment assessment (see Note 2(b)(iv)).

(iii) Derecognition

A financial asset or part of it is derecognised when, and only when, the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred to another party without retaining control or substantially all risks and rewards of the asset. On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received (including any new asset obtained less any new liability assumed) and any cumulative gain or loss that had been recognised in equity is recognised in profit or loss.

A financial liability or a part of it is derecognised when, and only when, the obligation specified in the contract is discharged or cancelled or expired. On derecognition of a financial liability, the difference between the carrying amount of the financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

(iv) Impairment for assets carried at amortised cost

The Fund measures credit risk and expected credit loss 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-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 90 days past due.

Definition of default and credit-impaired financial assets

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets (continued)

(iv) Impairment for assets carried at amortised cost (continued)

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 obligor's sources of income or assets to generate sufficient future cash flows to pay 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) Financial liabilities

The categories of financial liabilities at initial recognition are as follows:

Amortised cost

Other financial liabilities not categorised as fair value through profit or loss are subsequently measured at amortised cost using the effective profit method.

(d) Income recognition

Profit from short term investments is recognised as it accrues, using the effective profit method in profit or loss.

Dividend income (Shariah-compliant) is recognised on the ex-dividend date, when the right to receive the dividend has been established.

Realised gains and losses on disposal of Shariah-compliant investments are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on weighted average cost basis.

Realised gains and losses on sale of Shariah-compliant investments are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on weighted average cost basis.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(e) Amount due from/(to) stockbrokers

Amount due from/(to) stockbrokers represent receivables/(payables) for Shariah-compliant securities sold/(bought) and receivables/(payables) for that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

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 amounts due from the stockbroker 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 stockbroker, probability that the stockbroker will enter bankruptcy or financial reorganisation, and default in payments are considered indicators that a loss allowance may be required.

If credit risk increases to the point that it is considered to be credit impaired, profit 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.

(f) Cash and cash equivalents (Shariah-compliant)

Cash and cash equivalents (Shariah-compliant) consist of cash at bank and short term Islamic deposits with licensed Islamic financial institutions which have insignificant risk of changes in fair value with original maturities of 3 months or less, and are used by the Fund in the management of its short term commitments.

Cash and cash equivalents (Shariah-compliant) are categorised and measured as amortised cost.

(g) Income tax

Income tax expense comprises current tax. Current tax is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the statement of financial position date.

(h) Distribution

A distribution to the Fund's unit holders is accounted for as a deduction from realised reserve. A proposed distribution to unit holders is recognised in the statement of changes in equity upon approval by the Trustee.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) Unit holders' capital

The Fund issues cancellable units, which are cancelled at the unit holder's option and are classified as equity. 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. The outstanding units is carried at the redemption amount that is payable at the financial position date if the unit holder exercises the right to put the unit 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 at the time of creation or cancellation. The Fund's net asset value per unit is calculated by dividing the net asset attributable to unit holders with the total number of outstanding units. In accordance with the Securities Commission's Guidelines on Unit Trust Funds in Malaysia, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per unit for creations and cancellations.

The units in the Fund are puttable instruments, classified as equity, which entitle the unit holders to a pro-rata share of the net asset of the Fund. The units are subordinated and have identical features. There is no contractual obligation to deliver cash or another financial asset other than the obligation on the Fund to repurchase the units. The total expected cash flows from the units are based on the change in the net asset of the Fund.

(i) 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 Ringgit Malaysia ("RM"), which is the Fund's functional and presentation currency.

(k) Use of estimates and judgements

The preparation of financial statements in conformity with MFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised and in any future years affected.

There are no significant areas of estimation uncertainty and critical judgements in applying accounting policies that have significant effect on the amounts recognised in the financial statements.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Financial instruments of the Fund are as follows:

	Financial assets at fair value through profit or loss	Financial assets at amortised cost	Total
	RM	RM	RM
<u>2023</u>			
Cash and cash equivalents (Shariah-compliant)	-	2,190,514	2,190,514
Quoted Shariah-compliant securities	3,128,510	-	3,128,510
Amount due from Manager	-	623	623
Dividend receivable	-	8,760	8,760
	<u>3,128,510</u>	<u>2,199,897</u>	<u>5,328,407</u>
<u>2022</u>			
Cash and cash equivalents (Shariah-compliant)	-	2,692,308	2,692,308
Quoted Shariah-compliant securities	3,854,172	-	3,854,172
Amount due from stockbrokers	-	204,972	204,972
Amount due from Manager	-	17,964	17,964
Dividend receivable	-	4,293	4,293
	<u>3,854,172</u>	<u>2,919,537</u>	<u>6,773,709</u>

All liabilities are financial liabilities which are carried at amortised cost.

The Fund aims to provide investors with steady and consistent income and capital appreciation over the medium to long term period.

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

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated in the Deeds and the Guidelines.

(a) Market risk

(i) Price risk

The Fund is exposed to price risk because of investments held by the Fund and classified as at fair value through profit or loss. Price risk is the risk that fair value of investment will fluctuate because of the changes in market prices (other than those arising from profit rate risk). Such fluctuation may cause the Fund's net asset value ("NAV") and price of units to fall as well as rise, and income produced by the Fund may also fluctuate. The price risk is managed through diversification and selection of securities and other financial instruments within specified limits according to the Deeds.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Market risk (continued)

(i) Price risk (continued)

The table below shows the financial instruments of the Fund which is exposed to price risk.

	<u>2023</u> RM	<u>2022</u> RM
Quoted Shariah-compliant securities measured at fair value through profit or loss	<u>3,128,510</u>	<u>3,854,172</u>

The following table summarises the sensitivity of the Fund's profit/(loss) before taxation and NAV risk movements at the end of each reporting year. The analysis is based on the assumptions that the market price increased and decreased by 5% (2022: 5%) with all other variables held constant and that fair value of the Fund's investments move according to the historical correlation of the index. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	<u>Change in price</u> %	Impact on profit/(loss) before taxation/NAV RM
<u>2023</u>		
Quoted Shariah-compliant securities measured at fair value through profit or loss	<u>5</u>	<u>156,426</u>
<u>2022</u>		
Quoted Shariah-compliant securities measured at fair value through profit or loss	<u>5</u>	<u>192,709</u>

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Market risk (continued)

(ii) Profit rate risk

Profit rate risk rate is a general economic indicator that will have an impact on the management of the Fund.

It does not in any way suggest that this Fund will invest in conventional financial instruments. All investment carried out for the Fund including placements and Islamic deposits are in accordance with Shariah.

Fair value profit rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market profit rates.

The Fund's exposure to fair value profit rate risk arises from Shariah-compliant investment in Islamic money market instruments. The profit rate risk is expected to be minimal as the Fund's investments comprise mainly short term Islamic deposits with approved licensed Islamic financial institutions.

Cash flow profit rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market profit rates. The Fund is not exposed to cash flow profit rate risk as the Fund does not hold any financial instruments at variable profit rate.

(b) Credit risk

Credit risk is the risk of a financial loss to the Fund if counterparty to a financial instrument fails to meet its contractual obligations. The Fund's exposure to credit risk arises principally from its cash and cash equivalents (Shariah-compliant), amount due from stockbroker, amount due from Manager and dividend receivables.

The Manager manages the credit risk by setting counterparty limits and undertaking credit evaluation to minimise the risk. The exposure to credit risk is monitored on an ongoing basis.

The following table sets out the credit risk concentration of the Fund:

	Cash and cash equivalents (Shariah-compliant) RM	Amount due from Manager RM	Dividend receivable RM	Total RM
<u>2023</u>				
Finance				
- AAA	1,149,591	-	-	1,149,591
- A1	1,040,923	-	-	1,040,923
Others				
- Not-rated	-	623	8,760	9,383
	2,190,514	623	8,760	2,199,897

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(b) Credit risk (continued)

The following table sets out the credit risk concentration of the Fund: (continued)

	Cash and cash equivalents (Shariah- compliant) RM	Amount due from stockbrokers	Amount due from Manager RM	Dividend receivables RM	Total RM
<u>2022</u>					
Finance					
- AAA	884,043	-	-	-	884,043
- A1	1,160,560	-	-	-	1,160,560
Others					
- Not-rated	647,705	204,972	17,964	4,293	874,934
	<u>2,692,308</u>	<u>204,972</u>	<u>17,964</u>	<u>4,293</u>	<u>2,919,537</u>

All the financial assets of the Fund as at end of the financial year are neither past due nor impaired.

(c) Liquidity risk

Liquidity risk is the risk that the Fund will not be able to meet its financial obligations as they fall due. The Fund's exposure to liquidity risk arises principally from its amount due to stockbrokers, accrued management fee, amount due to Trustee, audit fee payable, tax agent's fee payable, Shariah adviser's fee payable and other payables which are due within one year.

The Fund maintains sufficient level of Islamic liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellation of units by unit holders. Islamic liquid assets comprise cash at bank and other instruments, which are capable of being converted into cash within 7 days.

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

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
<u>2023</u>			
Accrued management fee	6,521	-	6,521
Amount due to Trustee	1,527	-	1,527
Audit fee payable	-	11,609	11,609
Tax agent's fee payable	-	2,992	2,992
Shariah Adviser's fee payable	-	3,500	3,500
Other payables	-	3,571	3,571
Contractual undiscounted cash flows	<u>8,048</u>	<u>21,672</u>	<u>29,720</u>

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(c) Liquidity risk (continued)

	Less <u>than 1 month</u> RM	Between 1 month <u>to 1 year</u> RM	<u>Total</u> RM
<u>2022</u>			
Amount due to stockbrokers	188,506	-	188,506
Accrued management fee	8,567	-	8,567
Amount due to Trustee	1,577	-	1,577
Audit fee payable	-	11,067	11,067
Tax agent's fee payable	-	7,332	7,332
Distribution payable	-	-	-
Other payables	-	17,890	17,890
Contractual undiscounted cash flows	<u>198,650</u>	<u>36,289</u>	<u>234,939</u>

(d) Capital risk management

The Fund's capital is represented by the unit holders' capital in the statement of financial position. The Manager of the Fund monitors the adequacy of capital on an ongoing basis. There is no external capital requirement imposed on the Fund.

(e) Fair value estimation

Fair value is defined as 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 (i.e. an exit price).

The fair value of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial year end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market 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)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2023</u>				
Financial assets at fair value through profit or loss:				
- Quoted Shariah-compliant securities	<u>3,128,510</u>	<u>-</u>	<u>-</u>	<u>3,128,510</u>

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2022</u>				
Financial assets at fair value through profit or loss:				
- Quoted Shariah-compliant securities	<u>3,854,172</u>	<u>-</u>	<u>-</u>	<u>3,854,172</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include quoted Shariah-compliant securities. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

- (ii) The carrying values of cash and cash equivalents (Shariah-compliant), amount due from stockbrokers, amount due from Manager, dividend receivables dividend receivables and all current liabilities are a reasonable approximation of their fair values due to their short-term nature.

4 MANAGEMENT FEE

The Manager's fee payable to the Manager of the Fund is based on 1.50% (2022: 1.50%) per annum of the net asset value of the Fund calculated on a daily basis.

There will be no further liability to the Manager in respect of management fee other than amounts recognised above.

5 TRUSTEE'S FEE

The Trustee's fee is payable to the Trustee is based on 0.05% (2022: 0.05%) per annum subject to a minimum of RM18,000 (2022: RM18,000) of the net asset value of the Fund calculated on a daily basis.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

6 TAXATION

	<u>2023</u> RM	<u>2022</u> RM
Taxation		
- Current taxation	-	-

A numerical reconciliation between the loss before taxation multiplied by the Malaysian statutory income tax rate and tax expense of the Fund is as follows:

	<u>2023</u> RM	<u>2022</u> RM
Loss before taxation	<u>(430,213)</u>	<u>(1,830,337)</u>
Taxation at Malaysian statutory rate of 24% (2022: 24%)	(103,251)	(439,281)
Tax effects of:		
- Investment loss not deductible for tax purposes	72,996	399,732
- Expenses not deductible for tax purposes	5,542	5,122
- Restrictions on the tax deductible expenses for unit trust funds	<u>24,713</u>	<u>34,427</u>
	<u>-</u>	<u>-</u>

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT)

	<u>2023</u> RM	<u>2022</u> RM
Financial assets at fair value through profit or loss		
- Quoted Shariah-compliant securities	<u>3,128,510</u>	<u>3,854,172</u>
	RM	RM
Net loss on financial assets at fair value through profit or loss		
- Realised loss on disposal	(742,887)	(1,572,705)
- Unrealised gain/(loss) on fair value movement	<u>292,343</u>	<u>(218,346)</u>
	<u>(450,544)</u>	<u>(1,791,051)</u>

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)

Details of quoted Shariah-compliant securities as at 31 August 2023 are set out as follows:

<u>Name of counter</u>	<u>Quantity</u> Unit	<u>Aggregate</u> <u>cost</u> RM	<u>Market</u> <u>value</u> RM	<u>Percentage</u> <u>of NAV</u> %
<u>Main Market</u>				
<u>Construction</u>				
MGB Berhad	180,000	128,624	129,600	2.45
<u>Consumer products & services</u>				
Only World Group Holdings Berhad	215,000	128,538	122,550	2.31
Perak Transit Berhad	230,000	263,001	308,200	5.81
Power Root Berhad	60,000	129,141	128,400	2.42
QL Resources Berhad	25,000	136,666	135,000	2.55
	530,000	657,346	694,150	13.09
<u>Health care</u>				
Hartalega Holdings Berhad	140,000	291,845	273,000	5.15
Kossan Rubber Industries Berhad	136,000	190,027	175,440	3.31
	276,000	481,872	448,440	8.46
<u>Industrial products & services</u>				
Press Metal Aluminium Holdings Berhad	50,000	244,724	242,500	4.57
<u>Property</u>				
LBS Bina Group Berhad	420,000	229,635	249,900	4.72
UEM Sunrise Berhad	170,000	103,420	124,100	2.34
	590,000	333,055	374,000	7.06
<u>Technology</u>				
D&O Green Technologies Berhad	88,000	327,280	311,520	5.88
Frontken Corporation Berhad	31,000	105,561	108,500	2.05
JHM Consolidation Berhad	75,000	61,605	60,750	1.15
MY E.G. Services Berhad	300,000	223,670	238,500	4.50
Unisem (M) Berhad	65,000	218,069	212,550	4.01
	559,000	936,185	931,820	17.59

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT)
(CONTINUED)

Details of quoted Shariah-compliant securities as at 31 August 2023 are set out as follows:
(continue)

<u>Name of counter</u>	<u>Quantity</u> Unit	<u>Aggregate</u> <u>cost</u> RM	<u>Market</u> <u>value</u> RM	<u>Percentage</u> <u>of NAV</u> %
<u>Main Market (continued)</u>				
<u>Telecommunications & media</u>				
Time Dotcom Berhad	56,000	311,547	308,000	5.81
Total quoted Shariah-compliant securities as at 31 August 2023	<u>2,241,000</u>	3,093,353	<u>3,128,510</u>	<u>59.04</u>
Accumulated unrealised gain on financial assets at fair value through profit or loss		<u>35,157</u>		
Total financial assets at fair value through profit or loss		<u>3,128,510</u>		

Details of quoted Shariah-compliant securities as at 31 August 2022 are set out as follows:

<u>Name of counter</u>	<u>Quantity</u> Unit	<u>Aggregate</u> <u>cost</u> RM	<u>Market</u> <u>value</u> RM	<u>Percentage</u> <u>of NAV</u> %
<u>Main Market</u>				
<u>Consumer products & services</u>				
Mr D.I.Y Group (M) Berhad	85,000	176,840	184,450	2.83
Perak Transit Berhad	564,900	399,271	494,287	7.56
Sern Kou Resources Berhad	330,000	256,658	260,700	3.99
Power Root Berhad	206,000	316,109	379,040	5.80
	<u>1,185,900</u>	<u>1,148,878</u>	<u>1,318,477</u>	<u>20.18</u>
<u>Industrial products & services</u>				
Evergreen Fibreboard Berhad	577,000	266,000	297,155	4.54

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)

Details of quoted Shariah-compliant securities as at 31 August 2022 are set out as follows:
(continue)

<u>Name of counter</u>	<u>Quantity</u> Unit	<u>Aggregate</u> <u>cost</u> RM	<u>Market</u> <u>value</u> RM	<u>Percentage</u> <u>of NAV</u> %
<u>Main Market</u> (continued)				
<u>Technology</u>				
D&O Green Technologies Berhad	112,000	440,230	437,920	6.70
Dagang Nexchange Berhad	396,000	424,666	340,560	5.21
CTOS Digital Berhad	144,000	195,343	207,360	3.17
Frontken Corporation Berhad	118,000	402,602	328,040	5.02
Inari Amertron Berhad	62,000	263,347	168,020	2.57
Malaysian Pacific Industries	14,000	445,152	430,640	6.59
My E.G. Services Berhad	165,000	143,961	132,000	2.02
Revenue Group Berhad *	200,000	381,179	194,000	2.97
	<u>1,211,000</u>	<u>2,696,480</u>	<u>2,238,540</u>	<u>34.25</u>
Total quoted Shariah-compliant securities as at 31 August 2022	<u>2,973,900</u>	4,111,358	<u>3,854,172</u>	<u>58.97</u>
Accumulated unrealised loss on financial assets at fair value through profit or loss		<u>(257,186)</u>		
Total financial assets at fair value through profit or loss		<u>3,854,172</u>		

* The securities of Revenue Group Berhad had been reclassified as Shariah non-compliant by the Shariah Advisory Council of the Securities Commission Malaysia on 27 May 2022 and shall be disposed of according to the guidelines of the Securities Commission Malaysia. It was noted that since the market value of these reclassified Shariah non-compliant securities was below their cost of investment, they could be held.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

8 CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	<u>2023</u>	<u>2022</u>
	RM	RM
Islamic deposits with licensed Islamic financial institutions:		
Commodity Murabahah	2,038,082	2,566,495
Cash at bank	<u>152,432</u>	<u>125,813</u>
	<u>2,190,514</u>	<u>2,692,308</u>

The weighted average effective profit rate per annum is as follows:

	<u>2023</u>	<u>2022</u>
	%	%
Islamic deposits with licensed Islamic financial institutions	<u>2.95</u>	<u>2.26</u>

Islamic deposits with licensed Islamic financial institutions of the Fund have an average maturity of 5 days (2022: 5 days).

9 UNIT HOLDERS' CAPITAL

	<u>No. of units</u>	<u>RM</u>
As at 1 September 2022	22,197,816	15,361,535
Creation of units from applications	132,071	36,583
Creation of units from distribution	947,187	255,402
Cancellation of units	<u>(2,984,650)</u>	<u>(834,323)</u>
As at 31 August 2023	<u>20,292,424</u>	<u>14,819,197</u>
As at 1 September 2021	23,302,625	15,751,670
Creation of units from applications	828,276	273,575
Creation of units from distribution	-	-
Cancellation of units	<u>(1,933,085)</u>	<u>(663,710)</u>
As at 31 August 2022	<u>22,197,816</u>	<u>15,361,535</u>

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

10 DISTRIBUTION

	<u>2023</u> RM	<u>2022</u> RM
Distribution to unit holders is from the following sources:		
Dividend income (Shariah-compliant)	58,228	-
Income from Islamic deposits with licensed Islamic financial institutions	54,429	-
Realised gain from disposal of quoted Shariah-compliant securities	<u>260,593</u>	<u>-</u>
	373,250	-
Less:		
Expenses	<u>(105,718)</u>	<u>-</u>
Net distribution amount	<u>267,532</u>	<u>-</u>
GROSS/NET DISTRIBUTION PER UNIT (SEN)		
Distribution on 27 February 2023	<u>0.66</u>	<u>-</u>
Distribution on 14 July 2023	<u>0.65</u>	<u>-</u>

Gross distribution is derived using total income less total expenses. Net distribution above is sourced from current and prior financial year's realised gain.

Gross distribution per unit is derived from gross realised income less expenses, divided by the number of units in circulation. Net distribution per unit is derived from gross realised income less expenses and taxation, divided by the number of units in circulation.

During the financial year ended 31 August 2023, the Fund incurred unrealised gain of RM 292,343 (2022: unrealised loss of RM 218,346).

As at 31 August 2023, the Fund has accumulated unrealised gain of RM 35,157 (2022: unrealised loss of RM 257,186).

11 TOTAL EXPENSE RATIO ("TER")

	<u>2023</u> %	<u>2022</u> %
TER	<u>2.16</u>	<u>2.19</u>

TER is derived from the following calculation:

$$\text{TER} = \frac{(A + B + C + D + E + F) \times 100}{G}$$

A	=	Management fee
B	=	Trustee's fees
C	=	Audit fee
D	=	Tax agent's fee
E	=	Shariah adviser fee
F	=	Other expenses including Sales and Services Tax ("SST") on transaction costs
G	=	Average NAV of the Fund calculated on a daily basis

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

11 TOTAL EXPENSE RATIO (“TER”)

The average NAV of the Fund for the financial year calculated on a daily basis is RM5,830,899 (2022: RM7,527,551).

12 PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2023</u>	<u>2022</u>
PTR (times)	<u>1.44</u>	<u>1.12</u>

PTR is derived from the following calculation:

$$\frac{(\text{Total acquisition for the financial year} + \text{total disposal for the financial year}) \div 2}{\text{Average NAV of the Fund for the financial year calculated on a daily basis}}$$

where:

total acquisition for the financial year = RM7,909,462 (2022: RM7,925,333)

total disposal for the financial year = RM8,927,467 (2022: RM8,975,731)

13 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES

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

<u>Related parties</u>	<u>Relationship</u>
BIMB Investment Management Berhad	The Manager
Bank Islam Malaysia Berhad	Immediate holding company of the Manager
Directors of BIMB Investment Management Berhad	Directors of the Manager
Subsidiaries and associates of Bank Islam as disclosed in its financial statements	Subsidiaries and associate companies of the immediate holding company of the Manager
SCBMB Trustees Berhad	Trustee of the Fund

The total number and value of units held legally or beneficially by parties related to the Manager are as follows:

	<u>As at 31 August 2023</u>		<u>As at 31 August 2022</u>	
	Units	RM	Units	RM
<u>The Manager</u>				
BIMB Investment Management Berhad	<u>29</u>	<u>8</u>	<u>28</u>	<u>8</u>
<u>Immediate holding company of the Manager</u>				
Bank Islam Malaysia Berhad	<u>500,000</u>	<u>130,550</u>	<u>500,000</u>	<u>147,300</u>

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

13 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions. The Manager is of the opinion that all transactions with the related companies have been entered into the normal course of business at agreed terms between the related parties.

	Transactions during the financial year		Balance as at	
	<u>2023</u> RM	<u>2022</u> RM	<u>31.08.2023</u> RM	<u>31.08.2022</u> RM
<u>The Manager</u>				
BIMB Investment Management Berhad				
- Amount due from Manager	-	-	623	17,964
- Management fee	<u>(87,519)</u>	<u>(112,959)</u>	<u>(6,521)</u>	<u>(8,567)</u>
<u>Related company of the Manager</u>				
BIMB Securities Sdn Bhd				
- Sales	(3,247,330)	(1,988,496)	-	-
- Purchase	3,527,767	2,298,561	-	-
- Brokerage fee	11,909	7,549	-	-
- Shariah Adviser's fee	<u>(3,500)</u>	<u>-</u>	<u>(3,500)</u>	<u>-</u>
<u>The Trustee</u>				
SCBMB Trustee Berhad				
- Trustee fee	<u>(18,050)</u>	<u>(18,000)</u>	<u>(1,527)</u>	<u>(1,577)</u>

14 SHARIAH INFORMATION OF THE FUND

The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises:

- Securities listed on Bursa Malaysia Securities Berhad which have been classified as Shariah-compliant by the Shariah Advisory Council of the Securities Commission Malaysia except for the securities of Revenue Group Berhad which have been reclassified as Shariah non-compliant by the Shariah Advisory Council of the Securities Commission Malaysia on 27 May 2022. Nevertheless, these securities have been newly classified as Shariah-compliant following the release of the latest updated "List of Shariah-Compliant Securities" by the Shariah Advisory Council of the Securities Commission Malaysia effective on 26 May 2023; and
- Liquid assets in local market, which are placed in Shariah-compliant investment and/or instruments.

BIMB DANA AL-MUNSIF

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 AUGUST 2023 (CONTINUED)

15 TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers are as follows:

	Value of trade RM	Percentage of total trade %	Brokerage fee RM	Percentage of total brokerage fee %
<u>2023</u>				
BIMB Securities Sdn Bhd*	6,775,097	42.09	11,909	42.18
RHB Investment Bank Bhd.	1,306,806	8.12	2,303	8.16
CIMB Investment Bank Bhd.	1,205,556	7.50	2,110	7.47
MIDF Amanah Investment Bank Bhd.	1,066,011	6.62	1,866	6.61
Hong Leong Investment Bank Bhd.	994,149	6.18	1,740	6.16
KAF Seagroatt & Campbell Securities Sdn. Bhd.	993,947	6.18	1,739	6.16
TA Securities Holdings Bhd	937,518	5.82	1,641	5.81
Maybank Investment Bank Bhd	833,531	5.18	1,459	5.17
Public Investment Bank Bhd	697,025	4.33	1,220	4.32
Macquarie Capital Securities (Malaysia) Sdn. Bhd.	663,804	4.12	1,162	4.12
Other brokers	621,784	3.86	1,088	3.86
	<u>16,095,228</u>	<u>100.00</u>	<u>28,237</u>	<u>100.02</u>
<u>2022</u>				
BIMB Securities Sdn Bhd*	4,287,058	27.98	7,549	22.54
MIDF Amanah Investment Bank Bhd.	2,102,871	13.72	3,680	10.99
RHB Investment Bank Bhd.	1,972,449	12.87	3,452	10.31
Kenanga Investment Bank Bhd	1,090,610	7.12	1,909	5.70
KAF Seagroatt & Campbell Securities Sdn. Bhd.	1,038,274	6.78	1,817	5.43
Public Investment Bank Bhd	971,064	6.34	1,699	5.07
Maybank Investment Bank Bhd	846,106	5.52	1,481	4.42
AmlInvestment Bank Bhd	802,500	5.24	8,025	23.96
TA Securities Holdings Bhd	621,630	4.06	1,088	3.26
CIMB Investment Bank Bhd.	618,765	4.04	1,086	3.24
Others brokers	970,222	6.33	1,703	5.08
	<u>15,321,549</u>	<u>100.00</u>	<u>33,489</u>	<u>100.00</u>

* Transactions with the related party have been entered into in the normal course of business at agreed terms between the related parties.

16 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved by the Manager on 31 October 2023.

7.0 CORPORATE DIRECTORY

Manager	<p>BIMB Investment Management Berhad [199301021508 (276246-X)]</p> <p>Registered Office Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p> <p>Business Office Level 19, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p>
Board of Directors	<p>Datin Maznah Mahbob (Chairman Non-Executive Independent Director) – appointed wef 1 December 2022 Dato’ Dr. Mohamad Zabidi Ahmad (Non-Executive Independent Director) Sharifah Sarah Syed Mohamed Tahir (Non-Executive Non-Independent Director) – appointed wef 1 March 2023 Mashitah Haji Osman (Non-Executive Independent Director) – appointed wef 1 April 2023 Azdini Nor Azman (Chief Executive Officer) – appointed wef 1 August 2023</p>
Shariah Adviser	<p>BIMB SECURITIES SDN BHD [Registration No. 199401004484 (290163-X)]</p> <p>Registered Office Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p> <p>Business Office Level 34, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p>
Investment Committee	<p>Khairul Muzamel Perera Abdullah (Chairman – Independent Member) Mohd Radzuan Ahmad Tajuddin (Independent Member) Dato’ Dr. Mohamad Zabidi Ahmad (Independent Member) – appointed wef 1 December 2022</p>
Board Audit & Risk Committee	<p>Dato’ Dr. Mohamad Zabidi Ahmad (Chairman Non-Executive Independent Director) Sharifah Sarah Syed Mohamed Tahir (Non-Executive Non – Independent Director) – appointed wef 1 March 2023 Mashitah Haji Osman (Non-Executive Independent Director) – appointed wef 1 April 2023</p>
Company Secretary	<p>Maria binti Mat Said (LS 009400) Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p>
Key Management	<p>Azdini Nor Azman (Chief Executive Officer) – appointed wef 1 August 2023 Bakri Jamaluddin (Chief Operating Officer) – appointed wef 1 April 2023 Siti Nur Huda Sufian (Chief Financial Officer) – appointed wef 1 April 2023 Mohd Shahir Seberi (Head of Fixed Income) – appointed wef 3 July 2023 Ahmad Razli Sabri (Head of Fund Operations & Admin) Noorsazreen Nordin (Head of Compliance)</p>

Principal Banker	Bank Islam Malaysia Berhad Ground Floor, Menara Bank Islam No. 22, Jalan Perak 50450 Kuala Lumpur
Trustee	SCBMB Trustee Berhad [201201021301 (1005793T)] Level 25, Plaza Equatorial Jalan Sultan Ismail 50250 Kuala Lumpur
Auditor	PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146) Level 10, 1 Sentral Jalan Rakyat, Kuala Lumpur Sentral 50706 Kuala Lumpur
Federation of Investment Managers Malaysia (FIMM)	19-06-1, 6th Floor, Wisma Tune No.19, Lorong Dungun Damansara Heights 50490 Kuala Lumpur
Distributors	Bank Islam Malaysia Berhad IFast Capital Sdn Bhd Phillip Mutual Berhad Areca Capital Sdn Bhd Amanahraya Investment Sdn Bhd Genexus Advisory Sdn Bhd BEST Invest Registered Unit Trust Consultant with the Manager
Toll Free Number: 1-800-88-1196	
www.bimbinvestment.com.my	

THIS PAGE INTENTIONALLY LEFT BLANK

THIS PAGE INTENTIONALLY LEFT BLANK

THIS PAGE INTENTIONALLY LEFT BLANK

BIMB INVESTMENT

A BANK ISLAM
SUBSIDIARY

BIMB Investment Management Berhad 199301021508 (276246-X)

Level 19, Menara Bank Islam, No.22, Jalan Perak, 50450 Kuala Lumpur

Tel: 03-2161 2524 / 2924 | Toll Free: 1-800-88-1196 | Call Centre: 03-26 900 900 | Email: marketing.bimbinvest@bankislam.com.my
bimbinvestment.com.my