

BIMB i-TACTICAL FUND

ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED
31 OCTOBER 2021

LAPORAN TAHUNAN BAGI TAHUN KEWANGAN BERAKHIR
31 OKTOBER 2021



MANAGER:

BIMB INVESTMENT MANAGEMENT BERHAD 199301021508 (276246-X)

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1.0 MANAGER'S REPORT

Dear Unit Holders,

We are pleased to present the Manager's report of BIMB *i*-Tactical Fund for the financial year ended 31 October 2021.

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

Fund Name	BIMB <i>i</i> -Tactical Fund
Fund Type	Growth
Fund Category	Equity
Investment Objective	The Fund aims to provide a medium to long term* returns through capital appreciation. <i>*Note: "medium to long term" in this context refers to three (3) years or more.</i>
Benchmark	FBM Emas Shariah Index. Information on the benchmark can be obtained from Bursa Malaysia website.
Distribution Policy	Distribution of income (if any) is incidental.

1.2 Performance for the Financial Year Ended 31 October 2021

1.2.1 Performance Review

For the financial year under review, the Fund registered a return of 15.24% as compared to its benchmark return of -1.18%. The Fund had met its investment objective of providing capital appreciation to unit holders.

The Fund's strategy has remained to focus on stocks with good track record and potential capital growth over medium to long term. With a more growth-oriented investment strategy that aims to achieve better returns for investors, the fund will continue to invest in technology sector as well as a mixture of property, consumer and transportation companies that are expected to benefit from economy recovery. This is driven by Covid-19 development which appears to be moving into an endemic phase thanks to successful vaccination drive in most nations.

As at 31 October 2021, the Fund has 97.67% exposure in Shariah-compliant equities and Shariah-compliant collective investment schemes and the remaining in Shariah-compliant cash and cash equivalents. The total Net Asset Value (NAV) of the Fund stands at RM23.02 million whereas the NAV per unit of the Fund is RM0.1142.

For the financial year under review, there was no significant change to the state of affairs of the Fund and no circumstance that materially affect the interest of Unit Holders that have taken place up to the date of this Manager's Report.

1.2.2 Total Return and Average Total Return for the Financial Year Ended 31 October 2021

Period	BIMB <i>i</i> -Tactical Fund		Benchmark	
	Total Return (%)	Average Total Return (%)	Total Return (%)	Average Total Return (%)
1-Year	15.24	15.24	-1.18	-1.18
3-Year	-15.59	-5.19	14.83	4.94
5-Year	-36.52	-7.30	29.02	5.80

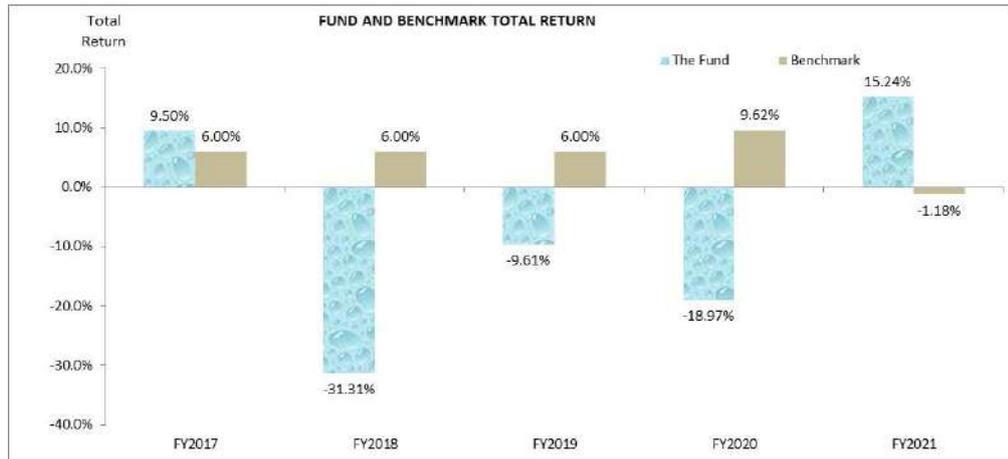
1.2.3 Total Return for the Previous Financial Years

Financial Years	Total Return	
	BIMB <i>i</i> -Tactical Fund (%)	Benchmark (%)
31 October 2021	15.24	-1.18
31 October 2020	-18.97	9.62
31 October 2019	-9.61	6.00
31 October 2018	-31.31	6.00
31 October 2017	9.50	6.00

1.2.4 Income Distribution for the Previous Financial Years

Financial Years	Income Distribution	
	Distribution (sen)/ unit	Distribution Yield per annum (%)
31 October 2021	Nil	Nil
31 October 2020	Nil	Nil
31 October 2019	Nil	Nil
31 October 2018	0.89	4.27
31 October 2017	1.54	7.54

Figure 1: Fund and Benchmark Total Return



Data Source : BIMB Investment Management Berhad
Data verified by : Novagni Analytics & Advisory Sdn. Bhd.
Benchmark : FBM Emas Shariah Index

Notes:

- Total Return** of the Fund has been verified by Novagni Analytics & Advisory Sdn. Bhd.
- Average Total return** is derived by this formula:

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

The calculation of average total return is based on methods obtained from Lipper Asia Ltd.

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

1.3 Economy and Market Review

Economy

a) Global

- Gross Domestic Product (GDP) of the United States (US) expanded by 4.9% in the third quarter of 2021 over the same quarter of the previous year. The increase reflected increases in investment activity, consumption, and state and local government spending.
- The Euro area economy expanded by 3.7% in the third quarter of 2021 over the same quarter of the previous year, as countries began reopening their economies.
- China's economy slowed down in the third quarter of 2021 with a year-on-year (YoY) growth rate of 4.9% due to supply shocks and power shortages.

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

b) Local

- Malaysia's GDP shrank by 4.5% in the third quarter dragged down by strict restrictions to contain rising cases of the Delta strain, particularly in July.
- For the financial year under review, BNM had maintained the overnight policy rate (OPR) at 1.75%, reiterating that the rate remains appropriate and accommodative amid persistent downside risks to the growth outlook.

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

Market Review

Equity

FTSE Bursa Malaysia EMAS Shariah Index ("FBM Shariah Index") commenced the period under review at 12,741.68 points. Subsequently, the FBM Shariah index peaked to the highest level of 13,599.88 points on 8th December 2020 before declining to the lowest level of 12,009.50 points on 12th July 2021 and closed at 12,591.59 points on 31 October 2021. For the financial year under review, the FBM Shariah was down by 150.09 points or 1.18%.

(Source: Bloomberg)

1.4 Market Outlook and Strategy

- In view of the Covid-19 pandemic is entering an endemic phase, most of the world's countries including Malaysia will have to adopt a new strategy that is to live with the virus with yearly vaccination booster drive for its vaccinated population. As vaccination level reached 90% for most developed nation's adult population, tourism demand and local job recovery prospects is expected to improve gradually. However, the emergence of new Covid-19 variant, Omicron, which is even more transmissible than the Delta strain, poses a key risk to economy re-opening efforts.
- Equity investment of the fund will focus on growth-oriented sectors and economy re-opening beneficiaries to capture potential NAV upside for investors in the short to medium term horizon. Over the medium to long term horizon, the fund is positioning in global electric car and renewable energy supply chain.

1.5 Asset Allocation as at 31 October

BIMB <i>i</i>-Tactical Fund	31 October 2021 (%)	31 October 2020 (%)	31 October 2019 (%)
Investment in Shariah-Compliant Collective Investment Scheme			
BIMB-ARABESQUE <i>i</i> Global Dividend Fund 1- RM Class	-	19.68	-
Investment In Quoted Shariah- Compliant Securities			
Construction	5.39	-	4.98
Consumer products & services	5.60	9.18	18.29
Energy	-	-	8.78
Finance Services	-	-	8.18
Healthcare	-	33.33	4.69
Industrial products & services	21.62	2.42	5.15
Property	15.35	-	3.37
Technology	49.71	29.53	12.16
Telecommunication & media	-	-	4.35
Transportation & logistics	-	-	2.96
	97.67	94.14	72.91
Cash and other net assets:	2.33	5.86	27.09
	100.00	100.00	100.00

1.6 Other Performance Data for the Financial Year Ended 31 October

BIMB i-Tactical Fund	31 October 2021	31 October 2020	31 October 2019
Unit Prices (MYR)			
Highest net asset value (“NAV”) per unit for the year	0.1209	0.1241	0.1369
Lowest NAV per unit for the year	0.0958	0.0843	0.1154
Net Asset Value (NAV) and Units in Circulation (UIC) as at the End of the Year			
Total NAV (MYR)	23,018,484	60,224,934	84,060,784
Units in Circulation (UIC)	201,524,247	607,956,488	687,329,202
NAV per unit (MYR)	0.1142	0.0991	0.1223
Return of Fund (%)			
Capital Growth (%) ^(b)	15.24	-18.97	-9.61
Income Return (%) ^(c)	-	-	-
Return of the Fund (%)^(a)	15.24	-18.97	-9.61
Gross Distribution per Unit (Sen)	-	-	-
Net Distribution per Unit (Sen)	-	-	-
NAV per Unit before Distribution (MYR)	-	-	-
NAV per Unit after Distribution (MYR)	-	-	-
Date of Distribution	-	-	-
Management Expenses Ratio (MER) (%)^(d)	1.66	1.68	1.65
Portfolio Turnover Ratio (PTR) (times)^(e)	2.72	3.77	2.30

Note:

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

1.7 Unit Holdings as at 31 October 2021

Size of Unit Holdings	BIMB i-Tactical Fund			
	No. of Unit Holders		No. of Units Held	
	No.	%	Units	%
5,000 and below	542	38.82	1,743,585.60	0.86
5,001 to 10,000	248	17.77	1,653,468.12	0.82
10,001 to 50,000	447	32.02	12,124,241.76	6.02
50,001 to 500,000	147	10.53	17,084,507.97	8.48
500,001 and above	11	0.79	168,905,944.18	83.81
Units Held by Holders	1,395	99.93	201,511,747.63	99.99
Units Held by Manager	1	0.07	12,499.25	0.01
Grand Total for The Fund	1,396	100.00	201,524,246.88	100.00

1.8 Policy on Rebate and Soft Commission

Any stock broking rebates received by the Manager will be directed to the account of the Fund. Any soft commissions received from the brokers who are in the form of research and advisory services that assist in the decision-making process relating to the Fund's investment may 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 are of demonstrable benefit to Unit Holders of the Fund.

For and on behalf of

The Manager

BIMB INVESTMENT MANAGEMENT BERHAD

Date: 28 December 2021

1.0 LAPORAN PENGURUS

Para Pemegang Unit,

Kami dengan sukacitanya membentangkan Laporan Pengurus Dana BIMB *i*-Tactical bagi tahun kewangan berakhir 31 Oktober 2021.

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

Nama Dana	Dana BIMB <i>i</i> -Tactical
Jenis Dana	Dana Pertumbuhan
Kategori Dana	Ekuiti
Objektif Pelaburan Dana	Dana ini bertujuan untuk menyediakan pulangan jangka sederhana hingga panjang* melalui peningkatan modal. <i>*Nota: "jangka sederhana hingga jangka panjang" dalam konteks ini merujuk kepada tiga (3) tahun atau lebih.</i>
Penanda Aras Dana	Indeks FBM Emas Syariah. Maklumat mengenai penanda aras boleh diperolehi dari laman web Bursa Malaysia.
Polisi Agihan Dana	Pengagihan pendapatan (jika ada) adalah sampingan.

1.2 Pencapaian bagi Tahun Kewangan Berakhir 31 Oktober 2021

1.2.1 Kajian Pencapaian bagi Dana BIMB *i*-Tactical

Bagi tempoh kewangan dalam kajian, Dana mencatatkan pulangan sebanyak 15.24% berbanding pulangan penanda arasnya sebanyak -1.18%. Dana telah mencapai objektif pelaburannya untuk memberikan peningkatan modal kepada pemegang unit.

Strategi Dana kekal memberi tumpuan pada saham dengan rekod prestasi yang baik dan potensi pertumbuhan modal dalam jangka sederhana hingga panjang. Dengan strategi pelaburan yang lebih berorientasikan pertumbuhan yang bertujuan untuk mencapai pulangan yang lebih baik untuk pelabur, dana akan terus melabur dalam sektor teknologi, hartanah, pengguna dan pengangkutan yang dijangka mendapat manfaat daripada pemulihan ekonomi. Ini didorong oleh perkembangan situasi Covid-19 yang nampaknya sedang menuju ke fasa endemik berkat usaha vaksinasi yang berjaya di kebanyakan negara.

Setakat 31 Oktober 2021, pegangan Dana dalam pasaran ekuiti patuh Syariah dan skim pelaburan kolektif patuh Syariah ialah sebanyak 97.67% manakala bakinya dalam tunai dan setara tunai patuh Syariah. Jumlah Nilai Aset Bersih (NAB) Dana berjumlah RM23.02 juta manakala NAB seunit Dana ialah RM0.1142.

Bagi tempoh kewangan dalam kajian, tiada sebarang perubahan yang ketara dalam hal ehwal pengurusan Dana dan tidak berlaku sebarang keadaan yang secara material memberi kesan kepada kepentingan pemegang unit sehingga tarikh Laporan Pengurus ini disediakan.

1.2.2 Jumlah Pulangan dan Jumlah Pulangan Purata bagi Tahun Kewangan Berakhir 31 Oktober 2021

Tempoh	Dana BIMB <i>i</i> -Tactical		Penanda Aras	
	Jumlah Pulangan (%)	Jumlah Pulangan Purata (%)	Jumlah Pulangan (%)	Jumlah Pulangan Purata (%)
1-Tahun	15.24	15.24	-1.18	-1.18
3-Tahun	-15.59	-5.19	14.83	4.94
5-Tahun	-36.52	-7.30	29.02	5.80

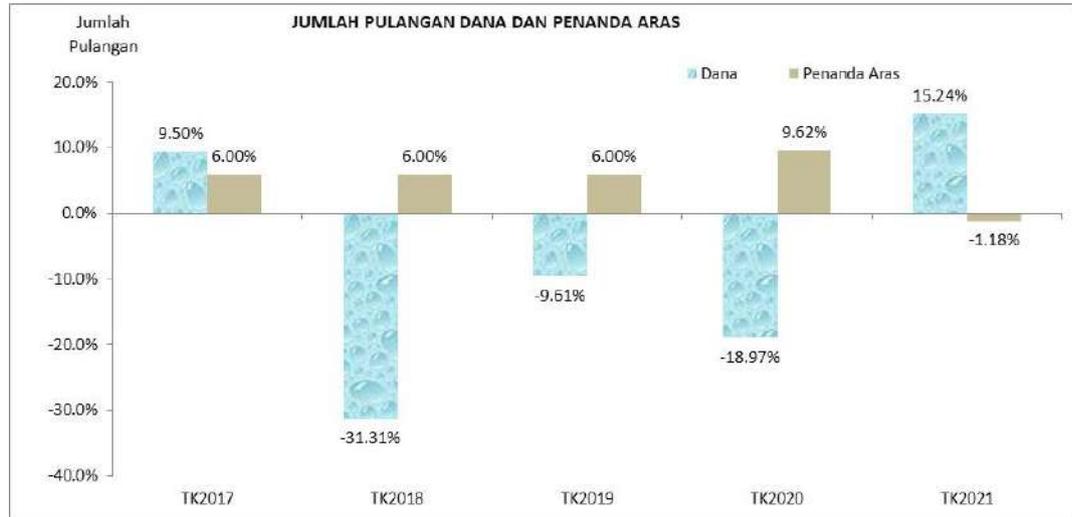
1.2.3 Jumlah Pulangan Tahunan bagi Tahun-Tahun Kewangan yang Lalu

Tahun Kewangan	Jumlah Pulangan	
	Dana BIMB <i>i</i> -Tactical (%)	Penanda Aras (%)
31 Oktober 2021	15.24	-1.18
31 Oktober 2020	-18.97	9.62
31 Oktober 2019	-9.61	6.00
31 Oktober 2018	-31.31	6.00
31 Oktober 2017	9.50	6.00

1.2.4 Agihan Pendapatan bagi Tahun-Tahun Kewangan yang Lalu

Tahun Kewangan	Agihan Pendapatan	
	Pengagihan (sen)/ unit	Pengagihan Tahunan (%)
31 Oktober 2021	Nil	Nil
31 Oktober 2020	Nil	Nil
31 Oktober 2019	Nil	Nil
31 Oktober 2018	0.89	4.27
31 Oktober 2017	1.54	7.54

Rajah 1: Jumlah Pulangan Dana dan Penanda Aras



*Sumber Data : BIMB Investment Management Berhad
Data disahkan oleh : Novagni Analytics & Advisor Sdn. Bhd.
Penanda Aras : Indeks FBM Shariah Emas*

Nota:

- Jumlah Pulangan** Dana telah disahkan oleh Novagni Analytics & Advisor Sdn. Bhd.
- Jumlah Pulangan Purata** adalah berpandukan formula berikut:

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

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

Prestasi tahun-tahun sebelum ini tidak semestinya menjadi petunjuk prestasi masa depan dan harga unit serta pulangan pelaburan mungkin turun dan naik.

1.3 Ekonomi dan Kajian Pasaran

Ekonomi

a) Global

- Keluaran Dalam Negara Kasar (KDNK) Amerika mencatatkan peningkatan sebanyak 4.90% pada suku ketiga 2021 berbanding suku yang sama tahun sebelumnya. Peningkatan ini menampakkan kesan daripada peningkatan dalam aktiviti pelaburan, penggunaan, dan perbelanjaan kerajaan negeri dan tempatan.
- Ekonomi zon Euro meningkat sebanyak 3.7% pada suku ketiga 2021 berbanding suku yang sama tahun sebelumnya, di kala negara-negara mula membuka semula ekonomi mereka.
- Ekonomi negara China berkembang lebih perlahan pada suku ketiga 2021 dengan kadar pertumbuhan tahun-ke-tahun sebanyak 4.9% disebabkan oleh kekurangan bekalan dan tenaga.

(Sumber: Biro Analisis Ekonomi, CNBC, Ekonomi Perdagangan)

b) Dalam Negeri

- KDNK Malaysia menyusut 4.5% pada suku ketiga disebabkan oleh sekatan ketat pergerakan dalam membendung peningkatan kes varian Delta, terutamanya pada bulan Julai.
- Bagi tempoh tahun kewangan dalam kajian, BNM telah mengekalkan Kadar Polisi Semalaman (OPR) pada paras 1.75%, dan menegaskan bahawa kadar ini kekal sesuai dan akomodatif di kala terdapatnya risiko penurunan yang berterusan terhadap prospek pertumbuhan.

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

Kajian Pasaran

Ekuiti

- Indeks FTSE Bursa Malaysia Emas Syariah (“Indeks FBM Syariah”) memulakan tempoh dalam kajian pada paras 12,741.68 mata. Selepas itu, Indeks FBM Syariah merekodkan paras tertinggi iaitu 13,599.88 mata pada 8 Disember 2020 sebelum merosot ke paras terendah iaitu 12,009.50 mata pada 12 Julai 2021 dan ditutup pada 12,591.59 mata pada 31 Oktober 2021. Bagi tahun kewangan dalam kajian, Indeks FBM Syariah telah merosot sebanyak 150.09 mata atau 1.18%.

(Sumber: Bloomberg)

1.4 Tinjauan Pasaran dan Strategi

- Memandangkan pandemik Covid-19 sedang memasuki fasa endemik, kebanyakan negara di dunia termasuk Malaysia perlu menggunakan strategi baharu iaitu untuk hidup dengan virus ini dengan sokongan vaksinasi penggalak tahunan untuk penduduknya yang telah divaksinasi. Memandangkan tahap vaksinasi telah mencapai 90% untuk kebanyakan penduduk dewasa negara maju, permintaan pelancongan dan prospek pemulihan pekerjaan dijangka beransur lebih baik. Walau bagaimanapun, kemunculan varian Covid-19 baharu iaitu Omicron yang lebih mudah merebak berbanding varian Delta menimbulkan risiko berbahaya terhadap usaha pembukaan semula ekonomi.
- Pelaburan dana dalam ekuiti akan bertumpukan sektor berorientasikan pertumbuhan dan pembukaan semula ekonomi untuk potensi peningkatan NAB bagi pelabur dalam jangka masa pendek hingga sederhana. Untuk jangka masa sederhana hingga panjang, dana akan melabur dalam rangkaian bekalan global kereta elektrik dan tenaga boleh diperbaharui.

1.5 Peruntukan Aset Setakat 31 Oktober

Dana BIMB <i>i</i>-Tactical	31 Oktober 2021 (%)	31 Oktober 2020 (%)	31 Oktober 2019 (%)
Pelaburan dalam Skim Pelaburan Kolektif Patuh Syariah			
Dana BIMB-ARABESQUE / Global Dividend 1 – Kelas RM	-	19.68	-
Pelaburan Sekuriti Tersiarharga Patuh Syariah			
Pembinaan	5.39	-	4.98
Barangan & perkhidmatan pengguna	5.60	9.18	18.29
Tenaga	-	-	8.78
Perkhidmatan Kewangan	-	-	8.18
Kesihatan	-	33.33	4.69
Barangan & perkhidmatan industri	21.62	2.42	5.15
Hartanah	15.35	-	3.37
Teknologi	49.71	29.53	12.16
Telekomunikasi & media	-	-	4.35
Pengangkutan & logistik	-	-	2.96
	97.67	94.14	72.91
Tunai dan aset bersih yang lain:	2.33	5.86	27.09
	100.00	100.00	100.00

1.6 Lain-lain Data Prestasi bagi Tahun Kewangan Berakhir 31 Oktober

Dana BIMA i-Tactical	31 Oktober 2021	31 Oktober 2020	31 Oktober 2019
Harga Unit (RM)			
Nilai Aset Bersih (NAB) tertinggi seunit dalam setahun	0.1209	0.1241	0.1369
NAB terendah seunit dalam setahun	0.0958	0.0843	0.1154
Nilai Aset Bersih (NAB) dan Unit Dalam Edaran (UDE) pada Akhir Tahun			
Jumlah NAB (RM)	23,018,484	60,224,934	84,060,784
Unit Dalam Edaran (UDE)	201,524,247	607,956,488	687,329,202
NAB seunit (RM)	0.1142	0.0991	0.1223
Jumlah Pulangan Dana (%)			
Pertumbuhan Modal (%) ^(b)	15.24	-18.97	-9.61
Pulangan Pendapatan (%) ^(c)	-	-	-
Pulangan ke atas Dana (%)^(a)	15.24	-18.97	-9.61
Agihan Kasar seunit (Sen)	-	-	-
Agihan Bersih seunit (Sen)	-	-	-
NAB sebelum Pengagihan (RM)	-	-	-
NAB selepas Pengagihan (RM)	-	-	-
Tarikh Pengagihan	-	-	-
Nisbah Perbelanjaan Pengurusan (NPP) (%)^(d)	1.66	1.68	1.65
Nisbah Pusing Ganti Portfolio (Kali)^(e)	2.72	3.77	2.30

Nota:-

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

1.7 Pecahan Pegangan Unit Setakat 31 Oktober 2021

Saiz Dipegang	Dana BMB i-Tactical			
	Bilangan Pemegang Unit		Bilangan Pegangan Unit	
	Bilangan	%	Unit	%
5,000 dan ke bawah	542	38.82	1,743,585.60	0.86
5,001 hingga 10,000	248	17.77	1,653,468.12	0.82
10,001 hingga 50,000	447	32.02	12,124,241.76	6.02
50,001 hingga 500,000	147	10.53	17,084,507.97	8.48
500,001 dan ke atas	11	0.79	168,905,944.18	83.81
Unit Dipegang oleh Pemegang	1,395	99.93	201,511,747.63	99.99
Unit Dipegang oleh Pengurus	1	0.07	12,499.25	0.01
Jumlah Keseluruhan Dana	1,396	100.00	201,524,246.88	100.00

1.8 Polisi Rebat dan Komisen Ringan (Bukan Tunai)

Sebarang rebat broker saham 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 semakan, 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.

Untuk dan bagi pihak

Pengurus

BIMB INVESTMENT MANAGEMENT BERHAD

Tarikh: 28 Disember 2021

Nota:

Laporan ini telah diterjemahkan daripada laporan asal dalam Bahasa Inggeris. Jika terdapat perbezaan, laporan Bahasa Inggeris adalah betul dan muktamad.

2.0 DIRECTORS' DECLARATION

TO THE UNIT HOLDERS OF BIMB i-TACTICAL 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 18 to 49 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 October 2021 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 Manager

.....
DATO' DR. MOHAMAD ZABIDI BIN AHMAD
(Non-Executive Independent Director)

.....
NAJMUDDIN BIN MOHD LUTFI
(Chief Executive Officer)

Kuala Lumpur

Date: 28 December 2021

3.0 TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF BIMB i-TACTICAL FUND

We, CIMB Islamic Trustee Berhad being the trustee for BIMB i-Tactical Fund ("the Fund"), are of the opinion that BIMB Investment Management Berhad ("the Manager"), acting in the capacity as the Manager of the Fund, has fulfilled its duties in the following manner for the financial year ended 31 October 2021.

- a) The Fund has been managed in accordance with the limitations imposed on the investment powers of the Manager under the Deeds, the Securities Commission Malaysia's Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 (as amended from time to time) and other applicable laws;
- b) Valuation and pricing for the Fund has been carried out in accordance with the Deeds and relevant regulatory requirements; and
- c) Creation and cancellation of units have been carried out in accordance with the Deeds and relevant regulatory requirements.

For and on behalf of
CIMB Islamic Trustee Berhad

.....
EZREEN ELIZA ZULKIPLEE
Chief Executive Officer

Kuala Lumpur, Malaysia

Date: 28 December 2021

4.0 SHARIAH ADVISER'S REPORT

TO THE UNIT HOLDERS OF BIMB I-TACTICAL 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 during the financial year covered by these financial statements in accordance with the Shariah principles and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The asset of the Fund comprises of instruments that have been classified as Shariah compliant.

For and on behalf of the Shariah Advisers,

.....
DR. AHMAD SHAHBARI@SOBRI SALAMON
(Chairman)

Date: 28 December 2021

5.0 INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF BIMB i-TACTICAL FUND

REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of BIMB i-Tactical Fund (the "Fund") give a true and fair view of the financial position of the Fund as at 31 October 2021, 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 October 2021, 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 49.

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 i-TACTICAL FUND (CONTINUED)

REPORT ON THE AUDIT OF 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 in Malaysia. 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 has no realistic alternative but to do so.

The Manager is also responsible for overseeing the Fund's financial reporting process.

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 i-TACTICAL FUND (CONTINUED)

REPORT ON THE AUDIT OF 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 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 i-TACTICAL FUND
(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
Date: 28 December 2021

6.0 FINANCIAL STATEMENTS (AUDITED)

BIMB i-TACTICAL FUND

STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021

	<u>Note</u>	<u>2021</u> RM	<u>2020</u> RM
INVESTMENT INCOME/(LOSS)			
Realised gain/(loss) on disposal of quoted securities		6,350,959	(14,314,952)
Dividend income		740,373	1,059,119
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions		19,135	351,357
Hibah		322	1,920
Net unrealised gain/(loss) from financial instruments at fair value through profit or loss		<u>130,948</u>	<u>(869,671)</u>
		<u>7,241,737</u>	<u>(13,772,227)</u>
EXPENSES			
Management fee	4	793,277	992,679
Trustee's fee	5	31,731	39,707
Audit fee		11,400	12,998
Tax agent's fee		3,986	3,997
Charitable fee		-	3,159
Administrative expenses		<u>36,808</u>	<u>61,721</u>
		<u>877,202</u>	<u>1,114,261</u>
NET PROFIT/(LOSS) BEFORE TAXATION			
Taxation	6	<u>6,364,535</u>	<u>(14,886,488)</u>
		<u>-</u>	<u>-</u>
PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL YEAR			
		<u>6,364,535</u>	<u>(14,886,488)</u>
Total comprehensive gain/(loss) for the year consist of:			
Realised amount		6,233,587	(14,016,817)
Unrealised amount		130,948	(869,671)
		<u>6,364,535</u>	<u>(14,886,488)</u>

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

BIMB i-TACTICAL FUND

STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2021

	<u>Note</u>	<u>2021</u> RM	<u>2020</u> RM
ASSETS			
Cash and cash equivalents (Shariah-compliant)	8	579,341	2,912,698
Financial assets at fair value through profit or loss (Shariah-compliant)	7	22,482,285	56,697,145
Amount due from stockbroker		614,532	935,340
Amount due from Manager		10,841	-
Dividend receivable		24,760	63,601
Management fee rebate receivable		-	15,139
TOTAL ASSETS		<u>23,711,759</u>	<u>60,623,923</u>
LIABILITIES			
Amount due to stockbroker		624,100	290,374
Amount due to Manager		17,246	5,269
Accrued management fee		27,593	75,400
Amount due to Trustee		1,104	3,016
Audit fee payable		11,400	12,400
Tax agent's fee payable		6,986	4,000
Other payables		4,846	8,530
TOTAL LIABILITIES		<u>693,275</u>	<u>398,988</u>
NET ASSET VALUE ("NAV") OF THE FUND		<u>23,018,484</u>	<u>60,224,934</u>
EQUITY			
Unit holders' capital	9	151,724,862	195,295,847
Accumulated losses		<u>(128,706,378)</u>	<u>(135,070,913)</u>
NET ASSET VALUE ATTRIBUTABLE TO UNIT HOLDERS		<u>23,018,484</u>	<u>60,224,934</u>
NUMBER OF UNITS IN CIRCULATION	9	201,524,247	607,956,488
NET ASSET VALUE PER UNIT (SEN)		<u>11.42</u>	<u>9.91</u>

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

BIMB i-TACTICAL FUND

STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021

	Unit holders' <u>capital</u>	Accumulated <u>losses</u>	<u>Total</u>
	RM	RM	RM
Balance as at 1 November 2020	195,295,847	(135,070,913)	60,224,934
Movement in unit holders' contributions:			
- Creation of units	360,733	-	360,733
- Cancellation of units	(43,931,718)	-	(43,931,718)
Total comprehensive income for the financial year		6,364,535	6,364,535
Balance as at 31 October 2021	<u>151,724,862</u>	<u>(128,706,378)</u>	<u>23,018,484</u>
Balance as at 1 November 2019	204,245,209	(120,184,425)	84,060,784
Movement in unit holders' contributions:			
- Creation of units	744,388	-	744,388
- Cancellation of units	(9,693,750)	-	(9,693,750)
Total comprehensive loss for the financial year	-	(14,886,488)	(14,886,488)
Balance as at 31 October 2020	<u>195,295,847</u>	<u>(135,070,913)</u>	<u>60,224,934</u>

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

BIMB i-TACTICAL FUND

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021

	<u>Note</u>	<u>2021</u> RM	<u>2020</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of Shariah-compliant Collective Investment Scheme and quoted Shariah-compliant securities		164,613,771	236,564,111
Purchase of Shariah-compliant Collective Investment Scheme and quoted Shariah-compliant securities		(123,321,946)	(247,881,390)
Dividend received		779,214	995,518
Profit income received from Shariah-compliant deposit with licensed Islamic financial institution		19,135	351,357
Hibah earned		322	1,920
Management fee paid		(841,083)	(1,024,202)
Management fee rebate received		74,614	60,729
Trustee fee paid		(33,643)	(40,968)
Audit fee paid		(12,400)	(13,598)
Tax agent fee paid		(1,000)	(3,241)
Payment for administrative expenses		(40,492)	(67,242)
NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES		<u>41,236,492</u>	<u>(11,057,006)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds for creation of units		349,892	744,388
Cash payment for cancellation of units		(43,919,741)	(9,818,245)
NET CASH USED IN FINANCING ACTIVITIES		<u>(43,569,849)</u>	<u>(9,073,857)</u>
Net decrease in cash and cash equivalents:		(2,333,357)	(20,130,863)
Cash and cash equivalents at the beginning of the financial year		2,912,698	23,043,561
Cash and cash equivalents at the end of the financial year	8	<u>579,341</u>	<u>2,912,698</u>
CASH AND CASH EQUIVALENTS COMPRISE:			
Commodity Murabahah		496,535	2,386,420
Cash at bank		82,806	526,278
	8	<u>579,341</u>	<u>2,912,698</u>

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

BIMB *i*-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021

1 INFORMATION ON THE FUND

BIMB *i*-Tactical Fund (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of a Deed dated 23 June 2010 and modified by First Supplementary Deed dated 14 October 2011 between the Manager - BIMB Investment Management Berhad and the Trustee - HSBC (Malaysia) Trustee Berhad. Effective 1 November 2013, the Trustee has changed from HSBC (Malaysia) Trustee Berhad to CIMB Islamic Trustee Berhad. A Second Supplementary Deed was executed on 23 September 2013 to reflect the changes and Third Supplemental Deed dated 25 March 2019; and Fourth Supplemental Deed dated 9 March 2020 (collectively referred to as “Deeds”) made between the Manager – BIMB Investment Management Berhad and the Trustee – CIMB Islamic Trustee Berhad.

The principal activity of the Fund is to invest in authorised investments as defined in the Deeds, which include investments in stocks and shares of companies quoted on Bursa Malaysia, and short term placements.

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 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 period.

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

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

(i) Standards, amendments to published standards and interpretations that are effective

The Fund has applied the following standards and amendments for the first time for the financial year beginning on 1 November 2020:

- Amendments to MFRS 101 and MFRS 108 ‘Definition of Material’
- The Conceptual Framework for Financial Reporting (“Framework”) effective 1 January 2020

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

- (i) Standards, amendments to published standards and interpretations that are effective
(continued)

The adoption of amendments listed above did not have any impact on the current period or any prior period and is not likely to affect future periods.

- (ii) Amendments that have been issued but not yet effective and have not been early adopted

- Amendments to MFRS 3 'Reference to Conceptual Framework' (effective 1 January 2022) replace the reference to Framework for Preparation and Presentation of Financial Statements with 2018 Conceptual Framework.
- Annual Improvements to MFRSs 2018 – 2020 Cycle (effective for annual periods beginning on or after 1 January 2022).
- Amendments to MFRS 137 'onerous contracts—cost of fulfilling a contract' (effective 1 January 2022) clarify that direct costs of fulfilling a contract include both the incremental cost of fulfilling the contract as well as an allocation of other costs directly related to fulfilling contracts.
- Amendments to MFRS 101 'Classification of liabilities as current or non-current (effective 1 January 2023) clarify that a liability is classified as non-current if an entity has a substantive right at the end of the reporting period to defer settlement for at least 12 months after the reporting period. A liability is classified as current if a condition is breached at or before the reporting date and a waiver is obtained after the reporting date.

The adoption of the above standards, amendments to standards or interpretations is not expected to have a material effect on the financial statements of the Fund.

(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.

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (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.

Unlisted collective investment scheme will be valued based on the last published repurchase price at the date of the statement of financial position.

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (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 (continued):

(b) Fair value through profit or loss (continued)

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, are recognised in the profit or loss.

(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 (continued)

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 expires. 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 (“ECL”) using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any ECL. 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 ECL 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.

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets (continued)

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

Definition of default and credit-impaired financial assets

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

Write-off

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

(c) 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

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

Dividend income 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.

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (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 broker, probability that the broker 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, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due.

(f) Cash and cash equivalents

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

Cash and cash equivalents 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) Management fee rebate

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

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) Unit holders' capital

The Fund issues cancellable units, which are cancelled at the unitholder'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 unitholder exercises the right to put the unit back to the Fund.

Units are created and cancelled at the unitholder'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 unitholders' 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.

(j) 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 MFRSs 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 i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

Financial instruments of the Fund are as follows:

	Financial assets at fair value through <u>profit or loss</u> RM	Financial assets at amortised <u>cost</u> RM	<u>Total</u> RM
<u>2021</u>			
Cash and cash equivalents (Shariah-compliant)	-	579,341	579,341
Quoted Shariah-compliant securities	22,482,285	-	22,482,285
Amount due from stockbroker	-	614,532	614,532
Amount due from Manager	-	10,841	10,841
Dividend receivables	-	24,760	24,760
	<u>22,482,285</u>	<u>1,229,474</u>	<u>23,711,759</u>
<u>2020</u>			
Cash and cash equivalents (Shariah-compliant)	-	2,912,698	2,912,698
Quoted Shariah-compliant securities	44,843,090	-	44,843,090
Shariah-compliant Collective Investment Scheme	11,854,055	-	11,854,055
Amount due from stockbroker	-	935,340	935,340
Dividend receivables	-	63,601	63,601
Management fee rebate receivable	-	15,139	15,139
	<u>56,697,145</u>	<u>3,926,778</u>	<u>60,623,923</u>

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

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

The Fund aims to provide investors with liquidity and regular income, whilst maintaining capital stability by investing primarily in deposits that comply with Shariah principles.

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

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

	<u>2021</u> RM	<u>2020</u> RM
Financial assets at fair value through profit or loss:		
- Quoted Shariah-compliant securities	22,482,285	44,843,090
- Quoted Shariah-compliant Collective Investment Scheme	-	11,854,055
	<u>22,482,285</u>	<u>56,697,145</u>

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Market risk (continued)

(i) Price risk (continued)

The following table summarises the sensitivity of the Fund's profit or loss and NAV to movements in prices of quoted Shariah-compliant securities and quoted Shariah-compliant Collective Investment Scheme at the end of each reporting year. The analysis is based on the assumptions that the market price increased and decreased by 5% (2020: 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.

	Change in price %	Impact on profit or loss/NAV RM
<u>2021</u>		
Quoted Shariah-compliant securities and Collective Investment Scheme measured at fair value through profit or loss	5	1,124,114
<u>2020</u>		
Quoted Shariah-compliant securities and Collective Investment Scheme measured at fair value through profit or loss	5	2,834,857

(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 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 money market instruments. The profit rate risk is expected to be minimal as the Fund's investments comprise mainly Shariah-compliant short term 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.

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(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, amount due from stockbroker, amount due from Manager and other 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:

	<u>Cash and cash equivalents</u> RM	<u>Amount due from stockbrokers</u> RM	<u>Amount due from Manager</u>	<u>Dividend receivable</u> RM	<u>Total</u> RM
<u>2021</u>					
Finance					
- AAA	579,341	-	-	-	579,341
Others					
- Non-rated	-	614,532	10,841	24,760	650,133
	<u>579,341</u>	<u>614,532</u>	<u>10,841</u>	<u>24,760</u>	<u>1,229,474</u>

	<u>Cash and cash equivalents</u>	<u>Amount due from stockbrokers</u>	<u>Dividend receivable</u>	<u>Management rebate receivable</u>	<u>Total</u>
<u>2020</u>					
Finance					
- AAA	2,912,698	-	-	-	2,912,698
Others					
- Non-rated	-	935,340	63,601	15,139	1,014,080
	<u>2,912,698</u>	<u>935,340</u>	<u>63,601</u>	<u>15,139</u>	<u>3,926,778</u>

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

(b) 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 other payables which are due within one year.

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

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(b) Liquidity risk (continued)

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 <u>than 1 month</u> RM	Between 1 month <u>to 1 year</u> RM	<u>Total</u> RM
<u>2021</u>			
Amount due to stockbrokers	624,100	-	624,100
Amount due to Manager	17,246	-	17,246
Accrued management fee	27,593	-	27,593
Amount due to Trustee	1,104	-	1,104
Audit fee payable	-	11,400	11,400
Tax agent's fee payable	-	6,986	6,986
Other payables	-	4,846	4,846
	<u>670,043</u>	<u>23,232</u>	<u>693,275</u>
<u>2020</u>			
Amount due to stockbrokers	290,374	-	290,374
Amount due to Manager	5,269	-	5,269
Accrued management fee	75,400	-	75,400
Amount due to Trustee	3,016	-	3,016
Audit fee payable	-	12,400	12,400
Tax agent's fee payable	-	4,000	4,000
Other payables	-	8,530	8,530
	<u>374,059</u>	<u>24,930</u>	<u>398,989</u>

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(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 period/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.

(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.

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

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

The determination of what constitutes 'observable' requires significant judgment 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>2021</u>				
Financial assets at fair value through profit or loss:				
- Quoted Shariah- compliant securities	22,482,285	-	-	22,482,285
	<u>22,482,285</u>	<u>-</u>	<u>-</u>	<u>22,482,285</u>
 <u>2020</u>				
Financial assets at fair value through profit or loss:				
- Quoted Shariah- compliant securities	44,843,090	-	-	44,843,090
- Shariah- compliant Collective Investment Scheme	11,854,055	-	-	11,854,055
	<u>56,697,145</u>	<u>-</u>	<u>-</u>	<u>56,697,145</u>

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

Quoted Shariah-compliant securities whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include Shariah-compliant active securities and Shariah-compliant Collective Investment Scheme. 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, amount due from stockbrokers, amount due from Manager, dividend receivable 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% (2020: 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 of the Fund is based on 0.06% (2020: 0.06%) per annum of the net asset value of the Fund calculated on a daily basis.

6 TAXATION

	<u>2021</u> RM	<u>2020</u> RM
Taxation		
- Current taxation	-	-
A numerical reconciliation between the profit/(loss) before taxation multiplied by the Malaysian statutory income tax rate and tax expense of the Fund is as follows:		
Profit/(loss) before taxation	<u>6,364,535</u>	<u>(14,886,488)</u>
Taxation at Malaysian statutory rate of 24% (2020: 24%)	1,527,488	(3,572,757)
Tax effects of:		
- (Investment income not subject to tax)/Investment loss not deductible for tax purposes	(1,738,017)	3,305,334
- Expenses not deductible for tax purposes	16,153	25,185
- Restrictions on the tax deductible expenses for unit trust funds	<u>194,376</u>	<u>242,238</u>
	-	-

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

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

	<u>2021</u>	<u>2020</u>
	RM	RM
Financial assets at fair value through profit or loss		
- Quoted Shariah-compliant securities	22,482,285	44,843,090
- Shariah-compliant Collective Investment Scheme	-	11,854,055
	<u>22,482,285</u>	<u>56,697,145</u>
	RM	RM
Net gain/(loss) on financial assets at fair value through profit or loss		
- Realised gain/(loss) on disposal	6,291,484	(14,390,820)
- Net unrealised gain/(loss) on fair value movement	130,948	(869,671)
- Management fee rebate #	59,475	75,868
	<u>6,481,907</u>	<u>(15,184,623)</u>

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

Details of quoted Shariah-compliant securities as at 31 October 2021 are set out as follows:

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Cost</u> RM	<u>Market value</u> RM	<u>Percentage of value of funds</u> %
<u>Construction</u>				
Muhibbah Engineering M Bhd	1,300,000	1,309,820	1,241,500	5.39
<u>Consumer products & services</u>				
Brahims Holding Berhad	3,640,000	1,180,577	618,800	2.69
Guan Chong Berhad	175,000	551,682	530,250	2.30
Power Root Berhad	95,000	130,478	140,600	0.61
	<u>3,910,000</u>	<u>1,862,737</u>	<u>1,289,650</u>	<u>5.60</u>
<u>Industrial products & services</u>				
Chin Hin Group Property Berhad	1,280,000	1,180,181	1,088,000	4.73
Cypark Resources Berhad	435,000	403,029	432,825	1.88
Perak Transit Berhad	3,020,000	2,345,691	2,053,600	8.91
Perak Transit Berhad – Warrant	700,000	-	133,000	0.58
UWC Berhad	207,000	1,217,123	1,270,980	5.52
	<u>5,642,000</u>	<u>5,146,024</u>	<u>4,978,405</u>	<u>21.62</u>

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

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

Details of quoted Shariah-compliant securities as at 31 October 2021 are set out as follows:
(continued)

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Cost RM</u>	<u>Market value RM</u>	<u>Percentage of value of funds %</u>
<u>Technology</u>				
CTOS Digital Bhd	550,000	1,103,291	1,061,500	4.61
D&O Green Technologies Berhad	100,000	121,829	564,000	2.45
Dagang Nexchange Berhad	1,220,000	607,503	951,600	4.13
Frontken Corporation Bhd.	100,000	301,327	381,000	1.66
GHL Systems Bhd	304,000	540,357	604,960	2.63
Greatech Technology Berhad	166,000	1,022,896	1,190,220	5.17
JHM Consolidation Bhd	300,000	614,588	594,000	2.58
Malaysian Pacific Industries	32,500	1,227,250	1,549,600	6.73
Notion VTEC BHD	350,000	227,825	166,250	0.72
Revenue Group Berhad	645,000	1,331,178	1,173,900	5.10
Salutica Berhad	2,800,000	1,716,724	1,792,000	7.79
Unisem (M) Berhad	330,000	682,520	1,412,400	6.14
	<u>6,897,500</u>	<u>9,497,288</u>	<u>11,411,430</u>	<u>49.71</u>
<u>Property</u>				
LBS Bina Group Berhad	2,380,000	1,299,892	1,309,000	5.69
Matrix Concepts Holdings Bhd	250,000	538,554	537,500	2.34
S P Setia Berhad	1,080,000	942,687	1,684,800	7.32
	<u>3,710,000</u>	<u>2,781,133</u>	<u>3,531,300</u>	<u>15.35</u>
Total quoted Shariah-compliant securities as at 31 October 2021	<u>21,459,500</u>	20,597,002	<u>22,482,285</u>	<u>97.67</u>
Accumulated unrealised gain on financial assets at fair value through profit or loss		<u>1,885,283</u>		
Total quoted Shariah-compliant securities at fair value through profit or loss		<u>22,482,285</u>		

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

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

Details of quoted Shariah-compliant securities as at 31 October 2020 are set out as follows:

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Cost</u> RM	<u>Market value</u> RM	<u>Percentage of value of funds</u> %
<u>Consumer products & services</u>				
Guan Chong Berhad	320,000	1,165,298	905,600	1.50
MR D.I.Y Group (M) Berhad	1,300,000	2,100,800	2,275,000	3.78
Perak Transit Berhad	7,000,000	2,020,133	1,715,000	2.85
QL Resources Bhd.	100,000	647,696	630,000	1.05
	<u>8,720,000</u>	<u>5,933,927</u>	<u>5,525,600</u>	<u>9.18</u>
<u>Healthcare</u>				
CCM Duopharma Biotech Bhd	705,000	2,437,119	2,643,750	4.39
Hartalega Holdings Berhad	234,000	3,989,764	4,212,000	6.99
Kossan Rubber Industries Berhad	649,000	4,505,579	4,867,500	8.08
Supermax Corporation Berhad	514,000	4,563,459	4,867,580	8.08
Top Glove Corporation Berhad	407,000	3,465,684	3,487,990	5.79
	<u>2,509,000</u>	<u>18,961,605</u>	<u>20,078,820</u>	<u>33.33</u>
<u>Industrial products & services</u>				
Cypark Resources Berhad	1,800,000	1,650,376	1,458,000	2.42
<u>Technology</u>				
D&O Green Technologies Berhad	1,560,000	1,735,082	1,731,600	2.88
Frontken Corporation Bhd	878,000	3,260,858	3,073,000	5.10
GHL Systems Bhd	250,000	496,876	552,500	0.92
Globetronics Technology Berhad	600,000	1,751,210	1,710,000	2.85
Inari Amertron Bhd	1,553,000	3,549,514	3,944,620	6.55
JHM Consolidation Bhd	420,000	744,714	730,800	1.21
Pentamaster Corporation Bhd	805,000	3,812,135	4,049,150	6.72
Unisem (M) Berhad	390,000	1,613,230	1,989,000	3.30
	<u>6,456,000</u>	<u>16,963,619</u>	<u>17,780,670</u>	<u>29.53</u>
Total quoted Shariah-compliant securities as at 31 October 2020	<u>19,485,000</u>	<u>43,509,527</u>	<u>44,843,090</u>	<u>74.46</u>
Accumulated unrealised gain on financial assets at fair value through profit or loss		<u>1,333,563</u>		
Total quoted Shariah-compliant securities at fair value through profit or loss		<u>44,843,090</u>		

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

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

Details of Shariah-compliant Collective Investment Scheme as at 31 October 2020 are set out as follows: (continued)

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Cost</u> RM	<u>Market value</u> RM	<u>Percentage of value of funds</u> %
BIMB-Arabesque i Global Dividend Fund 1-RM Class	<u>24,695,948</u>	<u>11,433,283</u>	<u>11,854,055</u>	<u>19.68</u>
Total Shariah-compliant Collective Investment Scheme as at 31 October 2020	<u>24,695,948</u>	<u>11,433,283</u>	<u>11,854,055</u>	<u>19.68</u>
Accumulated unrealised gain on financial assets at fair value through profit or loss		<u>420,772</u>		
Total Shariah-compliant Collective Investment Scheme at fair value through profit or loss		<u>11,854,055</u>		

* The Fund holds investments in companies which are related to the Manager.

8 CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	<u>2021</u> RM	<u>2020</u> RM
Shariah-compliant deposits with licensed Islamic financial institutions:		
Commodity Murabahah	496,535	2,386,420
Cash at bank	<u>82,806</u>	<u>526,278</u>
	<u>579,341</u>	<u>2,912,698</u>

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

	<u>2021</u> %	<u>2020</u> %
Shariah-compliant deposits with licensed Islamic financial institutions	<u>1.65</u>	<u>1.72</u>

Shariah-compliant deposits with licensed Islamic financial institutions of the Fund have an average maturity of 1 day (2020: 3 days).

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

9 UNITHOLDERS' CAPITAL

	<u>No of units</u>	<u>RM</u>
As at 1 November 2020	607,956,488	195,295,847
Creation of units	3,223,925	360,733
Cancellation of units	<u>(409,656,166)</u>	<u>(43,931,718)</u>
As at 31 October 2021	<u>201,524,247</u>	<u>151,724,862</u>
As at 1 November 2019	687,329,202	204,245,209
Creation of units	7,150,392	744,388
Cancellation of units	<u>(86,523,106)</u>	<u>(9,693,750)</u>
As at 31 October 2020	<u>607,956,488</u>	<u>195,295,847</u>

10 MANAGEMENT EXPENSE RATIO ("MER")

	<u>2021</u>	<u>2020</u>
	%	%
MER	<u>1.66</u>	<u>1.68</u>

MER is derived from the following calculation:

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

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

The average NAV of the Fund for the financial year calculated on a daily basis is RM52,872,437 (2020: RM66,321,164).

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

11 PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2021</u>	<u>2020</u>
PTR (times)	<u>2.72</u>	<u>3.77</u>

PTR is derived from the following calculation:

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

where:

total acquisition for the financial period/year = RM123,102,006 (2020: RM248,171,764)
total disposal for the financial period/year = RM164,614,763 (2020: RM251,890,271)

12 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
BIMB Holdings Berhad	Ultimate holding company of the Manager
CIMB Islamic Trustees Berhad	Trustee of the Fund

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

	<u>2021</u>	<u>2020</u>
	Units	Units
	RM	RM
<u>Immediate holding company of the Manager</u>		
BIMB Investment Management Berhad	<u>12,499</u>	<u>12,499</u>
	<u>1,427</u>	<u>1,239</u>

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

12 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.

	<u>Transactions</u>		<u>Balance as at</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
	RM	RM	RM	RM
<u>The Manager</u>				
BIMB Investment				
Management Berhad				
- Amount due from Manager	-	-	10,841	-
- Amount due to Manager	-	-	(17,246)	(5,269)
- Management fee rebate	(59,475)	(75,868)	-	15,139
- Management fee	793,277	992,679	(27,593)	(75,400)
- Sales	(24,590,555)	(600,000)	-	-
- Purchase	11,649,563	12,000,000	-	-
<u>Holding company of the Manager</u>				
Bank Islam Malaysia Berhad				
- Income from short term placements	-	(41,147)	-	-
<u>Related company of the Manager</u>				
BIMB Securities Sdn. Bhd.				
- Sales	(52,745,347)	(111,928,449)	-	-
- Purchase	46,046,749	99,880,968	-	-
- Brokerage fee	172,886	326,941	-	-
<u>The Trustee</u>				
CIMB Islamic Trustee Berhad				
- Trustee fee	31,731	39,707	(1,104)	(3,016)

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

13 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>2021</u>				
BIMB Securities Sdn. Bhd.*	98,792,096	34.34	172,886	39.28
BIMB Investment Management Berhad	36,240,118	12.60	-	-
Maybank Investment Bank Bhd.	31,760,702	11.04	55,581	12.63
CIMB Investment Bank Bhd.	19,639,535	6.83	34,369	7.81
Hong Leong Investment Bank Bhd.	14,741,464	5.12	25,798	5.86
RHB Investment Bank Bhd.	13,691,965	4.76	23,961	5.45
KAF Seagroatt & Campbell Securities Sdn. Bhd.	12,426,865	4.32	21,747	4.94
TA Securities Holdings Bhd.	11,820,995	4.11	20,687	4.70
MIDF Amanah Investment Bank Bhd.	10,274,417	3.57	17,980	4.09
Macquarie Capital Securities (Malaysia) Sdn. Bhd.	9,698,977	3.37	16,973	3.86
Others	28,629,636	9.94	50,102	11.38
	<u>287,716,770</u>	<u>100.00</u>	<u>440,084</u>	<u>100.00</u>
<u>2020</u>				
BIMB Securities Sdn. Bhd.*	211,809,416	43.62	326,941	41.08
RHB Investment Bank Bhd.	61,980,260	12.76	108,465	13.63
Hong Leong Investment Bank Bhd.	53,345,595	10.99	95,737	11.75
Maybank Investment Bank Bhd.	38,679,227	7.96	84,849	10.66
CIMB Investment Bank Bhd.	22,563,024	4.65	39,485	4.96
TA Securities Holdings Bhd.	18,858,052	3.88	30,113	3.78
KAF Seagroatt & Campbell Securities Sdn. Bhd.	15,234,094	3.14	26,475	3.33
Macquarie Capital Securities (Malaysia) Sdn. Bhd.	14,112,479	2.91	21,966	2.76
Kenanga Investment Bank Bhd.	13,078,368	2.69	22,887	2.88
BIMB Investment Management Berhad	12,600,000	2.59	-	-
Other	23,359,189	4.81	41,217	5.17
	<u>485,619,704</u>	<u>100.00</u>	<u>795,935</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.

BIMB *i*-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2021 (CONTINUED)

14 SIGNIFICANT EVENT DURING THE FINANCIAL YEAR

The current macro-economic outlook as a result of Covid-19, both domestically and globally, may result in the deterioration of the Fund's Net Asset Value/unit in future periods.

The Manager is monitoring the situation closely and will be actively managing the portfolio to achieve the Fund's objective.

15 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved by the Manager on 28 December 2021.

7.0 CORPORATE DIRECTORY

Manager	BIMB Investment Management Berhad [199301021508 (276246-X)] Registered Office Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur Business Office Level 19, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur
Board of Directors	Mohamed Ridza Mohamed Abdulla (Chairman Non-Executive Independent Director) Dato' Ghazali Awang (Non-Executive Independent Director) – resigned wef 31 October 2021 Dato' Dr. Mohamad Zabidi Ahmad (Non-Executive Independent Director) – appointed wef 8 October 2021 Dr. Mohd Hatta Dagap (Non-Executive Independent Director) Datin Maznah Mahbob (Non-Executive Independent Director) Azizan Abd Aziz (Non-Executive Non Independent Director) Najmuddin Mohd Lutfi (Chief Executive Officer)
Shariah Advisers	Dr. Ahmad Shahbari @ Sobri Salamon Assoc. Prof. Dr. Asmak Ab. Rahman Dr. Shamsiah Mohamad
Investment Committee	Khairul Muzamel Perera Abdullah (Chairman – Non Independent Member) Mohd Radzuan Ahmad Tajuddin (Independent Member) Datin Maznah Mahbob (Independent Director)
Board Audit & Risk Committee	Dato' Ghazali Awang (Chairman - Independent Director) – resigned wef 31 October 2021 Dato' Dr. Mohamad Zabidi Ahmad (Chairman - Independent Director) – appointed wef 8 October 2021 Dr. Mohd Hatta Dagap (Independent Director) Azizan Abd Aziz (Non Independent Director)
Company Secretaries	Maria binti Mat Said (LS 009400) – effective 1 June 2021 Level 32, Menara Bank Islam, No. 22 Jalan Perak, 50450 Kuala Lumpur. Norhidayati Mohamat Salim (MIA 27364) Level 32, Menara Bank Islam, No. 22, Jalan Perak, 50450 Kuala Lumpur.
Key Management	Najmuddin Mohd Lutfi (Chief Executive Officer) Mohd Amir Shah Basir (Chief Operating Officer) Abd Razak Salimin (Head of Investment) Angelena Joseph (Senior Manager, Compliance)
Principal Banker	CIMB Islamic Bank Berhad P. Ramlee Branch, Lot 1-01 Menara Hap Seng Jalan P.Ramlee Kuala Lumpur

Trustee	CIMB Islamic Trustee Berhad [198801000556 (167913-M)] Level 13, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur.
Auditors	PRICEWATERHOUSECOOPERS PLT (LLP0014401-LCA & AF 1146) Level 10, 1 Sentral Jalan Rakyat, Kuala Lumpur Sentral, P.O. Box 10192 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 Philip Mutual Berhad Amanahraya Investment Management Sdn Bhd Areca Capital Sdn Bhd Genexus Advisory Sdn Bhd Johor Bahru Agency Office Kota Bharu Agency Office Registered Unit Trust Consultant with the Manager
Toll Free Number: 1-800-88-1196	

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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