

# **BIMB *i*-TACTICAL FUND**

ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED  
31 OCTOBER 2022

*LAPORAN TAHUNAN BAGI TAHUN KEWANGAN BERAKHIR*  
*31 OKTOBER 2022*



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 2022.

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

<b>Fund Name</b>	BIMB <i>i</i> -Tactical Fund
<b>Fund Type</b>	Growth
<b>Fund Category</b>	Equity
<b>Investment Objective</b>	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>
<b>Benchmark</b>	FBM Emas Shariah Index. Information on the benchmark can be obtained from Bursa Malaysia website.
<b>Distribution Policy</b>	Distribution of income (if any) is incidental.

## 1.2 Performance for the Financial Year Ended 31 October 2022

### 1.2.1 Performance Review

For the financial year under review, BIMB *i*-Tactical (Fund) registered return of -34.41% as compared to its benchmark's return of -17.32%, whereby the performance benchmark is FBM Emas Shariah Index.

The Fund's strategy has been to focus on companies that have good growth prospects and offer share price appreciation potential in the future. However, during the financial year under review, the Fund suffered from the heavy sell-down on technology sector and growth-related counters following the sudden breakout of Russia-Ukraine war which created high inflationary pressure globally and forced central banks to hike interest rates aggressively.

Additionally, some of the Fund's investments in economy re-opening beneficiaries have also performed negatively despite Malaysia's re-opening drive. This includes property, e-payment and solar-farm related sectors. These contributed to the Fund's underperformance against its benchmark, and not achieving its investment objective of providing returns through capital appreciation to unit holders during the year under review.

As at 31 October 2022, the Fund has 97.18% exposure in Shariah-compliant equities and the remaining in cash and cash equivalents. The total Net Asset Value (NAV) of the Fund as at 31 October 2022 stands at RM14.04 million while the NAV per unit of the Fund is RM0.0749.

During the financial year under review, the Fund has 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 circumstance that materially affect the interest of Unit Holders 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 2022

Period	BIMB <i>i</i> -Tactical Fund		Benchmark	
	Total Return (%)	Average Total Return (%)	Total Return (%)	Average Total Return (%)
1-Year	-34.41	-34.41	-17.32	-17.32
3-Year	-38.76	-12.92	-10.43	-3.48
5-Year	-61.98	-12.40	0.64	0.13

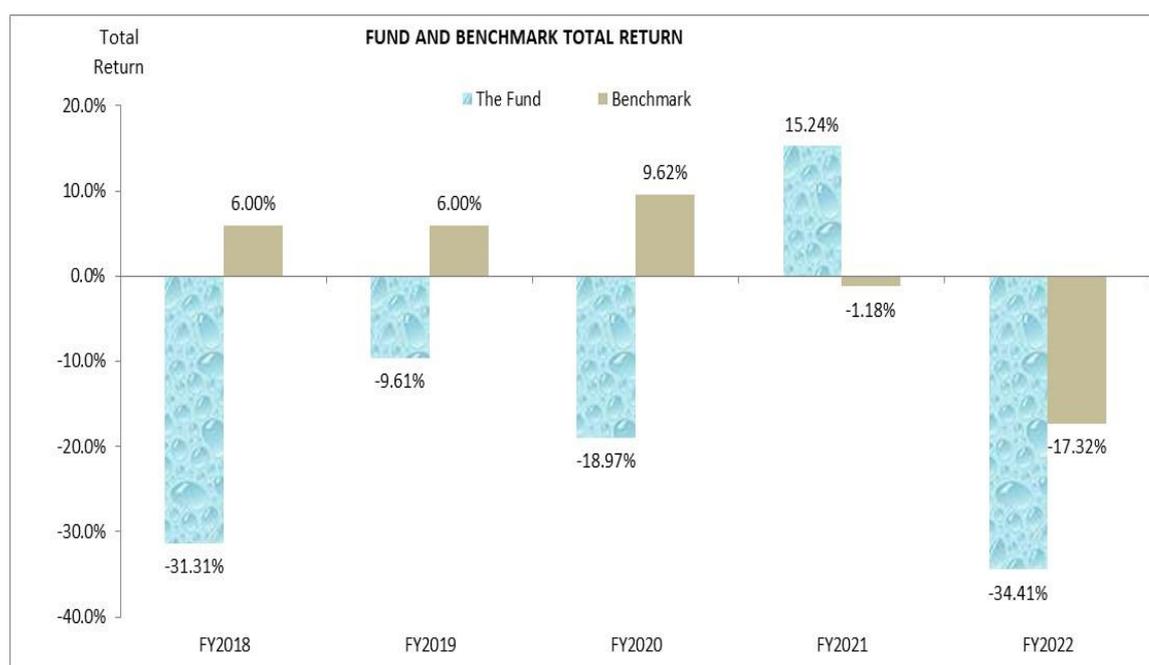
### 1.2.3 Total Return for the previous financial years

Financial Years	Total Return	
	BIMB <i>i</i> -Tactical Fund (%)	Benchmark (%)
31 October 2022	-34.41	-17.32
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

## 1.2.4 Income Distribution for the previous financial years

Financial Years	Income Distribution	
	Distribution (sen)/ unit	Distribution Yield per annum (%)
31 October 2022	Nil	Nil
31 October 2021	Nil	Nil
31 October 2020	Nil	Nil
31 October 2019	Nil	Nil
31 October 2018	0.89	4.27

**Figure 1: Performance of the Fund versus the Benchmark**



*Data Source : BIMB Investment Management Berhad*

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

*Benchmark : FBM Emas Shariah Index (since May 2020, previously 6% p.a.)*

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

#### 1.3.1 Economy

##### a) Global

- The United States (US) economy grew an annualized 2.6% quarter-on-quarter in the third quarter of 2022, beating forecasts of a 2.4%, and rebounding from a contraction in the first half of the year. The biggest positive contribution came from net trade.
- The Euro Area economy expanded 0.2% quarter-on-quarter in the third quarter of 2022, following a 0.7% growth in Q2, in line with market expectations. It was the weakest growth since the rebound from COVID-19 restrictions in Q2 2021.
- The Chinese economy expanded at an adjusted rate of 3.9% in the third quarter of 2022. This was the strongest pace of growth since the second quarter of 2020, buoyed by a series of stimulus from Beijing to revive its economy.

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

##### b) Local

- Malaysia's Gross Domestic Product (GDP) expanded 14.2% year-on-year in the third quarter of 2022, exceeding market forecasts of 11.7%. This was the fastest pace of expansion since Q2 of 2021, boosted by strong domestic demand as well as ongoing policy support.

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

#### 1.3.2 Market Review

##### Equity

FTSE Bursa Malaysia EMAS Shariah Index (Index) commenced the financial year under review at 12,591.59 points. The Index declined to the lowest level of 9,767.54 points on 13 October 2022 before closing at 10,411.10 points on 31 October 2022. For the financial year under review, the Index was down by 2,180.48 points or 17.32%.

*(Source: Bloomberg)*

#### 1.4 Market Outlook and Strategy

- As the COVID-19 pandemic is entering an endemic phase, most countries around the world 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. While the Omicron strain continues to evolve along with the emergence of Monkeypox virus, 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 as well as rising Covid-19 cases and rising interest rates remains a key risk to the global market. The fund will continue to focus on growth-oriented and economy re-opening beneficiaries to capture NAV upside potential within the medium-term horizon.

## 1.5 Asset Allocation

<b>BIMB <i>i</i>-Tactical Fund</b>	<b>2022 (%)</b>	<b>2021 (%)</b>	<b>2020 (%)</b>
<b>Investment in Shariah-compliant Collective Investment Scheme</b>			
BIMB-Arabesque <i>i</i> Global Dividend Fund 1- RM Class	-	-	19.68
BIMB-Arabesque Global Shariah-ESG AI Technology Fund - RM Class	5.69	-	-
<b>Investment In Quoted Shariah-compliant Securities</b>			
Construction	-	5.39	-
Consumer products & services	22.98	5.60	9.18
Energy	-	-	-
Finance	-	-	-
Health care	-	-	33.33
Industrial products & services	2.32	21.62	2.42
Property	3.87	15.35	-
Technology	56.89	49.71	29.53
Telecommunication & media	5.43	-	-
Transportation & logistics	-	-	-
	<b>97.18</b>	<b>97.67</b>	<b>94.14</b>
Cash and other net assets:	2.82	2.33	5.86
	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

## 1.6 Other Performance Data for the Financial Year Ended 31 October

<b>BIMB i-Tactical Fund</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>Unit Prices (MYR)</b>			
Highest net asset value ("NAV") per unit for the year	0.1136	0.1209	0.1241
Lowest NAV per unit for the year	0.0715	0.0958	0.0843
<b>Net Asset Value (NAV) and Units in Circulation (UIC) as at the end of the year</b>			
Total NAV (MYR)	14,037,508	23,018,484	60,224,934
Units in Circulation (UIC)	187,442,803	201,524,247	607,956,488
<b>NAV per unit (MYR)</b>	<b>0.0749</b>	<b>0.1142</b>	<b>0.0991</b>
<b>Return of Fund (%)</b>			
Capital Growth (%) <sup>(b)</sup>	-34.41	15.24	-18.97
Income Return (%) <sup>(c)</sup>	-	-	-
<b>Total Return of the Fund (%)<sup>(a)</sup></b>	<b>-34.41</b>	<b>15.24</b>	<b>-18.97</b>
<b>Total Expense Ratio (TER) (%)<sup>(d)</sup></b>	<b>2.29</b>	<b>1.66</b>	<b>1.68</b>
<b>Portfolio Turnover Ratio (PTR) (times)<sup>(e)</sup></b>	<b>0.95</b>	<b>2.72</b>	<b>3.77</b>

Note:

- a) **Return of the Fund** =  $\frac{\text{NAV per unit (end of financial year)} - 1}{\text{NAV per unit (beginning of financial year)}}$
- 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) **Total Expense 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 2022

Size of Unit Holdings	BIMB i-Tactical Fund			
	No. of Unit Holders		No. of Units Held	
	No.	%	Units	%
5,000 and below	530	40.61	1,709,917.11	0.91
5,001 to 10,000	228	17.47	1,503,923.92	0.80
10,001 to 50,000	368	28.20	9,594,981.05	5.12
50,001 to 500,000	167	12.80	17,764,495.54	9.48
500,001 and above	11	0.84	156,856,986.21	83.68
<b>Units Held by Holders</b>	<b>1,304</b>	<b>99.92</b>	<b>187,430,303.83</b>	<b>99.99</b>
Units Held by Manager	1	0.08	12,499.25	0.01
<b>Grand Total for The Fund</b>	<b>1,305</b>	<b>100.00</b>	<b>187,442,803.08</b>	<b>100.00</b>

## 1.8 Policy on Rebate and Soft Commission

Any 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**

30 December 2022

## 1.0 LAPORAN PENGURUS

### Para Pemegang Unit,

Kami dengan sukacitanya membentangkan Laporan Pengurus Dana BIMB *i*-Tactical bagi tahun kewangan berakhir 31 Oktober 2022.

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

<b>Nama Dana</b>	Dana BIMB <i>i</i> -Tactical
<b>Jenis Dana</b>	Pertumbuhan
<b>Kategori Dana</b>	Ekuiti
<b>Objektif Pelaburan Dana</b>	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>
<b>Penanda Aras Dana</b>	Indeks FBM Emas Shariah. Maklumat mengenai penanda aras boleh diperolehi dari laman web Bursa Malaysia.
<b>Polisi Agihan Dana</b>	Pengagihan pendapatan (jika ada) adalah sampingan.

## 1.2 Prestasi bagi Tahun Kewangan Berakhir 31 Oktober 2022

### 1.2.1 Kajian Pencapaian

Bagi tahun kewangan dalam kajian, BIMB *i*-Tactical Fund (“Dana”) telah mendaftarkan pulangan sebanyak -34.41% berbanding pulangan penanda arasnya sebanyak -17.32%, yang mana penanda aras prestasi bagi Dana adalah Indeks FBM Emas Syariah.

Strategi Dana adalah untuk memberi tumpuan kepada syarikat yang mempunyai prospek pertumbuhan yang baik dan menawarkan potensi kenaikan harga saham pada masa hadapan. Walau bagaimanapun bagi tahun kewangan dalam kajian, Dana mengalami penurunan akibat penjualan drastik dalam sektor teknologi dan kaunter-kaunter berkaitan pertumbuhan, berikutan meletusnya peperangan Rusia-Ukraine yang mewujudkan tekanan inflasi yang tinggi di seluruh dunia dan memaksa bank-bank pusat menaikkan kadar faedah secara agresif.

Tambahan lagi, sebahagian daripada pelaburan Dana dalam sektor-sektor yang sewajarnya mendapat manfaat daripada pembukaan semula ekonomi juga telah mencatatkan prestasi negatif walaupun Malaysia telah menggerakkan semula pembukaannya. Ini termasuk daripada sektor berkaitan hartanah, e-pembayaran dan tenaga solar. Ini menyumbang kepada prestasi negatif Dana berbanding penanda aras, dan Dana tidak mencapai objektif pelaburannya untuk memberikan pulangan melalui peningkatan modal kepada pemegang unit bagi tahun dalam kajian.

Setakat 31 Oktober 2022, Dana mempunyai 97.18% pendedahan dalam ekuiti patuh Syariah dan bakinya dalam pasaran tunai dan setara tunai. Jumlah Nilai Aset Bersih (NAB) Dana pada 31 Oktober 2022 berjumlah RM14.04 juta manakala NAB seunit Dana ialah RM0.0749.

Sepanjang tahun kewangan dalam kajian, Dana tidak menjalankan sebarang urus niaga pinjaman sekuriti atau pembelian semula mahupun urus niaga silang. Tiada perubahan ketara kepada keadaan Dana dan tiada keadaan yang menjejaskan kepentingan Pemegang Unit telah berlaku sehingga tarikh Laporan Pengurus ini.

### 1.2.2 Jumlah Pulangan dan Purata Jumlah Pulangan bagi Tahun Kewangan Berakhir 31 Oktober 2022

Tempoh	Dana BIMB <i>i</i> -Tactical		Penanda Aras	
	Jumlah Pulangan (%)	Purata Jumlah Pulangan (%)	Jumlah Pulangan (%)	Purata Jumlah Pulangan (%)
1-Tahun	-34.41	-34.42	-17.32	-17.32
3-Tahun	-38.76	-12.92	-10.43	-3.48
5 –Tahun	-61.98	-12.40	0.64	0.13

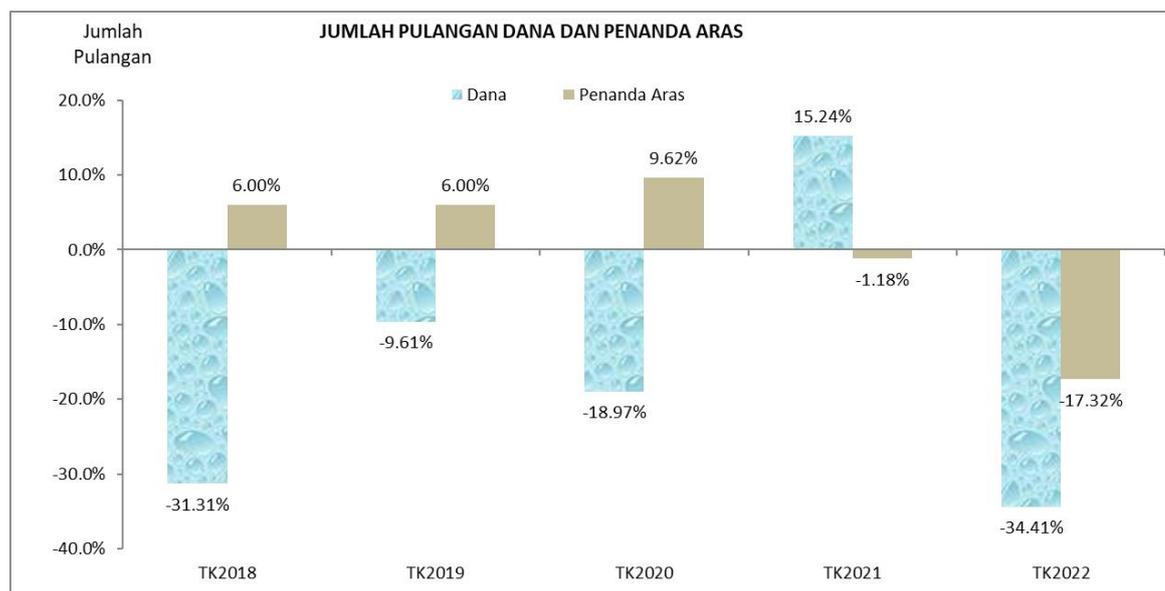
### 1.2.3 Jumlah Pulangan bagi tahun-tahun kewangan yang lalu

Tahun Kewangan	Jumlah Pulangan	
	Dana BIMB <i>i-Tactical</i> (%)	Penanda Aras (%)
31 Oktober 2022	-34.41	-17.32
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

### 1.2.4 Agihan pendapatan bagi tahun-tahun kewangan yang lalu

Tahun Kewangan	Pengagihan Pendapatan	
	Pengagihan (sen)/ unit	Hasil Pengagihan Tahunan (%)
31 Oktober 2022	Tiada	Tiada
31 Oktober 2021	Tiada	Tiada
31 Oktober 2020	Tiada	Tiada
31 Oktober 2019	Tiada	Tiada
31 Oktober 2018	0.89	4.27

**Rajah 1: Prestasi Dana berbanding Penanda Aras**



Sumber Data : BIMB Investment Management Berhad  
 Data disahkan oleh : Novagni Analytics & Advisor Sdn. Bhd.  
 Penanda Aras : Indeks FBM Emas Shariah (sejak Mei 2020, sebelumnya 6% setahun)

Nota:

1. **Jumlah Pulangan** Dana telah disahkan oleh Novagni Analytics & Advisor Sdn. Bhd.
2. **Purata Jumlah Pulangan** 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 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

#### 1.3.1 Ekonomi

##### a) Global

- Ekonomi Amerika Syarikat berkembang pada kadar tahunan 2.6% pada suku ketiga 2022 berbanding suku sebelumnya, mengatasi ramalan 2.4%, dan kembali pulih daripada kemerosotan separuh tahun pertama. Sumbangan terbesar datang daripada angka positif perdagangan bersih.
- Ekonomi zon Euro berkembang 0.2% pada suku ketiga 2022 berbanding suku sebelumnya, berikutan pertumbuhan 0.7% pada suku kedua, dan sejajar dengan jangkaan pasaran. Ia merupakan pertumbuhan paling lemah sejak pemulihan daripada sekatan COVID-19 pada suku kedua 2021.
- Ekonomi China berkembang pada kadar terselaras 3.9% pada suku ketiga 2022. Ini merupakan kadar pertumbuhan tertinggi sejak suku kedua 2020, disokong dasar-dasar rangsangan daripada Beijing dalam memulihkan ekonominya.

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

##### b) Dalam Negeri

- Keluaran Dalam Negara Kasar (KDNK) Malaysia berkembang 14.2% tahun ke tahun pada suku ketiga tahun 2022, melebihi jangkaan pasaran sebanyak 11.7%. Ini merupakan pertumbuhan terpantas sejak suku kedua tahun 2021, disokong oleh permintaan domestik yang baik dan dasar-dasar rangsangan semasa.

*(Sumber: Bank Negara Malaysia and Department of Statistics Malaysia)*

#### 1.3.2 Kajian Pasaran

##### Ekuiti

Indeks FTSE Bursa Malaysia EMAS Syariah (Indeks) memulakan tahun dalam kajian pada paras 12,591.59 mata. Indeks merosot ke paras terendah 9,767.54 mata pada 13 Oktober 2022 sebelum ditutup pada paras 10,411.10 mata pada 31 Oktober 2022. Bagi tahun kewangan dalam kajian, Indeks telah menurun sebanyak 2,180.48 mata atau 17.32%.

*(Sumber: Bloomberg)*

#### 1.4 Kajian Pasaran dan Strategi

- 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 serta adanya kemunculan virus Monkeypox, 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.

#### 1.5 Peruntukan Aset

Dana BIMB <i>i</i> -Tactical	2022 (%)	2021 (%)	2020 (%)
<b>Pelaburan dalam Skim Pelaburan Kolektif patuh Syariah</b>			
BIMB-Arabesque <i>i</i> Global Dividend Fund 1- Kelas RM	-	-	19.68
BIMB-Arabesque Global Syariah-ESG AI Technology Fund - Kelas RM	5.69	-	-
<b>Pelaburan Sekuriti Tersiarharga patuh Syariah</b>			
Pembinaan	-	5.39	-
Barangan & perkhidmatan pengguna	22.98	5.60	9.18
Tenaga	-	-	-
Kewangan	-	-	-
Kesihatan	-	-	33.33
Barangan & perkhidmatan industri	2.32	21.62	2.42
Harta benda	3.87	15.35	-
Teknologi	56.89	49.71	29.53
Telekomunikasi & media	5.43	-	-
Pengangkutan & logistik	-	-	-
	<b>97.18</b>	<b>97.67</b>	<b>94.14</b>
Tunai dan aset bersih yang lain:	2.82	2.33	5.86
	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

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

<b>BIMB i-Tactical Fund</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>Unit Prices (MYR)</b>			
Nilai aset bersih (NAB) tertinggi seunit dalam tahun	0.1136	0.1209	0.1241
NAB terendah seunit dalam tahun	0.0715	0.0958	0.0843
<b>Nilai Aset Bersih (NAB) dan Unit Dalam Edaran (UDE) pada akhir tahun</b>			
Jumlah NAB (RM)	14,037,508	23,018,484	60,224,934
Unit Dalam Edaran (UDE)	187,442,803	201,524,247	607,956,488
<b>NAB seunit (RM)</b>	<b>0.0749</b>	<b>0.1142</b>	<b>0.0991</b>
<b>Pulangan Dana (%)</b>			
Pertumbuhan Modal (%) <sup>(b)</sup>	-34.41	15.24	-18.97
Pulangan Pendapatan (%) <sup>(c)</sup>	-	-	-
<b>Jumlah Pulangan Dana (%)<sup>(a)</sup></b>	<b>-34.41</b>	<b>15.24</b>	<b>-18.97</b>
<b>Nisbah Jumlah Perbelanjaan (NJP) (%)<sup>(d)</sup></b>	<b>2.29</b>	<b>1.66</b>	<b>1.68</b>
<b>Nisbah Pusing Ganti Portfolio (NPGP)(Kali)<sup>(e)</sup></b>	<b>0.95</b>	<b>2.72</b>	<b>3.77</b>

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** =  $\frac{\text{Pengagihan Pendapatan seunit / NAB seunit pada awal tahun}}{100}$
- d) **Nisbah Jumlah Perbelanjaan** = 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 setahun dibahagi dengan purata Nilai Aset Bersih Dana yang dikira pada asas harian.

## 1.7 Pegangan Unit pada 31 Oktober 2022

Saiz Pegangan	Dana BIMB i-Tactical			
	Bilangan Pemegang Unit		Bilangan Pegangan Unit	
	Bilangan	%	Unit	%
5,000 dan ke bawah	530	40.61	1,709,917.11	0.91
5,001 hingga 10,000	228	17.47	1,503,923.92	0.80
10,001 hingga 50,000	368	28.20	9,594,981.05	5.12
50,001 hingga 500,000	167	12.80	17,764,495.54	9.48
500,001 dan ke atas	11	0.84	156,856,986.21	83.68
<b>Unit Dipegang oleh Pemegang</b>	<b>1,304</b>	<b>99.92</b>	<b>187,430,303.83</b>	<b>99.99</b>
Unit Dipegang oleh Pengurus	1	0.08	12,499.25	0.01
<b>Jumlah Keseluruhan Dana</b>	<b>1,305</b>	<b>100.00</b>	<b>187,442,803.08</b>	<b>100.00</b>

## 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.

Untuk dan bagi pihak

Pengurus

**BIMB INVESTMENT MANAGEMENT BERHAD**

30 Disember 2022

*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 REPORT

To the Unit Holders of **BIMB i-Tactical Fund** ("Fund")

We, being the Directors of BIMB Investment Management Berhad (the "Manager"), do hereby state that, in the opinion of the Manager, the financial statements set out on pages 22 to 49 are drawn up in accordance with the provisions of the Deeds and have been properly drawn up in accordance with Malaysian Financial Reporting Standards ("MFRS"), International Financial Reporting Standards ("IFRS") and the Securities Commission's Guidelines on Unit Trust Funds in Malaysia so as to give a true and fair view of the state of affairs of BIMB i-Tactical Fund as at 31 October 2022 and of the results of its operation, changes in equity and cash flows of the Fund for the year ended on that date.

For and on behalf of the Board of Directors

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

.....  
**AZIZAN ABD AZIZ**  
Director

Kuala Lumpur  
30 December 2022

### **3.0 TRUSTEE'S REPORT TO THE UNIT HOLDERS OF BIMB i-TACTICAL FUND ("Fund")**

We have acted as Trustee of the Fund for the financial year ended 31 October 2022 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:

- a) Limitations imposed on the investment powers of the management company under the deed, securities laws and the Guidelines on Unit Trust Funds;
- b) Valuation and pricing is carried out in accordance with the deed; and
- c) Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirement.

For and on behalf of  
**CIMB Islamic Trustee Berhad**

.....  
**Datin Ezreen Eliza binti Zulkiplee**  
Chief Executive Officer

Kuala Lumpur, Malaysia  
30 December 2022

#### **4.0 SHARIAH ADVISER'S REPORT**

To the Unit Holders of **BIMB i-Tactical Fund ("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 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 assets of the Fund comprise instruments that have been classified as Shariah compliant.

For and on behalf of the Shariah Advisers

.....  
**DR. SHAMSIAH BINTI MOHAMAD**  
Chairman

Kuala Lumpur  
30 December 2022

## 5.0 INDEPENDENT AUDITOR'S REPORT

### 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 2022, 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 2022, 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  
30 December 2022**

## 6.0 FINANCIAL STATEMENTS (AUDITED)

### BIMB i-TACTICAL FUND

#### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022

	<u>Note</u>	<u>2022</u> RM	<u>2021</u> RM
<b>INVESTMENT INCOME/(LOSS)</b>			
Realised gain on disposal of quoted securities		270,703	6,350,959
Dividend income		6,184	740,373
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions		(3,724,828)	19,135
Hibah		256	322
Management fee rebates		6,300	
Net unrealised (loss)/gain from financial instruments at fair value through profit or loss		<u>(3,924,050)</u>	<u>130,948</u>
		<u>(7,365,435)</u>	<u>7,241,737</u>
<b>EXPENSES</b>			
Management fee	4	257,512	793,277
Trustee's fee	5	10,301	31,731
Audit fee		11,400	11,400
Tax agent's fee		4,019	3,986
Administrative expenses		<u>107,410</u>	<u>36,808</u>
		<u>390,642</u>	<u>877,202</u>
<b>NET(LOSS)/PROFIT BEFORE TAXATION</b>		<u>(7,756,077)</u>	<u>6,364,535</u>
Taxation	6	<u>-</u>	<u>-</u>
<b>(LOSS)/PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL YEAR</b>		<u>(7,756,077)</u>	<u>6,364,535</u>
Total comprehensive (loss)/gain for the year consist of:			
Realised amount		<u>(3,832,027)</u>	6,233,587
Unrealised amount		<u>(3,924,050)</u>	130,948
		<u>(7,756,077)</u>	<u>6,364,535</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 2022

	<u>Note</u>	<u>2022</u> RM	<u>2021</u> RM
<b>ASSETS</b>			
Cash and cash equivalents (Shariah-compliant)	8	496,838	579,341
Financial assets at fair value through profit or loss (Shariah-compliant)	7	13,643,402	22,482,285
Amount due from stockbroker		-	614,532
Amount due from Manager		477	10,841
Dividend receivable		26,354	24,760
Management fee rebate receivable		977	-
<b>TOTAL ASSETS</b>		<u>14,168,048</u>	<u>23,711,759</u>
<b>LIABILITIES</b>			
Amount due to stockbroker		-	624,100
Amount due to Manager		538	17,246
Accrued management fee		17,731	27,593
Amount due to Trustee		709	1,104
Audit fee payable		12,962	11,400
Tax agent's fee payable		9,838	6,986
Other payables		88,762	4,846
<b>TOTAL LIABILITIES</b>		<u>130,540</u>	<u>693,275</u>
<b>NET ASSET VALUE ("NAV") OF THE FUND</b>		<u>14,037,508</u>	<u>23,018,484</u>
<b>EQUITY</b>			
Unit holders' capital	9	150,499,963	151,724,862
Accumulated losses		<u>(136,462,455)</u>	<u>(128,706,378)</u>
<b>NET ASSET VALUE ATTRIBUTABLE TO UNIT HOLDERS</b>		<u>14,037,508</u>	<u>23,018,484</u>
<b>NUMBER OF UNITS IN CIRCULATION</b>	9	187,442,803	201,524,247
<b>NET ASSET VALUE PER UNIT (SEN)</b>		<u>7.49</u>	<u>11.42</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 2022

	<u>Unit holders' capital</u>	<u>Accumulated losses</u>	<u>Total</u>
	RM	RM	RM
Balance as at 1 November 2021	151,724,862	(128,706,378)	23,018,484
Movement in unit holders' contributions:	-	-	-
- Creation of units	177,791	-	177,791
- Cancellation of units	(1,402,690)	-	(1,402,690)
Total comprehensive income for the financial year	-	(7,756,077)	(7,756,077)
Balance as at 31 October 2022	<u>150,499,963</u>	<u>(136,462,455)</u>	<u>14,037,508</u>
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>

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 2022

	<u>Note</u>	<u>2022</u> RM	<u>2021</u> RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Proceeds from sale of Shariah-compliant Collective Investment Scheme and quoted Shariah-compliant securities		17,383,456	164,613,771
Purchase of Shariah-compliant Collective Investment Scheme and quoted Shariah-compliant securities		(16,203,019)	(123,321,946)
Dividend received		269,109	779,214
Profit income received from Shariah-compliant deposit with licensed Islamic financial institution		6,184	19,135
Hibah earned		256	322
Management fee paid		(267,374)	(841,083)
Management fee rebate received		5,323	74,614
Trustee fee paid		(10,696)	(33,643)
Audit fee paid		(9,838)	(12,400)
Tax agent fee paid		(1,167)	(1,000)
Payment for administrative expenses		(23,494)	(40,492)
<b>NET CASH GENERATED FROM OPERATING ACTIVITIES</b>		<u>1,148,740</u>	<u>41,236,492</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash proceeds for creation of units		188,155	349,892
Cash payment for cancellation of units		(1,419,398)	(43,919,741)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>		<u>(1,231,243)</u>	<u>(43,569,849)</u>
Net decrease in cash and cash equivalents:		(82,503)	(2,333,357)
Cash and cash equivalents at the beginning of the financial year		579,341	2,912,698
Cash and cash equivalents at the end of the financial year	8	<u>496,838</u>	<u>579,341</u>
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>			
Commodity Murabahah		413,353	496,535
Cash at bank		83,485	82,806
	8	<u>496,838</u>	<u>579,341</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 2022

#### 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 Deed, 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).

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

#### 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### (a) Basis of preparation (continued)

###### (i) Standards, amendments to existing standards effective 1 November 2021:

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 November 2021 that have a material effect on the financial statements of the Fund.

###### (ii) New standards, amendments and interpretations effective after 1 September 2021 and have not been early adopted:

- Classification of Liabilities as Current or Non-current (Amendments to MFRS 101) (effective date deferred to 1 January 2023).
- Disclosure of Accounting Policies (Amendments to MFRS 101 and MFRS Practice Statement 2) (effective date 1 January 2023).
- Definition of Accounting Estimates (Amendments to MFRS 108) (effective date 1 January 2023).

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.

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

#### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### (b) Financial assets (continued)

##### (i) Recognition and initial measurement (continued)

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.

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 2022 (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

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 2022 (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 2022 (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 2022 (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 2022 (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>2022</u>			
Cash and cash equivalents (Shariah-compliant)	-	496,838	496,838
Quoted Shariah-compliant securities	13,643,402	-	13,643,402
Amount due from stockbroker	-	-	-
Amount due from Manager	-	477	477
Dividend receivables	-	26,354	26,354
Management fee rebate	-	977	977
	<u>13,643,402</u>	<u>524,646</u>	<u>14,168,048</u>

	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>

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

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.

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

#### 3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

##### (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>2022</u> RM	<u>2021</u> RM
Financial assets at fair value through profit or loss:		
- Quoted Shariah-compliant securities	12,844,045	22,482,285
- Quoted Shariah-compliant Collective Investment Scheme	799,357	-
	<u>13,643,402</u>	<u>22,482,285</u>

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% (2021: 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.

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

#### 3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

##### (a) Market risk (continued)

##### (i) Price risk (continued)

	Change in <u>price</u> %	Impact on profit or <u>loss/NAV</u> RM
<u>2022</u>		
Quoted Shariah-compliant securities and Collective Investment Scheme measured at fair value through profit or loss	<u>5</u>	<u>682,170</u>
<u>2021</u>		
Quoted Shariah-compliant securities and Collective Investment Scheme measured at fair value through profit or loss	<u>5</u>	<u>1,124,114</u>

##### (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 2022 (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:

	Cash and cash equivalents RM	Amount due from Manager	Dividends receivable RM	Management rebate receivable RM	Total RM
<u>2022</u>					
Finance					
- AAA	496,838	-	-	-	496,838
Others					
- Non-rated	-	477	26,354	977	27,808
	<u>496,838</u>	<u>477</u>	<u>26,354</u>	<u>977</u>	<u>524,646</u>

	Cash and cash equivalents	Amount due from stockbrokers	Amount due from Manager	Dividends receivable	Total
<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>

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 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 2022 (CONTINUED)

#### 3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

##### (c) 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.

	<u>Less than 1 month</u> RM	<u>Between 1 month to 1 year</u> RM	<u>Total</u> RM
<u>2022</u>			
Amount due to Manager	538	-	538
Accrued management fee	17,731	-	17,731
Amount due to Trustee	709	-	709
Audit fee payable	-	12,962	12,962
Tax agent's fee payable	-	9,838	9,838
Other payables	-	88,762	88,762
	<u>18,978</u>	<u>111,562</u>	<u>130,540</u>
<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>

##### (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.

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

#### 3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

##### (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 2022 (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>2022</u>				
Financial assets at fair value through profit or loss:				
- Quoted Shariah- compliant securities	12,844,045	-	-	12,844,045
- Quoted Shariah- compliant Collective Investment Scheme	799,357			799,357
	<u>13,643,402</u>	<u>-</u>	<u>-</u>	<u>13,643,402</u>
<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>

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.

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

#### 4 MANAGEMENT FEE

The manager's fee payable to the Manager of the Fund is based on 1.50% (2021: 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 payable to the trustee of the Fund is based on 0.06% (2021: 0.06%) per annum of the net asset value of the Fund calculated on a daily basis.

#### 6 TAXATION

	<u>2022</u> RM	<u>2021</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:

(Loss)/Profit before taxation	<u>(7,756,077)</u>	<u>6,364,535</u>
Taxation at Malaysian statutory rate of 24% (2021: 24%)	(1,861,458)	1,527,488
Tax effects of:		
- Investment loss not deductible for tax purposes/(Investment income not subject to tax)	1,767,704	(1,738,017)
- Expenses not deductible for tax purposes	4,495	16,153
- Restrictions on the tax deductible expenses for unit trust funds	<u>89,259</u>	<u>194,376</u>
	-	-

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

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

	<u>2022</u> RM	<u>2021</u> RM
Financial assets at fair value through profit or loss		
- Quoted Shariah-compliant securities	12,844,045	22,482,285
- Shariah-compliant Collective Investment Scheme	<u>799,357</u>	<u>-</u>
	<u>13,643,402</u>	<u>22,482,285</u>
	RM	RM
Net gain/(loss) on financial assets at fair value through profit or loss		
- Realised gain/(loss) on disposal	(3,724,828)	6,291,484
- Net unrealised gain/(loss) on fair value movement	(3,924,050)	130,948
- Management fee rebate #	<u>6,300</u>	<u>59,475</u>
	<u>7,642,578</u>	<u>6,481,907</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 Collective Investment Scheme as at 31 October 2022 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> %
BIMB-ARABESQUE Global Shariah-ESG AI Technology Fund - RM Class	<u>3,643,378</u>	<u>850,000</u>	<u>799,357</u>	<u>5.69</u>
Total quoted Shariah-compliant Collective Investment Scheme as at 31 October 2022	<u>3,643,378</u>	<u>850,000</u>	<u>799,357</u>	<u>5.69</u>
Accumulated unrealised loss on financial assets at fair value through profit or loss		<u>(50,643)</u>		
Total quoted Shariah-compliant securities at fair value through profit or loss		<u>799,357</u>		

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

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

Details of quoted Shariah-compliant securities as at 31 October 2022 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>Telecommunication &amp; media</u>				
Seni Jaya Corporation Bhd	305,000	811,120	762,500	5.43
<u>Consumer products &amp; services</u>				
Mr D.I.Y Group (M) Berhad	103,000	209,311	208,060	1.48
Senheng New Retail Berhad	260,000	280,982	166,400	1.19
Perak Transit Berhad	1,140,000	890,288	1,122,900	8.00
Power Root Berhad	485,000	731,422	1,037,900	7.39
QL Resources Berhad	135,000	692,214	691,200	4.92
	<u>2,123,000</u>	<u>2,804,217</u>	<u>3,226,460</u>	<u>22.98</u>
<u>Technology</u>				
D&O Green Technologies Berhad	274,000	1,255,462	1,063,120	7.57
Dagang Nexchange Berhad	685,000	395,854	520,600	3.71
Elsoft Research Bhd	266,000	253,466	170,240	1.21
Frontken Corporation Bhd.	367,000	1,197,640	899,150	6.41
Ctos Digital Bhd	613,000	1,202,552	864,330	6.16
Pentamaster Corporation Bhd	88,000	350,515	341,440	2.43
UWC Berhad	162,000	819,251	599,400	4.27
Greatech Technology Berhad	81,000	301,701	263,250	1.88
Inari Amertron Bhd	287,000	1,153,189	714,630	5.09
Jhm Consolidation Bhd	830,000	951,248	717,950	5.11
Malaysian Pacific Industries	35,300	1,247,764	847,200	6.04
My E.G. Services Berhad	340,000	341,883	300,900	2.14
Unisem (M) Berhad	258,000	533,607	683,700	4.87
	<u>4,284,300</u>	<u>10,004,132</u>	<u>7,985,910</u>	<u>56.89</u>

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

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

Details of quoted Shariah-compliant securities as at 31 October 2022 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>Industrial product &amp; services</u>				
Cypark Resources Berhad	450,000	362,270	180,000	1.28
Evergreen Fibreboard Bhd	375,000	161,350	146,250	1.04
	<u>825,000</u>	<u>523,620</u>	<u>326,250</u>	<u>2.32</u>
<u>Property</u>				
Lbs Bina Group Bhd	1,025,000	559,827	415,125	2.96
Matrix Concepts Holdings Bhd	90,000	129,253	127,800	0.91
	<u>1,115,000</u>	<u>689,080</u>	<u>542,925</u>	<u>3.87</u>
Total quoted Shariah-compliant securities as at 31 October 2022	<u>8,654,300</u>	14,832,169	<u>12,844,045</u>	<u>91.49</u>
Accumulated unrealised gain on financial assets at fair value through profit or loss		<u>(1,988,124)</u>		
Total quoted Shariah-compliant securities at fair value through profit or loss			<u>12,844,045</u>	

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (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:

<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 &amp; 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 &amp; 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>
<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>

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (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>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>		

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

#### 8 CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	<u>2022 RM</u>	<u>2021 RM</u>
Shariah-compliant deposits with licensed Islamic financial institutions:		
Commodity Murabahah	413,353	496,535
Cash at bank	<u>83,485</u>	<u>82,806</u>
	<u>496,838</u>	<u>579,341</u>

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

	<u>2022 %</u>	<u>2021 %</u>
Shariah-compliant deposits with licensed Islamic financial institutions	<u>2.40</u>	<u>1.65</u>

Shariah-compliant deposits with licensed Islamic financial institutions of the Fund have an average maturity of 1 day (2021: 1 day).

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

#### 9 UNITHOLDERS' CAPITAL

	<u>No of units</u>	<u>RM</u>
As at 1 November 2021	201,524,247	151,724,862
Creation of units	2,089,890	177,791
Cancellation of units	<u>(16,171,334)</u>	<u>(1,402,690)</u>
As at 31 October 2022	<u>187,442,803</u>	<u>150,499,963</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>

#### 10 TOTAL EXPENSE RATIO ("TER")

	<u>2022</u>	<u>2021</u>
	%	%
TER	<u>2.29</u>	<u>1.66</u>

TER is derived from the following calculation:

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

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 RM17,040,599 (2021: RM52,872,437).

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (CONTINUED)

#### 11 PORTFOLIO TURNOVER RATIO ("PTR")

	<u>2022</u>	<u>2021</u>
PTR (times)	<u>0.95</u>	<u>2.72</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 = RM15,517,450 (2021: RM123,102,006)  
total disposal for the financial year = RM16,824,701 (2021: RM164,614,763)

#### 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
Directors of BIMB Investment Management Berhad	Director's of the Manager
Bank Islam Malaysia Berhad	Immediate holding company of the Manager
Subsidiaries and associates of BHB as disclosed in its financial statements	Subsidiaries and associate companies of the 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>2022</u>		<u>2021</u>	
	Units	RM	Units	RM
<u>Immediate holding company of the Manager</u>				
BIMB Investment Management Berhad	<u>12,499</u>	<u>936</u>	<u>12,499</u>	<u>1,427</u>

BIMB i-TACTICAL FUND

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (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>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
	RM	RM	RM	RM
<u>The Manager</u>				
BIMB Investment				
Management Berhad				
- Amount due from Manager	-	-	477	10,841
- Amount due to Manager	-	-	(538)	(17,246)
- Management fee rebate	6,300	-	977	-
- Management fee	257,512	793,277	(17,731)	(27,593)
- Sales	-	(24,590,555)	-	-
- Purchase	850,000	11,649,563	-	-
	<u>850,000</u>	<u>11,649,563</u>	<u>-</u>	<u>-</u>
<u>Holding company of the Manager</u>				
Bank Islam Malaysia Berhad				
- Income from short term placements	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Related company of the Manager</u>				
BIMB Securities Sdn. Bhd.				
- Sales	(6,916,400)	(52,745,347)	-	-
- Purchase	6,553,066	46,046,749	-	-
- Brokerage fee	23,572	172,886	-	-
	<u>23,572</u>	<u>172,886</u>	<u>-</u>	<u>-</u>
<u>The Trustee</u>				
CIMB Islamic Trustee Berhad				
- Trustee fee	10,301	31,731	(709)	(1,104)
	<u>10,301</u>	<u>31,731</u>	<u>(709)</u>	<u>(1,104)</u>

## BIMB i-TACTICAL FUND

### NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2022 (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>2022</u>				
BIMB Securities Sdn. Bhd.*	13,469,466	41.65	23,572	32.79
KAF Seagroatt & Campbell Securities Sdn. Bhd.	3,133,902	9.68	5,484	7.63
CIMB Investment Bank Bhd.	2,832,704	8.76	4,957	6.90
TA Securities Holdings Bhd.	2,475,619	7.65	4,332	6.03
AmInvestment Bank	2,192,580	6.78	20,609	28.67
Maybank Investment Bank Bhd.	1,990,892	6.16	3,484	4.85
RHB Investment Bank Bhd.	1,939,347	6.00	3,394	4.72
Hong Leong Investment Bank Bhd.	1,077,494	3.33	1,886	2.62
Macquarie Capital Securities (Malaysia) Sdn. Bhd.	874,178	2.70	1,530	2.13
BIMB Investment Management Berhad	850,000	2.63	-	-
Others	1,505,969	4.66	2,636	3.66
	<u>32,342,151</u>	<u>100.00</u>	<u>71,884</u>	<u>100.00</u>
<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>

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

#### 14 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved by the Manager on 30 December 2022.

## 7.0 CORPORATE DIRECTORY

<b>Manager</b>	<p><b>BIMB Investment Management Berhad</b> Reg. No.: 199301021508 (276246-X)</p> <p><b>Registered Office</b> Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p> <p><b>Business Office</b> Level 19, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p>
<b>Board of Directors</b>	<p>Mohamed Ridza Mohamed Abdulla (Chairman Non-Executive Independent Director) Dato' Dr. Mohamad Zabidi bin Ahmad (Non-Executive Independent Director) 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) – resigned wef 30 June 2022</p>
<b>Shariah Advisers</b>	<p>Dr. Shamsiah binti Mohamad Assoc. Prof. Dr. Yasmin Hanani binti Mohd Safian – appointed wef 1 April 2022 Ir. Dr. Hj. Muhamad Fuad bin Abdullah – appointed wef 1 May 2022 Dr. Ahmad Shahbari @ Sobri Bin Salamon – passed away on 13 April 2022 Assoc. Prof. Dr. Asmak binti Ab. Rahman – resigned wef 1 April 2022</p>
<b>Investment Committee</b>	<p>Khairul Muzamel Perera Abdullah (Chairman – Non Independent Member) Mohd Radzuan Ahmad Tajuddin (Independent Member) Datin Maznah binti Mahbob (Non-Executive Independent Director)</p>
<b>Board Audit and Risk Committee</b>	<p>Dato' Dr. Mohamad Zabidi bin Ahmad (Non-Executive Independent Director) Dr. Mohd Hatta Dagap (Non-Executive Independent Director) Azizan Abd Aziz (Non-Executive Non-Independent Director)</p>
<b>Company Secretary</b>	<p>Maria binti Mat Said (LS 009400) Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p> <p>Norhidayati Mohamat Salim (MIA 27364) – resigned wef 30 June 2022 Level 32, Menara Bank Islam, No. 22, Jalan Perak, 50450 Kuala Lumpur.</p>
<b>Key Management</b>	<p>Azizan Abd Aziz (Acting Chief Executive Officer) – appointed wef 1 July 2022 Najmuddin Mohd Lutfi (Chief Executive Officer) – resigned wef 30 June 2022 Said Mohd Jawahir Said Bahari (Chief Operating Officer) Abd Razak Salimin (Head of Investment) Ahmad Razli Sabri (Head of Finance &amp; Operation) – appointed wef 1 June 2022 Noorsazreen Nordin (Head of Compliance)</p>

<b>Principal Banker</b>	<b>Bank Islam Malaysia Berhad</b> Ground Floor, Menara Bank Islam No. 22, Jalan Perak 50450 Kuala Lumpur
<b>Trustee</b>	<b>CIMB Islamic Trustee Berhad[198801000556 (167913-M)]</b> Level 13, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur.
<b>Auditor</b>	<b>PricewaterhouseCoopers PLT (LLP0014401-LCA &amp; AF1146)</b> Level 10, 1 Sentral Jalan Rakyat, Kuala Lumpur Sentral 50706 Kuala Lumpur
<b>Federation of Investment Managers Malaysia (FIMM)</b>	19-06-1, 6th Floor, Wisma Tune No.19, Lorong Dungun Damansara Heights 50490 Kuala Lumpur
<b>Distributors</b>	Bank Islam Malaysia Berhad Philip Mutual Berhad Johor Bahru Agency Office Kota Bharu Agency Office Registered Unit Trust Consultant with the Manager
<b>Toll Free Number: 1-800-88-1196</b>	
<b><a href="http://www.bimbinvestment.com.my">www.bimbinvestment.com.my</a></b>	

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# 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

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