

# **BANK ISLAM PREMIER FUND**

QUARTERLY REPORT FOR THE FINANCIAL PERIOD  
FROM 1 SEPTEMBER 2022 TO 30 NOVEMBER 2022



MANAGER:

BIMB INVESTMENT MANAGEMENT BERHAD 199301021508 (276246-X)

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## 1.0 FUND KEY INFORMATION

<b>Fund Name</b>	Bank Islam Premier Fund (BIPF)
<b>Fund Type</b>	Income and Growth
<b>Fund Category</b>	Shariah-Mixed Assets Fund (Wholesale)
<b>Investment Objective</b>	<p>The Fund seeks to provide Medium to Long Term return through capital appreciation and income distribution.</p> <p><i>Note:</i>  <i>* Income distribution will be in the form of cash or additional Units.</i>  <i>**The Fund is not a capital guaranteed fund or a capital protected fund.</i></p> <p><b><i>Any material changes to the investment objective would require Unit Holders' approval.</i></b></p>
<b>Performance Benchmark</b>	<p>Average return of 5% per annum over a period of 5 years.</p> <p><i>Note: The Fund will be measured against an absolute return benchmark of 5% per annum over a period of 5 years. This is not a guaranteed return and it is only a measurement of the Fund's performance. The Fund may or may not achieve 5% per annum growth rate in any particular financial year but targets to achieve this growth rate through a 5 years period.</i></p>
<b>Distribution Policy</b>	Subject to availability of income, the Fund will distribute income on a yearly basis.

## 2.0 MANAGER'S REPORT

<p><b>Performance Review</b></p>	<p>For the financial period under review, Bank Islam Premier Fund (Fund) registered a return of -1.30% as compared to its benchmark's return of 1.23%.</p> <p>The selected performance benchmark for the Fund is average return of 5% per annum over a period of 5 years.</p> <p>The fund's underperformance was due to the negative performance of the Shariah-compliant Collective Investment Scheme(s) (CIS) that the Fund had invested in during the period on the back of negative equity market performance.</p> <p>The Fund's strategy has remained to invest up to 70% of NAV in Shariah-compliant CIS managed by the Manager and a minimum of 30% in Bank Islam's investment account, Islamic deposits, and Islamic money market instruments. As at the end of the period under review, the Fund has 67.33% exposure in Shariah-compliant CIS and the remaining in cash and cash equivalents. The Fund size as at the end of the review period was RM1.67 million, while NAV per unit was RM0.9000.</p> <p>During the period 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.</p>
<p><b>Economy and Market Review</b></p>	<p><b>Economy</b></p> <p><b>Global</b></p> <ul style="list-style-type: none"> <li>• The United States (US) economy grew an annualized 3.2% quarter-on-quarter in the third quarter of 2022, better than 2.9% in the second estimate, and rebounding from a contraction in the first half of the year. The biggest positive contribution came from net trade.</li> <li>• The Euro Area economy expanded 0.3% quarter-on-quarter in the third quarter of 2022, slightly higher than preliminary estimates of 0.2%. Fixed investment was the main driver of growth, while net external demand contributed negatively. It was the weakest growth since the rebound from COVID-19 restrictions in Q2 2021.</li> <li>• The Chinese economy expanded a seasonally adjusted 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.</li> </ul> <p><i>(Source: Bureau of Economic Analysis, CNBC, Trading Economics)</i></p> <p><b>Local</b></p> <ul style="list-style-type: none"> <li>• 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.</li> </ul> <p><i>(Source: Bank Negara Malaysia and Department of Statistics Malaysia)</i></p>

	<p><b>Market Review</b></p> <p><b>Equity</b></p> <p>MSCI ACWI NR Index (Index) commenced the financial period under review at 319.9832 points. It fell to the lowest level of 287.8705 points on 12 October 2022 before climbing to the highest point and closing at 330.6103 points on 30 November 2022. For the financial period under review, the Index was up by 10.6271 points or 3.32%.</p> <p>FTSE Bursa Malaysia EMAS Shariah Index (FBM Shariah) commenced the financial period under review at 10,813.46 points. It fell to the lowest level of 9,767.54 points on 13 October 2022 and subsequently closed at 10,783.09 points on 30 November 2022. For the financial period under review, FBM Shariah was down by 30.37 points or 0.28%</p> <p><b>Islamic Money Market</b></p> <p>For the local bond market, overall benchmark yields saw MGS and GII yields rising. This was in reaction to the twin effects of the Bank Negara Malaysia (BNM) OPR rate hike and Fed's expected aggressive rate-hiking exercises.</p>
<p><b>Market Outlook and Strategy</b></p>	<p><b>Equity</b></p> <p>The Shariah-compliant CIS that the Fund invests in employs quantitative approach. Given the quantitative and momentum-based nature of the strategy, they are not managed based on macro analysis, views, and expected outlook.</p> <p><b>Islamic Money Market</b></p> <p>Our Islamic money market strategy currently is to invest in Islamic money market with short to medium term duration due to the expectation of rate hike.</p>

## FUND PERFORMANCE DATA

### Total Return and Average Total Return for the Financial Period Ended 30 November 2022

	The Fund		Benchmark	
	Total Return (%)	Average Total Return (%)	Total Return (%)	Average Total Return (%)
3 Months (01/09/22 - 30/11/22)	-1.30	-5.22	1.23	5.00
6 Months (01/06/22 - 30/11/22)	-5.28	-10.57	2.47	5.00
1 Year (01/12/21 - 30/11/22)	-13.88	-13.88	5.00	5.00
Since Inception (17/11/20 - 30/11/22)	-10.00	-5.00	10.25	5.00

Data Source : BIMB Investment Management Berhad  
Data verified by : Novagni Analytics & Advisory Sdn. Bhd.  
Benchmarks : Average return of 5% per annum over a period of 5 years.

#### Notes:

1. *Total Return* of the Fund has been verified by Novagni Analytics & Advisory Sdn. Bhd. (363145-W)
2. *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.*

**Other Performance Data for the Financial Period From 1 September 2022 to 30 November 2022**

<b>Bank Islam Premier Fund</b>	<b>1 September 2022 to 30 November 2022</b>
Net Asset Value (NAV)	1,673,906
Units in Circulation	1,859,939
NAV per Unit	0.9000
Highest NAV per Unit	0.9206
Lowest NAV per Unit	0.8702
Return of the Fund (%) <sup>(a)</sup>	-1.30
Capital Return (%) <sup>(b)</sup>	-1.30
Income Return (%) <sup>(c)</sup>	-
Total Expense Ratio (TER)(%) <sup>(d)</sup>	0.11
Portfolio Turnover Ratio (PTR)(times) <sup>(e)</sup>	-

Note:

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

## Asset Allocation

Bank Islam Premier Fund	1 September 2022 to 30 November 2022 (%)
<b>Investment in Shariah-Compliant Collective Investment Scheme</b>	
BIMB-Arabesque <i>i</i> Global Dividend 1 – RM-Hedged Class	67.33
	67.33
<b>SHARIAH-COMPLIANT CASH AND SHORT TERM INVESTMENTS:</b>	<b>32.67</b>
	<b>100.00</b>

## Unit Holdings as at 30 November 2022

Size of Holding	Bank Islam Premier Fund			
	Number of Unit Holders		Number of Units Held	
	No.	%	Units	%
5,000 and below	-	-	-	-
5,001 to 10,000	-	-	-	-
10,001 to 50,000	-	-	-	-
50,001 to 500,000	-	-	-	-
500,001 and above	1	50.00	1,858,938.55	99.95
Units Held by Holders	<b>1</b>	<b>50.00</b>	1,858,938.55	<b>99.95</b>
Units Held by Manager	1	50.00	1,000.00	0.05
<b>Grand Total for the Fund</b>	<b>2</b>	<b>100.00</b>	<b>1,859,938.55</b>	<b>100.00</b>



### 3.0 SHARIAH ADVISER'S REPORT

To the unit holders of BANK ISLAM PREMIER 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 period covered by these financial statements in accordance with the Shariah principles and requirements and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah-compliant.

For and on behalf of the Shariah Advisers

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**DR. SHAMSIAH BINTI MOHAMAD**  
(Chairman)

31 January 2023

## 4.0 FINANCIAL STATEMENT

### BANK ISLAM PREMIER FUND

#### UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2022 TO 30 NOVEMBER 2022

	Note	<u>1.9.2022 to</u> <u>30.11.2022</u> RM
<b>INVESTMENT INCOME</b>		
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions		3,195
Management fee rebate	1	3,354
Net unrealised loss from financial instruments at fair value through profit or loss	1	<u>(24,009)</u>
		<u>(17,460)</u>
<b>EXPENSES</b>		
Management fee		4,973
Trustee's fee		145
Administrative expenses		<u>31</u>
		<u>5,149</u>
<b>LOSS BEFORE TAXATION</b>		<u>(22,609)</u>
Taxation		<u>-</u>
<b>LOSS AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD</b>		<u><u>(22,609)</u></u>
Total comprehensive income for the period consists of:		
Realised amount		1,400
Unrealised amount		<u>(24,009)</u>
		<u><u>(22,609)</u></u>

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

## BANK ISLAM PREMIER FUND

### UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 30 NOVEMBER 2022

	Note	<u>As at</u> <u>30.11.2022</u> <u>(Unaudited)</u> RM
<b>ASSETS</b>		
Cash and cash equivalents (Shariah-compliant)	2	557,886
Financial assets at fair value through profit or loss (Shariah-compliant)	1	1,127,075
Management fee rebate receivable		<u>1,105</u>
<b>TOTAL ASSETS</b>		<u>1,686,066</u>
<b>LIABILITIES</b>		
Accrued management fee		1,645
Amount due to Trustee		48
Other payables and accruals		<u>10,467</u>
<b>TOTAL LIABILITIES</b>		<u>12,160</u>
<b>NET ASSET VALUE ("NAV") OF THE FUND</b>		<u>1,673,906</u>
<b>EQUITY</b>		
Unit holders' capital		1,727,162
Accumulated losses		<u>(53,256)</u>
<b>NET ASSET ATTRIBUTABLE TO UNIT HOLDERS</b>		<u>1,673,906</u>
<b>NUMBER OF UNITS IN CIRCULATION (UNITS)</b>		1,859,939
<b>NET ASSET VALUE PER UNIT (SEN) (EX-DISTRIBUTION)</b>		<u>90.00</u>

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

## BANK ISLAM PREMIER FUND

### UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2022 TO 30 NOVEMBER 2022

	Unit holders' capital RM	Retained profits RM	Total RM
Balance as at 1 September 2022	1,717,388	(30,647)	1,686,741
Movement in unit holders' contributions:			
- Creation of units	49,174	-	49,174
- Cancellation of units	(39,400)	-	(39,400)
Total comprehensive income for the financial period	-	(22,609)	(22,609)
Balance as at 30 November 2022	<u>1,727,162</u>	<u>(53,256)</u>	<u>1,673,906</u>

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

## BANK ISLAM PREMIER FUND

### UNAUDITED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2022 TO 30 NOVEMBER 2022

	Note	<u>1.9.2022 to</u> <u>30.11.2022</u> RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit income received from Shariah-compliant deposit with licensed Islamic financial institutions		3,195
Management fee rebate		3,506
Management fee paid		(5,154)
Trustee fee paid		(150)
Payment for other administrative expenses		(31)
Net cash generated from operating activities		<u>1,366</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash receipt for creation of units		49,174
Payments for cancellation of units		(39,400)
Net cash generated from financing activities		<u>9,774</u>
Net increase in cash and cash equivalents		11,140
Cash and cash equivalents at the beginning of the financial period		<u>546,746</u>
Cash and cash equivalents at the end of the financial period	2	<u><u>557,886</u></u>
Cash and cash equivalents comprise:		
Wafiyah Investment Account		551,777
Cash at bank		6,109
	2	<u><u>557,886</u></u>

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

## BANK ISLAM PREMIER FUND

### UNAUDITED NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2022 TO 30 NOVEMBER 2022

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

	<u>As at</u> <u>30.11.2022</u> RM
Financial assets at fair value through profit or loss:	
Quoted Collective Investment Scheme	<u>1,127,075</u>
	<u>1,127,075</u>
	RM
Net gain on financial assets at fair value through profit or loss	
- Net unrealised gain on fair value movement	(24,009)
- Management fee rebate #	<u>3,354</u>
	<u>(20,655)</u>

# Management fee rebate represents the Fund's entitlement to management fee rebate from the Manager and the Manager of Collective Investment Scheme the Fund invests in.

For the financial period ended 30 November 2022, the rebate recognised at a rate of 1.20% for BIMB-Arabesque *i* Global Dividend 1 – RM-Hedged Class, calculated and accrued daily based on the NAV of the Collective Investment Scheme.

Details of Shariah-compliant Collective Investment Scheme as at 30 November 2022 are set out as follows:

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Aggregate cost</u> RM	<u>Fair value</u> RM	<u>Percentage of value of funds</u> %
BIMB-Arabesque <i>i</i> Global Dividend 1 – RM-Hedged Class	<u>2,728,335</u>	<u>1,424,968</u>	<u>1,127,075</u>	<u>67.33</u>
Total quoted Shariah-compliant Collective Investment Scheme as at 30 November 2022	<u>2,728,335</u>	1,424,968	<u>1,127,075</u>	<u>67.33</u>
Accumulated unrealised loss on Shariah-compliant Collective Investment Scheme		<u>(297,893)</u>		
Total Shariah-compliant Collective Investment Scheme at fair value through profit or loss		<u>1,127,075</u>		

## BANK ISLAM PREMIER FUND

### UNAUDITED NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2022 TO 30 NOVEMBER 2022 (CONTINUED)

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

	<u>As at</u> <u>30.11.2022</u> RM
Shariah-compliant deposits with licensed Islamic financial institutions:	
Wafiyah Investment Account	551,777
Cash at bank	<u>6,109</u>
	<u><u>557,886</u></u>

#### 3 TOTAL EXPENSE RATIO (“TER”)

	<u>30.11.2022</u> %
TER	<u><u>0.11</u></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 and custodian 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 period calculated on a daily basis is RM1,644,520

#### 4 PORTFOLIO TURNOVER RATIO (“PTR”)

	30.11.2022
PTR (Times)	<u><u>-</u></u>

PTR is derived from the following calculation:

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

where:

total acquisition for the financial period = RM Nil

total disposal for the financial period = RM Nil

## BANK ISLAM PREMIER FUND

### UNAUDITED NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 SEPTEMBER 2022 TO 30 NOVEMBER 2022 (CONTINUED)

#### 5 SHARIAH INFORMATION OF THE FUND

The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises assets in local market, which are placed in Shariah-compliant investment and/or instruments.

#### 6 QUARTERLY REPORT

The quarterly report for the financial period from 1 September 2022 to 30 November 2022 is unaudited.



## 5.0 CORPORATE DIRECTORY

<b>Manager</b>	<p>BIMB Investment Management Berhad[199301021508 (276246-X)]</p> <p>Registered Office Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p> <p>Business Office Level 19, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p>
<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)</p>
<b>Shariah Advisers</b>	<p>Dr. Shamsiah binti Mohamad (Chairman) Assoc. Prof. Dr. Yasmin Hanani binti Mohd Safian Ir. Dr. Hj. Muhamad Fuad bin Abdullah</p>
<b>Investment Committee</b>	<p>Khairul Muzamel Perera Abdullah (Chairman – Non Independent Member) Mohd Radzuan Ahmad Tajuddin (Independent Member)</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 Secretaries</b>	<p>Maria binti Mat Said (LS 009400) 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) Said Mohd Jawahir Said Bahari (Chief Operating Officer) Abd Razak Salimin (Head of Investment) Ahmad Razli Sabri (Head of Finance &amp; Operation) Noorsazreen Nordin (Head of Compliance)</p>

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**Principal Banker****Bank Islam Malaysia Berhad**

Ground Floor, Menara Bank Islam  
No. 22, Jalan Perak  
50450 Kuala Lumpur

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**Trustee****Deutsche Trustees Malaysia Berhad**

*Registration No.: 200701005591(763590H)*  
Level 20, Menara IMC  
No. 8, Jalan Sultan Ismail 50250 Kuala Lumpur

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Damansara Heights  
50490 Kuala Lumpur

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**Distributors**

Bank Islam Malaysia Berhad

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**[www.bimbinvestment.com.my](http://www.bimbinvestment.com.my)**

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# BIMB INVESTMENT

A BANK ISLAM  
SUBSIDIARY

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