

BANK ISLAM PREMIER FUND

QUARTERLY REPORT FOR THE FINANCIAL PERIOD
FROM 1 DECEMBER 2021 TO 28 FEBRUARY 2022



MANAGER:

BIMB INVESTMENT MANAGEMENT BERHAD 199301021508 (276246-X)

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1.0 FUND KEY INFORMATION

Fund Name	Bank Islam Premier Fund (BIPF)
Fund Type	Income and Growth
Fund Category	Shariah-Mixed Assets Fund (Wholesale)
Investment Objective	<p>The Fund seeks to provide Medium to Long Term return through capital appreciation and income distribution.</p> <p><i>Note:</i> * Income distribution will be in the form of cash or additional Units. **The Fund is not a capital guaranteed fund or a capital protected fund.</p> <p>Any material changes to the investment objective would require Unit Holders' approval.</p>
Performance Benchmark	<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>
Distribution Policy	Subject to availability of income, the Fund will distribute income on a yearly basis.

2.0 MANAGER'S REPORT

<p>Performance Review</p>	<p>For the financial period under review, Bank Islam Premier Fund (Fund) registered a return of -5.20% 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 money market instruments. As at the end of the financial period, the Fund has 70.31% 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 RM1.85 million, while NAV per unit was RM0.9907.</p> <p>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>Economy and Market Review</p>	<p>Economy</p> <p>Global</p> <ul style="list-style-type: none"> • Gross Domestic Product (GDP) in the United States (US) expanded by 5.6% in the fourth quarter of 2021 over the same quarter of the previous year. Considering full 2021 year, the economy advanced 5.7%, the most since 1984. • GDP in the Euro Area expanded 4.6% year-on-year in the fourth quarter of 2021, higher than 4% in the previous period. Ireland (10%) and Malta (10%) recoded the biggest increases. Among the largest economies in the bloc, Germany advanced 1.8%, France 5.4% and Italy 6.2%. • China's economy expanded 4.0% year-on-year in the fourth quarter of 2021. Considering full year of 2021, the economy grew 8.1%, the fastest expansion in nearly a decade, exceeding the government's target of above 6%. <p><i>(Source: Bureau of Economic Analysis, CNBC, Trading Economics)</i></p> <p>Local</p> <ul style="list-style-type: none"> • Malaysia's Gross Domestic Product (GDP) expanded by 3.6% year-on-year (YoY) in the fourth quarter of 2021. For the whole year of 2021, the economy advanced 3.1 percent, recovering from a 5.6 percent fall in 2020 while staying below its pre-pandemic level in 2019. <p><i>(Source: Bloomberg, Bank Negara Malaysia and Department of Statistics Malaysia)</i></p>

	<p>Market Review</p> <p>Equity</p> <p>MSCI ACWI NR Index (Index) commenced the financial year under review at 374.0814 points on 30 November 2021. The Index climbed to the highest level of 390.9222 points on 4 January 2022 before declining to the lowest level of 352.0393 points on 24 April 2022 and closing the period under review at 360.3833 points on 28 February 2022. Overall, the Index was down by 13.6981 points or 3.66%.</p> <p>FTSE Bursa Malaysia EMAS Shariah Index (FBM Shariah) commenced the period under review at 12,128.62 points on 30 November 2021. Subsequently, it increased to the highest level of 12,263.10 points on 31 December 2021 before declining to a low of 11,500.79 points on 25 January 2022 and closing at 12,117.59 points on 28 February 2022. For the financial period under review, the FBM Shariah was down by 11.03 points or 0.09%.</p> <p>Money Market</p> <p>Bank Negara Malaysia maintained the Overnight Policy Rate (OPR) unchanged at 1.75% during their first meeting of the year in January 2022 with the aim of continuing its support for Malaysia's economy recovery in 2022.</p>
<p>Market Outlook and Strategy</p>	<p>Equity</p> <p>The 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>Money Market</p> <ul style="list-style-type: none"> • Going forward, BNM is expected to increase the OPR in 2022. However, future stance of monetary policy will remain data dependent given the uncertainties of the market condition. • Our strategy is to continue to invest in money market and extend the duration to maximize return while providing liquidity and regular income for investors.

FUND PERFORMANCE DATA

FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2021 TO 28 FEBRUARY 2022

Bank Islam Premier Fund	1 December 2021 to 28 February 2022
Net Asset Value (NAV)	1,847,305
Units in Circulation	1,864,632
NAV per Unit	0.9907
Highest NAV per Unit	1.0696
Lowest NAV per Unit	0.9798
Return of the Fund (%) ^(a)	-5.19
Capital Return (%) ^(b)	-5.19
Income Return (%) ^(c)	-
Total Expense Ratio (TER)(%) ^(d)	0.10
Portfolio Turnover Ratio (PTR)(times) ^(e)	0.04

Note:

- a) **Return of the Fund** = $\frac{\text{NAV per unit (end of period)}}{\text{NAV per unit (beginning of period)}} - 1$
- 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 management expenses expressed as an annual percentage of the Fund's average Net Asset Value.
- e) **Portfolio Turnover Ratio** = It represents the average of the total acquisitions and disposals of the investment in the Fund for the annual period over the average Net Asset Value of the Fund calculated on a daily basis.

Performance as at 28 February 2022

	The Fund		Benchmark	
	Total Return (%)	Average Total Return (%)	Total Return (%)	Average Total Return (%)
3 Months (01/12/21 - 28/02/22)	(5.20)	(20.80)	1.23	5.00
6 Months (01/09/21 - 28/02/22)	(4.47)	(8.94)	2.47	5.00
1 Year (01/03/21 - 28/02/22)	0.84	0.84	5.00	5.00
Since Inception (17/11/20 - 28/02/22)	(0.93)	(0.74)	6.29	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.

Asset Allocation as at 28 February 2022

Bank Islam Premier Fund	1 December 2021 to 28 February 2022 (%)
Investment in Shariah-Compliant Collective Investment Scheme BIMB-Arabesque <i>i</i> Global Dividend 1 – RM-Hedged Class	70.31
	70.31
SHARIAH-COMPLIANT CASH AND SHORT TERM INVESTMENTS:	29.69
	100.00

Unit Holdings as at 28 February 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	1,863,632.42	99.95
Units Held by Holders	1	50.00	1,863,632.42	99.95
Units Held by Manager	1	50.00	1,000.00	0.05
Grand Total for the Fund	2	100.00	1,864,632.42	100.00

3.0 SHARIAH ADVISER'S REPORT

QUARTERLY REPORT FOR THE FINANCIAL PERIOD FROM 1 DECEMBER
2021 TO 28 FEBRUARY 2022

To the Unit Holder of BANK ISLAM PREMIER 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 complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The asset of the Fund comprises of instruments that have been classified as Shariah compliant.

For and on behalf of the Shariah Adviser

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DR. AHMAD SHAHBARI@SOBRI SALAMON
(Chairman)

Date:

4.0 FINANCIAL STATEMENT

BANK ISLAM PREMIER FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2021 TO 28 FEBRUARY 2022

	Note	<u>1.12.2021 to</u> <u>28.2.2022</u> RM
INVESTMENT INCOME		
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions		2,114
Management fee rebate	1	4,180
Realised loss on disposal of quoted securities	1	10,453
Net unrealised gain from financial instruments at fair value through profit or loss	1	<u>(110,953)</u>
		<u>(94,206)</u>
EXPENSES		
Management fee		5,933
Trustee's fee		<u>173</u>
		<u>6,106</u>
INCOME BEFORE TAXATION		<u>(100,312)</u>
Taxation		-
INCOME AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		<u>(100,312)</u>
Total comprehensive income for the period consist of:		
Realised amount		10,641
Unrealised amount		<u>(110,953)</u>
		<u>(100,312)</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 28 FEBRUARY 2022

	Note	<u>As at</u> <u>28.2.2022</u> <u>(Unaudited)</u> RM
ASSETS		
Cash and cash equivalents (Shariah-compliant)	2	572,995
Financial assets at fair value through profit or loss (Shariah-compliant)	1	1,298,753
Management fee rebate receivable		<u>1,209</u>
TOTAL ASSETS		<u><u>1,872,957</u></u>
LIABILITIES		
Accrued management fee		1,729
Amount due to Trustee		50
Other payables and accruals		<u>23,873</u>
TOTAL LIABILITIES		<u><u>25,652</u></u>
NET ASSET VALUE ("NAV") OF THE FUND		<u><u>1,847,305</u></u>
EQUITY		
Unit holders' capital		1,731,526
Retained profits		<u>115,779</u>
NET ASSET ATTRIBUTABLE TO UNIT HOLDERS		<u><u>1,847,305</u></u>
NUMBER OF UNITS IN CIRCULATION (UNITS)		1,864,632
NET ASSET VALUE PER UNIT (SEN) (EX-DISTRIBUTION)		<u><u>99.07</u></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 DECEMBER 2021 TO 28 FEBRUARY 2022

	Unit holders' capital RM	Retained profits RM	Total RM
Balance s at 1 December 2021	1,956,663	216,091	2,172,754
Movement in unit holders' contributions:			
- Creation of units	-	-	-
- Cancellation of units	(225,137)	-	(225,137)
Total comprehensive income for the financial period	-	(100,312)	(100,312)
Balance s at 28 February 2022	<u>1,731,526</u>	<u>115,779</u>	<u>1,847,305</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 DECEMBER 2021 TO 28 FEBRUARY 2022

	Note	<u>1.12.2021 to</u> <u>28.2.2022</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of Shariah-compliant Collective Investment Scheme		1,353,463
Profit income received from Shariah-compliant deposit with licensed Islamic financial institutions		2,114
Management fee rebate		5,803
Management fee paid		(7,832)
Trustee fee paid		<u>(229)</u>
Net cash generated from operating activities		<u>1,353,319</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments for cancellation of units		<u>(1,379,732)</u>
Net cash used in financing activities		<u>(1,379,732)</u>
Net cash and cash equivalents		(26,413)
Cash and cash equivalents at the beginning of the financial period		<u>599,408</u>
Cash and cash equivalents at the end of the financial period	2	<u><u>572,995</u></u>
Cash and cash equivalents comprise:		
Wafiyah Investment Account		562,520
Cash at bank		<u>10,475</u>
	2	<u><u>572,995</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 DECEMBER 2021 TO 28 FEBRUARY 2022

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

	<u>As at</u> <u>28.2.2022</u> RM
Financial assets at fair value through profit or loss:	
Quoted Collective Investment Scheme	<u>1,298,753</u>
	<u>1,298,753</u>
	RM
Net gain on financial assets at fair value through profit or loss	
- Realised gain on disposal	10,453
- Net unrealised gain on fair value movement	(110,953)
- Management fee rebate #	<u>4,180</u>
	<u>(96,320)</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 28 February 2022, the rebate recognised at a rate of 1.20% for BIMB-Arabesque *i* Global Dividend 1 - RM Class and 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 28 February 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>2,568,227</u>	<u>1,349,205</u>	<u>1,298,753</u>	<u>70.31</u>
Total quoted Shariah-compliant Collective Investment Scheme as at 28 February 2022	<u>2,568,227</u>	1,349,205	<u>1,298,753</u>	<u>70.31</u>
Accumulated unrealised loss on Shariah-compliant Collective Investment Scheme		<u>(50,452)</u>		
Total Shariah-compliant Collective Investment Scheme at fair value through profit or loss		<u>1,298,753</u>		

BANK ISLAM PREMIER FUND

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2021 TO 28 FEBRUARY 2022 (CONTINUED)

2 CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	<u>As at</u> <u>28.2.2022</u> RM
Shariah-compliant deposits with licensed Islamic financial institutions:	
Wafiyah Investment Account	562,520
Cash at bank	<u>10,475</u>
	<u><u>572,995</u></u>

3 TOTAL EXPENSE RATIO ("MER")

	<u>28.2.2022</u> %
TER	<u>0.10</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 RM2,005,361 .

4 PORTFOLIO TURNOVER RATIO ("PTR")

	<u>28.2.2022</u>
PTR (Times)	<u>0.04</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 = RM178,000

BANK ISLAM PREMIER FUND

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 DECEMBER 2021 TO 28 FEBRUARY 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 December 2021 to 28 February 2022 is unaudited.

5.0 CORPORATE DIRECTORY

Manager	<p>BIMB Investment Management Berhad</p> <p>Registered Office Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p> <p>Business Office Level 19, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p>
Board of Directors	<p>Mohamed Ridza Mohamed Abdulla (Chairman Non-Executive Independent Director) Dato' Ghazali bin Awang (Non-Executive Independent Director) – resigned wef 31 October 2021 Dato' Dr. Mohamad Zabidi Ahmad (Non-Executive Independent Director) – appointed wef 8 October 2021 Dr. Mohd Hatta bin Dagap (Non-Executive Independent Director) Datin Maznah binti Mahbob (Non-Executive Independent Director) Azizan bin Abd Aziz (Non-Executive Non Independent Director) Najmuddin bin Mohd Lutfi (Chief Executive Officer)</p>
Shariah Advisers	<p>Dr. Ahmad Shahbari @ Sobri bin Salamon (Chairman) Assoc. Prof. Dr. Asmak binti Ab. Rahman Dr. Shamsiah binti Mohamad</p>
Investment Committee	<p>Khairul Muzamel Perera Abdullah (Chairman – Non Independent Member) Mohd Radzuan Ahmad Tajuddin (Independent Member) Datin Maznah binti Mahbob (Independent Director)</p>
Board Audit and Risk Committee	<p>Dato' Ghazali bin Awang (Chairman - Independent Director) – resigned wef 31 October 2021 Dato' Dr. Mohamad Zabidi Ahmad (Non-Executive Independent Director) – appointed wef 8 October 2021 Dr. Mohd Hatta bin Dagap (Independent Director) Azizan bin Abd Aziz (Non Independent Director)</p>
Company Secretaries	<p>Maria Mat Said (LS 009400) Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur</p> <p>Norhidayati Mohamat Salim (MIA 27364) Level 32, Menara Bank Islam, No.22 Jalan Perak, 50450 Kuala Lumpur</p>
Key Management	<p>Najmuddin Mohd Lutfi (Chief Executive Officer) Said Mohd Jawahir Said Bahari (Chief Operating Officer) Abd Razak Salimin (Head of Investment) Noorsazreen Nordin (Head of Compliance)</p>

Principal Banker	CIMB Islamic Bank Berhad P. Ramlee Branch, Lot 1-01 Menara Hap Seng Jalan P.Ramlee 50250 Kuala Lumpur
Trustee	CIMB Islamic Trustee Berhad 198801000556 (167913-M) Level 21, Menara CIMB Jalan Stesen Sentral 2 Kuala Lumpur Sentral 50470 Kuala Lumpur
Federation of Investment Managers Malaysia (FIMM)	19-06-1, 6th Floor, Wisma Tune No.19, Lorong Dungun Damansara Heights 50490 Kuala Lumpur
Distributors	Bank Islam Malaysia Berhad
Toll Free Number: 1-800-88-1196	
www.bimbinvestment.com.my	

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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

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