

BIMB SHARIAH INCOMEPLUS FUND

QUARTERLY REPORT FOR THE FINANCIAL
PERIOD FROM 1 JANUARY 2022 TO 31 MARCH 2022



MANAGER:

BIMB INVESTMENT MANAGEMENT BERHAD 199301021508 (276246-X)

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1.0 FUND KEY INFORMATION

Fund Name	BIMB Shariah IncomePlus Fund (BSIF)
Fund Type	Income
Fund Category	Wholesale Islamic Fixed Income Fund
Fund Investment Objective	<p>The Fund seeks to provide regular income* whilst maintaining capital stability**.</p> <p><i>Note:</i> <i>*Income 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><i>Any material changes to the investment objective would require Unit Holders' approval.</i></p>
Fund Performance Benchmark	<p>Bank Islam's 1-month Term-Deposit <i>i</i> (Tawarruq).</p> <p>Please note that the risk profile of the Fund may be higher than the risk profile of the benchmark.</p>
Fund Distribution Policy	Subject to availability of income, the Fund will distribute income on a monthly basis.

2.0 MANAGER'S REPORT

<p>Performance Review</p>	<p>For the financial period under review, BIMB Shariah IncomePlus Fund (“the Fund”) registered a return of 0.43% as compared to its Benchmark’s return of 0.31%. The selected performance benchmark for the Fund is Bank Islam’s 1-month Term-Deposit i (Tawarruq).</p> <p>The Fund’s strategy has consistently been to invest in a diversified portfolio of approved money market instruments, Islamic deposits, Islamic investment accounts and Shariah-compliant fixed income securities that will provide a steady stream of income.</p> <p>During the financial period under review, the Fund has managed to maintain capital stability for its investors’ as per its investment objective. The Fund has distributed income totaling 0.24 sen per unit to its unit holders during the financial period under review.</p> <p>For the financial period under review, there was no significant change to the state of affairs of the Fund and no circumstance that materially affect the interest of unit holders have taken place up to the date of this Manager’s report.</p>
<p>Economy and Market Review</p>	<p>Economy</p> <p>a) Global</p> <ul style="list-style-type: none"> • The American economy contracted 1.4% in the first three months of 2022, well below market forecasts of a 1.1% expansion, due to trade deficit and decline in inventory investment. • The Euro Area economy expanded by 0.2% in the first three months of 2022, the least since the bloc exited a recession last year and below market expectations of a 0.3% advance. • The Chinese economy grew by a seasonally adjusted 1.3% in the three months to March 2022, surpassing market estimates of 0.6% and following 1.5% advance in the previous quarter. <p><i>(Source: Bureau of Economic Analysis, CNBC, Trading Economics)</i></p> <p>b) Local</p> <ul style="list-style-type: none"> • Malaysia’s registered a 3.1% GDP in 2021 as the 4Q2021 growth were spurred by the easing of lockdown measures on the back of higher vaccination percentage in individuals in Malaysia. The recovery was mainly driven by the manufacturing sector. • Bank Negara Malaysia’s Monetary Policy Committee (MPC) maintained the Overnight Policy Rate (OPR) unchanged at 1.75% during their second meeting of the year in March 2022 with the aim of continuing its support for Malaysia’s economy recovery in 2022. <p><i>(Source: Department of Statistics Malaysia and Bank Negara Malaysia)</i></p>

	<p>Market Review</p> <p>Sukuk Market and Money Market</p> <p>a) Global</p> <ul style="list-style-type: none"> For the period under review, US Treasury's (UST) yield weakened as the Fed commenced tightening its monetary policy with the first hike of 25bps delivered in March 2022. The curve shifted sharply higher as overall benchmark yields spiked between 43-120bps across the curve. <p>b) Local</p> <ul style="list-style-type: none"> For the local bond market, overall benchmark yields saw MGS and GII yields rising. This was in reaction to the twin effects of the Fed's expected aggressive rate-hiking exercises coupled with initial reaction to the additional EPF withdrawal stimulus.
<p>Market Outlook and Strategy</p>	<p>Sukuk Market & Money Market</p> <ul style="list-style-type: none"> The yield curve is expected to continue steepening in anticipation of the steady recovery of the economy and the aggressive monetary policy tightening by the US Federal Reserve. Our Sukuk strategy is to invest in Sukuk with short duration due to uncertain interest rate outlook, with a rating of at least AA3 for better yield. Our money market strategy is to invest with aim to maximize return while providing liquidity for investors.

FUND PERFORMANCE DATA

FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022

Fund	31 March 2022
Unit Prices (RM)	
Highest Net Asset Value (NAV) per unit for the period/year	0.9847
Lowest NAV per unit for the period/year	0.9820
Net Asset Value (NAV) and Units in Circulation (UIC) as at the end of the period	
Total NAV (RM)	35,602,035
Units in Circulation (UIC)	36,189,543
NAV per unit (RM)	98.38
Return of Fund (%)	
Capital Growth (%) ^(b)	0.19
Income Return (%) ^(c)	0.24
Return of the Fund (%)^(a)	0.43
Total Gross Distribution per Unit (sen) per annum	0.24
Total Net Distribution per Unit (sen) per annum	0.24
Monthly distribution - January	
NAV per Unit before Distribution (RM)	0.9831
NAV per Unit after Distribution (RM)	0.9827
Monthly distribution - February	
NAV per Unit before Distribution (RM)	0.9841
NAV per Unit after Distribution (RM)	0.9831
Monthly distribution - March	
NAV per Unit before Distribution (RM)	0.9847
NAV per Unit after Distribution (RM)	0.9837
Total Expense Ratio (%)^(d)	0.04
Portfolio Turnover Ratio (times)^(e)	4.03

Note:

- a) **Return of the Fund** = $\frac{\text{NAV per unit (end of period)} - 1}{\text{NAV per unit (opening of period)}}$
- b) **Capital Growth** = Total Return of the Fund – Income Return
- c) **Income Return** = $(\text{Income Distribution per Unit} / \text{NAV per Unit}) \times 100$
- d) **Total Expenses 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 interim period over the average Net Asset Value of the Fund calculated on a daily basis

Total Return and Average Total Return for the Financial Period Ended 31 March 2022

	Fund		Benchmark	
	Total Return (%)	Average Total Return (%)	Total Return (%)	Average Total Return (%)
3 months (1/1/2022 – 31/3/2022)	0.43%	1.72%	0.31%	1.25%
6 months (1/10/2021 – 31/3/2022)	(1.09%)	(2.19%)	0.62%	1.25%
9 months (1/7/2021 – 31/3/2022)	(0.55%)	(0.73%)	0.94%	1.25%
12 months (1/4/2021 – 31/3/2022)	0.16%	0.16%	1.25%	1.25%

Asset Allocation as at 31 March 2022

BIMB Shariah Incomeplus Fund	31 March 2022 (%)
Investment in Unquoted Sukuk	
Financial – Islamic Commercial Paper	14.01
	14.01
SHARIAH-COMPLIANT CASH AND SHORT TERM INVESTMENTS:	85.99
	100.00

Unit Holdings as at 31 March 2022

Size of Holding	BIMB Shariah IncomePlus 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	2	66.67	36,188,526.41	100.00
Units Held by Holders	2	66.67	36,188,526.41	100.00
Units Held by Manager	1	33.33	1,017.08	0.00
Grand Total for the Fund	3	100.00	36,189,543.49	100.00

3.0 SHARIAH ADVISER'S REPORT

QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2022

To the unit holders of
BIMB Shariah IncomePlus 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 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)

Date: 31 May 2022

4.0 FINANCIAL STATEMENT (UNAUDITED)

BIMB SHARIAH INCOMEPLUS FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2022 TO 31 MARCH 2022

	<u>1.1.2022 to</u> <u>31.3.2022</u> RM
INVESTMENT INCOME	
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions	123,003
Profit income from unquoted Sukuk	12,082
Net unrealised gain from financial instruments at fair value through profit or loss	<u>2,220</u>
	<u>137,305</u>
EXPENSES	
Management fee	10,728
Trustee's fee	2,146
Administrative expenses	<u>71</u>
	<u>12,945</u>
INCOME BEFORE TAXATION	124,360
Taxation	<u>-</u>
INCOME AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	<u>124,360</u>
Total comprehensive income for the period consist of:	
Realised amount	122,140
Unrealised amount	<u>2,220</u>
	<u>124,360</u>

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

BIMB SHARIAH INCOMEPLUS FUND

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2022

	Note	<u>As at</u> <u>31.3.2022</u> RM
ASSETS		
Cash and cash equivalents (Shariah-compliant)	2	2,429,954
Financial assets at fair value through profit or loss (Shariah-compliant)	1	<u>33,510,534</u>
TOTAL ASSETS		<u>35,940,488</u>
LIABILITIES		
Amount due to Manager		300,154
Accrued management fee		4,567
Amount due to Trustee		913
Audit fee payable		11,485
Tax agent's fee payable		1,677
Administrative expenses		<u>19,657</u>
TOTAL LIABILITIES		<u>338,453</u>
NET ASSET VALUE ("NAV") OF THE FUND		<u>35,602,035</u>
EQUITY		
Unit holders' capital		36,268,946
Retained profits		<u>(666,911)</u>
NET ASSET ATTRIBUTABLE TO UNIT HOLDERS		<u>35,602,035</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)		36,189,543
NET ASSET VALUE PER UNIT (SEN) (EX-DISTRIBUTION)		<u>98.38</u>

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

BIMB SHARIAH INCOMEPLUS FUND

UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2022 TO 31 MARCH 2022

	Unit holders' capital RM	Retained profits RM	Total RM
Balance as at 1 January 2022	12,476,391	(704,418)	11,771,973
Movement in unit holders' contributions:			
- Creation of units	24,223,015		24,223,015
- Reinvestment of distributions	86,853		86,853
- Cancellation of units	(517,313)		(517,313)
- Distributions (Note 3)		(86,853)	(86,853)
Total comprehensive income for the financial period	-	124,360	124,360
Balance as at 31 March 2022	<u>36,268,946</u>	<u>(666,911)</u>	<u>35,602,035</u>

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

BIMB SHARIAH INCOMEPLUS FUND

UNAUDITED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2022 TO 31 MARCH 2022

	Note	<u>1.1.2022 to</u> <u>31.3.2022</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Placement of Shariah-compliant deposit with licensed Islamic financial institution		(126,275,673)
Proceed from Maturity Shariah-compliant deposit with licensed Islamic financial institutions		104,745,595
Proceed from sale unquoted sukuk		5,390,815
Purchase of unquoted Sukuk		(4,974,397)
Profit income received from Shariah-compliant deposit with licensed Islamic financial institution		123,003
Profit income received from Sukuk		12,082
Management fee paid		(8,958)
Trustee fee paid		(1,792)
Payment for administrative expenses		<u>(71)</u>
Net cash used in operating activities		<u>(20,989,396)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from creation of units		24,223,015
Payments for cancellation of units		(817,467)
Payment for income Distribution		<u>(86,853)</u>
Net cash generated from financing activities		<u>23,318,695</u>
Net cash and cash equivalents		2,329,299
Cash and cash equivalents at the beginning of the financial period		<u>100,655</u>
Cash and cash equivalents at the end of the financial period	2	<u><u>2,429,954</u></u>
Cash and cash equivalents comprise:		
Shariah-compliant deposits with licensed Islamic financial institutions		2,314,815
Cash at bank		115,139
	2	<u><u>2,429,954</u></u>

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

BIMB SHARIAH INCOMEPLUS FUND

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2022 TO 31 MARCH 2022

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

	<u>As at 31.3.2022</u>
Financial assets at fair value through profit or loss:	
Islamic Commercial paper	<u>4,988,700</u>
	RM
Net gain/(loss) on financial assets at fair value through profit or loss	
- Net unrealised gain on fair value movement	<u>2,220</u>
	<u>2,220</u>

Details of Commercial paper as at 31 March 2022 are set out as follows:

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Aggregate cost RM</u>	<u>Fair value RM</u>	<u>Percentage of value of funds %</u>
<u>Financial</u> SME BANK ICP 89D 17.05.2022 (S002/T001)	<u>5,000,000</u>	<u>4,986,500</u>	<u>4,988,700</u>	<u>14.01</u>
Total Commercial paper as at 31 March 2022	<u>5,000,000</u>	<u>4,986,500</u>	<u>4,988,700</u>	<u>14.01</u>
Accumulated unrealised gain on financial assets at fair value through profit or loss		<u>2,220</u>		
Total Commercial paper fair value through profit or loss		<u>4,988,700</u>		

BIMB SHARIAH INCOMEPLUS FUND

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2022 TO 31 MARCH 2022 (CONTINUED)

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

	<u>As at</u> <u>31.3.2022</u> RM
Shariah-compliant deposits with licensed Islamic financial institutions:	
Commodity Murabahah	2,634,896
Wafiyah Investment Account	<u>25,886,938</u>
	<u>28,521,834</u>

* Wafiyah Investment Account is placed with Bank Islam Malaysia Berhad, the holding company of the Manager

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

	<u>As at</u> <u>31.3.2022</u> %
Shariah-compliant deposits with licensed Islamic financial institutions	2.06

The deposits have an average maturity of 11 days.

2 CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	<u>As at</u> <u>31.3.2022</u> RM
Shariah-compliant deposits with licensed Islamic financial institutions:	
Cash at bank	<u>115,139</u>

3 DISTRIBUTION

	<u>1.1.2022 to</u> <u>31.3.2022</u> RM
Distribution to unit holders is from the following sources:	
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions	<u>99,623</u>
	99,623
Less:	
Expenses	<u>(12,770)</u>
Net distribution amount	<u>86,853</u>

GROSS/NET DISTRIBUTION PER UNIT (SEN)

Distribution on 28 January 2022	<u>0.04</u>
Distribution on 25 February 2022	<u>0.10</u>
Distribution on 30 March 2022	<u>0.10</u>

BIMB SHARIAH INCOMEPLUS FUND

UNAUDITED NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD FROM 1 JANUARY 2022 TO 31 MARCH 2022 (CONTINUED)

4	TOTAL EXPENSE RATIO (“TER”)	As at <u>31.3.2022</u> %
	TER	<u>0.04</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 daily basis

The average NAV of the Fund for the financial period calculated on daily basis is RM29,005,363

5	PORTFOLIO TURNOVER RATIO (“PTR”)	As at 31.3.2022
	PTR (Times)	<u>4.03</u>

PTR is derived from the following calculation:

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

where:

total acquisition for the financial period = RM129,167,724

total disposal for the financial period = RM104,745,595

6 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.

7 QUARTERLY REPORT

The quarterly report for the financial period from 1 January 2022 to 31 March 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 bin 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 – passed away on 13 April 2022 Assoc. Prof. Dr. Asmak binti Ab. Rahman – resigned wef 1 April 2022 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</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 bin 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) – effective 1 June 2021 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
Distributor	Bank Islam Malaysia Berhad
Toll Free Number: 1-800-88-1196	

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BIMB INVESTMENT

A BANK ISLAM
SUBSIDIARY

BIMB Investment Management Berhad 199301021508 (276246-X)

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