BIMB SHARIAH INCOMEPLUS FUND

QUARTERLY REPORT FOR THE FINANCIAL PERIOD
FROM 1 JULY 2023 TO 30 SEPTEMBER 2023

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	The Fund seeks to provide regular income* whilst maintaining capital stability**. *Note:* **Income will be in the form of cash or additional Units.* ***The Fund is not a capital guaranteed fund or a capital protected fund.* *Any material changes to the investment objective would require Unit Holders' approval.*
Fund Performance Benchmark	Bank Islam's 1-month Term-Deposit *i* (Tawarruq). *Please note that the risk profile of the Fund may be higher than the risk profile of the benchmark.*
Fund Distribution Policy	Subject to availability of income, the Fund will distribute income on a monthly basis.

2.0 MANAGER'S REPORT

Performance Review	For the financial period under review, BIMB Shariah IncomePlus Fund ("the Fund") registered a return of 0.88% as compared to its Benchmark's return of 0.50%. The selected performance benchmark for the Fund was Bank Islam's 1-month Term-Deposit i (Tawarruq). The consistent strategy of the Fund has been to invest in a diversified portfolio of approved Islamic money market instruments, Islamic deposits, investment accounts and Sukuk that will provide a steady stream of income. During the financial period under review, the Fund had managed to maintain capital stability for its investors' as per its investment objective. The Fund distributed income totaling 0.45 cents per unit to its unit holders during the financial period under review. For the financial period under review, the Fund had 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 had occurred up to the date of this Manager's Report.

Economy and Market Review	Economy
	Global The United States (US) economy accelerated 2.6% year-on-year during the second quarter of 2023, up from 1.8% in the first quarter and 0.9% in the preceding period. The Euro zone economy grew by 0.6% year-on-year in the second quarter of 2023, easing from a 1.1% expansion in the previous period but slightly surpassing market consensus of 0.5%, a preliminary estimate showed. The China economy expanded by 6.3% year-on-year in the second quarter of 2023, showing faster growth compared to the 4.5% recorded in the first quarter, but falling short of market estimated of 7.3%. For the first half of 2023, the economy had grown by 5.5%. *(Source: Bureau of Economic Analysis, CNBC, Trading Economics)* **Local** The Malaysian economy grew by 2.9% in the second quarter of 2023, decelerating sharply from a 5.6% growth in the previous quarter, due to weaker external demand amid a global technology downcycle, lower commodity production, and a high base effect from the second quarter of 2022. *(Source: Bank Negara Malaysia and Department of Statistics Malaysia)* **Market Review** **Sukuk Market and Islamic Money Market** **Global** During the period under review, US Treasury (UST) weakened considerably as overall benchmark yield increased between 15 to 84 bps. The curve bear-steepened as the longer-ends saw biggest selloff. The yield curve unwound its previous deep inversion of 108 bps to around 48 bps. **Local** For the period under review, the Malaysia Government Securities (MGS) curve bear-steepened moderately for the period under review, as investors demanded for larger risk premiums on long duration in a bearish environment while front-end help up better as the September Monetary Policy Committee (MPC) statement gave a clearer signal of extended hold in overnight policy rate (OPR).

Market Outlook and Strategy	**Sukuk Market & Islamic Money Market** Bank Negara Malaysia (BNM) is expected to pause the OPR at 3.00% until year end 2023. However, future stance of Monetary Policy will remain data dependent. The current strategy is to invest in Islamic money market with medium to long term duration maximising return while providing liquidity and regular income for investors.

Total Return and Average Total Return for the Financial Period Ended 30 September 2023

	Fund		**Benchmark**	
	Total Return (%)	**Average Total Return (%)**	**Total Return (%)**	**Average Total Return (%)**
3 months (1/7/2023 – 30/9/2023)	0.88%	3.52%	0.50%	2.00%
6 months (1/4/2023 – 30/9/2023)	1.78%	3.56%	0.98%	1.96%
9 months (1/1/2023 – 30/9/2023)	2.63%	3.51%	1.48%	1.97%
12 months (1/10/2022 – 30/9/2023)	3.05%	3.05%	1.96%	1.96%

Data source : BIMB Investment Management Berhad
Data verified by : Novagni Analytics & Advisory Sdn. Bhd.
Benchmarks : Bank Islam's 1-month Term-Deposit i (Tawarruq)

Notes:

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

2. **Average Total Return** derived by the formula below:

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

The calculation of average total return was based on method obtained from Refinitiv Lipper.

Unit prices and return on investment may fluctuate, hence, past performance shall not be an indicator of future performance.

FUND PERFORMANCE DATA

FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023

BIMB Shariah IncomePlus Fund	30 September 2023
Unit Prices (RM)	
Highest Net Asset Value (NAV) per unit for the period	0.9982
Lowest NAV per unit for the period	0.9927
Net Asset Value (NAV) and Units in Circulation (UIC) as at end of the period	
Total NAV (RM)	135,160,571
Units in Circulation (UIC)	135,586,219
NAV per unit (RM)	0.9969
Return of the Fund (%)	
Capital Growth (%)[(b)]	0.43
Income Return (%)[(c)]	0.45
Return of the Fund (%)[(a)]	**0.88**
Total Gross Distribution per Unit (cent) per annum	0.45
Total Net Distribution per Unit (cent) per annum	0.45
Monthly distribution - July	
NAV per Unit before Distribution (RM)	0.9956
NAV per Unit after Distribution (RM)	0.9941
Monthly distribution - August	
NAV per Unit before Distribution (RM)	0.9969
NAV per Unit after Distribution (RM)	0.9954
Monthly distribution - September	
NAV per Unit before Distribution (RM)	0.9984
NAV per Unit after Distribution (RM)	0.9969
Total Expense Ratio (%)[(d)]	**0.05**
Portfolio Turnover Ratio (times)[(e)]	**1.81**

Note:

a) **Return of the Fund** = $\frac{\text{NAV per unit (end of period)}}{\text{NAV per unit (opening of period)}} - 1$

b) **Capital Growth** = Total Return of the Fund – Income Return

c) **Income Return** = (Income Distribution per Unit / NAV per Unit) x 100

d) **Total Expenses 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 interim period over the average Net Asset Value of the Fund calculated on a daily basis

Asset Allocation as at 30 September 2023

BIMB Shariah IncomePlus Fund	30 September 2023 (%)
Investment in Unquoted sukuk	11.25
Shariah-compliant Cash and Short Term Investments:	88.75
	100.00

Unit Holdings as at 30 September 2023

Size of Holding	BIMB Shariah IncomePlus Fund			
	Number of Unit Holders		Number of Units Held	
	No.	%	Unit	%
5,000 and below	-	-	-	-
5,001 to 10,000	-	-	-	-
10,001 to 50,000	3	37.50	30,974.55	0.02
50,001 to 500,000	-	-	-	-
500,001 and above	4	50.00	135,554,198.88	99.98
Units Held by Unit Holders	7	87.50	135,585,173.43	100.00
Units Held by Manager	1	12.50	1,045.35	0.00
Grand Total for the Fund	**8**	**100.00**	**135,586,218.78**	**100.00**

Policy on Rebate and Soft Commission

Any rebates received by the Manager would be directed to the account of the Fund. Any soft commissions received from the brokers who were in the form of research and advisory services that assisted in the decision-making process relating to the Fund’s investment might be retained by the Manager.

For the financial period under review, the Manager did not receive on behalf of the Fund, soft commissions from brokers in the form of research and advisory services which were of demonstrable benefit to Unit Holders of the Fund and the Manager also confirmed there was no churning of trades.

3.0 SHARIAH ADVISER'S REPORT

To The Unit Holders of **BIMB Shariah IncomePlus Fund ("Fund")**

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, BIMB Investment Management Berhad had operated and managed the Fund for the period covered by these financial statements namely, the period ended 30 September 2023, in accordance with 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 had been classified as Shariah compliant.

For and on behalf of the Shariah Adviser,
BIMB SECURITIES SDN BHD

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NURUL AQILA SUFIYAH LOKMAN
Designated Shariah Officer

Kuala Lumpur
30 November 2023

4.0 FINANCIAL STATEMENT (UNAUDITED)

BIMB SHARIAH INCOMEPLUS FUND

STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD FROM 1 JULY 2023 TO 30 SEPTEMBER 2023

	1.7.2023 to 30.9.2023 RM
INVESTMENT INCOME	
Profit income from Islamic deposits with licensed Islamic financial institutions	1,009,876
Profit income from unquoted sukuk at fair value through profit or loss	136,159
Net unrealised loss from financial instruments at fair value through profit or loss	(13,513)
Other income	4,000
	1,136,522
EXPENSES	
Management fee	46,465
Trustee’s fee	9,293
Administrative expenses	4,510
	60,268
INCOME BEFORE TAXATION	1,076,254
Taxation	-
INCOME AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	1,076,254
Total comprehensive income for the period consists of:	
Realised amount	1,089,767
Unrealised amount	(13,513)
	1,076,254

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

BIMB SHARIAH INCOMEPLUS FUND

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023

	Note	As at 30.9.2023 RM
ASSETS		
Cash and cash equivalents (Shariah-compliant)	2	100,018
Financial assets at fair value through profit or loss (Shariah-compliant)	1	135,104,017
TOTAL ASSETS		135,204,035
LIABILITIES		
Accrued management fee		15,734
Amount due to Trustee		3,147
Administrative expenses		24,583
TOTAL LIABILITIES		43,464
NET ASSET VALUE ("NAV") OF THE FUND		135,160,571
EQUITY		
Unit holders' capital		134,245,637
Retained profits		914,934
NET ASSET ATTRIBUTABLE TO UNIT HOLDERS		135,160,571
NUMBER OF UNITS IN CIRCULATION (UNITS)		135,586,219
NET ASSET VALUE PER UNIT (CENTS) (EX-DISTRIBUTION)		99.69

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

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD FROM 1 JULY 2023 TO 30 SEPTEMBER 2023

	Unit holders' capital	Retained profits	Total
	RM	RM	RM
Balance as at 1 July 2023	121,417,741	411,469	121,829,210
Movement in unit holders' contributions:			
- Creation of units	13,107,824		13,107,824
- Reinvestment of distributions	572,789		572,789
- Cancellation of units	(852,717)		(852,717)
- Distributions (Note 3)		(572,789)	(572,789)
Total comprehensive income for the financial period	-	1,076,254	1,076,254
Balance as at 30 September 2023	134,245,637	914,934	135,160,571

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

BIMB SHARIAH INCOMEPLUS FUND

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD FROM 1 JULY 2023 TO 30 SEPTEMBER 2023

	Note	1.7.2023 to 30.9.2023 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Placement of Islamic deposits with licensed Islamic financial institutions		(224,251,231)
Proceed from maturity Islamic deposits with licensed Islamic financial institutions		225,000,676
Purchase of unquoted sukuk		(15,179,277)
Profit income received from Islamic deposits with licensed Islamic financial institutions		1,009,876
Profit Income from unquoted sukuk		136,159
Management fee paid		(45,872)
Trustee fee paid		(9,174)
Payment for administrative expenses		(16,327)
NET CASH USED IN OPERATING ACTIVITIES		(13,355,170)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from creation of units		14,107,824
Payments for cancellation of units		(852,717)
NET CASH GENERATED FROM FINANCING ACTIVITIES		13,255,107
Net decrease cash and cash equivalents		(100,063)
Cash and cash equivalents at the beginning of the financial period		200,081
Cash and cash equivalents at the end of the financial period	2	100,018
Cash and cash equivalents comprise:		
Cash at bank		100,018
	2	100,018

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JULY 2023 TO 30 SEPTEMBER 2023

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

Details of quoted and unquoted sukuk as at 30 September 2023 are set out as follows:

Name of issuer	Nominal value	Average cost	Market value	Percentage of NAV
	Units	RM	RM	%
Unquoted sukuk:				
Financials				
AISL IMTN 4.880% 18.10.2028 (A1)	5,000,000	5,010,500	5,112,451	3.78
Infrastructures & utilities				
PLUS BERHAD IMTN 4.560% 12.01.2024 -Sukuk PLUS T2	5,000,000	5,019,000	5,062,323	3.75
Transportation				
TOYOTA CAP IMTN 3.300% 26.01.2024 - IMTN 5	5,000,000	4,993,500	5,025,082	3.72
Total quoted and unquoted sukuk as at 30 September 2023	15,000,000	15,023,000	15,199,855	11.25
Accumulated unrealised gain on financial assets at fair value through profit or loss		176,856		
Total sukuk at fair value through profit or loss		15,199,856		

	As at 30.9.2023
	RM
Islamic deposits with licensed Islamic financial institutions:	
Commodity Murabahah	84,581,274
Wafiyah Investment Account	35,322,887
	119,904,161

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

	As at 30.9.2023
	%
Islamic deposits with licensed Islamic financial institutions	3.77

The deposits have an average maturity of 155 days.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD FROM 1 JULY 2023 TO 30 SEPTEMBER 2023

2 CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	As at 30.9.2023
	RM
Cash at bank	100,018

3 DISTRIBUTION

	1.7.2023 to 30.9.2023
	RM
Distribution to unit holders is from the following sources:	
Profit income from Islamic deposits with licensed Islamic financial institutions	628,359
	628,359
Less:	
Expenses	(55,570)
Net distribution amount	572,789
GROSS/NET DISTRIBUTION PER UNIT (CENTS)	
Distribution on 31 July 2023	0.15
Distribution on 29 August 2023	0.15
Distribution on 29 September 2023	0.15

4 TOTAL EXPENSE RATIO ("TER")

	As at 30.9.2023 %
TER	0.05

TER is derived from the following calculation:

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

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 RM124,246,862.

5 PORTFOLIO TURNOVER RATIO ("PTR")

	As at 30.9.2023
PTR (Times)	1.87

PTR is derived from the following calculation:

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

where:
total acquisition for the financial period = RM239,430,508
total disposal for the financial period =RM225,000,676

6 SHARIAH INFORMATION OF THE FUND

The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises:

a) Local sukuk as per the list of sukuk available at Bond Info Hub, Fully Automated System for Issuing/Tendering of Bank Negara Malaysia and The Bond and Sukuk Information Exchange; and

b) Cash placements and liquid 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 July 2023 to 30 September 2023 is unaudited.

5.0 CORPORATE DIRECTORY

Manager	**BIMB Investment Management Berhad** **[199301021508 (276246-X)]** **Registered Office** Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur **Business Office** Level 19, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur
Board of Directors	Datin Maznah Mahbob (Chairman Non-Executive Independent Director) – appointed wef 1 December 2022 Dato' Dr. Mohamad Zabidi Ahmad (Non-Executive Independent Director) Sharifah Sarah Syed Mohamed Tahir (Non-Executive Non-Independent Director) – appointed wef 1 March 2023 Mashitah Haji Osman (Non-Executive Independent Director) –appointed wef 1 April 2023 Azdini Nor Azman (Chief Executive Officer) – appointed wef 1 August 2023
Shariah Adviser	**BIMB SECURITIES SDN BHD** **[Registration No.: 199401004484 (290163-X)]** **Registered Office** Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur **Business Office** Level 34, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur
Investment Committee	Khairul Muzamel Perera Abdullah (Chairman – Independent Member) Mohd Radzuan Ahmad Tajuddin (Independent Member) Dato' Dr. Mohamad Zabidi Ahmad (Independent Member) – appointed wef 1 December 2022
Board Audit & Risk Committee	Dato' Dr. Mohamad Zabidi Ahmad (Chairman Non-Executive Independent Director) Sharifah Sarah Syed Mohamed Tahir (Non-Executive Non –Independent Director) – appointed wef 1 March 2023 Mashitah Haji Osman (Non-Executive Independent Director) – appointed wef 1 April 2023
Company Secretary	Maria binti Mat Said (LS 009400) Level 32, Menara Bank Islam, No. 22, Jalan Perak 50450, Kuala Lumpur
Key Management	Azdini Nor Azman (Chief Executive Officer) – appointed wef 1 August 2023 Bakri Jamaluddin (Chief Operating Officer) – appointed wef 1 April 2023 Siti Nur Huda Sufian (Chief Financial Officer) – appointed wef 1 April 2023 Mohd Shahir Seberi (Head of Fixed Income) – appointed wef 3 July 2023 Ahmad Razli Sabri (Head of Fund Operations & Administration) Noorsazreen Nordin (Head of Compliance)

Principal Banker	**Bank Islam Malaysia Berhad** Ground Floor, Menara Bank Islam No. 22, Jalan Perak 50450 Kuala Lumpur
Trustee	**CIMB Islamic Trustee Berhad** *Registration No.: 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
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A BANK ISLAM SUBSIDIARY

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