

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND ("BAPAC")

ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED
31 OCTOBER 2023

*LAPORAN TAHUNAN BAGI TAHUN KEWANGAN BERAKHIR
31 OKTOBER 2023*



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-Arabesque Asia Pacific Shariah-ESG Equity Fund ("BAPAC") for the financial year ended 31 October 2023.

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

Fund Name	BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund ("BAPAC")
Fund Type	Growth
Fund Category	Equity
Fund Investment Objective	The Fund seeks to achieve medium to long-term capital appreciation. <i>Any material changes to the Fund's investment objective would require Unit Holders' approval.</i>
Fund Benchmark	FTSE Shariah Asia Pacific Index Source: FTSE Russell Please note the above benchmark is only used as a reference for the purpose of investment performance comparison. The Fund is not managed against the benchmark. Please note that the risk profile of the Fund may be higher than the risk profile of the benchmark. <i>Note:</i> <i>The performance benchmark of the Fund has been changed from MSCI AC Asia Pacific NR Index to FTSE Shariah Asia Pacific Index in the Replacement Prospectus effective of 30 September 2023 due to the discontinuation of MSCI Index licensing.</i>
Fund Distribution Policy	Distributions, if any, are at the discretion of the Manager and will vary from period to period depending on the availability of realized income for distribution and performance of the Fund.

1.2 Performance for the Financial Year ended 31 October 2023

1.2.1 Performance Review

For the financial year under review, BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund (“the Fund”) registered a return of 10.16% as compared to its benchmark’s return of 13.76% for RM Class. Meanwhile, for USD class, the Fund registered a return of 9.38% as compared to its benchmark return of 12.87%.

The selected performance benchmark for the Fund was MSCI AC Asia Pacific NR Index prior to 30 September 2023, and changed to FTSE Asia Pacific Shariah Index with effect from 30 September 2023 onwards. The Fund managed to achieve capital appreciation as per its investment objective during the financial year under review due to overall positive movement in its equity stock selection.

As at 31 October 2023, the Fund had 96.95% exposure in Shariah-compliant equities and the remaining in Shariah-compliant cash and cash equivalents. The total Net Asset Value (“NAV”) of the Fund was USD1.84 million constituting two (2) currency classes which were Malaysian Ringgit and US Dollar.

For the financial period under review, the Fund had complied with the requirements of the Guidelines on Sustainable and Responsible Investment Funds. The proportion of underlying investments that are consistent with the SRI Fund’s policies, strategies, and sustainability risk considerations is taken into account in the SRI Fund’s investment decision-making process.

S-Ray® is the Investment Advisor’s proprietary assessment of non-financial risk factors such as ESG issues as well as alignment with the principles of the UNGC.

- a. *UNGC: Through S-Ray®, companies with poor performance on the UNGC principles regarding human rights, labour rights, environment and anti-corruption are excluded. Poor performance based on the UNGC principles where a company’s ESG Book-UNGC score is in the worst 5% of all companies.*
- b. *ESG: Through S-Ray®, companies with poor performance on ESG topics are excluded. The S-Ray methodology identifies and weights ESG metrics based on their material (positive or negative) impact on financial performance. Poor performance based on ESG topics is where a company’s ESG Book ESG score is in the bottom 25% of the sector.*

During the financial period under review, the Fund had not undertaken any securities lending or repurchased transactions nor cross trade transactions. There were changes to the Prospectus for the Fund that took place during the period under review and no circumstances that may have significant changes affecting unit holders that occurred up to the date of this Manager’s Report. For further information, please refer to Section 1.9 below.

1.2.2 Total Return and Average Total Return for the Financial Year Ended 31 October 2023

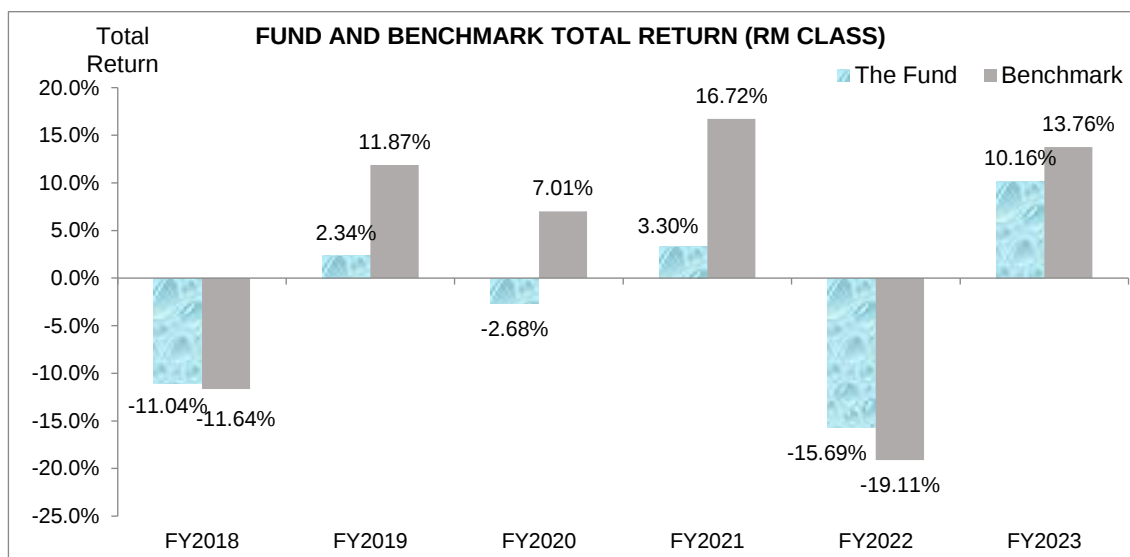
RM Class				
Period	Fund		Benchmark	
	Total Return (%)	Average Total Return (%)	Total Return (%)	Average Total Return (%)
1-Year	10.16	10.16	13.76	13.76
3-Year	-4.06	-1.35	7.41	2.47
5-Year	-4.45	-0.89	28.57	5.71
Since Inception	-15.00	-3.00	13.61	2.72

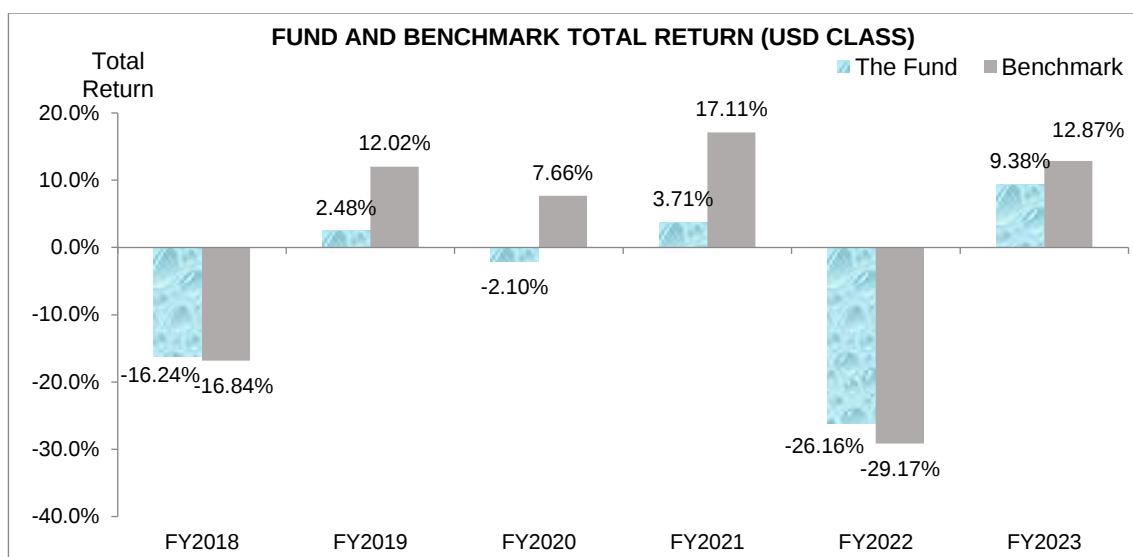
USD Class				
Period	Fund		Benchmark	
	Total Return (%)	Average Total Return (%)	Total Return (%)	Average Total Return (%)
1-Year	9.38	9.38	12.87	12.87
3-Year	-16.23	-5.41	-6.38	-2.13
5-Year	-15.96	-3.19	12.91	2.58
Since Inception	-29.60	-5.92	-6.11	-1.22

1.2.3 Total Return for the Previous Financial Years

Financial Year	Total Return			
	Fund RM Class	Benchmark RM Class	Fund USD Class	Benchmark USD Class
31 October 2023	10.16	13.76	9.38	12.87
31 October 2022	-15.69	-19.11	-26.16	-29.17
31 October 2021	3.30	16.72	3.71	17.11
31 October 2020	-2.68	7.01	-2.10	7.66
31 October 2019	2.34	11.87	2.48	12.02
31 October 2018	-11.04	-11.64	-16.24	-16.84

Figure 1: Movement of the Fund versus the Benchmark





Data Source : BIMB Investment Management Berhad
 Data verified by : Novagni Analytics & Advisory Sdn. Bhd.
 Benchmark : MSCI AC Asia Pacific NR Index & FTSE Asia Pacific Shariah Index

Notes:

- Total Return** of the Fund has been verified by Novagni Analytics & Advisory Sdn. Bhd. (363145-W)
- Average Total Return** is derived by this formula:

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

The calculation of the average total return is based on methods obtained from Refinitiv Lipper.

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

1.3 Economy and Market Review

1.3.1 Economy

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 expanded 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%.

The Japan economy grew 1.5% quarter-on-quarter in the second quarter of 2023 and was the fastest expansion since the final quarter of 2020, followed by a revised 3.7% expansion in the first quarter of 2023.

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

1.3.2 Market Review

Equity

MSCI AC Asia Pacific NR Index commenced the year under review at 243.54 points on 31 October 2022 which was the lowest level, subsequently, the Index increased to the highest level of 310.94 points on 31 July 2023 before closing at 288.34 points on 29 September 2023. For the financial year under review until 29 September 2023, the MSCI AC Asia Pacific NR Index increased by 44.80 points or 18.40%. On the other hand, the FTSE Asia Pacific Index (New benchmark) decreased by 4.66% during the period between 30 September 2023 until 31 October 2023.

(Source: Bloomberg)

1.4 Market Outlook and Strategy

Equity

The Fund employed a quantitative approach. Given the quantitative and momentum-based nature of the strategy, the Manager did not manage the Fund based on macro analysis, views and expected outlook. The Fund invested through a rules-based investment process which would be rebalanced monthly.

1.5 Asset Allocation

BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund	2023 (%)	2022 (%)	2021 (%)
Investment in Foreign Quoted Shariah-compliant Securities			
Quoted in Australia	7.94	20.70	18.50
Quoted in Hong Kong	-	6.70	12.18
Quoted in Indonesia	4.90	5.45	-
Quoted in Japan	45.13	41.58	43.12
Quoted in Korea	12.36	3.00	2.20
Quoted in New Zealand	-	-	2.03
Quoted in Singapore	-	2.42	-
Quoted in Thailand	2.17	12.13	2.95
Quoted in Taiwan	24.45	7.89	17.31
	96.95	99.87	98.29
Shariah-compliant Cash and Short Term Investments:	3.05	0.13	1.71
	100.00	100.00	100.00

1.6 Other Performance Data for the Financial Year Ended 31 October

BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund	2023	2022	2021
Net Asset Value (NAV)			
- RM Class	1,825,726	1,911,210	2,850,272
- USD Class	10,342	35,252	48,153
Units in Circulation			
- RM Class	40,903,504	47,250,022	51,560,481
- USD Class	58,754	221,034	221,034
NAV per Unit in USD			
- RM Class	0.0446	0.0404	0.0553
- USD Class	0.1760	0.1595	0.2179
NAV per Unit in respective class currencies			
- RM Class	0.2125	0.1912	0.2288
- USD Class	0.1760	0.1595	0.2179
Highest NAV per unit in respective class currencies			
- RM Class	0.1890	0.2205	0.2530
- USD Class	0.2216	0.2340	0.2417
Lowest NAV per unit in respective class currencies			
- RM Class	0.1599	0.1581	0.2215
- USD Class	0.1923	0.1864	0.2101
Total Return (%) ^(a)			
- RM Class	10.16	-15.69	3.30
- USD Class	9.38	-26.16	3.71
Capital Return (%) ^(b)			
- RM Class	10.16	-15.69	3.30
- USD Class	9.38	-26.16	3.71
Income Return (%) ^(c)			
- RM Class	-	-	-
- USD Class	-	-	-
Total Expense Ratio (TER) (%) ^(d)	3.11	2.72	4.88
Portfolio Turnover Ratio (PTR) (times) ^{(e) *}	2.15	1.87	2.82

* PTR for the financial year ended 31 October 2023 was higher than the previous financial year due to higher average purchase and sales amount by the Fund during the financial year.

Notes:

- a) **Total Return** = $\frac{\text{NAV per unit (end of financial year)} - \text{NAV per unit (beginning of financial year)}}{\text{NAV per unit (beginning of financial year)}}$
- b) **Capital Return** = 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 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

1.7 Unit Holdings as at 31 October 2023

Size of Holdings	RM Class			
	No. of Unit Holders		No. of Units Held	
	No.	%	Unit	%
5,000 and below	7,483	96.89	2,015,734.84	4.93
5,001 to 10,000	121	1.57	851,022.71	2.08
10,001 to 50,000	100	1.29	2,166,319.41	5.30
50,001 to 500,000	12	0.16	1,686,645.58	4.12
500,001 and above	7	0.09	34,183,781.37	83.57
Grand Total for the Fund	7,723	100.00	40,903,503.91	100.00

Size of Holdings	USD Class			
	No. of Unit Holders		No. of Units Held	
	No.	%	Units	%
5,000 and below	-	-	-	-
5,001 to 10,000	-	-	-	-
10,001 to 50,000	-	-	-	-
50,001 to 500,000	1	100.00	58,754.40	100.00
500,001 and above	-	-	-	-
Grand Total for the Fund	1	100.00	58,754.40	100.00

1.8 Policy on Rebate and Soft Commission

Any rebates received by the Manager would be directed to the accounts 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 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 were of demonstrable benefit to Unit Holders of the Fund.

1.9 Update on Changes Incorporated in Second Supplemental Prospectus Dated 30 September 2023

a) Changes Incorporated in Second Supplemental Prospectus Dated 30 September 2023

A Second Supplemental Prospectus dated 30 September 2023 was issued during the financial year under review to reflect the various changes made to the Fund.

Unit Holders may view the complete detailed changes made to the Fund's Prospectus at <https://bimbinvestment.com.my/wp-content/uploads/2023/09/List-of-Changes-Prospectus-BAPAC.pdf>

b) BEST Invest App is renamed BEST App in the Second Supplemental Prospectus date 30 September 2023 pages 1 and 17.

For and on behalf of

The Manager

BIMB INVESTMENT MANAGEMENT BERHAD

20 December 2023

1.0 LAPORAN PENGURUS

Para Pemegang Unit,

Kami dengan sukacitanya membentangkan Laporan Pengurus Dana BIMB-Arabesque Asia Pacific Shariah-ESG Equity ("BAPAC") bagi tahun kewangan berakhir 31 Oktober 2023.

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

Nama Dana	BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund ("BAPAC")
Jenis Dana	Pertumbuhan
Kategori Dana	Ekuiti
Objektif Pelaburan Dana	Dana bertujuan untuk mencapai pertumbuhan modal dalam jangka masa sederhana hingga panjang. <i>Sebarang perubahan ketara kepada objektif pelaburan Dana memerlukan kelulusan daripada Pemegang Unit.</i>
Penanda Aras Dana	FTSE Shariah Asia Pacific Index Sumber: FTSE Russel Indeks di atas hanya digunakan sebagai rujukan untuk tujuan perbandingan prestasi pelaburan. Dana ini tidak diuruskan berdasarkan indeks. Sila ambil perhatian bahawa profil risiko Dana mungkin lebih tinggi daripada profil risiko indeks. <i>Nota:</i> <i>Indeks prestasi Dana telah diubah daripada Indeks MSCI AC Asia Pacific Index NR kepada Indeks FTSE Shariah Asia Pacific Index dalam Prospektus Tambahan Dana yang berkuat kuasa pada 30 September 2023 disebabkan penghentian lesen indeks MSCI.</i>
Polisi Agihan Dana	Pengagihan, jika ada, adalah atas budi bicara Pengurus dan akan berbeza dari satu tempoh ke satu tempoh bergantung kepada ketersediaan pendapatan yang direalisasikan untuk pengagihan dan prestasi Dana.

1.2 Prestasi Dana bagi Tahun Kewangan Berakhir 31 Oktober 2023

1.2.1 Kajian Prestasi

Bagi tahun kewangan dalam kajian, Dana BIMB-Arabesque Asia Pasifik Shariah-ESG ("Dana") mencatatkan pulangan sebanyak 10.16% berbanding pulangan penanda arasnya sebanyak 13.76% untuk Kelas RM. Sementara untuk Kelas USD, Dana mencatatkan pulangan sebanyak 9.38% berbanding pulangan penanda arasnya sebanyak 12.87%.

Penanda aras prestasi terpilih untuk Dana ini ialah Indeks MSCI AC Asia Pacific NR sebelum 30 September 2023, dan berubah kepada Indeks FTSE Shariah Asia Pacific berkuat kuasa dari 30 September 2023 dan seterusnya. Dana berjaya mencapai peningkatan modal mengikut objektif pelaburannya pada tahun kewangan yang dikaji berikutan pergerakan positif keseluruhan pemilihan saham ekuitinya.

Setakat 31 Oktober 2023, Dana mempunyai 96.95% pendedahan dalam ekuiti patuh Shariah dan bakinya dalam instrumen pasaran tunai dan setara tunai patuh Shariah. Jumlah Nilai Aset Bersih ("NAB") Dana ialah USD1.84 juta merangkumi dua kelas mata wang iaitu Ringgit Malaysia dan Dolar Amerika Syarikat.

Bagi tempoh kewangan dalam kajian, Dana telah mematuhi keperluan Garis Panduan Dana Pelaburan Mampan dan Bertanggungjawab. Peratusan pelaburan asas yang konsisten dengan dasar, strategi, dan pertimbangan risiko kelestarian Dana SRI diambil kira dalam proses pembuatan keputusan pelaburan Dana SRI.

S-Ray® merupakan penilaian eksklusif oleh Penasihat Pelaburan terhadap faktor risiko bukan kewangan seperti isu-isu ESG serta keserasian dengan prinsip-prinsip UNGC.

- a. *UNGC: Melalui S-Ray®, syarikat-syarikat dengan prestasi buruk berdasarkan prinsip-prinsip UNGC mengenai hak asasi manusia, hak pekerjaan, alam sekitar, dan anti-rasuah akan dikecualikan. Prestasi buruk berdasarkan prinsip-prinsip UNGC di tentukan oleh skor ESG Book-UNGC syarikat yang berada dalam 5% terburuk di kalangan semua syarikat.*
- b. *ESG: Melalui S-Ray®, syarikat-syarikat dengan prestasi buruk dalam topik ESG juga akan dikecualikan. Metodologi S-Ray mengenal pasti dan memberi wajaran metrik ESG berdasarkan impak material (positif atau negatif) mereka terhadap prestasi kewangan. Prestasi buruk berdasarkan topik ESG adalah apabila skor ESG Book syarikat berada dalam 25% terbawah dalam sektor tersebut.*

Sepanjang tempoh kewangan dalam kajian, Dana tidak menjalankan sebarang transaksi pinjaman atau pembelian semula sekuriti mahupun transaksi jual-beli silang. Terdapat perubahan pada Prospektus untuk Dana yang berlaku dalam tahun kajian dan tiada keadaan yang mungkin menyebabkan perubahan yang signifikan yang memberi kesan kepada pemegang unit yang berlaku sehingga tarikh Laporan Pengurus ini. Untuk maklumat lanjut, sila rujuk Bahagian 1.9 di bawah.

1.2.2 Jumlah Pulangan dan Purata Jumlah Pulangan bagi Tahun Kewangan Berakhir 31 Oktober 2023

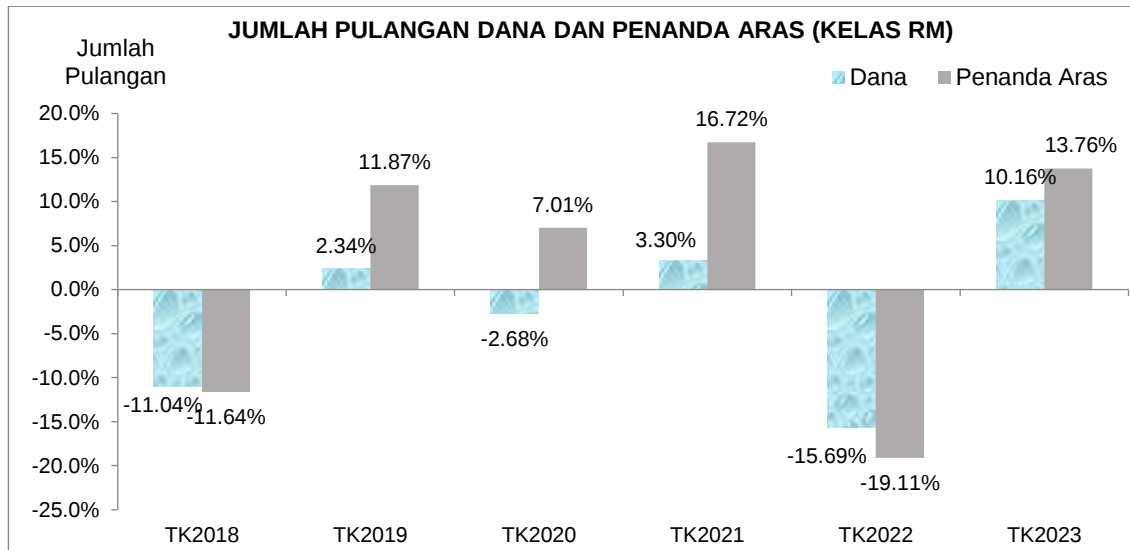
Tempoh	Kelas RM			
	Dana		Penanda Aras	
	Jumlah Pulangan (%)	Purata Jumlah Pulangan (%)	Jumlah Pulangan (%)	Purata Jumlah Pulangan (%)
1-Tahun	10.16	10.16	13.76	2.30
3-Tahun	-4.06	-1.35	7.41	2.47
5- Tahun	-4.45	-0.89	28.57	5.71
Sejak Pelancaran	-15.00	-3.00	13.61	2.72

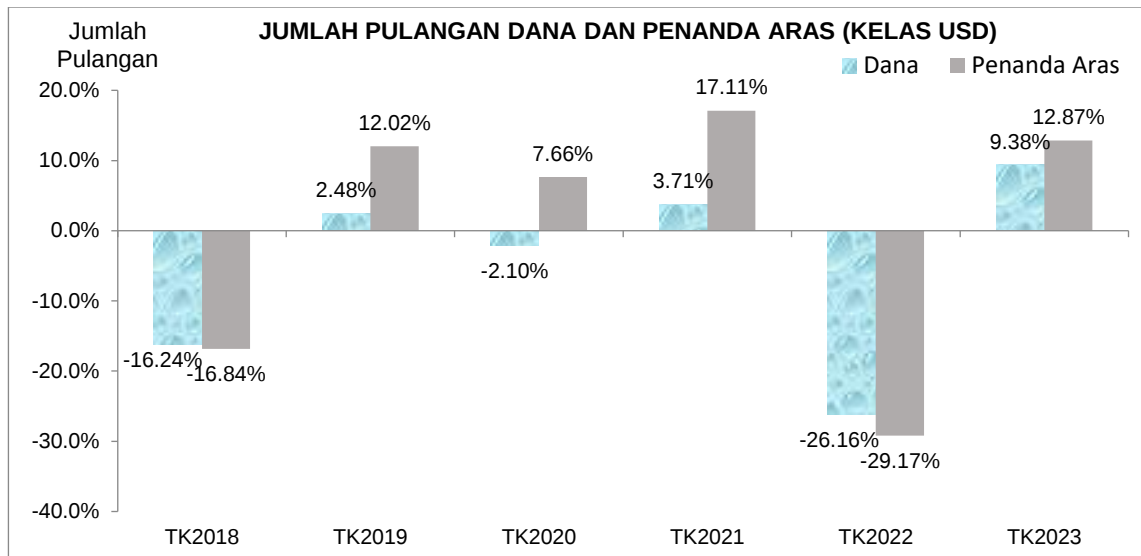
Kelas USD				
Tempoh	Dana		Penanda Aras	
	Jumlah Pulangan (%)	Purata Jumlah Pulangan (%)	Jumlah Pulangan (%)	Purata Jumlah Pulangan (%)
1-Tahun	9.38	9.38	12.87	12.87
3-Tahun	-16.23	-5.41	-6.38	-2.13
5-Tahun	-15.96	-3.19	12.91	2.58
Sejak Pelancaran	-29.60	-5.92	-6.11	-1.22

1.2.3 Jumlah Pulangan bagi tahun-tahun kewangan yang lalu

Tahun Kewangan	Jumlah Pulangan			
	Dana Kelas RM	Penanda Aras Kelas RM	Dana Kelas USD	Penanda Aras Kelas USD
31 Oktober 2023	10.16	13.76	9.38	12.87
31 Oktober 2022	-15.69	-19.11	-26.16	-29.17
31 Oktober 2021	3.30	16.72	3.71	17.11
31 Oktober 2020	-2.68	7.01	-2.10	7.66
31 Oktober 2019	2.34	11.87	2.48	12.02
31 Oktober 2018	-11.04	-11.64	-16.24	-16.84

Rajah 1: Pergerakan Dana Berbanding Penanda Aras





Sumber Data : BIMB Investment Management Berhad
 Data disahkan oleh : Novagni Analytics & Advisor Sdn. Bhd.
 Penanda Aras : Indeks MSCI AC Asia Pacific NR dan Index FTSE Shariah Asia Pacific

Nota:

- Jumlah Pulangan** Dana telah disahkan oleh Novagni Analytics & Advisor Sdn. Bhd. (363145-W)
- 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 Refinitiv Lipper.

Harga unit dan pulangan pelaburan mungkin turun dan naik. Oleh itu, prestasi masa lalu tidak menjadi petunjuk prestasi masa hadapan.

1.3 Ekonomi dan Kajian Pasaran

1.3.1 Ekonomi

Ekonomi Amerika Syarikat (AS) telah meningkat sebanyak 2.6% tahun-ke-tahun pada suku kedua tahun 2023, lebih tinggi berbanding 1.8% yang dicatatkan pada suku pertama dan 0.9% yang dicatatkan tempoh sebelumnya.

Ekonomi zon Euro telah meningkat sebanyak 0.6% tahun-ke-tahun pada suku kedua 2023 berdasarkan kiraan awal, iaitu lebih rendah berbanding pertumbuhan 1.1% yang dicatatkan pada suku sebelumnya, namun lebih tinggi berbanding jangkaan pertumbuhan pasaran sebanyak 0.5%.

Ekonomi negara China telah berkembang sebanyak 6.3% tahun-ke-tahun pada suku kedua tahun 2023, pertumbuhan yang lebih pantas berbanding 4.5% yang dicatat dalam suku pertama, tetapi lebih rendah berbanding anggaran pasaran sebanyak 7.3%. Bagi separuh tahun pertama 2023, ekonominya bertumbuh sebanyak 5.5%.

Ekonomi negara Jepun telah berkembang sebanyak 1.5% suku ke suku pada suku kedua 2023 dan merupakan pengembangan terpanjang sejak suku akhir 2020, diikuti dengan pengembangan 3.7% yang disemak semula pada suku pertama 2023.

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

1.3.2 Kajian Pasaran

Ekuiti

Indeks NR MSCI AC Asia Pasifik memulakan tahun ini di bawah semakan pada 243.54 mata pada 31 Oktober 2022 yang merupakan paras terendah, seterusnya, Indeks meningkat kepada paras tertinggi 310.94 mata pada 31 Julai 2023 sebelum ditutup pada 288.34 mata pada 29 September 2023. Bagi tahun kewangan yang dikaji sehingga 29 September 2023, Indeks NR MSCI AC Asia Pasifik meningkat sebanyak 44.80 mata atau 18.40%. Sebaliknya, Indeks FTSE Asia Pasifik (Penanda aras Baru) turun sebanyak 4.66% dalam tempoh pertaruhan antara 30 September 2023 hingga 31 Oktober 2023.

(Sumber: Bloomberg)

1.4 Tinjauan Pasaran dan Strategi

Ekuiti

Dana ini menggunakan pendekatan kuantitatif. Memandangkan strateginya yang berasaskan kuantitatif dan momentum, Pengurus tidak menguruskan Dana berdasarkan analisis makro, pandangan dan jangkaan masa hadapan. Dana melabur melalui proses pelaburan berdasarkan peraturan yang akan diimbangi semula setiap bulan.

1.5 Peruntukan Aset

BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund	2023 (%)	2022 (%)	2021 (%)
Pelaburan Sekuriti Patuh Shariah Tersiarharga Asing			
Tersiarharga di Australia	7.94	20.70	18.50
Tersiarharga di Hong Kong	-	6.70	12.18
Tersiarharga di Indonesia	4.90	5.45	-
Tersiarharga di Japan	45.13	41.58	43.12
Tersiarharga di Korea	12.36	3.00	2.20
Tersiarharga di New Zealand	-	-	2.03
Tersiarharga di Singapore	-	2.42	-
Tersiarharga di Thailand	2.17	12.13	2.95
Tersiarharga di Taiwan	24.45	7.89	17.31
	96.95	99.87	98.29
Tunai dan Pelaburan Jangka Pendek patuh Shariah:	3.05	0.13	1.71
	100.00	100.00	100.00

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

BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund	2023	2022	2021
Nilai Aset Bersih (NAB)			
- Kelas RM	1,825,726	1,911,210	2,850,272
- Kelas USD	10,342	35,252	48,153
Unit dalam Edaran			
- Kelas RM	40,903,504	47,250,022	51,560,481
- Kelas USD	58,754	221,034	221,034
NAB seunit dalam USD			
- Kelas RM	0.0446	0.0404	0.0553
- Kelas USD	0.1760	0.1595	0.2179
NAB seunit dalam setiap kelas matawang			
- Kelas RM	0.2125	0.1912	0.2288
- Kelas USD	0.1760	0.1595	0.2179
NAB tertinggi seunit dalam setiap kelas matawang			
- Kelas RM	0.1890	0.2205	0.2530
- Kelas USD	0.2216	0.2340	0.2417
NAB terendah seunit dalam setiap kelas matawang			
- Kelas RM	0.1599	0.1581	0.2215
- Kelas USD	0.1923	0.1864	0.2101
Jumlah Pulangan (%) ^(a)			
- Kelas RM	10.16	-15.69	3.30
- Kelas USD	9.38	-26.16	3.71
Pulangan Modal (%) ^(b)			
- Kelas RM	10.16	-15.69	3.30
- Kelas USD	9.38	-26.16	3.71
Pulangan Pendapatan (%) ^(c)			
- Kelas RM	-	-	-
- Kelas USD	-	-	-
Nisbah Jumlah perbelanjaan (NJP) (%) ^(d)	3.11	2.72	4.88
Nisbah Pusing Ganti Portfolio (NPGP) (Kali) ^(e)	2.15	1.87	2.82

** NPGP bagi tahun kewangan berakhir 31 Oktober 2023 lebih tinggi berbanding tahun kewangan sebelumnya disebabkan oleh jumlah purata belian dan jualan Dana yang lebih tinggi dalam tahun kewangan.

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** = $\frac{(\text{Pengagihan Pendapatan seunit} / \text{NAB seunit pada awal tahun}) \times 100}{100}$
- d) **Nisbah Perbelanjaan Jumlah** = Ia dikira dengan mengambil jumlah perbelanjaan sepertimana yang dinyatakan sebagai peratusan tahunan daripada jumlah purata NAB 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 setakat 31 Oktober 2023

Saiz Pegangan	Kelas RM			
	Bilangan Pemegang Unit		Bilangan Pegangan Unit	
	Bilangan	%	Unit	%
5,000 dan ke bawah	7,483	96.89	2,015,734.84	4.93
5,001 hingga 10,000	121	1.57	851,022.71	2.08
10,001 hingga 50,000	100	1.29	2,166,319.41	5.30
50,001 hingga 500,000	12	0.16	1,686,645.58	4.12
500,001 dan ke atas	7	0.09	34,183,781.37	83.57
Jumlah Keseluruhan bagi Dana	7,723	100.00	40,903,503.91	100.00

Saiz Pegangan	Kelas USD			
	Bilangan Pemegang Unit		Bilangan Pegangan Unit	
	Bilangan	%	Unit	%
5,000 dan ke bawah	-	-	-	-
5,001 hingga 10,000	-	-	-	-
10,001 hingga 50,000	-	-	-	-
50,001 hingga 500,000	1	100.00	58,754.40	100.00
500,001 dan ke atas	-	-	-	-
Jumlah Keseluruhan bagi Dana	1	100.00	58,754.40	100.00

1.8 Polisi Rebat dan Komisen Ringan

Sebarang rebat yang diterima oleh Pengurus akan dimasukkan ke dalam akaun Dana. Mana-mana komisen ringan 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 bagi pihak Dana, daripada broker dalam bentuk perkhidmatan penyelidikan dan khidmat nasihat yang bermanfaat untuk para Pemegang Unit Dana.

1.9 Kemaskini Perubahan yang Dimasukkan dalam Prospektus Tambahan Kedua bertarikh 30 September 2023

- a) Perubahan yang diperbadankan dalam Prospektus Tambahan Kedua Bertarikh 30 September 2023.

Prospektus Tambahan Kedua bertarikh 30 September 2023 telah diterbitkan dalam tempoh kewangan yang bawah kajian bagi menggambarkan pelbagai perubahan yang dibuat pada Dana.

Pemegang Unit boleh melihat perincian penuh perubahan yang dibuat kepada Prospektus Dana di <https://bimbinvestment.com.my/wp-content/uploads/2023/09/List-of-Changes-Prospectus-BAPAC.pdf>

- b) BEST Invest App dinamakan semula sebagai BEST App dalam Prospektus Tambahan Kedua tarikh 30 September 2023 pada muka surat 1 dan 17.

Bagi dan bagi pihak

Pengurus

BIMB INVESTMENT MANAGEMENT BERHAD

20 Disember 2023

Nota:

Laporan ini telah diterjemahkan daripada laporan asal (dalam Bahasa Inggeris). Jika terdapat perbezaan, sila rujuk kepada laporan Bahasa Inggeris.

2.0 DIRECTORS' DECLARATION REPORT

TO THE UNIT HOLDERS OF **BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND ("Fund")**

We, being the Directors of BIMB Investment Management Berhad (the "Manager"), do hereby state that, in the opinion of the Manager, the accompanying audited financial statements set out on pages 25 to 58 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 October 2023 and of its financial performance, changes in net assets attributable to Unit Holders and cash flows for the financial year then ended in accordance with the provisions of Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS").

For and on behalf of the Board of Directors

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

.....
AZDINI NOR AZMAN
Director

Kuala Lumpur
20 December 2023

3.0 TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF **BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND ("Fund")**

We have acted as Trustee of **BIMB-ARABESQUE Asia Pacific Shariah-ESG Equity Fund** for the financial year ended 31 October 2023. To the best of our knowledge, **BIMB Investment Management Berhad** ("the Manager" or "the Management Company") has managed the Fund in accordance with the following:

1. limitations imposed on the investment powers of the Manager under the Deed(s), Securities Commission's Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
2. valuation/pricing for the Fund has been carried out in accordance with the Deed(s) and applicable regulatory requirements; and
3. creation and cancellation of units is carried out in accordance with the Deed(s) and applicable regulatory requirements.

For and on behalf of the Trustee
SCBMB Trustees Berhad

.....
LOR YUEN CHING
Trustee Services Manager

.....
LEE KAM WENG
Trustee Services Manager

Kuala Lumpur
20 December 2023

4.0 SHARIAH ADVISER'S REPORT

TO THE UNIT HOLDERS OF BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY 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 for the period covered by these financial statements namely, the year ended 31 October 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.

However, we noted that there was a additional purchase of 497 units of the Shariah non-compliant securities namely, Lotte Fine Chemical Co Ltd on 11 October 2022. In accordance with the Fund's Shariah investment guidelines as provided in the Fund's deed and disclosed in the Fund's prospectus, the securities were subsequently disposed of on 7 November 2022 at a gain of USD967.81 which to be channelled to *baitulmal* and/or charitable bodies as advised by us.

To prevent the recurrence of the Shariah non-compliant incident, we acknowledge and concur with the actions taken and preventive measures adopted by BIMB Investment Management Berhad as follows:

- (a) To ensure that the Fund's investment universe has been endorsed by us as the Shariah Adviser before any purchase transaction is executed;
 - (b) The fund manager to thoroughly check the target weight received against the Fund's investment universe before performing trades execution; and
 - (c) To explore the feasibility of incorporating the investment universe into the portfolio management system itself to ensure compliance with the Fund's investment universe and for enhanced check and balance purposes.
2. The assets of the Fund comprise instruments that have been classified as Shariah compliant except for the securities which have been classified as Shariah non-compliant by the Shariah adviser as follows:

No.	Securities	Classification Effective Date	Remarks
(i)	Lotte Fine Chemical Co Ltd	1 October 2022	The 200 units of these securities have been completely disposed of on 7 November 2022 at a loss.
(ii)	Cheil Worldwide Inc.	1 October 2022	These securities have been completely disposed of on 7 November 2022 at a loss. Notwithstanding the above, these securities have been classified as Shariah-compliant effective 1 January 2023.
(iii)	Kingboard Laminates Holdings Ltd	23 October 2023	These securities have been completely disposed of on 25 October 2023 at a loss.

No.	Securities	Classification Effective Date	Remarks
(iv)	Mega Lifesciences PCL	23 October 2023	These securities have been completely disposed of on 27 October 2023 at a loss.
(v)	Chicony Electronics Co. Ltd.	23 October 2023	These securities are in the money on the classification effective date (market price above the investment cost).

These classified Shariah non-compliant securities namely, securities (i), (ii), (iii) and (iv) have been completely disposed of, whereas, securities (v) shall be disposed of, in accordance with the Fund's Shariah investment guidelines as provided in the Fund's deed and disclosed in the Fund's prospectus.

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

.....
NURUL AQILA SUFIYAH LOKMAN
Designated Shariah Officer

Kuala Lumpur, Malaysia
20 December 2023

5.0 INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT
TO THE UNIT HOLDERS OF BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY
FUND

REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund ("the Fund") give a true and fair view of the financial position of the Fund as at 31 October 2023, 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 2023, and the statement of comprehensive income, statement of changes in net assets attributable to unit holders 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 25 to 58.

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-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY
FUND (CONTINUED)

REPORT ON THE AUDIT OF FINANCIAL STATEMENTS (CONTINUED)

Information other than the financial statements and auditors' report thereon (continued)

The Manager of the Fund is responsible for the other information. The other information comprises the 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. 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 to terminate the Fund, or has no realistic alternative but to do so.

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-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY
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-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY
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
20 December 2023

6.0 FINANCIAL STATEMENTS (AUDITED)

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

STATEMENT COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023

	<u>Note</u>	<u>2023</u> USD	<u>2022</u> USD
INVESTMENT INCOME/(LOSS)			
Dividend income		54,101	118,771
Realised gain/(loss) on disposal of foreign quoted securities	7	(58,521)	(389,216)
Realised loss on foreign exchange		(20,510)	5,958
Other unrealised loss on foreign exchange		(56,090)	(75,794)
Unrealised gain/(loss) on financial instruments at fair value through profit or loss	7	302,521	(316,918)
Other income		60,258	-
		<u>281,759</u>	<u>(657,199)</u>
EXPENSES			
Management fee	4	36,144	44,829
Trustee's fee	5	5,690	5,780
Audit fee		2,632	2,412
Tax agent's fee		260	464
Shariah Adviser's fee		1,260	-
Administrative expenses		16,388	13,914
		<u>62,374</u>	<u>67,399</u>
PROFIT/(LOSS) BEFORE TAXATION		219,385	(724,598)
Taxation	6	(13,126)	(17,570)
INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>206,259</u>	<u>(742,168)</u>
Decrease in net assets attributable to Unit Holders consists of:			
Realised amount		(40,172)	(331,886)
Unrealised amount		246,431	(410,282)
		<u>206,259</u>	<u>(742,168)</u>

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

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2023

	Note	2023 USD	2022 USD
ASSETS			
Cash and cash equivalents (Shariah-compliant)	8	67,335	75,016
Financial assets at fair value through profit or loss (Shariah-compliant)	7	1,779,720	1,943,850
Amount due from Manager		242	2,632
Dividend receivable		4,725	10,651
Tax recoverable		486	-
TOTAL ASSETS		1,852,508	2,032,149
LIABILITIES			
Amount due to Manager		6,158	4,915
Accrued management fee		2,478	2,550
Amount due to Trustee		721	704
Audit fee		2,700	4,578
Tax agent's fee		257	2,548
Shariah Adviser's fee payable		1,260	-
Provision for tax		-	10,115
Other payables		2,866	60,277
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)		16,440	85,687
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		1,836,068	1,946,462
FAIR VALUE OF OUTSTANDING UNITS			
- RM class		1,825,726	1,911,210
- USD class		10,342	35,252
		1,836,068	1,946,462
NUMBER OF UNITS IN CIRCULATION			
- RM class	9(a)	40,903,504	47,250,022
- USD class	9(b)	58,754	221,034
		40,962,258	47,471,056
NET ASSET VALUE PER UNIT (USD) (CENT)			
- RM class		4.46	4.04
- USD class		17.60	15.95
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES (CENT)			
- RM class		21.25	19.12
- USD class		17.60	15.95

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

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023

	<u>2023</u> USD	<u>2022</u> USD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL YEAR	1,946,462	2,898,425
Movement due to units created and cancelled during the financial year:		
Creation of units from applications		
- RM Class	<u>83,859</u>	<u>241,574</u>
Cancellation of units		
- RM Class	(369,841)	(451,369)
- USD Class	<u>(30,671)</u>	<u>-</u>
	<u>(400,512)</u>	<u>(451,369)</u>
Increase/(decrease) in net assets attributable to Unit Holders during the financial year	<u>206,259</u>	<u>(742,168)</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL YEAR	<u><u>1,836,068</u></u>	<u><u>1,946,462</u></u>

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

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023

	<u>Note</u>	<u>2023</u> USD	<u>2022</u> USD
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from sale of quoted Shariah-compliant securities		4,499,767	4,973,653
Purchase of quoted Shariah-compliant securities		(4,091,637)	(4,525,038)
Dividend received		54,065	120,927
Gain from foreign exchange		(36,216)	(243,754)
Management fee paid		(2,856)	(46,439)
Audit fee paid		(5,673)	(5,542)
Trustee fee paid		(23,727)	(2,722)
Tax paid		(251)	(7,455)
Tax agent fee paid		(11,533)	(262)
Payment for administrative expenses		4,499,767	(26,976)
NET CASH GENERATED/ (USED IN) FROM OPERATING ACTIVITIES		<u>361,429</u>	<u>(236,392)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash receipt for creation of units		86,249	240,561
Cash payment for cancellation of units		(399,269)	(446,590)
NET CASH USED IN FINANCING ACTIVITIES		<u>(313,020)</u>	<u>(206,029)</u>
Net (decrease)/increase in cash and cash equivalents		48,409	30,363
Effects of foreign currency exchange		(56,090)	(75,794)
Cash and cash equivalents at the beginning of the financial year		75,016	120,447
Cash and cash equivalents at the end of the financial year	8	<u>67,335</u>	<u>75,016</u>
Cash and cash equivalents comprise of:			
Cash at bank	8	<u>67,335</u>	<u>75,016</u>

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

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023

1 INFORMATION ON THE FUND

BIMB-Arabesque Asia Pacific Shariah-ESG Equity Fund (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of the Principal Deed dated 2 October 2017 and a First Supplemental Deed dated 20 March 2023 between the Manager - BIMB Investment Management Berhad, the Trustee - SCBMB Trustee Berhad.

The principal activity of the Fund is to invest in Shariah-compliant equities (up to 98% of the Fund's NAV) listed in Asia Pacific countries, excluding Malaysia and India where the regulatory authorities are the ordinary or associate member of the International Organisation of Securities Commissions (IOSCO) and short term placements (up to 2% of the Fund's NAV).

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 and IFRS 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 year.

It also requires the Manager to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and assumptions are based on the Manager's best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(k) to the financial statements.

(i) Standards, amendments, to published standards and interpretations to existing standard that are effective:

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 November 2022 that have a material effect on the financial statements of the Fund.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

(ii) Standards and amendments that have been issued but not yet effective:

A number of new standards, amendments to standards and interpretations are effective for the financial period beginning after 1 November 2022. None of these are expected to have a material effect on the financial statements of the Fund, except the following set out below:

Amendments to MFRS 101 'Classification of liabilities as current or non-current' clarify that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the Fund's expectations or events after the reporting date (e.g. the receipt of a waiver or a breach of covenant).

The amendments are effective for the annual financial reporting period beginning on or after 1 November 2024.

The amendment shall be applied retrospectively.

(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.

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.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets (continue)

(i) Recognition and initial measurement (continue)

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 designates 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 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.

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.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets (continued)

(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 expired 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 expired. 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 using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward-looking information in determining any expected credit loss. 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 expected credit losses 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.

Definition of default and credit-impaired financial assets

Any contractual payment which is more than 90 days past due is considered credit impaired.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets (continued)

(iv) Impairment for assets carried at amortised cost (continued)

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 obligor's sources of income or assets to generate sufficient future cash flows to pay 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.

(e) Cash and cash equivalents (Shariah-compliant)

Cash and cash equivalents (Shariah-compliant) consist of cash at bank and short term Islamic deposit with licensed financial institutions which have insignificant risk of changes in fair value with original maturities of 3 months or less, and are used by the Fund in the management of its short term commitments.

Cash and cash equivalents (Shariah-compliant) are categorised and measured as amortised cost.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) 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.

(g) Creation and cancellation of units

The Unit Holders' contributions to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "Financial Instruments: Presentation".

The Fund issues cancellable units, in two classes of units, known respectively as the RM class and USD class, which are cancelled at the Unit Holder's option. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of statement of financial position if the Unit Holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at the Unit Holder's option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to Unit Holders of respective classes with the total number of outstanding units of respective classes. 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 NAV per unit for creations and cancellations.

(h) Increase/Decrease in net assets attributable to Unit Holders

Income not distributed is included in net assets attributable to Unit Holders.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) 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 United States Dollars (“USD”), which is the Fund’s functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in USD primarily due to the following factors:

- (i) Significant portion of the net asset value is invested in the form of cash denominated in USD for the purpose of making settlement of the foreign trades.

(j) Transactions and balances

Foreign currency transactions in the Fund are accounted for at exchange rates prevailing at the transaction dates. Foreign currency monetary assets and liabilities are translated at exchange rates prevailing at the reporting date. Exchange differences arising from the settlement of foreign currency transactions and from the translation of foreign currency monetary assets and liabilities are recognised in statement of comprehensive income.

(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-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (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> USD	Financial assets at amortised <u>cost</u> USD	<u>Total</u> USD
<u>2023</u>			
Cash and cash equivalents (Shariah-compliant)	-	67,335	67,335
Quoted Shariah-compliant securities	1,779,720	-	1,779,720
Amount due from Manager	-	242	242
Dividend receivable	-	4,725	4,725
	<u>1,779,720</u>	<u>72,302</u>	<u>1,852,022</u>
<u>2022</u>			
Cash and cash equivalents (Shariah-compliant)	-	75,016	75,016
Quoted Shariah-compliant securities	1,943,850	-	1,943,850
Amount due from stockbroker	-	2,632	2,632
Dividend receivable	-	10,651	10,651
	<u>1,943,850</u>	<u>88,299</u>	<u>2,032,149</u>

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

The Fund aims to achieve medium to long-term capital appreciation.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk, profit rate risk and foreign currency risk), credit risk, liquidity risk, capital risk and Shariah status reclassification 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-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (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 net asset value ("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>2023</u> USD	<u>2022</u> USD
Financial assets at fair value through profit or loss:		
- Quoted Shariah-compliant securities	<u>1,779,720</u>	<u>1,943,850</u>

The following table summarises the sensitivity of the Fund's profit or loss before taxation and NAV to movements in prices of quoted Shariah-compliant securities at the end of each reporting year. The analysis is based on the assumptions that the market price increased and decreased by 5% (2022: 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.

	Change in <u>price</u> %	Impact on profit or loss before <u>taxation/NAV</u> USD
<u>2023</u>		
Quoted Shariah-compliant securities measured at fair value through profit or loss	<u>5</u>	<u>88,986</u>
<u>2022</u>		
Quoted Shariah-compliant securities measured at fair value through profit or loss	<u>5</u>	<u>97,193</u>

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Market risk (continued)

(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 Islamic 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 Islamic 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.

(iii) Foreign currency risk

Foreign currency risk is associated with investments that are quoted and/or priced in foreign currency denomination. Foreign currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Manager will evaluate the likely directions of a foreign currency versus USD based on considerations of economic fundamentals such as profit risk differentials, balance of payments position, debt levels, and technical chart considerations.

The following table set out the foreign currency risk concentrations arising from the denomination of the Fund's financial instruments in foreign currencies:

Financial assets

	Cash and cash equivalents (Shariah- compliant) USD	Amount due from Manager	Dividends receivable USD	Net asset attributable to unit holders USD	Total USD
<u>2023</u>					
AUD	2,046	-	-	-	2,046
JPY	9	-	4,725	-	4,734
KRW	31	-	-	-	31
MYR	6,258	242	-	6,500	6,258
THB	(18)	-	-	(18)	(18)
	8,326	242	4,725	13,293	8,326

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Market risk (continued)

(iii) Foreign currency risk (continued)

The following tables set out the foreign currency risk concentrations arising from the denomination of the Fund's financial instruments in foreign currencies:
(continued)

Financial liabilities

	Amount due to <u>Manager</u> USD	Amount due from <u>Trustee</u> USD	Other <u>payables</u> USD	Net asset attributable to unit <u>holders</u> USD	<u>Total</u> USD
<u>2023</u>					
AUD	-	-	-	-	-
JPY	-	-	-	-	-
MYR	(8,636)	(721)	(7,083)	(1,825,726)	(1,842,166)
	<u>(8,636)</u>	<u>(721)</u>	<u>(7,083)</u>	<u>(1,825,726)</u>	<u>(1,842,166)</u>

*Other Payables include audit fees, tax agent's fees, Shariah Adviser's fee payable and other payables.

Financial assets

	Cash and cash equivalents (Shariah- <u>compliant</u>) USD	Amount due from <u>Manager</u> USD	Dividends <u>receivable</u> USD	<u>Total</u> USD
<u>2022</u>				
AUD	2,122	-	1,307	3,429
JPY	18	-	9,344	9,362
MYR	13,400	2,632	-	16,032
	<u>15,540</u>	<u>2,632</u>	<u>10,651</u>	<u>28,823</u>

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(b) Market risk (continued)

(iv) Foreign currency risk (continued)

The following tables set out the foreign currency risk concentrations arising from the denomination of the Fund's financial instruments in foreign currencies: (continued)

Financial liabilities

	Amount due to <u>Manager</u> USD	Amount due from <u>Trustee</u> USD	Other <u>payables</u> USD	Net asset attributable to unit <u>holders</u> USD	<u>Total</u> USD
<u>2022</u>					
AUD	-	-	-	-	-
JPY	-	-	-	-	-
MYR	(7,465)	(704)	(77,518)	(1,911,210)	(1,996,897)
	<u>(7,465)</u>	<u>(704)</u>	<u>(77,518)</u>	<u>(1,911,210)</u>	<u>(1,996,897)</u>

*Other Payables include audit fees, tax agent's fees, Shariah Adviser's fee payable provision for income tax and other payables.

The table below summarises the sensitivity of the Fund's profit or loss before taxation and NAV to changes in foreign exchange movements at the end of each reporting year. The analysis is based on the assumption that the foreign exchange rate fluctuates by 5%, with all other variables remaining constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	<u>% Change in foreign exchange rate</u>	<u>Impact on profit or loss before taxation/NAV</u>	
		<u>2023</u> USD	<u>2022</u> USD
	%		
AUD	+/-5	102	171
JPY	+/-5	237	468
KRW	+/-5	2	-
MYR	+/-5	91,783	99,043
THB	+/-5	<u>1</u>	<u>-</u>

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (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 (Shariah-compliant), 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 <u>equivalents</u> USD	Amount due from <u>Manager</u> USD	Dividend <u>receivable</u> USD	<u>Total</u> USD
<u>2023</u>				
Finance				
- AAA	67,335	-	-	67,335
Others				
- Not-rated	-	242	4,725	4,967
	<u>67,335</u>	<u>242</u>	<u>4,725</u>	<u>72,302</u>
<u>2022</u>				
Finance				
- AAA	75,016	-	-	75,016
Others				
- Not-rated	-	2,632	10,651	13,283
	<u>75,016</u>	<u>2,632</u>	<u>10,651</u>	<u>88,299</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 Islamic liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellation of units by Unit Holders. Islamic liquid assets comprise cash at bank and other instruments, which are capable of being converted into cash within 7 days.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (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.

	Less than 1 month USD	Between 1 month to 1 year USD	Total USD
<u>2023</u>			
Amount due to Manager	6,158	-	6,158
Accrued management fee	2,478	-	2,478
Amount due to Trustee	721	-	721
Audit fee payable	-	2,700	2,700
Tax agent's fee payable	-	257	257
Shariah Adviser's fee payable	-	1,260	1,260
Other payables	-	2,866	2,866
Net assets attributable to Unit Holders*	<u>1,836,068</u>	<u>-</u>	<u>1,836,068</u>
Contractual undiscounted cash flows	<u>1,845,425</u>	<u>7,083</u>	<u>1,852,508</u>
<u>2022</u>			
Amount due to Manager	4,915	-	4,915
Accrued management fee	2,550	-	2,550
Amount due to Trustee	704	-	704
Audit fee payable	-	4,578	4,578
Tax agent's fee payable	-	2,548	2,548
Other payables	-	60,277	60,277
Net assets attributable to Unit Holders*	<u>1,946,462</u>	<u>-</u>	<u>1,946,462</u>
Contractual undiscounted cash flows	<u>1,954,631</u>	<u>67,403</u>	<u>2,022,034</u>

* Outstanding units are redeemed on demand at the Unit Holder's option. However, the Manager does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

(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-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Shariah status reclassification risk

This risk refers to the risk of a possibility that the currently held Shariah-compliant equities or Islamic collective investment scheme or Islamic deposits or Islamic money market instruments invested by the Fund may be reclassified or declared as Shariah non-compliant by the relevant authority or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of or withdraw such investments. There may be opportunity loss to the Fund due to the Fund not being allowed to retain the excess capital gains derived from the disposal of the said investments.

(f) 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 Shariah-compliant 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-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

3 FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (CONTINUED)

(f) 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 judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement 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> USD	<u>Level 2</u> USD	<u>Level 3</u> USD	<u>Total</u> USD
<u>2023</u>				
Financial assets at fair value through profit or loss:				
- Quoted Shariah-compliant securities	<u>1,779,720</u>	<u>-</u>	<u>-</u>	<u>1,779,720</u>
<u>2022</u>				
Financial assets at fair value through profit or loss:				
- Quoted Shariah-compliant securities	<u>1,943,850</u>	<u>-</u>	<u>-</u>	<u>1,943,850</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. 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 (Shariah-compliant), amount due from Manager, dividend receivable and all liabilities are a reasonable approximation of their fair values due to their short term nature.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

4 MANAGEMENT FEE

The Manager's fee payable to the Manager of the Fund is based on 1.80% (2022: 1.80%) 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 0.05% (2022: 0.05%) per annum for each class of the net asset value of the Fund, calculated on a daily basis subject to a minimum fee of RM24,000 per annum or its equivalent in the base currency (excluding foreign custodian fees and charges).

6 TAXATION

	<u>2023</u> USD	<u>2022</u> USD
Taxation		
- Current taxation	16,327	17,570
- Overprovision of tax in prior year	(3,201)	-
	<u>13,126</u>	<u>17,570</u>

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:

	<u>2023</u> USD	<u>2022</u> USD
Profit/(Loss) before taxation	<u>219,385</u>	<u>(724,599)</u>
Taxation at Malaysian statutory rate of 24% (2022: 24%)	52,652	(173,904)
Tax effects of:		
- (Investment income not subject to tax)/Investment loss not deductible for tax purposes	(51,295)	185,350
- Expenses not deductible for tax purposes	5,647	4,814
- Restrictions on the tax deductible expenses for unit trust funds	9,323	10,226
- Foreign income subject to different tax rate	-	(8,916)
- Overprovision of tax in prior year	(3,201)	-
	<u>13,126</u>	<u>17,570</u>

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

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

	<u>2023</u> USD	<u>2022</u> USD
Financial assets at fair value through profit or loss:		
- Quoted Shariah-compliant securities	<u>1,779,720</u>	<u>1,943,850</u>
Net gain on financial asset at fair value through profit or loss:		
- Realised gain on disposal	(58,521)	(389,216)
- Net unrealised gain/(loss) on fair value movement	<u>302,521</u>	<u>(316,918)</u>
	<u>244,000</u>	<u>(706,134)</u>

Details of quoted Shariah-compliant securities as at 31 October 2023 are set out as follows:

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Cost</u>	<u>Market value</u>	<u>Percentage of value of funds</u>
<u>Australia</u>				
<u>Health Care</u> Cochlear Ltd.	<u>407</u>	<u>58,626</u>	<u>62,126</u>	<u>3.38</u>
<u>Information Technology</u> Technology One Ltd.	<u>4,705</u>	<u>40,136</u>	<u>43,299</u>	<u>2.36</u>
<u>Materials</u> CSR Limited	<u>11,342</u>	<u>37,321</u>	<u>40,327</u>	<u>2.20</u>
Total quoted Shariah-compliant securities in Australia	<u>16,454</u>	<u>136,083</u>	<u>145,752</u>	<u>7.94</u>
<u>Indonesia</u>				
<u>Consumer Discretionary</u> PT Ace Hardware Indonesia Tbk	<u>772,000</u>	<u>41,008</u>	<u>38,892</u>	<u>2.12</u>
<u>Energy</u> PT AKR Corporindo Tbk	<u>544,400</u>	<u>55,283</u>	<u>51,080</u>	<u>2.78</u>
Total quoted Shariah-compliant securities in Indonesia	<u>1,316,400</u>	<u>96,291</u>	<u>89,972</u>	<u>4.90</u>

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

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

Details of quoted Shariah-compliant securities as at 31 October 2023 are set out as follows:
(continued)

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Cost</u>	<u>Market value</u>	<u>Percentage of value of funds</u>
<u>Japan</u>				
<u>Consumer discretionary</u>				
Isuzu Motors Limited	2,500	30,855	27,381	1.49
Sekisui Chemical Co.,Ltd.	2,760	41,648	37,392	2.04
Tokai Rika Co., Ltd.	2,300	34,180	35,560	1.94
Toyota Boshoku Corp	1,800	30,719	30,833	1.68
Yamaha Motor Co., Ltd.	1,100	29,171	26,388	1.44
	<u>10,460</u>	<u>166,573</u>	<u>157,554</u>	<u>8.59</u>
<u>Consumer staples</u>				
Matsumotokiyoshi Holdings Co., Ltd.	2,680	46,216	46,632	2.54
Morinaga & Co., Ltd.	1,900	53,968	68,275	3.72
Sugi Holdings Co., Ltd.	1,400	62,056	56,227	3.06
	<u>5,980</u>	<u>162,240</u>	<u>171,134</u>	<u>9.32</u>
<u>Health Care</u>				
Astellas Pharma Inc.	3,500	50,030	43,863	2.39
ONO Pharmaceutical Co., Ltd.	3,250	67,548	55,767	3.04
Otsuka Holdings Co., Ltd.	1,300	49,988	43,302	2.36
	<u>8,050</u>	<u>167,566</u>	<u>142,932</u>	<u>7.79</u>
<u>Industrial products and services</u>				
Amada Holdings Co.,Ltd	3,400	30,407	32,518	1.77
Okuma Corp.	700	34,962	28,386	1.55
Sumitomo Heavy Industries, Ltd.	1,500	35,524	33,867	1.84
TechnoPro Holdings Inc.	1,350	31,746	26,179	1.43
	<u>6,950</u>	<u>132,639</u>	<u>120,950</u>	<u>6.59</u>
<u>Information Technology</u>				
Canon Marketing Japan Inc.	1,800	45,891	42,729	2.33
Renesas Electronics Corporation	1,680	24,449	21,669	1.18
Screen Holdings Co., Ltd	460	19,436	21,038	1.15
Shimadzu Corporation	1,440	43,599	33,671	1.83
Tokyo Seimitsu Co., Ltd	680	25,630	31,320	1.71
	<u>6,060</u>	<u>159,005</u>	<u>150,427</u>	<u>8.20</u>

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

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

Details of quoted Shariah-compliant securities as at 31 October 2023 are set out as follows:
(continued)

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Cost USD</u>	<u>Market value USD</u>	<u>Percentage of value of funds %</u>
<u>Japan (continue)</u>				
<u>Materials</u>				
Nissan Chemical Corporation	700	31,638	28,141	1.53
Nitto Denko Corp.	480	33,668	30,657	1.67
Tokai Carbon Co., Ltd.	3,500	26,577	26,479	1.44
	<u>4,680</u>	<u>91,883</u>	<u>85,277</u>	<u>4.64</u>
Total quoted Shariah-compliant securities in Japan	<u>42,180</u>	<u>879,906</u>	<u>828,274</u>	<u>45.13</u>
<u>Korea</u>				
<u>Communication Services</u>				
Cheil Worldwide Inc.	<u>4,700</u>	<u>67,010</u>	<u>69,107</u>	<u>3.76</u>
<u>Consumer Discretionary</u>				
Coway Co., Ltd.	<u>1,400</u>	<u>45,036</u>	<u>44,777</u>	<u>2.44</u>
<u>Energy</u>				
OCI Co., Ltd	<u>345</u>	<u>27,522</u>	<u>24,853</u>	<u>1.35</u>
<u>Industrial products and services</u>				
Hyundai Glovis Co., Ltd.	320	47,924	40,536	2.21
KEPCO Plant Service & Engineering Co., Ltd	<u>1,980</u>	<u>49,075</u>	<u>47,789</u>	<u>2.60</u>
	<u>2,300</u>	<u>96,999</u>	<u>88,325</u>	<u>4.81</u>
Total quoted Shariah-compliant securities in Korea	<u>8,745</u>	<u>236,567</u>	<u>227,062</u>	<u>12.36</u>
<u>Thailand</u>				
<u>Consumer Staples</u>				
Ichitan Group Public Co., Ltd	<u>94,000</u>	<u>38,404</u>	<u>39,803</u>	<u>2.17</u>
Total quoted Shariah-compliant securities in Thailand	<u>94,000</u>	<u>38,404</u>	<u>39,803</u>	<u>2.17</u>

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

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

Details of quoted Shariah-compliant securities as at 31 October 2023 are set out as follows:
(continued)

<u>Name of counter</u>	<u>Number of shares held</u>	<u>Cost USD</u>	<u>Market value USD</u>	<u>Percentage of value of funds %</u>
<u>Taiwan</u>				
<u>Consumer Discretionary</u>				
Cheng Shin Rubber Ind	44,000	54,848	59,974	3.27
Pou Chen Corp	53,500	48,491	47,651	2.60
	<u>97,500</u>	<u>103,339</u>	<u>107,625</u>	<u>5.87</u>
<u>Industrial products and services</u>				
Eva Airways Corp	<u>39,800</u>	<u>32,661</u>	<u>33,667</u>	<u>1.83</u>
<u>Information Technology</u>				
Chicony Electronics Co. Ltd. [Note 13 (a)(v)]	23,500	79,945	90,326	4.92
Chipbond Technology Corporation	24,400	55,094	51,224	2.79
Chroma Ate Inc.	4,000	34,621	26,921	1.47
Nan Ya Printed Circuit Board Corporation	2,500	21,653	18,215	0.99
Taiwan Semiconductor Manufacturing Co., Ltd.	2,000	34,834	32,663	1.78
Vanguard International Semiconductor Corp	12,000	35,292	25,970	1.41
	<u>68,400</u>	<u>261,439</u>	<u>245,319</u>	<u>13.36</u>
<u>Materials</u>				
Taiwan Fertilizer Co., Ltd.	<u>34,000</u>	<u>63,664</u>	<u>62,246</u>	<u>3.39</u>
Total quoted Shariah-compliant securities in Taiwan	<u>239,700</u>	<u>461,103</u>	<u>448,857</u>	<u>24.45</u>
Total quoted Shariah-compliant securities as at 31 October 2023	<u>1,717,479</u>	1,848,354	<u>1,779,720</u>	<u>96.95</u>
Accumulated unrealised loss on financial assets at fair value through profit or loss		<u>(68,634)</u>		
Total quoted Shariah-compliant securities at fair value through profit or loss		<u>1,779,720</u>		

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

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

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>	<u>Market value</u>	<u>Percentage of value of funds</u>
<u>Australia</u>				
<u>Consumer Discretionary</u>				
Arb Corp Ltd	1,245	30,197	23,123	1.19
Harvey Norman Holdings Ltd	11,663	41,442	31,061	1.60
Premier Investments Ltd	1,686	34,726	27,017	1.39
Super Retail Group Limited	3,891	34,062	25,608	1.32
	18,485	140,427	106,809	5.50
<u>Health Care</u>				
Ansell Ltd.	2,376	62,797	42,941	2.21
Cochlear Ltd.	287	34,985	36,695	1.89
Sonic Healthcare Ltd.	1,850	42,159	38,812	1.99
	4,513	139,941	118,448	6.09
<u>Industrials</u>				
IPH Ltd.	5,810	35,223	36,973	1.90
<u>Information Technology</u>				
Codan Ltd.	5,109	41,414	12,658	0.65
Technology One Ltd.	4,798	37,672	37,014	1.90
	9,907	79,086	49,672	2.55
<u>Materials</u>				
CSR Limited	9,942	32,492	29,470	1.51
Fortescue Metals Group Ltd	2,553	32,778	24,026	1.23
Grange Resources Ltd	43,316	20,976	17,193	0.88
Iluka Resources Limited	3,673	21,967	20,340	1.04
	59,484	108,213	91,029	4.66
Total quoted Shariah-compliant securities in Australia	98,199	502,890	402,931	20.70
<u>Hong Kong</u>				
<u>Industrials</u>				
Techtronic Industries Co., Ltd.	2,570	45,030	24,343	1.25
<u>Information Technology</u>				
Kingboard Chemical Holdings Limited	12,000	47,933	29,597	1.52
Kingboard Laminates Holdings Ltd	36,600	49,001	29,235	1.50
VTech Holdings Ltd	8,880	66,642	47,232	2.43
	57,480	163,576	106,064	5.45
Total quoted Shariah-compliant securities in Hong Kong	60,050	208,606	130,407	6.70

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

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

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</u>	<u>Market value</u>	<u>Percentage of value of funds</u>
<u>Indonesia</u>				
<u>Health Care</u>				
Kalbe Farma Tbk PT	494,600	55,292	65,016	3.34
<u>Utilities</u>				
Perusahaan Gas Negara Tbk PT	324,500	35,007	41,096	2.11
Total quoted Shariah-compliant securities in Indonesia	819,100	90,299	106,112	5.45
<u>Japan</u>				
<u>Consumer discretionary</u>				
Askul Corp	4,100	53,647	42,883	2.20
Ngk Spark Plug Co., Ltd.	2,198	39,125	40,066	2.06
	6,298	92,772	82,949	4.26
<u>Consumer staples</u>				
Morinaga & Co., Ltd.	2,050	59,009	51,295	2.64
Rohto Pharmaceutical Co., Ltd.	1,800	44,891	55,996	2.88
Sundrug Co., Ltd.	2,285	73,436	53,179	2.73
	6,135	177,336	160,470	8.25
<u>Health Care</u>				
H.U. Group Holdings Inc	2,817	73,721	52,486	2.70
Ono Pharmaceutical Co., Ltd.	2,200	61,240	51,733	2.66
	5,017	134,961	104,219	5.36
<u>Japan (continued)</u>				
<u>Industrial products and services</u>				
Dmg Mori Co Ltd	2,300	26,430	26,687	1.37
Hazama Ando Corp	7,800	58,440	45,277	2.33
Osg Corporation	2,300	28,388	29,286	1.50
Sanwa Holdings Corporation	3,257	37,239	28,085	1.44
Sumitomo Heavy Industries, Ltd.	1,800	37,305	34,179	1.76
Technopro Holdings Inc.	1,129	27,289	26,921	1.38
Toppan Printing Co Ltd	2,250	41,227	33,583	1.73
	20,836	256,318	224,018	11.51

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

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

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 USD</u>	<u>Market value USD</u>	<u>Percentage of value of funds %</u>
<u>Japan</u> (continued)				
<u>Information Technology</u>				
Advantest Corp.	500	23,957	26,434	1.36
Brother Industries, Ltd.	1,973	38,886	33,589	1.73
Citizen Watch Co Ltd	8,370	36,436	35,187	1.81
Disco Corp	136	29,081	32,658	1.68
Tokyo Electron Ltd.	82	40,451	21,781	1.12
Tokyo Seimitsu Co., Ltd	858	28,642	25,884	1.33
	<u>11,919</u>	<u>197,453</u>	<u>175,533</u>	<u>9.03</u>
<u>Materials</u>				
Nissan Chemical Corporation	700	35,195	31,546	1.62
Tokyo Ohka Kogyo Co Ltd	700	33,221	30,228	1.55
	<u>1,400</u>	<u>68,416</u>	<u>61,774</u>	<u>3.17</u>
Total quoted Shariah-compliant securities in Japan	<u>51,605</u>	<u>927,256</u>	<u>808,963</u>	<u>41.58</u>
<u>Korea</u>				
<u>Communications</u>				
Cheil Worldwide Inc. [Note 13 (a)(ii)]	<u>1,805</u>	<u>33,884</u>	<u>30,973</u>	<u>1.59</u>
<u>Materials</u>				
Lotte Fine Chemical Co Ltd [Note 13 (a)(i)]	<u>697</u>	<u>29,694</u>	<u>27,442</u>	<u>1.41</u>
Total quoted Shariah-compliant securities in Korea	<u>2,502</u>	<u>63,578</u>	<u>58,415</u>	<u>3.00</u>
<u>Singapore</u>				
<u>Consumer Staples</u>				
Golden Agri-Resources Ltd	<u>230,100</u>	<u>43,326</u>	<u>47,148</u>	<u>2.42</u>
Total quoted Shariah-compliant securities in Singapore	<u>230,100</u>	<u>43,326</u>	<u>47,148</u>	<u>2.42</u>
<u>Thailand</u>				
<u>Consumer Staples</u>				
Osotspa	<u>64,800</u>	<u>58,778</u>	<u>45,160</u>	<u>2.32</u>

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

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

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 USD</u>	<u>Market value USD</u>	<u>Percentage of value of funds %</u>
<u>Thailand (Continue)</u>				
<u>Health Care</u>				
Bumrungrad Hospital Pub	9,700	58,257	57,907	2.97
Chularat Hospital Pcl	619,750	76,920	57,697	2.96
Mega Lifesciences Pcl	34,500	49,509	40,148	2.06
	<u>663,950</u>	<u>184,686</u>	<u>155,752</u>	<u>7.99</u>
<u>Industrials</u>				
Precious Shipping Pcl	<u>102,600</u>	<u>42,263</u>	<u>35,347</u>	<u>1.82</u>
Total quoted Shariah-compliant securities in Thailand	<u>831,350</u>	<u>285,727</u>	<u>236,259</u>	<u>12.13</u>
<u>Taiwan</u>				
<u>Consumer Discretionary</u>				
Eclat Textile Co., Ltd.	2,460	37,478	32,369	1.66
Nien Made Enterprise Co Ltd	4,000	31,749	30,872	1.59
	<u>6,460</u>	<u>69,227</u>	<u>63,241</u>	<u>3.25</u>
<u>Information Technology</u>				
Macronix International Co Ltd	32,500	42,538	30,020	1.54
Micro-Star International Co., Ltd.	10,056	40,641	34,131	1.75
Nan Ya Printed Circuit Board Corporation	4,000	40,917	26,223	1.35
	<u>46,556</u>	<u>124,096</u>	<u>90,374</u>	<u>4.64</u>
Total quoted Shariah-compliant securities in Taiwan	<u>53,016</u>	<u>193,323</u>	<u>153,615</u>	<u>7.89</u>
Total quoted Shariah-compliant securities as at 31 October 2022	<u>2,145,922</u>	2,315,005	<u>1,943,850</u>	<u>99.87</u>
Accumulated unrealised loss on financial assets at fair value through profit or loss		<u>(371,155)</u>		
Total quoted Shariah-compliant securities at fair value through profit or loss		<u>1,943,850</u>		

* The securities of Lotte Fine Chemical Co Ltd and Cheil Worldwide Inc. had been classified as Shariah non-compliant instruments. The instruments had been completely disposed of in November 2022, in accordance with the Fund's Shariah investment guidelines as provided in the Fund's deed and disclosed in the Fund's prospectus.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

8 CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	<u>2023</u> USD	<u>2022</u> USD
Cash at bank	<u>67,335</u>	<u>75,016</u>

9 UNIT HOLDERS' CAPITAL

	2023 No. of units	2022 No. of units
RM class	40,903,504	47,250,022
USD class	58,754	221,034
	<u>40,962,258</u>	<u>47,471,056</u>
(a) RM class		
At beginning of the financial year	47,250,022	51,560,481
Creation of units arising from applications	1,828,057	4,856,755
Cancellation of units	(8,174,575)	(9,167,214)
At the end of the financial year	<u>40,903,504</u>	<u>47,250,022</u>
(b) USD class		
At beginning of the financial year	221,034	221,034
Creation of units arising from applications	-	-
Cancellation of units	(162,280)	-
At the end of the financial year	<u>58,754</u>	<u>221,034</u>

10 TOTAL EXPENSE RATIO ("TER")

	<u>2023</u> %	<u>2022</u> %
TER	<u>3.11</u>	<u>2.72</u>

TER is derived from the following calculation:

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

A	=	Management fee
B	=	Trustee's fees
C	=	Audit fee
D	=	Tax agent's fee
E	=	Shariah Adviser's fee
F	=	Other expenses including Sales and Services Tax ("SST") on transaction costs
G	=	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 USD2,007,755 (2022: USD2,474,467).

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

11 PORTFOLIO TURNOVER RATIO ("PTR")

	<u>2023</u>	<u>2022</u>
PTR (times)	<u>2.15</u>	<u>1.87</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 = USD4,091,637 (2022: USD4,514,266)

total disposal for the financial year = USD4,558,288 (2022: USD4,738,896)

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
Bank Islam Malaysia Berhad	Immediate holding company of the Manager
Directors of BIMB Investment Management Berhad	Directors of the Manager
Subsidiaries and associates of Bank Islam as disclosed in its financial statements	Subsidiaries and associate companies of the immediate holding company of the Manager
SCBMB Trustee Berhad	Trustee of the Fund

The Manager and related party of the Manager did not hold any unit in the Fund as at 31 October 2023 and 31 October 2022 respectively.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (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.

Transactions with related parties are as follows:

	Transactions from		Balance as at	
	2023	2022	2023	2022
	USD	USD	USD	USD
<u>The Manager</u>				
BIMB Investment Management Berhad				
- Amount due from Manager	-	-	242	2,632
- Amount due to Manager	-	-	(6,158)	(4,915)
- Management fee	36,144	44,829	(2,478)	(2,550)
<u>Related company of the Manager</u>				
BIMB Securities Sdn Bhd				
- Sales	(2,245,725)	(46,892)	-	-
- Purchase	1,628,637	234,122	-	-
- Brokerage fee	4,908	337	-	-
- Shariah Adviser's fee	1,260	-	(1,260)	-
<u>The Trustee</u>				
SCBMB Trustee Berhad				
- Trustee fee	5,690	5,780	(721)	(704)

13 SHARIAH INFORMATION OF THE FUND

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

- a) Equity securities in foreign markets that have been classified as Shariah-compliant by the Shariah adviser except for the following Shariah non-compliant securities:

No.	Securities	Classification Effective Date	Remarks
(i)	Lotte Fine Chemical Co Ltd	1 October 2022	As at 1 October 2022, the Fund held 200 units of these securities which have been completely disposed of on 7 November 2022 at a loss. There was an additional purchase of 497 units of these securities on 11 October 2022 and the same were subsequently disposed of on 7 November 2022 at a gain of USD967.81 which to be channelled to <i>baitulmal</i> and/or charitable bodies as advised by the Shariah Adviser.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

13 SHARIAH INFORMATION OF THE FUND (CONTINUED)

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

- a) Equity securities in foreign markets that have been classified as Shariah-compliant by the Shariah adviser except for the following Shariah non-compliant securities: (continued)

No.	Securities	Classification Effective Date	Remarks
(ii)	Cheil Worldwide Inc.	1 October 2022	These securities have been completely disposed of on 7 November 2022 at a loss. Notwithstanding the above, these securities have been classified as Shariah-compliant effective 1 January 2023.
(iii)	Kingboard Laminates Holdings Ltd	23 October 2023	These securities have been completely disposed of on 25 October 2023 at a loss.
(iv)	Mega Lifesciences PCL	23 October 2023	These securities have been completely disposed of on 27 October 2023 at a loss.
(v)	Chicony Electronics Co. Ltd.	23 October 2023	These securities are in the money on the classification effective date (market price above the investment cost).

These classified Shariah non-compliant securities namely, securities (i), (ii), (iii) and (iv) have been completely disposed of, whereas, securities (v) shall be disposed of, in accordance with the Fund's Shariah investment guidelines as provided in the Fund's deed and disclosed in the Fund's prospectus.

- b) Cash placements and liquid assets in local market, which are placed in Shariah-compliant investment and/or instruments.

BIMB-ARABESQUE ASIA PACIFIC SHARIAH-ESG EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2023 (CONTINUED)

14 TRANSACTIONS WITH RELATED AND OTHER STOCKBROKING COMPANIES

	Value of trade USD	Percentage of total trade %	Brokerage fee USD	Percentage of total brokerage fee %
<u>2023</u>				
BIMB Securities Sdn Bhd *	3,874,362	45.08	4,908	33.62
Macquarie Capital Securities (Malaysia) Sdn. Bhd.	2,124,170	24.72	4,248	29.10
Maybank Investment Bank Bhd.	1,435,612	16.70	2,940	20.14
CIMB Investment Bank Bhd.	629,316	7.32	1,573	10.78
RHB Investment Bank Bhd.	530,707	6.18	929	6.36
	<u>8,594,167</u>	<u>100.00</u>	<u>14,598</u>	<u>100.00</u>
<u>2022</u>				
Macquarie Capital Securities (Malaysia) Sdn. Bhd.	4,101,087	44.32	8,202	45.03
Maybank Investment Bank Bhd.	2,363,278	25.54	4,992	27.41
RHB Investment Bank Bhd.	2,116,648	22.87	3,719	20.42
CIMB Investment Bank Bhd.	391,136	4.23	963	5.29
BIMB Securities Sdn Bhd *	281,014	3.04	337	1.85
	<u>9,253,163</u>	<u>100.00</u>	<u>18,213</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.

15 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved by the Manager on 20 December 2023.

7.0 CORPORATE DIRECTORY

Manager	BIMB Investment Management Berhad [Registration No.: 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 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	SCBMB Trustee Berhad [Registration No.: (201201021301 (1005793T))] Level 26, Plaza Equatorial Jalan Sultan Ismail 50250 Kuala Lumpur
Auditor	PricewaterhouseCoopers PLT [Registration No.: LLP0014401-LCA & AF1146] Level 10, 1 Sentral Jalan Rakyat, Kuala Lumpur Sentral 50706 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 IFast Capital Sdn Bhd Philip Mutual Berhad CIMB Investment Bank Berhad Kenanga Investment Bank Berhad Johor Bahru Agency Office Kota Bharu Agency Office Registered Unit Trust Consultant with the Manager Affin Bank Berhad BEST Application by the Manager
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