

CIMB Islamic DALI Asia Pacific Equity Growth Fund

Annual Report

For The Financial Year Ended 31 October 2019

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND
ANNUAL REPORT
FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2019

CONTENTS	PAGE(S)
INVESTORS' LETTER	1
MANAGER'S REPORT	2 - 10
Fund Objective and Policy	
Performance Data	
Market Review	
Fund Performance	
Portfolio Structure	
Market Outlook	
Investment Strategy	
Unit Holdings Statistics	
Soft Commissions and Rebates	
STATEMENT BY MANAGER	11
TRUSTEE'S REPORT	12
SHARIAH ADVISER'S REPORT	13 - 14
INDEPENDENT AUDITORS' REPORT	15 - 18
STATEMENT OF COMPREHENSIVE INCOME	19
STATEMENT OF FINANCIAL POSITION	20
STATEMENT OF CHANGES IN EQUITY	21
STATEMENT OF CASH FLOWS	22
NOTES TO THE FINANCIAL STATEMENTS	23 - 67
DIRECTORY	68

INVESTORS' LETTER

Dear Valued Investors,

Thank you for your continued support and for the confidence that you have placed in us.

Don't miss out on the Private Retirement Schemes ("PRS") Tax Relief for 2019. As you are well aware, you can enjoy personal tax relief for the first RM3,000 per year until 2021, on top of the RM6,000 per year tax relief for the mandatory retirement savings contribution and life insurance premiums. This could be as much as RM840 per year¹ (depending on your tax bracket).

The tax incentive that is available for a period of 10 years, ending year 2021 was specially introduced to encourage you to save more for your retirement.

Why retirement savings is crucial?

1. Longer lifespan

The average Malaysian is expected to live beyond 75 years. The longer you live, the greater the risk of outliving your retirement income.

2. Inflation Challenge

Over the course of time, the impact of inflation can be significant, and it may reduce your purchasing power. Rising costs of living and healthcare are important factors to consider.

3. Inadequacy of Saving

59% of EPF active members in 2016 do not achieve basic savings requirement for retirement. You want to be able to sustain your current lifestyle.

Effective 1 April 2019, we have appointed Amanie Advisors Sdn Bhd ("Amanie") as our new Shariah advisor. Amanie is a Shariah advisory, consultancy, training and research and development boutique for institutional and corporate clientele focusing on Islamic financial services. It is a registered Shariah advisory company for Islamic unit trust with the Securities Commission Malaysia ("SC"). Amanie was established with the aim of addressing the global needs for experts' and Shariah scholars' pro-active input. This will ultimately allow the players in the industry to manage and achieve their business and financial goals in accordance with the Shariah Principles.

As of October 2019, our Assets under Management ("AUM") stood at RM57.53 billion.

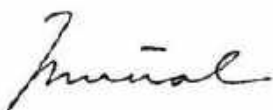
Thank you for your continuous support and allowing us to help you achieve your financial goals and live your best life.

Thank you.

Yours faithfully,

for **Principal Asset Management Berhad**

(formerly known as CIMB-Principal Asset Management Berhad)



Munirah Khairuddin
Chief Executive Officer

¹ www.ppa.my

MANAGER'S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund aims to provide investors with long-term capital growth by investing principally in equities. The Fund also seeks to outperform the benchmark.

Has the Fund achieved its objective?

For the financial year under review, the Fund has performed in line with its objective as stated under the Fund Performance section.

What are the Fund investment policy and principal investment strategy?

The Fund will invest a minimum of 70% and up to a maximum of 98% of its net asset value ("NAV") in Shariah-compliant equities in order to gain long-term capital growth and up to 28% of its NAV in other permissible investments. The Fund may opt to invest in Shariah-compliant foreign equities up to a maximum of 70% of its NAV. Such foreign equities must be equity securities of companies domiciled in, listed in, and/or have significant operations in countries in Asia Pacific ex Japan. 'Significant operations' means major businesses of the company. For example, the Fund can invest in a company with significant business and/or operations in Thailand but listed on the New York Stock Exchange ("NYSE"). The threshold for 'significant operations' would be if more than 30% of total group revenue derives from countries in Asia Pacific ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). The Fund may also opt to seek investment exposure via Shariah-compliant collective investment schemes that is in line with the Fund's objective, subject to the requirements of the Securities Commission Malaysia ("SC") Guidelines. In addition, Shariah-compliant liquid assets may be strategically used if the Manager feels that the market downside risk is high in the short-term. In line with its objective, the investment strategy and policy of the Fund is to have a diversified portfolio of Shariah-compliant stocks that aims to outperform the market at different cycles of the market.

Fund category/type

Equity (Shariah-compliant)/Growth

How long should you invest for?

Recommended five (5) years or more

Indication of short-term risk (low, moderate, high)

High

When was the Fund launched?

8 October 2004

What was the size of the Fund as at 31 October 2019?

RM1,636.10 million (1,761.21 million units)

What is the Fund's benchmark?

30% Financial Times Stock Exchange ("FTSE") Bursa Malaysia ("FBM") EMAS Shariah ("FBMS") Index + 70% Morgan Stanley Capital International All Country ("MSCI AC") Asia ex Japan Islamic Index

Note: The benchmark is for performance comparison purpose only. The benchmark is customised as such to align it closer to the structure of the portfolio and to reflect the composition of the portfolio in line with the markets they operate in and its objectives.

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund distribution policy?

The Manager has the discretion to distribute part or all of the Fund's distributable income. The distribution (if any) may vary from period to period depending on the investment objective and the performance of the Fund.

What was the net income distribution for the financial year ended 31 October 2019?

There was no distribution made for the financial year ended 31 October 2019.

PERFORMANCE DATA

Details of portfolio composition of the Fund for the last three financial years are as follows:

	31.10.2019	31.10.2018	31.10.2017
	%	%	%
Shariah-compliant collective investment scheme	0.58	0.49	1.33
Shariah-compliant quoted securities			
- Communication Services	12.68	3.88	10.10
- Consumer Discretionary	12.85	5.31	13.22
- Consumer Staples	6.07	3.40	4.94
- Energy	7.87	13.38	8.36
- Financials	0.50	0.37	0.39
- Health Care	1.62	3.09	1.03
- Industrials	11.07	9.47	10.89
- Information Technology	18.72	18.07	19.57
- Materials	6.57	7.66	8.35
- Real Estate	9.99	10.24	5.76
- Utilities	6.80	5.92	3.92
Cash and other net assets	4.68	18.72	12.14
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

Note: The Fund had applied the Global Industry Classification Standard ("GICS") sectors classification.

Performance details of the Fund for the last three financial years are as follows:

	31.10.2019	31.10.2018	31.10.2017
NAV (RM Million)	1,636.10	1,641.05	1,240.22
Units in circulation (Million)	1,761.21	1,936.72	1,230.22
NAV per unit (RM)	0.9289	0.8473	1.0081
Highest NAV per unit (RM)	0.9315	1.0181	1.0081
Lowest NAV per unit (RM)	0.8139	0.8349	0.8145
Total return (%)	9.64	(15.95)	22.00
- Capital growth (%)	9.64	(15.95)	19.52
- Income distribution (%)	-	-	2.08
Management Expense Ratio ("MER") (%) ^	1.65	1.66	1.72
Portfolio Turnover Ratio ("PTR") (times) #	0.63	0.90	1.18

^ The Fund's MER decreased from 1.66% to 1.65% was mainly due to an increase in average NAV during the financial year under review.

The Fund's PTR decreased from 0.90 times to 0.63 times due to less trades done in the financial year under review.

PERFORMANCE DATA (CONTINUED)

Date of distribution	-	-	26.09.2017
Gross/Net distribution per unit (sen)	-	-	2.00

	31.10.2019	31.10.2018	31.10.2017	31.10.2016	31.10.2015
	%	%	%	%	%
Annual total return	9.64	(15.95)	22.00	0.22	10.48

(Launch date: 8 October 2004)

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures for the financial year have been extracted from Lipper.

MARKET REVIEW (1 NOVEMBER 2018 TO 31 OCTOBER 2019)

Foreign Equity

Regional equity markets as measured by the MSCI AC Islamic Asia ex Japan Index rose by +10.3% in US Dollar ("USD") and Ringgit Malaysia ("RM") terms during the period under review. Topical issues were US and China trade negotiations, declining US bond yield and various monetary and fiscal responses to the slow economy.

In the initial period of October 2018 to November 2018, investors were fearful of the divergence in the US economic growth with the rest of the worlds. Amidst strong economic data from the US, the US 10-year bond yield rose by 3% which caused sentiment to deteriorate especially in asset classes of countries with twin deficits such as India, Indonesia and Philippines.

The US Federal Reserve (the "Fed"), concerned that the weak global economic growth could affect the US adversely, made a pivot to its monetary policy in November 2018, by declaring that "US interest rates were closing in on natural levels", sending a dovish signal. Equity markets rebounded from January 2019 supported by the dovish the Fed, domestic easing in China via Reserve Required Ratio ("RRR") cuts and some positive news flow on the ongoing US and China trade issue.

Emboldened by the loose monetary policy in developed countries, Central Bank in Asia have also embarked on similar monetary policies with India being the first country in Asia Pacific to reduce its benchmark rate in February 2019, followed by many others such as Indonesia, Australia, Philippines in the subsequent months.

Equity markets fell in May 2019 as trade tensions flared up with US accusing China of attempting to renegotiate certain terms, culminating in additional taxes on Chinese exports to US and blacklisting of Huawei by the Trump administration. The tensions between the two countries temporarily stabilized in June after an agreement to resume trade talks post Group of Twenty ("G20") meeting, which caused equity markets to rebound. However, US surprised investors in August announcing it would place more tariffs on additional Chinese goods, suggesting that negotiations have not gone smoothly. The People's Bank of China ("PBOC") allowed the Chinese Yuan Renminbi ("CNY") to depreciate with US labelling China as a currency manipulator.

MARKET REVIEW (1 NOVEMBER 2018 TO 31 OCTOBER 2019) (CONTINUED)

Foreign Equity (continued)

Around the same period, Hong Kong's civil tensions which started over an extradition bill have snowballed into various demands with the Chief Executive Carrie Lam finally offering to withdraw the bill completely. Other issues such as an inverted yield curve in the US which historically tend to be associated with recessions added to investors' wall of concerns in August 2019.

On a positive note, the weak economic growth has prompted more assertive fiscal policies from certain countries such as that seen in India on top of accommodative monetary policies by various countries. In October 2019, equity markets rose after US and China verbally agreed to a Phase 1 deal, which is expected to be drafted and signed in November 2019 to December 2019.

Local Equity

The FBMS Index ended the year 2018 lower by 1.11% month-on-month ("m-o-m") and closed 13.52% lower for whole of 2018 versus 2017. During the month, the RM strengthened compare to USD by RM4.133 from RM4.184 in the previous month. Brent crude oil slumped to USD53.80 per barrel, down by 8.36% m-o-m. December 2018 saw foreign institutional investors sold RM1.0 billion versus RM0.7 billion in the previous month. Total outflow for 2018 amounted to RM11.6 billion versus net inflow of RM10.8 billion in 2017.

The FBMS Index started January 2019 marginally higher by 0.40% to close at 11,552 points driven by plantations stocks. RM strengthened compare to USD by RM4.09 from RM4.13 in the previous month. Brent crude oil rose to USD61.89 per barrel, up by 15.03% m-o-m. On the external front, investors continued to follow closely on the latest developments on the ongoing US-China trade tensions, ongoing development of Brexit and negotiations on the Fed Government budget as the temporary bill to fund US Government spending will expire on 15 Feb 2019. Policy uncertainty continues to be the order of the day as the East Coast Rail Link ("ECRL") on-again, off-again saga plays out. There was still no conclusive decision on the said mega project and a gag order has been issued to avoid any further confusion and escalation of rift with the Chinese Government. But the damage seems to have been done already. Conversation with business leaders revealed that the Government relationship with China is at all-time low. Business and consumer sentiment continued slipping for the second consecutive quarter in fourth quarter of 2018 ("4Q18"). According to a survey done by Malaysia Institute of Economic Research ("MIER"), the 4Q18 Consumer Sentiments Index ("CSI") dipped below the threshold of 100 points for the first time after two quarters, recording 96.8 points, while the Business Conditions Index ("BCI") slipped to 95.3 points.

The FBMS Index ended February 2019 higher by 1.55% to close at 11,732 pts driven by higher Brent Crude Oil, which traded up +6.7% m-o-m to USD66.82 billion on supply constraints. Sentiment in the local bourse was further lifted by announcement made the Communications and Multimedia Minister, which indicated there will not be further reductions in high speed broadband prices in 2019 and Fitch re-affirmed Malaysia's sovereign rating. Investors will be watching out for new developments (policies) from the upcoming Parliament sitting which will take place from 11 March 2019 to 11 Apr 2019, the release of the Federal Land Development Authority ("Felda") White Paper as well as Bank Negara Malaysia ("BNM") Annual report (slated for 27 March 2019).

The FBMS Index dipped 0.38% in March 2019 on receding concerns over moderation in global economic growth following the yield curve inversion in the US. March 2019 saw FBMS Index outperforming the FBM Kuala Lumpur Composite Index ("KLCI") and FBM EMAS Index ("FBMEMAS") driven by construction and plantation sectors. Domestically, the downgrade in BNM's growth forecast also weighed on sentiments, stoking expectation of a policy rate cut as early as May 2019. Growth trajectory remains lackluster in Malaysia as flagged by BNM during the release of its annual report in March 2019 where it lowered Malaysia's 2019 Gross Domestic Product ("GDP") forecast to 4.3%-4.8% versus earlier forecast of 4.9% by the Ministry of Finance ("MOF").

MARKET REVIEW (1 NOVEMBER 2018 TO 31 OCTOBER 2019) (CONTINUED)**Local Equity (continued)**

With inflationary pressure remaining tame (<2%), street expectation of a cut in the Overnight Policy Rate (“OPR”) is rising. Construction sector could see some re-rating on ECRL revival news flow as the Malaysian Government is reportedly close to finalizing a revised contract with its China counterpart. In addition, it was reported that 121 infrastructure projects valued at RM13.9 billion awarded by the previous Government will continue after renegotiation which resulted in RM806 million savings. This is positive for the construction sector which has been one of the most affected sector post 14th general elections in May 2018. Further positive also comes from massive infrastructure spending by the Sarawak state Government ahead of its state election due by 2021.

The FBMS Index rose by 1.27% in April 2019, which were largely driven by rebound in construction, technology and energy sectors. Positive news flow continues to buoy the construction sector as the revival of Bandar Malaysia project has lifted sentiment and expectation that the shelved High-Speed Rail and Mass Rapid (“MRT”) 3 projects may be revived soon. Sustained rebound in crude oil prices have also seen the revival of job flows to oil & gas service providers. Additionally, news that China had also recently agreed to purchase a min of 1.9 million tonnes of crude palm oil (“CPO”) over 5 years’ worth RM4.5 billion in addition to the earlier purchase contracts signed for 1.62 million tonnes for RM3.64 billion provide support to plantation names such as Felda Global Ventures Holdings (“FGV”) and Sime Darby Plantation Bhd which closed higher by 5.93% and 2.79% respectively.

The FBMS Index ended May 2019 marginally lower by 0.35%. The broader market’s sentiment was buoyed by two merger and acquisitions (“M&A”) announcements involving Axiata Group Bhd with Telenor ASA and YTL Cement Bhd with Lafarge Cement Bhd and partly driven by foreign buying in the last three days of May 2019. The first quarter of 2019 (“1Q19”) earnings season ended with another disappointment as there were still more misses than beats. While the moderation in 1Q19 GDP growth of 4.5% was shallower than street expectation, growth drivers going forward are weak given the escalating trade tension between the US and its major trading partners and slowing private investments due to dampened sentiment. Freshly out May 2019 Purchasing Manager Index (“PMI”) numbers (48.8 versus 49.4 in April 2019) for Malaysia showed further weakening in external demand. While still maintaining its 4.3% to 4.8% GDP forecast for 2019, BNM has flagged that a full-blown US-China trade war could shave 1.3% to 1.5% off Malaysia’s GDP growth. This suggests that risk to growth is clearly on the downside. On the bright side, recent resumption of mega infrastructure projects such as ECRL and Light Rail Transit (“LRT”) 3 will provide some boost to growth from second half of 2019 (“2H19”) onwards.

Malaysian equities benefitted from relief rally in June stemming from expectation of the Fed rate cuts and de-escalation of US-China trade war. The FBMS Index gained 2.86% in June 2019 with Tenaga Nasional Bhd (+9.0%), Axiata Group Bhd (+6.2%) and Yinson Bhd (+30.1%) are some of the notable gainers among the FBMS Index component stocks. The month also observed improving investors’ risk appetite for small and mid-cap stocks judging by FBM Small Cap Index’s gain of 3.6% in June 2019 (YTD 15%). On macro indicators, Malaysia’s Nikkei Manufacturing PMI fell again in June 2019 to 47.8 from 48.8 in May 2019, largely dragged by weak external demand. While Malaysia is expected to be a medium-term beneficiary of trade diversion arising from trade war between US and China, adverse impact from supply chain disruption and weaker end demand will hurt Malaysia’s near-term export.

In July 2019, the FBMS Index saw a decline of -1.07%. This was mainly due to the sell down in Public Bank Bhd (-4.8%), Petronas Chemical Bhd (-10.8%), CIMB Bank Bhd (-5.6%), Maybank Bhd (-2.6%) and Sime Plantation (-6.3%) which was moderated by gains in Genting Malaysia (+19.4%) and Dialog Group Bhd (+5.8%). Weak petrochemical and CPO prices, and slow loans growth have been a drag on KLCI performance.

MARKET REVIEW (1 NOVEMBER 2018 TO 31 OCTOBER 2019) (CONTINUED)

Local Equity (continued)

The FBMS Index declined by 0.75% in August 2019 in tandem with the selloff in global equity markets. 2Q19 earnings season was a major disappointment as reflected by further negative earnings revision leading to a much higher earnings contraction of 7.2% in 2019 (vs 4.5% a month ago). Banks (Net Interest Margin (“NIM”) compression following OPR cut and rising non-performing loan (“NPL”), plantation (low CPO price), chemical (lower commodity price) and basic material (lower commodity price) sectors were the main contributors to the earnings cut.

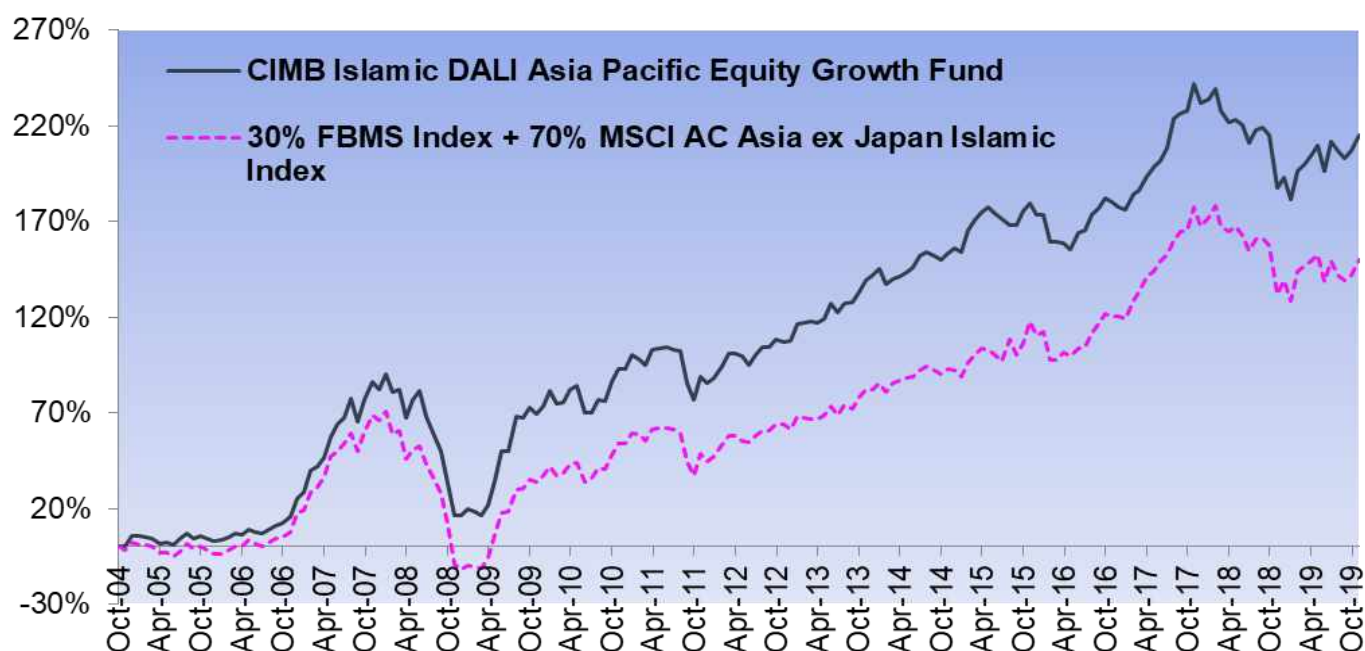
The FBMS Index declined 1.20% in September 2019, in line with regional equity markets. Domestically, the breakdown in Axiata Group Bhd and Telenor ASA merger talks was a dampener on the benchmark index. By sectors, export-oriented sectors such as tech and glove have generally posted gains on the back of weaker RM and seasonal uptick in volume loading for selected tech stocks. Besides these, oil & gas sector has also gained on the back of higher crude oil prices.

The FBMS gained 0.52% in October 2019 (YTD: +2.82%) to 11,829 in-line with regional markets’ performance as risk appetite returned on the back of easing US-China trade war concern, and the Fed’s further monetary easing.

FUND PERFORMANCE

	1 year to 31.10.2019	3 years to 31.10.2019	5 years to 31.10.2019	Since inception to 31.10.2019
	%	%	%	%
Income	-	2.08	16.99	59.31
Capital	9.64	10.14	6.42	97.88
Total Return	9.64	12.43	24.49	215.24
Benchmark	7.61	13.20	20.71	149.64
Average Total Return	9.64	3.98	4.48	7.91

For the year under review, the Fund rose by +9.6%, outperforming the Benchmark of +7.6% by 203 basis points (“bps”).



FUND PERFORMANCE (CONTINUED)

Changes in NAV

	31.10.2019	31.10.2018	Changes %
NAV (RM Million)	1,636.10	1,641.05	(0.30)
NAV/Unit (RM)	0.9289	0.8473	9.63

The Fund's NAV decreased by 0.30% from unit redemptions while NAV per unit have rose by 9.6%. This was due to positive investment performance.

Performance data represents the combined income and capital return as a result of holding units in the Fund for the specified length of time, based on NAV to NAV price. The performance data assumes that all earnings from the Fund are reinvested and are net of management and trustee fees. Past performance is not reflective of future performance and income distributions are not guaranteed. Unit prices and income distributions, if any, may fall and rise. All performance figures for the financial year have been extracted from Lipper.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	31.10.2019	31.10.2018
Shariah-compliant collective investment scheme	0.58	0.49
Shariah-compliant quoted securities - local	26.35	24.35
Shariah-compliant quoted securities - foreign	68.39	56.44
Cash and other net assets	4.68	18.72
TOTAL	100.00	100.00

The Fund's allocation towards Shariah-compliant quoted securities for both local and foreign has increased at the expense of cash and other net assets.

MARKET OUTLOOK*

Foreign Equity

Global economic growth including Asia appears to have stabilized with Global Services PMI still on expansion despite the contraction in the Global Manufacturing PMI. This is also supported by commentaries from economically sensitive companies (e.g. semiconductors) on improvement in their demand outlook. A trade truce between US and China should help improve business and consumer confidence for both countries.

The monetary policy environment continues to be supportive in Asia, with most countries using a combination of interest rate, RRR and currency in the case of Singapore as easing measures. Furthermore, using fiscal stimulus to complement monetary accommodation could be seen as an option, such as that seen in India.

MARKET OUTLOOK* (CONTINUED)

Local Equity

We view Budget 2020, which was announced on 11 October 2019, positively as the Government focuses on reinventing Malaysia in the digital space over the medium term by attracting foreign and domestic investments. Various tax incentives have been proposed to attract these investments which are expected to create high-paying jobs, especially those in the manufacturing and technology sectors. In view of the need to spur the domestic economy amid external challenges, the federal Government has also lowered its fiscal deficit target to 3.2% versus 3.0% earlier. This raises the prospect for resumption of infrastructure spending by the Government with the resumption of mega projects under review such as ECRL and Pan Borneo Highway. Another positive is the absence of another special dividend from Petronas which is a boost to its capex plan in 2020, a clear re-rating catalyst for the domestic oil & gas service providers. Based on our latest estimates, FBM KLCI earnings growth will rebound by 3.7% in 2020 versus a 6.7% contraction in 2019. Despite an unexciting growth prospect, we believe much of the earnings downside risk has been factored in.

*This market outlook does not constitute an offer, invitation, commitment, advice or recommendation to make a purchase of any investment. The information given in this article represents the views of Principal Malaysia or based on data obtained from sources believed to be reliable by Principal Malaysia. Whilst every care has been taken in preparing this, Principal Malaysia makes no guarantee, representation or warranty and is under no circumstances liable for any loss or damage caused by reliance on, any opinion, advice or statement made in this market outlook.

INVESTMENT STRATEGY

Foreign Equity

We are deploying cash and selectively investing into markets which we expect to do well in 2020. With our increasingly positive view on Asian equities, we favour stocks in the areas of Technology and economic sensitives in selected countries including China and India where we see the chances for an economic recovery to be higher. We continue to diversify the portfolio into off-benchmark names to provide resilience.

Local Equity

While we are maintaining a NEUTRAL stance on Malaysia, we are turning constructively more positive going into 2020.

UNIT HOLDINGS STATISTICS

Breakdown of unit holdings by size as at 31 October 2019 are as follows:

Size of unit holding (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	60,482	51.76	2.94
5,001 to 10,000	14,915	108.46	6.16
10,001 to 50,000	29,861	660.24	37.49
50,001 to 500,000	7,833	822.75	46.71
500,001 and above	119	118.00	6.70
Total	113,210	1,761.21	100.00

SOFT COMMISSIONS AND REBATES

Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the “Manager”) and the Trustee will not retain any form of rebate or soft commission from, or otherwise share in any commission with, any broker in consideration for directing dealings in the investments of the Funds unless the soft commission received is retained in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds. All dealings with brokers are executed on best available terms.

During the financial year under review, the Manager and the Trustee did not receive any rebates from the brokers or dealers but the Manager has retained soft commissions in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND**

We, being the Directors of Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the “Manager”), the accompanying audited financial statements set out on pages 19 to 67 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 2019 and of its financial performance, changes in equity and cash flows for the financial year then ended in accordance with the provisions of the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

For and on behalf of the Manager

Principal Asset Management Berhad (Company No.: 304078-K)
(formerly known as CIMB-Principal Asset Management Berhad)

MUNIRAH KHAIRUDDIN
Chief Executive Officer/Executive Director

JUAN IGNACIO EYZAGUIRRE BARAONA
Director

Kuala Lumpur
12 December 2019

**TRUSTEE'S REPORT TO THE UNIT HOLDERS OF
CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND**

We, AMANAHRAYA TRUSTEES BERHAD, have acted as Trustee of CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND for the financial year ended 31 October 2019. In our opinion, PRINCIPAL ASSET MANAGEMENT BERHAD (*formerly known as CIMB-Principal Asset Management Berhad*), the Manager, has operated and managed CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND in accordance with the limitations imposed on the investment powers of the management company under the Deed, securities laws and the applicable Guidelines on Unit Trust Funds during the financial year ended.

We are also of the opinion that:

- a) Valuation/pricing is carried out in accordance with the Deed and relevant regulatory requirement; and
- b) Creation and cancellation of units are carried out in accordance with the Deed and any relevant regulatory requirement.

Yours faithfully,
AMANAHRAYA TRUSTEES BERHAD

ZAINUDIN BIN SUHAIMI
Deputy Chief Executive Officer

Kuala Lumpur, Malaysia
16 December 2019

**SHARIAH ADVISER'S REPORT TO THE UNIT HOLDERS OF
CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND**

For the Financial Period from 1 November 2018 to 31 March 2019

We have acted as the Shariah Adviser of CIMB Islamic DALI Asia Pacific Equity Growth Fund (the "Fund") for the financial period from 1 November 2018 to 31 March 2019. Our responsibility is to ensure that the procedures and processes employed by CIMB-Principal Asset Management Berhad (the "Manager") are in accordance with Shariah and Shariah Investment Guidelines.

In our opinion, the Manager has managed and administered the Fund in accordance with the Shariah Investment Guidelines of the Fund and complied with applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters for the six months financial period from 1 November 2018 to 31 March 2019.

In addition, we confirm that the investment portfolio of the Fund comprises securities which have been classified as Shariah-compliant by the Shariah Advisory Council of the Securities Commission Malaysia ("SACSC") and, where applicable the Shariah Advisory Council of Bank Negara Malaysia. For investments other than the abovementioned, we have reviewed the same and are of the opinion that these investments were in accordance with the Shariah Investment Guidelines of the Fund.

This report is made solely to the unit holders of the Fund, as a body, and for no other purpose. We do not assume responsibility to any other person for the content of this report and we shall not be liable for any errors or non-disclosure on the part of the Manager.

For and on behalf of Shariah Adviser
CIMB Islamic Bank Berhad (Company No.: 671380-H)

ASHRAF GOMMA ALI

Director/Regional Head, Shariah & Governance/Designated Person Responsible for Shariah Advisory

Kuala Lumpur
31 March 2019

**SHARIAH ADVISER'S REPORT TO THE UNIT HOLDERS OF
CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND**

For the Financial Period from 1 April to 31 October 2019.

We have acted as the Shariah Adviser of CIMB Islamic DALI Asia Pacific Equity Growth Fund ("the Fund"). Our responsibility is to ensure that the procedures and processes employed by Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*), (the "Manager") are in accordance with Shariah principles.

In our opinion, the Manager has managed and administered the Fund in accordance with Shariah principles and complied with applicable guidelines, rulings or decisions issued by the Securities Commission ("SC") pertaining to Shariah matters.

In addition, we confirm that the investment portfolio of the Fund comprises securities and/or instruments which have been classified as Shariah compliant by the Shariah Advisory Council ("SAC") of the SC and/or SAC of Bank Negara Malaysia ("BNM"), where applicable. For securities and/or instruments which are not classified as Shariah-compliant by the SAC of the SC and/or SAC of BNM, we have determined that such securities and/or instruments are in accordance with Shariah principles and have complied with the applicable Shariah Guidelines.

This report is made solely to the unit holders of the Fund, as a body, and for no other purpose. We do not assume responsibility to any other person for the content of this report and we shall not be liable for any errors or non-disclosure on the part of the Manager.

For Amanie Advisors Sdn Bhd,

.....
DATUK DR MOHD DAUD BAKAR
Executive Chairman

12 December 2019

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of CIMB Islamic DALI Asia Pacific Equity Growth Fund (the "Fund") give a true and fair view of the financial position of the Fund as at 31 October 2019, 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 2019, and the statement of comprehensive income, statement of changes in equity 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 19 to 67.

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' Code of Ethics for Professional Accountants ("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
CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND (CONTINUED)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Information other than the financial statements and auditors' report thereon

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

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND (CONTINUED)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

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.

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.

**INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF
CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND (CONTINUED)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements (continued)

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.

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
12 December 2019

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2019**

	Note	2019 RM	2018 RM
INCOME			
Dividend income		42,720,187	32,519,487
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions at amortised cost and Hibah earned		3,918,252	4,480,514
Net gain/(loss) on financial assets at fair value through profit or loss	7	147,645,543	(272,085,587)
Net foreign exchange loss		<u>(2,470,153)</u>	<u>(4,738,377)</u>
		<u>191,813,829</u>	<u>(239,823,963)</u>
EXPENSES			
Management fee	4	25,728,452	23,104,888
Trustee's and custodian fees	5	1,858,000	1,748,002
Audit fee		13,600	12,400
Tax agent's fee		57,000	27,754
Transaction costs		4,281,177	6,534,539
Donation to charitable bodies		-	958
Other expenses		<u>2,940,355</u>	<u>1,005,485</u>
		<u>34,878,584</u>	<u>32,434,026</u>
PROFIT/(LOSS) BEFORE TAXATION		156,935,245	(272,257,989)
Taxation	6	<u>-</u>	<u>(1,936,473)</u>
PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL YEAR		<u>156,935,245</u>	<u>(274,194,462)</u>
Profit/(Loss) after taxation is made up as follows:			
Realised amount		35,552,542	(75,697,253)
Unrealised amount		<u>121,382,703</u>	<u>(198,497,209)</u>
		<u>156,935,245</u>	<u>(274,194,462)</u>

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

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

**STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2019**

	Note	2019 RM	2018 RM
ASSETS			
Cash and cash equivalents (Shariah-compliant)	8	97,262,083	297,868,839
Financial assets at fair value through profit or loss (Shariah-compliant)	7	1,559,462,776	1,333,857,662
Amount due from stockbrokers		-	6,559,743
Amount due from Manager		288,077	11,956,279
Amount due from Manager of collective investment scheme			
- Management fee rebate		11,965	10,820
Dividends receivable		667,361	1,394,285
Tax recoverable		-	9,270
TOTAL ASSETS		<u>1,657,692,262</u>	<u>1,651,656,898</u>
LIABILITIES			
Amount due to stockbrokers		12,216,990	105,394
Amount due to Manager		7,191,897	8,271,928
Accrued management fee		2,083,351	2,129,150
Amount due to Trustee		83,334	85,166
Other payables and accruals		19,898	14,200
TOTAL LIABILITIES		<u>21,595,470</u>	<u>10,605,838</u>
NET ASSET VALUE OF THE FUND		<u>1,636,096,792</u>	<u>1,641,051,060</u>
EQUITY			
Unit holders' capital		1,605,443,374	1,767,332,887
Retained earnings/(Accumulated losses)		30,653,418	(126,281,827)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>1,636,096,792</u>	<u>1,641,051,060</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)	9	<u>1,761,212,743</u>	<u>1,936,721,558</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.9289</u>	<u>0.8473</u>

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

**STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2019**

	Unit holders' capital RM	Retained earnings/ (Accumulated losses) RM	Total RM
Balance as at 1 November 2018	1,767,332,887	(126,281,827)	1,641,051,060
Movement in unit holders' contributions:			
- Creation of units from applications	185,184,682	-	185,184,682
- Cancellation of units	(347,074,195)	-	(347,074,195)
Total comprehensive income for the financial year	<u>-</u>	<u>156,935,245</u>	<u>156,935,245</u>
Balance as at 31 October 2019	<u>1,605,443,374</u>	<u>30,653,418</u>	<u>1,636,096,792</u>
Balance as at 1 November 2017	1,092,307,323	147,912,635	1,240,219,958
Movement in unit holders' contributions:			
- Creation of units from applications	987,634,088	-	987,634,088
- Cancellation of units	(312,608,524)	-	(312,608,524)
Total comprehensive loss for the financial year	<u>-</u>	<u>(274,194,462)</u>	<u>(274,194,462)</u>
Balance as at 31 October 2018	<u>1,767,332,887</u>	<u>(126,281,827)</u>	<u>1,641,051,060</u>

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

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2019**

	Note	2019 RM	2018 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of Shariah-compliant quoted securities		1,044,128,868	1,117,950,608
Proceeds from disposal of Shariah-compliant collective investment scheme		-	6,454,555
Purchase of Shariah-compliant quoted securities		(1,109,126,606)	(1,662,008,872)
Dividend income received		41,289,206	30,266,882
Profit income received from Shariah-compliant deposits with licensed Islamic financial institutions and Hibah earned		3,918,252	4,480,514
Management fee paid		(25,774,251)	(22,441,230)
Management fee rebates received		169,492	324,085
Trustee's and custodian fees paid		(1,859,832)	(1,722,648)
Payments for other fees and expenses		(791,855)	(1,241,040)
Tax refund received		9,270	-
Net realised foreign exchange loss		(2,590,786)	(4,518,132)
Net cash used in operating activities		<u>(50,628,242)</u>	<u>(532,455,278)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		196,852,884	1,006,864,776
Payments for cancellation of units		(348,154,226)	(323,705,594)
Net (used in)/cash generated from financing activities		<u>(151,301,342)</u>	<u>683,159,182</u>
Net (decrease)/increase in cash and cash equivalents		(201,929,584)	150,703,904
Effects of foreign exchange differences		1,322,828	(514,324)
Cash and cash equivalents at the beginning of the financial year		<u>297,868,839</u>	<u>147,679,259</u>
Cash and cash equivalents at the end of the financial year	8	<u><u>97,262,083</u></u>	<u><u>297,868,839</u></u>
<u>Cash and cash equivalents comprised of:</u>			
Shariah-compliant deposits with licensed Islamic financial institutions		606,053	222,811,107
Bank balances		<u>96,656,030</u>	<u>74,057,732</u>
Cash and cash equivalents at the end of the financial year	8	<u><u>97,262,083</u></u>	<u><u>297,868,839</u></u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 OCTOBER 2019**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

CIMB Islamic DALI Asia Pacific Equity Growth Fund (the “Fund”) is governed pursuant to a Master Deed dated 15 May 2008, a Fourth Supplemental Master Deed dated 25 June 2008, a Fifth Supplemental Master Deed dated 25 June 2008, a Sixth Supplemental Master Deed dated 14 July 2008, a Seventh Supplemental Master Deed dated 19 November 2008, a Fourteenth Supplemental Master Deed dated 26 June 2012, a Seventeenth Supplemental Master Deed dated 25 March 2015 and an Eighteenth Supplemental Master Deed dated 29 April 2015 (collectively referred to as the “Deeds”) made between Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the “Manager”) and AmanahRaya Trustees Berhad (the “Trustee”).

The Fund will invest a minimum of 70% and up to a maximum of 98% of its NAV in Shariah-compliant equities in order to gain long-term capital growth and up to 28% of its NAV in other permissible investments. The Fund may opt to invest in Shariah-compliant foreign equities up to a maximum of 70% of its NAV. Such foreign equities must be equity securities of companies domiciled in, listed in, and/or have significant operations in countries in Asia Pacific ex Japan. ‘Significant operations’ means major businesses of the company. For example, the Fund can invest in a company with significant business and/or operations in Thailand but listed on the NYSE. The threshold for ‘significant operations’ would be if more than 30% of total group revenue derives from countries in Asia Pacific ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). The Fund may also opt to seek investment exposure via Shariah-compliant collective investment schemes that is in line with the Fund’s objective, subject to the requirements of the SC Guidelines. In addition, Shariah-compliant liquid assets may be strategically used if the Manager feels that the market downside risk is high in the short-term. In line with its objective, the investment strategy and policy of the Fund is to have a diversified portfolio of Shariah-compliant stocks that aims to outperform the market at different cycles of the market.

All investments are subject to the SC Guidelines on Unit Trust Funds, SC requirements, the Deeds, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The Manager, is a joint venture between Principal Financial Group®, a member of the FORTUNE 500® and a Nasdaq-listed global financial services and CIMB Group Holdings Berhad, one of Southeast Asia’s leading universal banking groups. The principal activities of the Manager are the establishment and management of unit trust funds and fund management activities.

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 have been prepared in accordance with the provisions of the MFRS and IFRS.

The financial statements have been prepared under the historical cost convention, as modified by financial assets at fair value through profit or loss.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

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).

Standard that is effective and relevant:

The Fund has applied the following standard for the first time for the financial year beginning 1 November 2018:

- MFRS 9 'Financial Instruments' became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in MFRS 139.

Classification and measurement of debt assets¹ is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. A debt instrument¹ is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument represents solely payments of principal and interest² ("SPPI"). A debt instrument¹ is measured at fair value through other comprehensive income ("OCI") if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell. All other debt instruments¹ must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Derivative³ and equity instruments³ are measured at fair value through profit or loss unless, for equity instruments³ not held for trading, an irrevocable option is taken to measure at fair value through OCI. MFRS 9 also introduces a new expected credit loss ("ECL") impairment model.

¹ For the purposes of the investments made by the Fund, debt instruments refers to Sukuk.

² For the purposes of this Fund, interest refers to profits earned from Shariah-compliant investments.

³ For the purposes of the investments made by the Fund, equity instruments and derivatives refers to Shariah-compliant equity instruments and Shariah-compliant derivatives.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

Standard that is effective and relevant: (continued)

The Fund has applied the following standard for the first time for the financial year beginning 1 November 2018: (continued)

MFRS 9 has been applied retrospectively by the Fund and did not result in any change to the classification or measurement of financial instruments as outlined in Note 2(b).

In accordance with the transitional provisions provided in MFRS 9, comparative information was not restated and continued to be reported under previous accounting policies governed under MFRS 139.

The Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 November 2018 that have a material effect on the financial statements of the Fund.

The amendments to published standard that are applicable to the Fund but not yet effective and have not been early adopted are as follows:

(i) Financial year beginning on/after 1 November 2019

- Amendments to MFRS 112 'Income Taxes' (effective from 1 January 2019) clarify that where income tax consequences of dividends on financial instruments classified as equity is recognised (either in profit or loss, other comprehensive income or equity) depends on where the past transactions that generated distributable profits were recognised.

Accordingly, the tax consequences are recognised in profit or loss when an entity determines payments on such instruments are distribution of profits (that is, dividends). Tax on dividend should not be recognised in equity merely on the basis that it is related to a distribution to owners.

The Fund will apply these amendments to published standard when effective. These amendments to published standard are not expected to have a significant impact on the Fund's financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities

Classification

Up to 31 October 2018, The Fund designates its investment in Shariah-compliant collective investment scheme and Shariah-compliant quoted securities as financial assets at fair value through profit or loss at inception.

Financial assets are designated at fair value through profit or loss when they are managed and their performance evaluated on a fair value basis.

Financing and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and have been included in current assets. The Fund's financing and receivables comprise cash and cash equivalents, amount due from stockbrokers, amount due from Manager, amount due from Manager of collective investment scheme and dividends receivable.

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

The Fund classifies amount due to stockbrokers, amount due to Manager, accrued management fee, amount due to Trustee and other payables and accruals as other financial liabilities.

From 1 November 2018, the Fund classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value through profit or loss, and
- those to be measured at amortised cost.

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through OCI.

The contractual cash flows of the Fund's debt securities are solely principal and interest. However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from stockbrokers, amount due from Manager, amount due from Manager of collective investment scheme and dividend receivable as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

The Fund classifies amount due to stockbrokers, amount due to Manager, accrued management fee, amount due to Trustee, and other payables and accruals as financial liabilities measured at amortised cost.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Shariah-compliant investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

Financial liabilities, within the scope of MFRS 139 up to 31 October 2018 and MFRS 9 from 1 November 2018, are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the Shariah-compliant investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income with net gain or loss on financial assets at fair value through profit or loss in the financial year which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

Shariah-compliant collective investment scheme is valued based on the most recent published NAV per unit or share of such collective investment scheme or, if unavailable, the last published price of such unit or share (excluding any sales charge included in such selling price).

Shariah-compliant quoted securities in Malaysia are valued at the last traded market price quoted on Bursa Malaysia Securities Bhd ("Bursa Securities") at the date of the statement of financial position.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Recognition and measurement (continued)

Foreign Shariah-compliant quoted securities are valued at the last traded market price quoted on the respective foreign stock exchanges at the close of the business day of the respective foreign stock exchanges.

If a valuation based on the market price does not represent the fair value of the Shariah-compliant quoted securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the Shariah-compliant quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the Shariah-compliant quoted securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Shariah-compliant deposits with licensed Islamic financial institutions are stated at cost plus accrued profit calculated on the effective profit method over the period from the date of placement to the date of maturity of the respective deposits.

Financing and receivables and other financial liabilities are subsequently carried at amortised cost using the effective profit method.

Impairment for assets carried at amortised costs

Up to 31 October 2018, for assets carried at amortised cost, the Fund assesses at the end of the reporting year whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

The amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective profit rate. The asset's carrying amount is reduced and the amount of the loss is recognised in statement of comprehensive income. If 'financing and receivables' has a variable profit rate, the discount rate for measuring any impairment loss is the current effective profit rate determined under the contract.

As a practical expedient, the Fund may measure impairment on the basis of an instrument's fair value using an observable market price.

If, in a subsequent financial year, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as an improvement in the debtor's credit rating), the reversal of the previously recognised impairment loss is recognised in statement of comprehensive income.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Impairment for assets carried at amortised costs (continued)

When an asset is uncollectible, it is written off against the related allowance account. Such assets are written off after all the necessary procedures have been completed and the amount of the loss has been determined.

From 1 November 2018 onwards, the Fund measures credit risk and ECL using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any ECL. 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 ECL 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 the Manager as any contractual payment which is more than 30 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.

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 debtor's sources of income or assets to generate sufficient future cash flows to repay 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) Income recognition

Dividend income is recognised on the ex-dividend date when the right to receive payment is established.

Profit income from Shariah-compliant deposits with licensed Islamic financial institutions is recognised on a time proportionate basis using the effective profit rate method on an accrual basis.

Up to 31 October 2018, when a financing and receivable is impaired, the Fund reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at the original effective profit rate of the instrument and continue unwinding the discount as profit income. Profit income on impaired financings and receivables are recognised using the original effective profit rate.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Income recognition (continued)

From 1 November 2018, profit income is calculated by applying the effective profit rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective profit rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

Realised gain or loss on disposal of Shariah-compliant collective investment scheme and Shariah-compliant quoted securities are accounted for as the difference between the net disposal proceeds and the carrying amount of Shariah-compliant collective investment scheme and Shariah-compliant quoted securities, determined on a weighted average cost basis.

(d) Foreign currency

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 Ringgit Malaysia (“RM”), 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 RM primarily due to the following factors:

- i) The Fund’s units are denominated in RM.
- ii) Significant portion of the Fund’s expenses are denominated in RM.
- iii) Significant portion of the Fund’s NAV is invested in investment denominated in RM.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances and Shariah-compliant deposits held in highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Taxation

Current tax expense is determined according to Malaysian tax laws at the current rate based upon the taxable profit earned during the financial year.

Tax on investment income from foreign investments are based on the tax regime of the respective countries the Fund invest in.

Withholding taxes on investment income from investment are based on tax regime of the respective countries that the Fund invests in. Such withholding taxed are not "income tax" in nature and are recognised and measured based on the requirements of MFRS 137. They are presented within other expenses line in the statement of comprehensive income.

(g) Transaction costs

Transaction costs are costs incurred to acquire or dispose financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisors, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

(h) Amount due from/to stockbrokers

Amounts due from/to stockbrokers represent receivables for Shariah-compliant investments sold and payables for Shariah-compliant investments purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

These amounts are recognised initially at fair value and subsequently measured at amortised cost using the effective profit method, less provision for impairment for amounts due from stockbrokers. A provision for impairment of amounts due from stockbrokers is established when there is objective evidence that the Fund will not be able to collect all amounts due from the relevant stockbroker. Significant financial difficulties of the stockbroker, probability that the stockbroker will enter bankruptcy or financial reorganisation, and default in payments are considered indicators that the amount due from stockbrokers is impaired. Once a financial asset or a group of similar financial assets has been written down as a result of an impairment loss, profit income is recognised using the profit rate used to discount the future cash flows for the purpose of measuring the impairment loss.

(i) Management fee rebate

Management fee rebate is deemed from the Shariah-compliant collective investment scheme held by the Fund on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of Shariah-compliant collective investment scheme held.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Unit holders' capital

The unit holders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's NAV;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial year if unit holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at prices based on the Fund's NAV per unit at the time of creation or cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units.

(k) Critical accounting estimates and judgements in applying accounting policies

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Funds' results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgements are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

In undertaking any of the Fund's Shariah-compliant investments, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the SC Guidelines on Unit Trust Funds.

However, the Manager is of the opinion that there are no accounting policies which require significant judgement to be exercised.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund are as follows:

	Financial assets at fair value through profit or loss RM	Financial assets at amortised cost RM	Total RM
2019			
Cash and cash equivalents (Note 8)	-	97,262,083	97,262,083
Shariah-compliant collective investment scheme (Note 7)	9,447,622	-	9,447,622
Shariah-compliant quoted securities (Note 7)	1,550,015,154	-	1,550,015,154
Amount due from Manager	-	288,077	288,077
Amount due from Manager of collective investment scheme			
- Management fee rebate	-	11,965	11,965
Dividends receivable	-	667,361	667,361
	<u>1,559,462,776</u>	<u>98,229,486</u>	<u>1,657,692,262</u>

	Financial assets at fair value through profit or loss RM	Financing and receivables RM	Total RM
2018			
Cash and cash equivalents (Note 8)	-	297,868,839	297,868,839
Shariah-compliant collective investment scheme (Note 7)	8,073,204	-	8,073,204
Shariah-compliant quoted securities (Note 7)	1,325,784,458	-	1,325,784,458
Amount due from stockbrokers	-	6,559,743	6,559,743
Amount due from Manager	-	11,956,279	11,956,279
Amount due from Manager of collective investment scheme			
- Management fee rebate	-	10,820	10,820
Dividends receivable	-	1,394,285	1,394,285
	<u>1,333,857,662</u>	<u>317,789,966</u>	<u>1,651,647,628</u>

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

The Fund aims to provide investors with long-term capital growth by investing principally in equities. The Fund also seeks to outperform the benchmark.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk, interest rate risk and currency risk), credit risk and liquidity 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 SC Guidelines on Unit Trust Funds.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk

(i) Price risk

Price risk is the risk that the fair value of investment in Shariah-compliant collective investment scheme and Shariah-compliant quoted securities will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk). The value of Shariah-compliant investments may fluctuate according to the activities of individual companies, sector and overall political and economic conditions. Such fluctuation may cause the Fund's NAV and prices 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 Shariah-compliant collective investment scheme, Shariah-compliant quoted securities, and other financial instruments within specified limits according to the Deeds.

The Fund's overall exposure to price risk was as follows:

	2019	2018
	RM	RM
Financial assets at fair value through profit or loss:		
- Shariah-compliant collective investment scheme	9,447,622	8,073,204
- Shariah-compliant quoted securities - local	431,037,871	399,546,625
- Shariah-compliant quoted securities - foreign	<u>1,118,977,283</u>	<u>926,237,833</u>
	<u>1,559,462,776</u>	<u>1,333,857,662</u>

The table below summarises the sensitivity of the Fund's profit or loss and NAV to movements in prices of Shariah-compliant collective investment scheme and Shariah-compliant quoted securities at the end of each reporting year. The analysis is based on the assumptions that the price of the Shariah-compliant collective investment scheme and Shariah-compliant quoted securities fluctuates by 5% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the Shariah-compliant collective investment scheme and Shariah-compliant quoted securities, having regard to the historical volatility of the prices.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(i) Price risk (continued)

% Change in price of Shariah-compliant collective investment scheme and Shariah- compliant quoted securities	Market value RM	Impact on profit or loss/NAV RM
2019		
-5%	1,481,489,637	(77,973,139)
0%	1,559,462,776	-
5%	1,637,435,915	77,973,139
 2018		
-5%	1,267,164,779	(66,692,883)
0%	1,333,857,662	-
5%	1,400,550,545	66,692,883

(ii) Interest rate risk

Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market profit rates.

Profit 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 deposits are in accordance with Shariah.

The Fund's exposure to fair value interest rate risk arises from Shariah-compliant investments in money market instruments. The interest rate risk is expected to be minimal as the Fund's investments comprise mainly Shariah-compliant short term deposits with approved licensed Islamic financial institutions.

Cash flow interest rate risk is the risk that the future cash flow of a financial statement will fluctuate because of changes in market interest rates.

The Fund is not exposed to cash flow interest rate risk as the Fund does not hold any financial instruments at variable profit rate.

As at the end of each financial year, the Fund is not exposed to a material level of interest rate risk.

(iii) Currency risk

Currency risk of the Fund is associated with Shariah-compliant 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 RM based on considerations of economic fundamentals such as profit rate differentials, balance of payments position, debt levels, and technical chart considerations.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(iii) Currency risk (continued)

The following table sets 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 RM	Financial assets at fair value through profit or loss RM	Dividends receivable RM	Total RM
2019				
AUD	32,895	39,123,989	-	39,156,885
CNY	1,001,787	90,183,157	-	91,184,944
HKD	18,639	257,595,314	79,245	257,693,195
IDR	6,289,894	35,374,669	-	41,664,562
INR	62,636	93,292,568	30,699	93,385,902
KRW	511	235,093,003	-	235,093,515
PHP	5	-	-	5
SGD	16,442	112,257,724	227,476	112,501,642
THB	-	48,132,759	-	48,132,759
TWD	-	74,089,098	-	74,089,098
USD	88,351,066	133,835,002	-	222,186,070
	<u>95,773,875</u>	<u>1,118,977,283</u>	<u>337,420</u>	<u>1,215,088,577</u>
2018				
AUD	33,777	82,965,854	-	82,999,631
CNY	544,532	-	-	544,532
HKD	18,650	266,904,032	269,155	267,191,837
IDR	5,789,642	37,495,529	-	43,285,171
INR	60,190	77,798,838	-	77,859,028
KRW	522	214,643,370	717,046	215,360,938
PHP	5	-	-	5
SGD	16,188	100,551,566	-	100,567,754
THB	-	10,935,047	-	10,935,047
TWD	-	56,629,872	-	56,629,872
USD	68,078,232	86,386,929	-	154,465,161
	<u>74,541,738</u>	<u>934,311,037</u>	<u>986,201</u>	<u>1,009,838,976</u>

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(iii) Currency risk (continued)

The table below summarises the sensitivity of the Fund's profit or loss 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 remain constants. 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.

	Change in foreign exchange rate		Impact on profit or loss/NAV	
		%	2019 RM	2018 RM
AUD	+/-	5	+/- 1,957,844	+/- 4,149,982
CNY	+/-	5	+/- 4,559,247	+/- 27,227
HKD	+/-	5	+/- 12,884,660	+/- 13,359,592
IDR	+/-	5	+/- 2,083,228	+/- 2,164,259
INR	+/-	5	+/- 4,669,295	+/- 3,892,951
KRW	+/-	5	+/- 11,754,676	+/- 10,768,047
PHP	+/-	5	-	-
SGD	+/-	5	+/- 5,625,082	+/- 5,028,388
THB	+/-	5	+/- 2,406,638	+/- 546,752
TWD	+/-	5	+/- 3,704,455	+/- 2,831,494
USD	+/-	5	+/- 11,109,303	+/- 7,723,258
			<u>+/- 60,754,428</u>	<u>+/- 50,491,950</u>

(b) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligation resulting in financial loss to the Fund.

The credit risk arising from placements of Shariah-compliant deposits in licensed Islamic financial institutions is managed by ensuring that the Fund will only place Shariah-compliant deposits in reputable licensed Islamic financial institutions.

For amount due from Manager, the settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC Guidelines on Unit Trust Funds.

For amount due from stockbrokers, the settlement terms are governed by the relevant rules and regulations as prescribed by respective stock exchanges. The credit risk is minimal as all transactions in Shariah-compliant quoted securities are settled/paid upon delivery using approved stockbrokers.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Credit risk (continued)

The following table sets out the credit risk concentration of the Fund at the end of each reporting year:

	Cash and cash equivalents RM	Amount due from Manager RM	Amount due from Manager of collective investment scheme RM	Dividends receivable RM	Total RM
2019					
AAA	97,262,083	-	-	-	97,262,083
NR	-	288,077	11,965	667,361	967,403
	<u>97,262,083</u>	<u>288,077</u>	<u>11,965</u>	<u>667,361</u>	<u>98,229,486</u>

	Cash and cash equivalents RM	Amount due from stockbrokers RM	Amount due from Manager RM	Dividends receivable RM	Amount due from Manager of collective investment scheme RM	Total RM
2018						
AAA	297,868,839	-	-	-	-	297,868,839
NR	-	6,559,743	11,956,279	1,394,285	10,820	19,921,127
	<u>297,868,839</u>	<u>6,559,743</u>	<u>11,956,279</u>	<u>1,394,285</u>	<u>10,820</u>	<u>317,789,966</u>

All financial assets of the Fund as at the end of each financial year are neither past due nor impaired.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balances and Shariah-compliant deposits with licensed Islamic financial institutions and other instruments, which are capable of being converted into cash within 7 business days. Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining year 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 RM	Between 1 month to 1 year RM	Total RM
2019			
Amount due to stockbrokers	12,216,990	-	12,216,990
Amount due to Manager	7,191,897	-	7,191,897
Accrued management fee	2,083,351	-	2,083,351
Amount due to Trustee	83,334	-	83,334
Other payables and accruals	-	19,898	19,898
Contractual undiscounted cash flows	21,575,572	19,898	21,595,470

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
2018			
Amount due to stockbrokers	105,394	-	105,394
Amount due to Manager	8,271,928	-	8,271,928
Accrued management fee	2,129,150	-	2,129,150
Amount due to Trustee	85,166	-	85,166
Other payables and accruals	-	14,200	14,200
Contractual undiscounted cash flows	10,591,638	14,200	10,605,838

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Capital risk management

The capital of the Fund is represented by equity consisting of unit holders' capital of RM1,605,443,374 (2018: RM1,767,332,887 and retained earnings of RM30,653,418 (2018: accumulated losses of RM126,281,827). The amount of capital can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns to unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

(e) 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 securities) is based on quoted market prices at the close of trading on the financial 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 market 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)

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

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.

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.

	Level 1	Level 2	Level 3	Total
	RM	RM	RM	RM
2019				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment scheme	9,447,622	-	-	9,447,622
- Shariah-compliant quoted securities - local	431,037,871	-	-	431,037,871
- Shariah-compliant quoted securities - foreign	1,118,977,283	-	-	1,118,977,283
	<u>1,559,462,776</u>	<u>-</u>	<u>-</u>	<u>1,559,462,776</u>

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2018				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment scheme	8,073,204	-	-	8,073,204
- Shariah-compliant quoted securities - local	399,546,625	-	-	399,546,625
- Shariah-compliant quoted securities - foreign	926,237,833	-	-	926,237,833
	<u>1,333,857,662</u>	<u>-</u>	<u>-</u>	<u>1,333,857,662</u>

Shariah-compliant investments which values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities and collective investment scheme. The Fund does not adjust the quoted prices for these instruments. 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, amount due from stockbrokers, amount due from Manager, amount due from Manager of collective investment scheme, dividends receivable and all current liabilities are a reasonable approximation of their fair values due to their short term nature.

4. MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a maximum management fee of 3.00% per annum, calculated daily based on the NAV of the Fund.

For the financial year ended 31 October 2019, the management fee is recognised at a rate of 1.50% per annum (2018: 1.50% per annum).

There is no further liability to the Manager in respect of management fee other than the amount recognised above.

5. TRUSTEE'S AND CUSTODIAN FEES

In accordance with the Deeds, the Trustee is entitled to a maximum fee of 0.06% per annum calculated daily based on the NAV of the Fund. The foreign sub-custodian fee is dependent on the country invested and is charged monthly.

For the financial year ended 31 October 2019, the Trustee's fee is recognised at a rate of 0.06% per annum (2018: 0.06% per annum). The foreign custodian fee is recognised at RM828,522 (2018: RM824,402).

There is no further liability to the Trustee and custodian in respect of Trustee's and custodian's fees other than the amount recognised above.

6. TAXATION

	2019	2018
	RM	RM
Tax charged for the financial year:		
- Withholding tax	-	1,936,473
	<u> </u>	<u> </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:

	2019	2018
	RM	RM
Profit/(Loss) before taxation	<u>156,935,245</u>	<u>(272,257,989)</u>
Taxation at Malaysian statutory rate of 24% (2018: 24%)	37,664,459	(65,341,917)
Tax effects of:		
(Income not subject to tax)/Investment loss not deductible for tax purpose	(46,035,319)	57,592,397
Expenses not deductible for tax purposes	1,740,007	1,815,593
Restriction on tax deductible expenses for Unit Trust Funds	6,630,853	5,933,927
Investment income subject to withholding tax	-	1,936,473
Taxation	<u> </u>	<u> </u>

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

	2019	2018
	RM	RM
At fair value through profit or loss at inception:		
- Shariah-compliant collective investment scheme	9,447,622	8,073,204
- Shariah-compliant quoted securities - local	431,037,871	399,546,625
- Shariah-compliant quoted securities - foreign	1,118,977,283	926,237,833
	<u>1,559,462,776</u>	<u>1,333,857,662</u>
Net gain/(loss) on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	27,405,843	(74,362,643)
- Unrealised fair value gain/(loss)	120,069,063	(197,984,756)
- Management fees rebate #	170,637	261,812
	<u>147,645,543</u>	<u>(272,085,587)</u>

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

Management fees rebate represents the Fund's entitlement to management fee rebate from the Manager and the Manager of collective investment scheme the Fund invests in.

For the financial year ended 31 October 2019, the rebate is recognised at a rate of 1.50% for PT. CIMB Principal Asset Management Islamic Equity Growth (2018: 1.50%), calculated and accrued daily based on the NAV of the Shariah-compliant collective investment scheme.

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019				
SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME				
PT. CIMB Principal Asset Management Islamic Equity Growth	<u>21,712,831</u>	<u>10,057,496</u>	<u>9,447,622</u>	<u>0.58</u>
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEME	<u>21,712,831</u>	<u>10,057,496</u>	<u>9,447,622</u>	<u>0.58</u>
ACCUMULATED UNREALISED LOSS ON SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME		<u>(609,874)</u>		
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEME AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>9,447,622</u>		

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019				
SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL				
Communication Services				
Axiata Group Bhd	6,226,527	30,714,073	26,774,066	1.64
Digi.com Bhd	2,048,500	9,157,151	9,627,950	0.59
Telekom Malaysia Bhd	1,971,900	6,093,122	7,414,344	0.45
Time Dotcom Bhd	514,510	4,247,229	4,697,476	0.29
	<u>10,761,437</u>	<u>50,211,575</u>	<u>48,513,836</u>	<u>2.97</u>
Consumer Discretionary				
Bermaz Auto Berhad	778,800	1,806,148	1,775,664	0.11
MBM Resources Bhd	1,907,000	7,716,615	7,837,770	0.48
Padini Holding Bhd	58,700	217,665	215,429	0.01
	<u>2,744,500</u>	<u>9,740,428</u>	<u>9,828,863</u>	<u>0.60</u>
Consumer Staples				
FGV Holdings Bhd	2,140,600	2,691,805	2,354,660	0.14
IOI Corp Bhd	2,733,300	12,618,328	11,944,521	0.73
Sime Darby Plantation Bhd	3,499,300	17,871,369	17,181,563	1.05
	<u>8,373,200</u>	<u>33,181,502</u>	<u>31,480,744</u>	<u>1.92</u>
Energy				
Dayang Enterprise Holding Bhd	3,513,700	4,324,009	6,851,715	0.42
Dialog Group Bhd	4,723,700	12,451,652	16,438,476	1.00
Petronas Dagangan Bhd	745,700	19,895,079	17,568,692	1.07
Serba Dinamik Holdings Bhd	2,658,100	11,494,812	11,084,277	0.68
Yinson Holdings Bhd	2,411,700	9,948,850	16,664,847	1.02
	<u>14,052,900</u>	<u>58,114,402</u>	<u>68,608,007</u>	<u>4.19</u>
Financials				
BIMB Holdings Bhd	1,724,300	7,318,977	7,328,275	0.45
Health Care				
Hartalega Holdings Bhd	1,900,100	10,120,760	9,994,526	0.61
IHH Healthcare Bhd	2,907,900	16,182,882	16,575,030	1.01
	<u>4,808,000</u>	<u>26,303,642</u>	<u>26,569,556</u>	<u>1.62</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES – LOCAL (CONTINUED)				
Industrials				
Frontken Corporation Bhd	3,783,500	2,682,955	7,226,485	0.44
IJM Corporation Bhd	2,029,400	3,977,430	4,363,210	0.27
Malaysian Resources Corporation Bhd	11,058,300	9,969,099	8,183,142	0.50
MISC Bhd	1,610,400	10,944,147	13,414,632	0.82
Muhibbah Engineering M Bhd	2,707,400	8,041,749	6,470,686	0.40
Pentamaster Corp Bhd	3,185,200	6,161,510	14,683,772	0.90
Sime Darby Bhd	8,866,100	20,822,232	20,126,047	1.23
UEM Edgenta Bhd	2,574,100	8,634,359	8,211,379	0.50
Westports Holdings Bhd	1,549,900	5,527,003	6,633,572	0.40
	<u>37,364,300</u>	<u>76,760,484</u>	<u>89,312,925</u>	<u>5.46</u>
Information Technology				
Globetronics Technology Bhd	6,263,400	16,407,592	12,965,238	0.79
JHM Consolidation Bhd	4,206,000	4,835,969	5,593,980	0.34
Malaysian Pacific Industries Bhd	479,500	5,592,391	5,130,650	0.32
V.S. Industry Bhd	4,375,175	8,436,799	6,125,245	0.37
Vitrox Corporation Bhd	80,700	599,089	623,811	0.04
	<u>15,404,775</u>	<u>35,871,840</u>	<u>30,438,924</u>	<u>1.86</u>
Materials				
Petronas Chemicals Group Bhd	3,757,500	30,713,079	28,068,525	1.72
Press Metal Aluminium Holding Bhd	813,200	3,870,977	3,870,832	0.24
	<u>4,570,700</u>	<u>34,584,056</u>	<u>31,939,357</u>	<u>1.96</u>
Real Estate				
Axis REIT	1,739,500	3,264,370	2,991,940	0.18
KLCCP Stapled Group	707,200	5,566,239	5,650,528	0.35
Sunway Bhd	2,607,164	4,258,733	4,432,179	0.27
Sunway Bhd- Warrant	538,830	-	196,673	0.01
	<u>5,592,694</u>	<u>13,089,342</u>	<u>13,271,320</u>	<u>0.81</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES – LOCAL (CONTINUED)				
Utilities				
Petronas Gas Bhd	912,600	16,150,945	15,185,664	0.93
Ranhill Holdings Bhd	1,720,900	2,113,981	2,185,543	0.13
Tenaga Nasional Bhd	4,067,450	58,349,373	56,374,857	3.45
	<u>6,700,950</u>	<u>76,614,299</u>	<u>73,746,064</u>	<u>4.51</u>
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES - LOCAL	<u>112,097,756</u>	<u>421,790,547</u>	<u>431,037,871</u>	<u>26.35</u>
SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN				
AUSTRALIA				
Industrials				
ALS Ltd	413,652	9,391,157	9,639,304	0.59
Cleanaway Waste Management Ltd	5,534,305	30,797,348	29,484,685	1.80
	<u>5,947,957</u>	<u>40,188,505</u>	<u>39,123,989</u>	<u>2.39</u>
TOTAL AUSTRALIA	<u>5,947,957</u>	<u>40,188,505</u>	<u>39,123,989</u>	<u>2.39</u>
CAYMAN ISLANDS				
Consumer Discretionary				
Alibaba Group Holding Ltd	152,018	97,459,028	112,195,201	6.86
TOTAL CAYMAN ISLANDS	<u>152,018</u>	<u>97,459,028</u>	<u>112,195,201</u>	<u>6.86</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
CHINA				
Consumer Discretionary				
China International Travel Service Co Ltd	462,429	22,876,158	24,790,018	1.52
Midea Group Co Ltd	587,284	17,556,537	19,339,479	1.18
	<u>1,049,713</u>	<u>40,432,695</u>	<u>44,129,497</u>	<u>2.70</u>
Energy				
China Petroleum & Chemical Corporation	4,566,000	13,719,188	10,953,606	0.67
Industrials				
Centre Testing International Group Co	1,458,296	7,998,950	12,113,715	0.74
Real Estate				
China Vanke Co Ltd - H ¹	1,505,000	23,107,930	22,986,339	1.41
TOTAL CHINA	<u>8,579,009</u>	<u>85,258,763</u>	<u>90,183,157</u>	<u>5.52</u>
HONG KONG Special Administrative Region ("SAR"), CHINA				
Communication Services				
China Mobile Ltd	1,313,500	54,038,578	44,674,473	2.73
Tencent Holdings Ltd	170,700	28,099,156	29,192,855	1.78
	<u>1,484,200</u>	<u>82,137,734</u>	<u>73,867,328</u>	<u>4.51</u>
Consumer Discretionary				
Shenzhou International Group	333,000	16,896,919	19,278,922	1.18
Consumer Staples				
China Mengniu Dairy Co. Ltd	1,067,000	17,265,725	17,832,435	1.09
Sun Art Retail Group Ltd	1,325,500	5,895,081	5,660,059	0.35
	<u>2,392,500</u>	<u>23,160,806</u>	<u>23,492,494</u>	<u>1.44</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
HONG KONG SAR, CHINA (CONTINUED)				
Energy				
CNOOC Ltd	3,462,000	22,290,296	21,704,164	1.33
Information Technology				
Kingboard Laminates Holding Ltd	3,036,000	11,803,537	11,653,140	0.71
Real Estate				
China Resources Land Ltd	1,300,000	19,348,924	23,181,854	1.42
Henderson Land Development	1,117,900	25,882,890	23,391,135	1.43
Link REIT	518,000	20,430,322	23,596,659	1.44
	2,935,900	65,662,136	70,169,648	4.29
Utilities				
China Resources Gas Group Ltd	1,044,000	20,474,382	26,325,118	1.61
CK Infrastructure Holdings Ltd	369,000	11,460,767	11,104,500	0.68
	1,413,000	31,935,149	37,429,618	2.29
TOTAL HONG KONG SAR, CHINA	15,056,600	253,886,577	257,595,314	15.75
INDIA				
Consumer Staples				
Dabur India Ltd	983,637	23,997,564	26,763,637	1.64
Energy				
Reliance Industries Ltd	318,626	24,049,738	27,481,561	1.68
Materials				
Asian Paints Ltd	155,582	12,750,921	16,582,776	1.01
Ultra Technology Cement Ltd	92,055	24,444,029	22,464,594	1.37
	247,637	37,194,950	39,047,370	2.38
TOTAL INDIA	1,549,900	85,242,252	93,292,568	5.70

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES – FOREIGN (CONTINUED)				
INDONESIA				
Communication Services				
Telekomunikasi Indonesia Persero Tbk PT	<u>28,245,800</u>	<u>31,629,817</u>	<u>34,525,237</u>	<u>2.11</u>
Financials				
PT Bank Tabungan Pensiunan Nas	<u>743,800</u>	<u>702,397</u>	<u>849,432</u>	<u>0.05</u>
TOTAL INDONESIA	<u>28,989,600</u>	<u>32,332,214</u>	<u>35,374,669</u>	<u>2.16</u>
SINGAPORE				
Communication Services				
NetLink NBN Trust	<u>9,500,100</u>	<u>24,111,310</u>	<u>27,103,415</u>	<u>1.66</u>
Industrials				
ComfortDelGro Corp Ltd	<u>2,373,800</u>	<u>17,670,762</u>	<u>16,748,844</u>	<u>1.02</u>
Keppel Corp Ltd	<u>547,200</u>	<u>11,943,527</u>	<u>11,515,508</u>	<u>0.70</u>
	<u>2,921,000</u>	<u>29,614,289</u>	<u>28,264,352</u>	<u>1.72</u>
Real Estate				
CapitaLand Commercial Trust	<u>5,428,800</u>	<u>28,035,944</u>	<u>34,140,556</u>	<u>2.09</u>
CapitaLand Mall Trust	<u>2,919,600</u>	<u>19,157,436</u>	<u>22,749,401</u>	<u>1.39</u>
	<u>8,348,400</u>	<u>47,193,380</u>	<u>56,889,957</u>	<u>3.48</u>
TOTAL SINGAPORE	<u>20,769,500</u>	<u>100,918,979</u>	<u>112,257,724</u>	<u>6.86</u>
SOUTH KOREA				
Consumer Staples				
LG HouseHold & Health Care Ltd	<u>3,883</u>	<u>15,440,601</u>	<u>17,572,426</u>	<u>1.07</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN (CONTINUED)				
SOUTH KOREA (CONTINUED)				
Information Technology				
Samsung Electronics Co. Ltd	626,146	112,523,257	113,254,483	6.92
Samsung Electronics Co. Ltd - Preference Shares	368,294	52,368,451	54,257,160	3.32
SK Hynix Inc.	104,490	24,495,500	30,749,484	1.88
	<u>1,098,930</u>	<u>189,387,208</u>	<u>198,261,127</u>	<u>12.12</u>
Materials				
Lotte Chemical Corporation	12,004	20,363,040	9,779,150	0.60
Posco	12,490	14,615,746	9,480,300	0.58
	<u>24,494</u>	<u>34,978,786</u>	<u>19,259,450</u>	<u>1.18</u>
TOTAL SOUTH KOREA	<u>1,127,307</u>	<u>239,806,595</u>	<u>235,093,003</u>	<u>14.37</u>
TAIWAN				
Industrials				
AirTac International Group	217,000	12,436,833	12,429,977	0.76
Information Technology				
Largan Precision Co. Ltd	18,000	11,072,720	11,039,112	0.67
Taiwan Semiconductor Manufacturing Co Ltd	815,000	25,414,547	33,377,673	2.04
	<u>833,000</u>	<u>36,487,267</u>	<u>44,416,785</u>	<u>2.71</u>
Materials				
Formosa Plastics Corporation	1,285,000	17,807,089	17,242,336	1.05
TOTAL TAIWAN	<u>2,335,000</u>	<u>66,731,189</u>	<u>74,089,098</u>	<u>4.52</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN (CONTINUED)				
THAILAND				
Communication Services				
Intouch Holdings PCL	<u>2,557,600</u>	<u>22,581,082</u>	<u>23,371,763</u>	<u>1.43</u>
Consumer Discretionary				
Home Product Center PCL	<u>10,397,400</u>	<u>20,778,148</u>	<u>24,760,996</u>	<u>1.51</u>
TOTAL THAILAND	<u>12,955,000</u>	<u>43,359,230</u>	<u>48,132,759</u>	<u>2.94</u>
UNITED STATES				
Information Technology				
Nvidia Corporation	<u>25,769</u>	<u>17,838,165</u>	<u>21,639,801</u>	<u>1.32</u>
TOTAL UNITED STATES	<u>25,769</u>	<u>17,838,165</u>	<u>21,639,801</u>	<u>1.32</u>
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES - FOREIGN	<u>97,487,660</u>	<u>1,063,021,497</u>	<u>1,118,977,283</u>	<u>68.39</u>
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES	<u>209,585,416</u>	<u>1,484,812,045</u>	<u>1,550,015,154</u>	<u>94.74</u>
ACCUMULATED UNREALISED GAIN ON SHARIAH- COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>65,203,109</u>		
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>1,550,015,154</u>		

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018				
SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME				
PT. CIMB Principal Asset Management Islamic Equity Growth	21,712,831	10,057,496	8,073,204	0.49
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEME	21,712,831	10,057,496	8,073,204	0.49
ACCUMULATED UNREALISED LOSS ON SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME		(1,984,292)		
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEME AT FAIR VALUE THROUGH PROFIT OR LOSS		8,073,204		
SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL				
Communication Services				
Axiata Group Bhd	7,508,627	37,038,387	25,604,418	1.56
DiGi.Com Bhd	1,336,400	5,982,294	5,759,884	0.35
TIME dotCom Bhd	514,510	4,247,229	4,013,178	0.24
	<u>9,359,537</u>	<u>47,267,910</u>	<u>35,377,480</u>	<u>2.15</u>
Consumer Discretionary				
Padini Holdings Bhd	143,600	839,779	807,032	0.05
Consumer Staples				
FGV Holdings Bhd	2,320,900	3,626,855	3,249,260	0.20
Genting Plantations Bhd	292,600	3,168,210	2,823,590	0.17
IOI Corporation Bhd	3,139,800	14,499,284	14,129,100	0.86
Kuala Lumpur Kepong Bhd	502,100	12,298,184	12,512,332	0.76
Sime Darby Plantation Bhd	1,598,200	8,933,938	8,406,532	0.51
	<u>7,853,600</u>	<u>42,526,471</u>	<u>41,120,814</u>	<u>2.50</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL (CONTINUED)				
Energy				
Dialog Group Bhd	3,530,600	7,073,066	11,968,734	0.73
Hibiscus Petroleum Bhd	1,408,600	1,642,568	1,577,632	0.10
Petronas Dagangan Bhd	799,700	21,335,784	20,792,200	1.27
Serba Dinamik Holdings Bhd	767,200	2,975,216	3,099,488	0.19
Yinson Holdings Bhd	2,519,900	9,462,810	11,213,555	0.68
	<u>9,026,000</u>	<u>42,489,444</u>	<u>48,651,609</u>	<u>2.97</u>
Financials				
BIMB Holdings Bhd	1,644,200	7,064,259	6,017,772	0.37
Health Care				
Hartalega Holdings Bhd	264,700	1,547,776	1,657,022	0.10
IHH Healthcare Bhd	799,200	4,994,088	3,996,000	0.24
Top Glove Corporation Bhd	4,409,600	21,568,040	26,193,024	1.60
	<u>5,473,500</u>	<u>28,109,904</u>	<u>31,846,046</u>	<u>1.94</u>
Industrials				
Econpile Holdings Bhd	1,281,700	899,867	852,331	0.05
Frontken Corporation Bhd	6,667,100	3,434,736	5,533,693	0.34
MISC Bhd	798,500	5,978,185	4,870,850	0.30
Muhibbah Engineering (M) Bhd	2,604,700	7,748,274	7,215,019	0.44
Pentamaster Corporation Bhd	1,436,800	4,007,494	4,511,552	0.27
Pos Malaysia Bhd	1,995,600	8,223,123	5,906,976	0.36
Sime Darby Bhd	6,107,300	14,708,139	13,436,060	0.82
Tasco Bhd	1,507,900	3,623,827	2,035,665	0.12
Westports Holdings Bhd	2,297,900	8,140,627	7,835,839	0.48
	<u>24,697,500</u>	<u>56,764,272</u>	<u>52,197,985</u>	<u>3.18</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL (CONTINUED)				
Information Technology				
Globetronics Technology Bhd	7,244,500	19,612,308	16,010,345	0.98
Inari Amertron Bhd	8,677,750	17,942,694	17,008,390	1.04
JHM Consolidation Bhd	7,694,200	8,698,900	8,232,794	0.50
Malaysian Pacific Industries Bhd	429,800	5,056,290	4,659,032	0.28
Unisem (M) Bhd	1,635,800	5,035,653	4,727,462	0.29
V.S. Industry Bhd	9,127,675	17,601,206	14,604,280	0.89
	<u>34,809,725</u>	<u>73,947,051</u>	<u>65,242,303</u>	<u>3.98</u>
Materials				
ATA IMS Bhd	5,016,200	8,101,719	8,326,892	0.51
Petronas Chemicals Group Bhd	4,348,400	34,948,123	40,657,540	2.48
	<u>9,364,600</u>	<u>43,049,842</u>	<u>48,984,432</u>	<u>2.99</u>
Real Estate				
S P Setia Bhd	9,019	33,334	18,940	0.00
Sunway Bhd - Warrant	538,830	-	156,261	0.01
	<u>547,849</u>	<u>33,334</u>	<u>175,201</u>	<u>0.01</u>
Utilities				
Petronas Gas Bhd	279,200	5,308,671	5,103,776	0.31
Tenaga Nasional Bhd	4,355,250	64,973,885	64,022,175	3.90
	<u>4,634,450</u>	<u>70,282,556</u>	<u>69,125,951</u>	<u>4.21</u>
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES - LOCAL	<u>107,554,561</u>	<u>412,374,822</u>	<u>399,546,625</u>	<u>24.35</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN				
AUSTRALIA				
Industrials				
Cimic Group Ltd	171,899	26,333,877	24,102,792	1.47
Cleanaway Waste Management Ltd	<u>5,534,305</u>	<u>30,797,348</u>	<u>29,536,586</u>	<u>1.80</u>
	<u>5,706,204</u>	<u>57,131,225</u>	<u>53,639,378</u>	<u>3.27</u>
Materials				
BHP Billiton Ltd	<u>307,075</u>	<u>29,775,686</u>	<u>29,326,476</u>	<u>1.79</u>
TOTAL AUSTRALIA	<u>6,013,279</u>	<u>86,906,911</u>	<u>82,965,854</u>	<u>5.06</u>
CAYMAN ISLANDS				
Consumer Discretionary				
Alibaba Group Holding Ltd	<u>126,683</u>	<u>75,478,402</u>	<u>75,414,329</u>	<u>4.60</u>
TOTAL CAYMAN ISLANDS	<u>126,683</u>	<u>75,478,402</u>	<u>75,414,329</u>	<u>4.60</u>
CHINA				
Energy				
China Petroleum & Chemical Corporation	4,566,000	13,719,188	15,489,808	0.94
PetroChina Co Ltd	<u>5,500,000</u>	<u>16,275,752</u>	<u>16,839,438</u>	<u>1.03</u>
	<u>10,066,000</u>	<u>29,994,940</u>	<u>32,329,246</u>	<u>1.97</u>
Materials				
Anhui Conch Cement Co Ltd	<u>794,000</u>	<u>12,513,491</u>	<u>17,152,544</u>	<u>1.04</u>
Real Estate				
China Vanke Co Ltd - H ¹	<u>800,000</u>	<u>12,090,023</u>	<u>10,305,288</u>	<u>0.63</u>
TOTAL CHINA	<u>11,660,000</u>	<u>54,598,454</u>	<u>59,787,078</u>	<u>3.64</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN (CONTINUED)				
HONG KONG SAR, CHINA				
Communication Services				
Tencent Holdings Ltd	67,900	12,049,929	9,670,169	0.59
Energy				
CNOOC Ltd	8,745,000	56,305,211	62,785,287	3.82
Industrials				
Techtronic Industries Co Ltd	1,355,500	30,717,367	26,534,970	1.62
Real Estate				
China Resources Land Ltd	982,000	12,070,059	13,933,048	0.85
Link REIT	1,786,000	70,441,226	66,209,342	4.03
	<u>2,768,000</u>	<u>82,511,285</u>	<u>80,142,390</u>	<u>4.88</u>
Utilities				
China Resources Gas Group Ltd	1,044,000	20,474,382	16,706,088	1.02
CK Infrastructure Holdings Ltd	369,000	11,460,767	11,278,050	0.69
	<u>1,413,000</u>	<u>31,935,149</u>	<u>27,984,138</u>	<u>1.71</u>
TOTAL HONG KONG	<u>14,349,400</u>	<u>213,518,941</u>	<u>207,116,954</u>	<u>12.62</u>
INDIA				
Energy				
Reliance Industries Ltd	1,080,402	52,142,350	64,896,237	3.95
Health Care				
Dr. Reddy's Laboratories Ltd	89,662	12,119,358	12,902,601	0.79
TOTAL INDIA	<u>1,170,064</u>	<u>64,261,708</u>	<u>77,798,838</u>	<u>4.74</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED)				
SHARIAH-COMPLIANT				
QUOTED SECURITIES -				
FOREIGN (CONTINUED)				
INDONESIA				
Communication Services				
Telekomunikasi Indonesia Persero Tbk PT	17,541,200	19,239,470	18,585,252	1.13
Energy				
Adaro Energy Tbk PT	23,866,000	14,517,353	10,837,073	0.66
TOTAL INDONESIA	41,407,200	33,756,823	29,422,325	1.79
SINGAPORE				
Industrials				
Keppel Corp Ltd	1,228,900	26,822,735	23,011,447	1.40
Real Estate				
CapitaLand Commercial Trust	8,009,700	41,364,481	41,850,250	2.55
CapitaLand Mall Trust	5,600,500	36,748,603	35,689,869	2.18
	13,610,200	78,113,084	77,540,119	4.73
TOTAL SINGAPORE	14,839,100	104,935,819	100,551,566	6.13
SOUTH KOREA				
Consumer Staples				
Amorepacific Corporation	7,920	9,414,404	4,446,796	0.27
LG HouseHold & Health Care Ltd	2,691	10,329,596	10,309,670	0.63
	10,611	19,744,000	14,756,466	0.90
Health Care				
Medy-Tox Inc	3,484	7,188,874	5,963,034	0.36

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED) SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN (CONTINUED)				
SOUTH KOREA (CONTINUED)				
Information Technology				
Samsung Electronics Co Ltd	624,286	112,969,982	97,135,955	5.92
Samsung Electronics Co Ltd - Preference Shares	308,300	45,668,326	40,446,424	2.47
SK Hynix Inc	104,490	24,495,500	26,151,082	1.59
	<u>1,037,076</u>	<u>183,133,808</u>	<u>163,733,461</u>	<u>9.98</u>
Materials				
Lotte Chemical Corporation	12,004	20,363,040	11,563,408	0.70
Posco	19,674	23,022,433	18,627,001	1.14
	<u>31,678</u>	<u>43,385,473</u>	<u>30,190,409</u>	<u>1.84</u>
TOTAL SOUTH KOREA	<u>1,082,849</u>	<u>253,452,155</u>	<u>214,643,370</u>	<u>13.08</u>
TAIWAN				
Information Technology				
Taiwan Semiconductor Manufacturing Co Ltd	1,790,000	56,613,194	56,629,872	3.45
TOTAL TAIWAN	<u>1,790,000</u>	<u>56,613,194</u>	<u>56,629,872</u>	<u>3.45</u>
THAILAND				
Consumer Discretionary				
Robinson Department Store PCL	1,328,800	11,981,894	10,935,047	0.67
TOTAL THAILAND	<u>1,328,800</u>	<u>11,981,894</u>	<u>10,935,047</u>	<u>0.67</u>
UNITED STATES				
Information Technology				
Nvidia Corporation	12,439	11,396,871	10,972,600	0.66
TOTAL UNITED STATES	<u>12,439</u>	<u>11,396,871</u>	<u>10,972,600</u>	<u>0.66</u>

CIMB ISLAMIC DALI ASIA PACIFIC EQUITY GROWTH FUND

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED)				
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES - FOREIGN	<u>93,779,814</u>	966,901,172	<u>926,237,833</u>	<u>56.44</u>
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES	<u>201,334,375</u>	<u>1,379,275,994</u>	<u>1,325,784,458</u>	<u>80.79</u>
ACCUMULATED UNREALISED LOSS ON SHARIAH-COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(53,491,536)</u>		
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>1,325,784,458</u>		

¹ H shares refer to the shares of companies incorporated in the Chinese mainland that are listed on the Hong Kong Stock Exchange or other foreign exchange. H shares are still regulated by Chinese law, but they are denominated in Hong Kong dollars and trade the same as other equities on the Hong Kong exchange.

² ADR, or American depositary receipt, is a negotiable certificate issued by a U.S. bank representing a specified number of shares (or one share) in a foreign stock that is traded on a U.S. exchange. ADRs are denominated in U.S. dollars, with the underlying security held by a U.S. financial institution overseas. ADRs help to reduce administration and duty costs that would otherwise be levied on each transaction.

8. CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	2019	2018
	RM	RM
Shariah-compliant deposits with licensed Islamic financial institutions	606,053	222,811,107
Bank balances	96,656,030	75,057,732
	<u>97,262,083</u>	<u>297,868,839</u>

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

	2019	2018
	%	%
Shariah-compliant deposits with licensed Islamic financial institutions	<u>3.20</u>	<u>3.31</u>

Shariah-compliant deposits with licensed Islamic financial institutions have an average maturity of 1 day (2018: 8 days).

9. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2019	2018
	No of units	No of units
At the beginning of the financial year	1,936,721,558	1,230,218,027
Add : Creation of units from applications	214,155,939	1,035,553,262
Less : Cancellation of units	<u>(389,664,754)</u>	<u>(329,049,731)</u>
At the end of the financial year	<u>1,761,212,743</u>	<u>1,936,721,558</u>

10. MANAGEMENT EXPENSE RATIO (“MER”)

	2019	2018
	%	%
MER	<u>1.65</u>	<u>1.66</u>

MER is derived based on the following calculation:

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

A	=	Management fee
B	=	Trustee’s and custodian fees
C	=	Audit fee
D	=	Tax agent’s fee
E	=	Other expenses excluding withholding tax
F	=	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 RM1,715,151,117 (2018: RM1,541,704,223).

11. PORTFOLIO TURNOVER RATIO (“PTR”)

	2019	2018
PTR (times)	<u>0.63</u>	<u>0.90</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 = RM1,117,906,586 (2018: RM1,650,315,342)

total disposal for the financial year = RM1,039,776,379 (2018: RM1,134,146,285)

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>
Principal Asset Management Berhad <i>(formerly known as CIMB-Principal Asset Management Berhad)</i>	The Manager
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the Manager
Principal International (Asia) Ltd	Shareholder of the Manager
Subsidiaries and associates of Principal Financial Group Inc., other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of the Manager
Subsidiaries and associates of CIMB Group Holdings Berhad, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager
CIMB Islamic Bank Bhd	Fellow related party to the Manager
CIMB Bank Bhd	Fellow related party to the Manager
CIMB Investment Bank Bhd	Fellow related party to the Manager
CGS-CIMB Securities Sdn Bhd	Fellow related party to the Manager
CGS-CIMB Securities (Singapore) Pte Ltd <i>(formerly known as CIMB Securities (Singapore) Pte Ltd)</i>	Fellow related party to the Manager

12. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

Units held by the Manager and parties related to the Manager

	2019		2018	
	No. of units	RM	No. of units	RM
Manager				
Principal Asset Management Berhad (formerly known as CIMB-Principal Asset Management Berhad)	487,022	452,395	941,020	797,326

In the opinion of the Manager, the above units were transacted at the prevailing market price.

The units are held beneficially by the Manager for booking purposes. Other than the above, there were no units held by the Directors or parties related to the Manager.

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

	2019	2018
	RM	RM
<u>Significant related party transactions</u>		
Profit income from Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	<u>1,020,940</u>	<u>772,386</u>
Cash placements with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	<u>817,410,000</u>	<u>988,076,000</u>
<u>Significant related party balances</u>		
Shariah-compliant deposits with licensed Islamic financial institution:		
- CIMB Islamic Bank Bhd	<u>606,053</u>	<u>80,412,783</u>
Bank balance:		
- CIMB Islamic Bank Bhd	<u>882,155</u>	<u>20,493</u>

13. TRANSACTIONS WITH BROKERS/DEALERS

Details of transactions with the top 10 brokers/dealers for the financial year ended 31 October 2019 are as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
J.P. Morgan Securities LLC	453,700,464	21.08	144,725	5.36
Citigroup Global Markets Ltd	283,252,987	13.16	317,962	11.78
CLSA Securities M Sdn Bhd	234,822,933	10.91	136,167	5.05
Macquarie Securities (Malaysia) Sdn Bhd	173,362,735	8.06	255,793	9.48
CLSA (Hong Kong) Ltd	115,236,029	5.35	253,695	9.40
Credit Suisse Securities (Hong Kong) Ltd	109,836,938	5.10	229,594	8.51
KAF-Seagroatt & Campbell Securities Sdn Bhd	78,917,983	3.67	164,353	6.09
J.P. Morgan Securities (Asia Pacific) Ltd	74,467,925	3.46	160,624	5.95
Sanford C Bernstein & Co LLC	70,104,512	3.26	107,567	3.99
J.P. Morgan Sec (M) Sdn Bhd	68,412,532	3.18	70,942	2.63
Others #	489,947,786	22.77	857,242	31.76
	<u>2,152,062,824</u>	<u>100.00</u>	<u>2,698,664</u>	<u>100.00</u>

13. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

Details of transactions with the top 10 brokers/dealers for the financial year ended 31 October 2018 are as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
Citigroup Global Markets Ltd	450,032,175	16.35	523,396	10.93
J.P. Morgan Securities Singapore Pte Ltd	402,303,929	14.62	128,124	2.68
CLSA (Hong Kong) Ltd	157,944,189	5.74	418,160	8.73
CIMB Investment Bank Bhd #	155,115,241	5.64	309,719	6.47
Macquarie Securities (Malaysia) Sdn Bhd	138,756,777	5.04	295,785	6.18
Credit Suisse Securities (Hong Kong) Ltd	132,412,547	4.81	320,244	6.69
Macquarie Securities (Singapore) Pte Ltd	123,340,403	4.48	341,201	7.12
KAF-Seagroatt & Campbell Securities Sdn Bhd	113,809,289	4.13	241,322	5.04
RHB Investment Bank Bhd	107,860,292	3.92	228,962	4.78
Maybank Investment Bank Bhd	100,055,926	3.64	210,065	4.39
Others #	<u>870,921,656</u>	<u>31.63</u>	<u>1,772,100</u>	<u>36.99</u>
	<u>2,752,552,424</u>	<u>100.00</u>	<u>4,789,078</u>	<u>100.00</u>

Included in the transactions are trades conducted with CIMB Investment Bank Bhd, CGS-CIMB Securities Sdn Bhd, CGS-CIMB Securities (Singapore) Pte Ltd, fellow related parties to the Manager amounting to Nil (2018: RM155,115,241), RM26,251,324 (2018: Nil) and RM26,465,609 (2018: RM850,654) respectively. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

14. MFRS 9 FINANCIAL INSTRUMENTS

As disclosed in Note 2(a), the Fund has adopted MFRS 9, which resulted in the following changes in accounting policies as disclosed in Note 2(b) and adjustments to the financial position as follows.

The measurement category and the carrying amount of financial assets and financial liabilities in accordance with MFRS 139 and MFRS 9 at 1 November 2018 are compared as follows:

	Measurement category		Carrying amount			
	Original (MFRS 139)	New (MFRS 9)	Original (MFRS 139) RM	Reclassi- fications RM	Remeas- urements RM	New (MFRS 9) RM
Financial assets						
Cash and cash equivalents	Financing and receivables	Amortised cost	297,868,839	-	-	297,868,839
Investment in Shariah-compliant collective investment scheme	FVTPL	FVTPL	8,073,204	-	-	8,073,204
Investment in Shariah-compliant quoted securities	FVTPL	FVTPL	1,325,784,458	-	-	1,325,784,458
Amount due from stockbrokers	Financing and receivables	Amortised cost	6,559,743	-	-	6,559,743
Amount due from Manager	Financing and receivables	Amortised cost	11,956,279	-	-	11,956,279
Amount due from Manager of collective investment scheme	Financing and receivables	Amortised cost	10,820	-	-	10,820
Dividends receivable	Financing and receivables	Amortised cost	1,394,285	-	-	1,394,285
Financial liabilities						
Amount due to stockbrokers	Amortised cost	Amortised cost	105,394	-	-	105,394
Amount due to Manager	Amortised cost	Amortised cost	8,271,928	-	-	8,271,928
Accrued management fee	Amortised cost	Amortised cost	2,129,150	-	-	2,129,150
Amount due to Trustee	Amortised cost	Amortised cost	85,166	-	-	85,166
Other payables and accruals	Amortised cost	Amortised cost	14,200	-	-	14,200

15. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the Manager on 12 December 2019.

DIRECTORY

Head Office of the Manager

Principal Asset Management Berhad (Company No.: 304078-K)
(formerly known as CIMB-Principal Asset Management Berhad)
10th Floor, Bangunan CIMB,
Jalan Semantan,
Damansara Heights,
50490 Kuala Lumpur, MALAYSIA.
Tel: (03) 2084 8888

Website

www.principal.com.my

E-mail address

service@principal.com.my

General investment enquiries

(03) 7718 3000

Trustee for the CIMB Islamic DALI Asia Pacific Equity Growth Fund

AmanahRaya Trustees Berhad (Company No.: 766894-T)
Level 14, Wisma AmanahRaya,
No.2, Jalan Ampang,
50508 Kuala Lumpur.
MALAYSIA.
Tel: (03) 2036 5000/5129
Fax: (03) 2072 0320

Shariah Adviser of the CIMB Islamic DALI Asia Pacific Equity Growth Fund

CIMB Islamic Bank Berhad (Company No.:671380-H)
Level 34, Menara Bumiputra-Commerce,
No 11, Jalan Raja Laut,
50350 Kuala Lumpur, MALAYSIA.
Tel: (03) 2619 1188
Fax: (03) 2691 3513, (03) 2691 3657

Amanie Advisors Sdn. Bhd. (Company No.:0684050-H)

Level 13A-2, Menara Tokio Marine Life,
No 189, Jalan Tun Razak,
50400 Kuala Lumpur, MALAYSIA.
Tel: (03) 2161 0260
Fax: (03) 2161 0262

Auditors of the Fund and of the Manager

PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146)
Level 10, 1 Sentral,
Jalan Rakyat, Kuala Lumpur Sentral,
PO Box 10192, 50706 Kuala Lumpur, MALAYSIA.
Tel: (03) 2173 1188
Fax: (03) 2173 1288

Principal Asset Management Berhad (304078-K)
(formerly known as CIMB-Principal Asset Management Berhad)

Enquiries:

Customer Care Centre
(603)7718 3000

Email
service@principal.com.my

Website
www.principal.com.my