



KAF DANA ADIB

ANNUAL REPORT

30 APRIL 2024

MANAGER'S REPORT

We are pleased to present the Manager's Report for the financial year ended 30 April 2024 ("the period").

1. Launch Date

KAF Dana Adib ("KDA/the Fund") commenced operations on 25 March 2004 and will continue its operations until terminated according to the Deed dated 25 February 2004, Supplemental Deed dated 9 January 2014, Second Supplemental Deed dated 12 March 2015 and Third Supplemental Deed dated 9 January 2023 .

2. Type of Fund

Islamic Growth Fund.

3. Category of Fund

Islamic Equity Fund.

4. Fund's Objective, Benchmark and Distribution Policy

KDA's investment objective is to provide unit holders with medium to long term capital growth by investing in Shariah-compliant securities listed in the Malaysian equities market whilst abiding by Shariah principles.

The benchmark of the Fund is the FTSE Bursa Malaysia EMAS Shariah Index ("FBMS").

Income distribution (if any) is incidental.

5. Review of Fund Operations and Performance

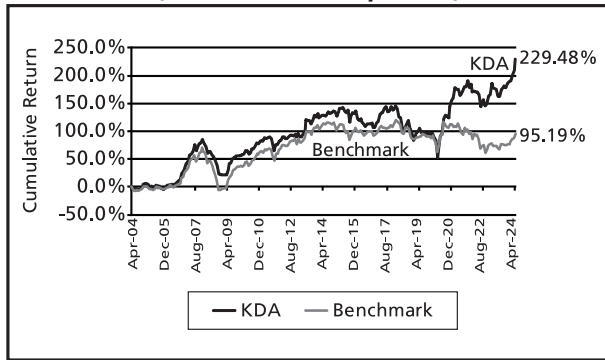
For the financial year under review, the Fund based on its NAV per unit, recorded a return of 19.90%, and outperformed the benchmark which recorded a return of 12.57% driven by a higher weightage in the Energy and Industrial sectors which have outperformed the broader based markets during the year under review.

MANAGER'S REPORT

Since inception, based on its Net Asset Value ("NAV"), KDA recorded a return of 229.48% compared to its benchmark, the composite FTSE Bursa Malaysia EMAS Shariah Index which rose by 95.19%. As such, the Fund outperformed its benchmark by 134.29 percentage points.

No cross-trade transaction carried out during the reported period ended 30 April 2024. The Fund has not undertaken any securities lending or repurchase transaction for the reported period.

**Performance Chart since Inception
(25 March 2004 – 30 April 2024)**



Source: Novagni Analytics and Advisory Sdn Bhd, an independent source.

KDA's Performance against the Benchmark and Various Indices of the Bursa Malaysia

Fund/Index	30/04/2023	30/04/2024	Change (%)
KDA (RM)	0.8522	1.0218	19.90
FBM EMAS Shariah Index (benchmark)	10,736.79	12,085.94	12.57
FBM-KLCI	1,415.95	1,575.97	11.30
FBM EMAS Index	10,396.39	11,872.26	14.20

MANAGER'S REPORT

Fund Performance as ranked by Lipper Asia Limited

Period	KDA		Mean of Malaysian Industry's Islamic Equity Funds
	% Change	Rank	% Change
3 months 26/01/2024 – 26/04/2024	11.52	8/60	7.62
6 months 26/10/2023 – 26/04/2024	16.48	15/60	13.49
1 year 26/04/2023 – 26/04/2024	19.07	16/60	15.63
3 years 26/04/2021 – 26/04/2024	17.09	4/57	(0.36)
5 years 26/04/2019 – 26/04/2024	58.34	5/54	25.64

Source: The Edge, 6 May 2024 issue, Edge-Lipper Fund Performance Table, an independent source.

Past performance is not necessarily indicative of future performance.

For the year under review, KDA was ranked No. 16 out of 60 in the Edge-Lipper Fund Performance in the 1-year Islamic Equity Fund category by Lipper Asia Limited, based on The Edge, 6 May 2024 issue.

During the financial year under review, KDA realised a gain of RM2.17 million from Shariah-compliant equity sales. In addition, the Fund earned RM1.01 million from dividend and profit from Islamic cash deposits. As at end of financial year, KDA's unrealised gain stood at RM6.67 million.

The NAV increased from RM36.50 million on 30 April 2023 to RM38.91 million on 30 April 2024 due to the outperformance of the Fund during the year under review. The NAV per unit of the Fund increased to RM1.0218 at the end of the financial year under review from RM0.8522 at the end of the last financial year.

6. Asset Allocation and Investment Strategies Employed

During the financial year under review, the Shariah-compliant equity exposure increased from 84.14% as of 30 April 2023 to 90.50% as of 30 April 2024 as the Fund Manager adopted the strategy to tactically invested some portion in growth Shariah-compliant stocks which provided additional alpha amid the positive outlook for this year.

Other than the investment strategy stated in the Replacement Master Prospectus dated 30 September 2023, the designated Fund Manager has not employed any other investment strategy.

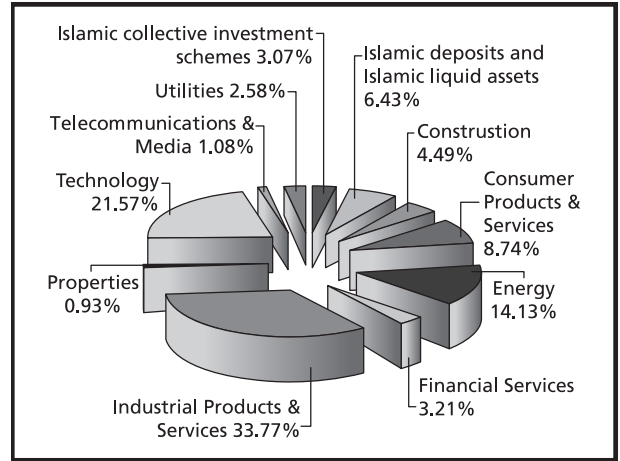
There were no significant changes in the Fund's state of affairs during the year.

There were no circumstances which could materially affect any interest of the unit holders.

Asset Allocation

Asset Class	Percentage of NAV as at		Change in exposure over period (%)
	30/04/2023 (%)	30/04/2024 (%)	
Shariah-compliant equities and Islamic derivative instruments	84.14	90.50	6.36
Islamic collective investment schemes	5.44	3.07	(2.37)
Islamic deposits and Islamic liquid assets	10.42	6.43	(3.99)

Portfolio of Investment and Other Assets as at 30 April 2024



7. Review of the Stock Market

2023 ended with a bang with global markets rallying strongly after the US Federal Reserve ("Fed") signaled an end to its rate hike campaign. The rally continued into 2024 with the exception of China which was weighed down by weakening retail sales and ongoing concerns of the slump in the property market. Domestic markets recorded strong performance in January 2024 driven by the recent developments in the Johor-Singapore Special Economic Zones which fueled an upbeat sentiment in the property and construction sectors. Global financial markets soared in February 2024 driven by strong corporate earnings and favorable economic data releases. The positive momentum continued into the final month of the period in review as market participant expectations were buoyed by the optimism of interest rate cuts coupled with further increased optimism on the future trend in artificial intelligence ("AI"). Global markets dipped in the final month of the period under review amid geopolitical tensions in the Middle East and market fears that the Fed will not ease monetary policy as soon as expected. Nevertheless, the domestic market continued to rebound on the back of stronger corporate earning expectations for the first quarter of the year.

8. Market Outlook and Strategy

The market consensus has pushed back interest rate cut expectations from the first half of 2024 to the later part of this year as economic data painted a picture of inflationary pressures persisting and a strong economy as seen from the robust job markets and higher retail spending. This was in line with our view that rate cuts expectations were premature given the current macroeconomic circumstances although we do not discount the possibility of the interest rate cuts beginning in second half of 2024.

On the regional front, the China economy remains a detractor to global growth with the recent data pointing to weaker retail spending, continued contraction of its exports and a worsening property market. The response of the Chinese authorities with piecemeal stimulus instead of strong measures has also not helped much to spur the economy despite the support from People's Bank of China which continues to be accommodative. Nonetheless, we are of the view that the Chinese economy will eventually have fast and strong recovery on the pretext that the Chinese government will resort to big-bang stimulus approach similar to what they deployed previously.

On the local front, we like the construction sector given its direct beneficiary from the infrastructure spending, but we believe there are too many challenges ahead for the property sector especially on the oversupply and affordability issues. We prefer to wait for hard data to validate the positive recovery for this sector. In line with the Malaysia's nation energy transition roadmap, the utilities and solar companies related will have bigger role involvement for the next few years. The government has started to appreciate the development of data center hub in the region which will benefit players beyond utilities such as telecommunication, cybersecurity and infrastructure related.

For the year of 2024, our focus is primarily on Shariah-compliant growth stocks as we anticipate that the technology sector will likely experience a recovery post inventory adjustment by early 2024. Industrial manufacturing companies are also attractive as the sector are currently benefiting from the trade diversion from China but on the flipside, are also at risk of having their orders withdrawn completely by the counterparties if the situation changes. Finally, the energy sector remains a wild card given the

prolonged resilience of commodities prices which is benefiting both upstream and downstream players but can also turn on a whim should the global economy take a turn for the worse.

9. Changes made to the Fund's Prospectus

There were no changes made to the Fund's prospectus during the reported period.

10. Soft Commission

The Manager had received a soft commission (in the form of goods and services) during the year under review, which intended to bring direct benefit or advantage to the management of KDA from one broker/dealer by virtue of transactions conducted for KDA. The broker/dealer had also executed trades for other funds or investments managed by the Manager.

The soft commission received is in the form of research services that can add value to the investment process by analysing data to extract insights and arrive at meaningful conclusions. Such data assists the Manager in the investment decision-making process which is of demonstrable benefit to unit holders of KDA and other funds or investments managed by the Manager.

The soft commissions received were for the benefit of the Fund, and there was no churning of trades.

KEY PERFORMANCE DATA

Portfolio Composition	As at 30 April		
	2024	2023	2022
	(Percent of NAV)		
	%	%	%
Quoted Shariah-compliant equities			
Construction	4.49	5.90	6.16
Consumer Products & Services	8.74	6.97	11.30
Energy	14.13	9.87	13.40
Financial Services	3.21	4.09	4.63
Industrial Products & Services	33.77	21.32	18.74
Plantation	-	-	1.88
Property	0.93	5.94	6.13
Technology	21.57	21.59	13.22
Telecommunications & Media	1.08	1.82	1.09
Transportation & Logistics	-	1.74	0.91
Utilities	2.58	4.90	5.29
Total Quoted Shariah-compliant equities	90.50	84.14	82.75
Islamic collective investment schemes	3.07	5.44	6.80
Islamic deposits and Islamic liquid assets	6.43	10.42	10.45
Total	100.00	100.00	100.00
Total return for the year	RM'000	RM'000	RM'000
Capital growth	4,292	770	(1,640)
Income Distribution	2,409	(213)	869

Performance	Income Return	Capital Return	Annual Total Return	
	%	%	KDA %	Benchmark %
Financial year ended				
30/04/2024	0.00	19.90	19.90	12.57
30/04/2023	0.00	1.65	1.65	(10.69)
30/04/2022	0.00	(2.08)	(2.08)	(9.42)
30/04/2021	0.00	65.35	65.35	21.88
30/04/2020	0.00	(18.71)	(18.71)	(8.00)

KEY PERFORMANCE DATA

	Average Total Return	
	KDA %	Benchmark %
One (1) year	19.90	12.57
Three (3) years	6.45	(2.98)
Five (5) years	12.08	0.42

Source: Novagni Analytics & Advisory Sdn Bhd, an independent source.

Basis of calculation and assumption made in calculating the returns:-

The performance figures are a comparison of the growth/decline in NAV for the stipulated period taking into account all the distribution payable (if any) during the stipulated period.

An illustration of the above would be as follow:-

Capital return = NAV per Unit end / NAV per Unit begin - 1

Income return = Income distribution per Unit / NAV per Unit ex-date

Total return = (1+Capital return) x (1+Income return) - 1

KEY PERFORMANCE DATA

NAV and Units in Circulation	As at 30 April		
	2024	2023	2022
Total NAV (RM'000)	38,905	36,501	35,796
Units in circulation (in'000)	38,076	42,831	42,696
NAV per unit (RM)	1.0218	0.8522	0.8384
Unit Prices for the year (RM per unit)			
NAV (year high)	1.0228	0.9055	0.9108
NAV (year low)	0.8068	0.7164	0.7825
NAV (year high, ex-distribution)	Nil	Nil	Nil
NAV (year low, ex-distribution)	Nil	Nil	Nil
NAV	1.0218	0.8522	0.8384
Distributions	Nil	Nil	Nil
Unit split	Nil	Nil	Nil
Total Expense Ratio ("TER")	1.73%	1.67%	1.66%
Portfolio Turnover Ratio ("PTR")	0.61 times	0.51 times	0.65 times

Note: Total Expense Ratio ("TER") is calculated by taking the total fees and recovered expenses incurred by the Fund divided by the average fund size. Portfolio Turnover Ratio ("PTR") is calculated by taking the average of the acquisition and disposal of the Fund divided by the average fund size.

The TER was higher than the previous year due to increase in the Fund's expenses during the year under review (refer to Note 15).

The PTR was higher than the previous year due to increase in portfolio rebalancing activities undertaken by the Fund during the year under review (refer to Note 16).

Past performance is not necessarily indicative of future performance. Unit prices and investment returns may go down, as well as up.

SHARIAH ADVISER'S REPORT

TO THE UNIT HOLDERS OF
KAF DANA ADIB ("FUND")

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, **KAF Investment Funds Berhad** has operated and managed the Fund for the period covered by these financial statements namely, the year ended 30 April 2024, in accordance with Shariah principles and requirements, and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah-compliant.

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

NURUL AQILA SUFIYAH LOKMAN
Designated Shariah Officer

Kuala Lumpur, Malaysia
19 June 2024

TRUSTEE'S REPORT

TO THE UNIT HOLDERS OF
KAF DANA ADIB

We, **Universal Trustee (Malaysia) Berhad** ("the Trustee") being the Trustee of **KAF Dana Adib** ("the Fund") are of the opinion that **KAF Investment Funds Berhad** ("the Manager"), acting in the capacity of Manager of the Fund, has fulfilled their duties in the following manner for the financial year ended 30 April 2024.

- (a) The Fund is being managed in accordance with the limitations imposed on the investment powers of the Manager and the Trustee under the Deed, Supplemental Deed, other provisions of the Deed, the SC's Guidelines on the Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) Valuation/pricing is carried out in accordance with the Deed and any regulatory requirements; and
- (c) Creation and cancellation of units are carried out in accordance with the Deed and any regulatory requirements.

For and on behalf of the Trustee,
Universal Trustee (Malaysia) Berhad

Ong Tee Vann
Chief Executive Officer

Kuala Lumpur, Malaysia
19 June 2024

STATEMENT BY THE MANAGER

TO THE UNIT HOLDERS OF
KAF DANA ADIB

We, **Datuk Khatijah Ahmad** and **Mohammed Reza Tan Sri Abu Talib**, two of the Directors of **KAF Investment Funds Berhad**, do hereby state that, in the opinion of the Manager, the audited financial statements set out on pages 18 to 71 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 30 April 2024 and of its financial performance, changes in equity and cash flows of the Fund for the financial year ended on that date in accordance with the Malaysian Financial Reporting Standards and International Financial Reporting Standards.

For and on behalf of the Manager,
KAF Investment Funds Berhad

Datuk Khatijah Ahmad **Mohammed Reza Tan Sri Abu Talib**
Director Executive Director

Kuala Lumpur, Malaysia
19 June 2024

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF
KAF DANA ADIB

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of KAF Dana Adib ("the Fund") give a true and fair view of the financial position of the Fund as at 30 April 2024 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 30 April 2024, 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 material accounting policies, as set out on pages 18 to 71.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the "Auditors' responsibilities for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and other ethical responsibilities

We are independent of the Fund in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF
KAF DANA ADIB

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

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 the Manager's Report, but does not include the financial statements of the Fund and our auditors' report thereon.

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Fund, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Fund or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the financial statements

The Manager of the Fund is responsible for the preparation of the financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Fund, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or to terminate the Fund, or has no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF
KAF DANA ADIB

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

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.

INDEPENDENT AUDITORS' REPORT

TO THE UNIT HOLDERS OF
KAF DANA ADIB

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONT'D)

Auditors' responsibilities for the audit of the financial statements (cont'd)

- (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 of the Fund represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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
19 June 2024

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

	Note	2024 RM	2023 RM
INCOME			
Dividend income		921,226	1,169,044
Profit income from financial assets at amortised cost		92,392	51,002
Net gain on financial assets at fair value through profit or loss	6	6,460,262	55,550
		<u>7,473,880</u>	<u>1,275,596</u>
EXPENSES			
Manager's fee	3	(532,735)	(516,690)
Trustee's fee	4	(24,861)	(24,112)
Transaction costs		(153,197)	(133,362)
Audit fee		(8,000)	(7,000)
Tax agent's fee		(5,300)	(4,300)
Other expenses		(49,231)	(32,739)
		<u>(773,324)</u>	<u>(718,203)</u>
NET PROFIT BEFORE TAXATION		6,700,556	557,393
TAXATION	5	-	-
NET PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR		<u>6,700,556</u>	<u>557,393</u>
Net profit after taxation is made up of the following:			
Realised amount		2,408,682	(212,890)
Unrealised amount		4,291,874	770,283
		<u>6,700,556</u>	<u>557,393</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION

AS AT 30 APRIL 2024

	Note	2024 RM	2023 RM
ASSETS			
Cash and cash equivalents	7	2,473,634	3,220,950
Financial assets at fair value through profit or loss	6	36,400,107	32,709,801
Amount due from brokers	8	-	619,216
Amount due from Manager - creation of units		81,744	-
Other receivables	9	19,091	19,992
TOTAL ASSETS		<u>38,974,576</u>	<u>36,569,959</u>
LIABILITIES			
Amount due to Manager			
- Manager's fee		46,967	45,563
Amount due to Trustee		2,192	2,126
Other payables and accruals	11	20,208	21,493
TOTAL LIABILITIES		<u>69,367</u>	<u>69,182</u>
NET ASSET VALUE ("NAV") OF THE FUND		<u>38,905,209</u>	<u>36,500,777</u>
EQUITY			
Unit holders' capital		6,026,770	659,632
Retained earnings		32,878,439	35,841,145
TOTAL NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>38,905,209</u>	<u>36,500,777</u>
NUMBER OF UNITS IN CIRCULATION	12	<u>38,075,500</u>	<u>42,830,500</u>
NAV PER UNIT		<u>1.0218</u>	<u>0.8522</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

Note	Unit holders' capital		Retained earnings	Total
	RM	RM	RM	
BALANCE AS AT 1 MAY 2023	659,632	35,841,145		36,500,777
Movement in unit holders' capital:				
Creation of units arising from applications	9,395,044	-		9,395,044
Cancellation of units	(4,027,906)	(9,663,262)		(13,691,168)
	<u>5,367,138</u>	<u>(9,663,262)</u>		<u>(4,296,124)</u>
Total comprehensive income for the financial year		- 6,700,556		6,700,556
BALANCE AS AT 30 APRIL 2024	<u>6,026,770</u>	<u>32,878,439</u>		<u>38,905,209</u>
BALANCE AS AT 1 MAY 2022	512,233	35,283,752		35,795,985
Movement in unit holders' capital:				
Creation of units arising from applications	2,932,317	-		2,932,317
Cancellation of units	(2,784,918)	-		(2,784,918)
	<u>147,399</u>	<u>-</u>		<u>147,399</u>
Total comprehensive income for the financial year		- 557,393		557,393
BALANCE AS AT 30 APRIL 2023	<u>659,632</u>	<u>35,841,145</u>		<u>36,500,777</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

Note	2024 RM	2023 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from sale of Shariah-compliant investments	24,498,067	16,631,269
Purchase of Shariah-compliant investments	(21,262,091)	(17,861,046)
Dividend received	915,096	1,148,840
Profit income received	92,392	51,002
Manager's fee paid	(531,331)	(515,460)
Trustee's fee paid	(24,795)	(24,055)
Payment of other fees and expenses	(56,786)	(35,312)
Net cash generated from/ (used in) operating activities	<u>3,630,552</u>	<u>(604,762)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	9,313,300	2,957,407
Payments for cancellation of units	(13,691,168)	(2,784,918)
Net cash (used in)/ generated from financing activities	<u>(4,377,868)</u>	<u>172,489</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(747,316)</u>	<u>(432,273)</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR	<u>3,220,950</u>	<u>3,653,223</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR	7 <u>2,473,634</u>	<u>3,220,950</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Cash at bank	538,611	43,277
Islamic deposit with a licensed financial institution	1,935,023	3,177,673
	7 <u>2,473,634</u>	<u>3,220,950</u>

The accompanying summary of significant accounting policies and notes to the financial statements form an integral part of these financial statements.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

The following accounting policies have been used in dealing with items which are considered material in relation to the financial statements.

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the provisions of the Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS").

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

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

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.

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 K.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONT'D)

(a) Standards, amendments to published standards and interpretations that are effective

- Amendments to MFRS 101 and MFRS Practice Statement 2 'Disclosure of Accounting Policies'.
- Amendment to MFRS 108 'Definition of Accounting Estimates'.
- Amendment to MFRS 101 'Classification of liabilities as current or non-current'.

The adoption of the above standards, amendments to standards or interpretations did not have a material effect on the financial statements of the Fund.

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

There are no new standards, amendments to standards or interpretations that have yet to be effective and are applicable to the Fund.

B INCOME RECOGNITION

Dividend income from Shariah-compliant investments are recognised on the ex-dividend date, when the right to receive the dividend have been established.

Profit income from Islamic deposits with licensed financial institutions is recognised using the effective profit rate method on an accrual basis.

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).

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

B INCOME RECOGNITION (CONT'D)

Realised gains or losses on sale of Shariah-compliant investments are accounted for as the difference between the net disposal proceeds and the carrying amount of the Shariah-compliant investments, which is determined on a weighted average cost basis.

C TAXATION

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

Withholding taxes on investment income from Shariah-compliant investments are based on tax regime of the respective countries that the Fund invests in. Such withholding taxes 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.

D 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.

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES

(i) Classification

The Fund classifies its financial assets in the following measurement categories:

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

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(i) Classification (cont'd)

The Fund classifies its Shariah-compliant 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 Shariah-compliant equity securities as fair value through other comprehensive income. Consequently, all Shariah-compliant investments are measured at fair value through profit or loss.

Investments in Islamic collective investment scheme are debt instruments with contractual cash flows that do not represent solely payments of principal and profit, and therefore are classified as fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from brokers, amount due from Manager - creation of units and dividend receivables 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 Manager, amount due to Trustee and other payables and accruals as financial liabilities measured at amortised cost.

(ii) 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.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(ii) Recognition and measurement (cont'd)

Financial liabilities, within the scope of MFRS 9, 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.

Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the statement of comprehensive income within net gain/(loss) on financial assets at fair value through profit or loss in the financial year in 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.

In accordance to the Deeds, quoted Shariah-compliant equities (including Islamic REITs) in Malaysia are valued at the last traded market price quoted on the Bursa Malaysia Securities Berhad ("Bursa Securities") at the date of the statement of financial position. 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.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(ii) Recognition and measurement (cont'd)

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

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective profit rate method.

(iii) Impairment for assets carried at amortised cost

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward-looking information in determining any expected credit loss. Management 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 and lifetime expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

The Fund defines a financial instrument as default, which is fully aligned with the definition of credit-impaired, when it meets one or more of the following criteria:

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

E FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONT'D)

(iii) Impairment for assets carried at amortised cost (cont'd)

Quantitative criteria:

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

Qualitative criteria:

The obligor meets unlikeliness to pay criteria, which indicates the obligor is in significant financial difficulty. The Fund considers the following instances:

- the obligor is in breach of financial covenants;
- concessions have been made by the creditor relating to the obligor's financial difficulty;
- it is becoming probable that the obligor will enter bankruptcy or other financial reorganisation; and
- the obligor is insolvent.

Financial instruments that are credit-impaired are assessed on an individual basis.

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of obligor's sources of income or assets to generate sufficient future cash flows to pay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial year.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

F CASH AND CASH EQUIVALENTS

For the purpose of statement of cash flows, cash and cash equivalents comprise cash at bank and Islamic deposits held in licensed financial institutions with original maturities of 3 months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

G AMOUNT DUE FROM/(TO) BROKERS

Amounts due from/(to) brokers represent receivables for quoted Shariah-compliant securities sold and payables for quoted Shariah-compliant securities purchased that have been contracted for but yet to be settled or delivered on the statement of financial position date respectively. The due from brokers balance is held for collection.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

If the credit risk increases to the point that it is considered to be credit impaired, profit income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

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

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

H 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.

I CREATION AND CANCELLATION OF UNITS

The Fund issues cancellable units, which are cancelled at the unit holder's option and are classified as equity. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV. The outstanding units are carried at the redemption amount that is payable as at the date of the statement of financial position if the unit holder exercises the right to put the units back to the Fund.

Units are created and cancelled at the unit holder's option at prices based on the Fund's NAV per unit 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.

J UNIT HOLDERS' CAPITAL

The unit holders' capital to the Fund meets the definition of puttable instruments classified as equity instruments under MFRS 132 'Financial Instruments: Presentation'. Those criteria include:

- the units entitle the unit holders 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 in the Fund over its life are based substantially on the profit or loss of the Fund.

SUMMARY OF MATERIAL ACCOUNTING POLICIES

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

J UNIT HOLDERS' CAPITAL (CONT'D)

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

K CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENT 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 contents of the estimates, certain key variables that are anticipated to have material impact to the Fund's 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.

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

In undertaking any of the Fund's investment, 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 Securities Commission Malaysia's ("SC") Guidelines on Unit Trust Funds.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

KAF Dana Adib (hereinafter referred to as “the Fund”) was constituted pursuant to a Deed dated 25 February 2004 (hereinafter referred to as “the Deed”), between KAF Investment Funds Berhad (“the Manager”) and Universal Trustee (Malaysia) Berhad (“the Trustee”) as well as the subsequent issuance of the Supplemental Deed dated 9 January 2014, Second Supplemental Deed dated 12 March 2015 and Third Supplemental Deed dated 9 January 2023 (collectively referred to as “the Deeds”).

The principal activity of the Fund is to invest in “Permitted Investments” as defined under schedule 7.1.1 of the Deed, which includes Shariah-compliant securities quoted on the Bursa Malaysia, sukuk and Islamic money market instruments and any other forms of instruments that comply with Shariah requirements as may be approved by the relevant authorities from time to time. The Fund commenced operations on 25 March 2004 and will continue its operations until terminated according to the conditions in the Deeds.

All Shariah-compliant investments will be subject to the SC’s Guidelines on Unit Trust Funds and the Deeds, except where exemptions and variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The Manager, KAF Investment Funds Berhad is incorporated in Malaysia. Its principal activities are the management of unit trust funds and provision of fund management.

The principal place of business of the Manager is located at Level 13, Menara IQ, Lingkaran TRX, Tun Razak Exchange, 55188 Kuala Lumpur.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund as at the financial year end are as follows:

	Financial assets at fair value through profit or loss	Financial assets at amortised cost	Total
	RM	RM	RM
2024			
Cash and cash equivalents	-	2,473,634	2,473,634
Financial assets at fair value through profit or loss	36,400,107	-	36,400,107
Amount due from Manager - creation of units	-	81,744	81,744
Dividend receivables	-	18,636	18,636
	<u>36,400,107</u>	<u>2,574,014</u>	<u>38,974,121</u>
2023			
Cash and cash equivalents	-	3,220,950	3,220,950
Financial assets at fair value through profit or loss	32,709,801	-	32,709,801
Amount due from brokers	-	619,216	619,216
Dividend receivables	-	19,834	19,834
	<u>32,709,801</u>	<u>3,860,000</u>	<u>36,569,801</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

The Fund is exposed to a variety of risks which include market risk (including price risk and interest rate risk), liquidity risk, credit risk and Shariah status reclassification risk from its financial instruments.

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the Shariah-compliant investment restrictions as stipulated in the Replacement Master Prospectus and the SC's Guidelines on Unit Trust Funds.

Market risk

(a) Price risk

The Fund is exposed to price risk because of the Shariah-compliant investments held by the Fund and classified at fair value through profit and loss. Price risk is the risk that the fair value of a Shariah-compliant investment will fluctuate because of changes in market prices (other than those arising from interest rate risk). Such fluctuation may cause the Fund's NAV and price of units to fall as well as rise and income produced by the Fund may also fluctuate. The price risk is managed through diversification and selection of Shariah-compliant securities and other financial Shariah-compliant instruments within specified limits according to the Deed.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Market risk (cont'd)

(a) Price risk (cont'd)

The table below shows the financial assets of the Fund as at 30 April which are exposed to price risk:

	2024 RM	2023 RM
Shariah-compliant investments		
- Quoted Shariah-compliant equities at fair value through profit or loss	35,204,490	30,727,460
- Islamic collective investment schemes at fair value through profit or loss	1,195,617	1,982,341
	<u>36,400,107</u>	<u>32,709,801</u>

The following table summarises the sensitivity of the Fund's Shariah-compliant investments to price risk movements as at 30 April. The analysis is based on the assumptions that the market price increased and decreased by 5% (2023: 5%) with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted Shariah-compliant securities, having regard to the historical volatility of the prices. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Market risk (cont'd)

(a) Price risk (cont'd)

Change in price	Impact on profit before taxation/ NAV
%	RM

2024

Quoted Shariah-compliant equities at fair value through profit or loss +/- 5 1,760,225

Islamic collective investment schemes at fair value through profit or loss +/- 5 59,781

2023

Quoted Shariah-compliant equities at fair value through profit or loss +/- 5 1,536,373

Islamic collective investment schemes at fair value through profit or loss +/- 5 99,117

(b) Interest rate risk

Interest rate risk is the risk that the value of the Fund will fluctuate because of changes in market interest rates.

The Fund's exposure to the interest rate risk is mainly confined to short-term Islamic deposits with licensed financial institutions. Interest rate risk is actively managed by duration targeting based on the interest rate outlook. The Manager overcomes the exposure to interest rate risk of short-term Islamic deposits with licensed financial institutions by way of maintaining Islamic deposits on a short-term basis.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Market risk (cont'd)

(b) Interest rate risk (cont'd)

The above interest rate is a general economic indicator that will have an impact on the management of the Fund regardless whether it is an Islamic unit trust fund or otherwise. It does not in any way suggest that the Fund will invest in conventional financial instruments. All the investments are carried out for the Fund are in accordance with Shariah requirements.

The effective weighted average profit rate per annum and the average remaining maturities of Islamic deposits with licensed financial institutions as at the date of the statement of financial position are as follows:

	Weighted average profit rate		Average remaining maturities	
	2024 %	2023 %	2024 Days	2023 Days
Islamic deposits with licensed financial institutions	2.85	2.60	3	2

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulties in meeting its financial obligations. The Manager manages this risk by maintaining sufficient levels of Islamic liquid assets to meet anticipated payment and cancellation of units by unit holders. Islamic liquid assets comprise cash at bank, Islamic deposits with licensed financial institutions and other Shariah-compliant instruments, which are capable of being converted into cash within 7 days.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Liquidity risk (cont'd)

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date.

The amounts in the table below are the contractual undiscounted cashflows.

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
As at 30 April 2024			
Amount due to Manager			
- Manager's fees	46,967	-	46,967
Amount due to Trustee	2,192	-	2,192
Other payables and accruals	-	20,208	20,208
Contractual undiscounted cash outflows	49,159	20,208	69,367
As at 30 April 2023			
Amount due to Manager			
- Manager's fees	45,563	-	45,563
Amount due to Trustee	2,126	-	2,126
Other payables and accruals	-	21,493	21,493
Contractual undiscounted cash outflows	47,689	21,493	69,182

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Credit risk

Credit risk refers to the inability of an issuer or counterparty to make timely payments of profit, principals and proceeds from realisation of Shariah-compliant investments. The Manager manages the credit risk by undertaking credit evaluation to minimise such risk.

Credit risk arising from placements in Islamic deposits with licensed financial institutions is managed by ensuring that the Fund will only place Islamic deposits in reputable licensed financial institutions.

The settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC's Guidelines on Unit Trust Funds.

The maximum exposure to credit risk before any credit enhancements is the carrying amount of the financial assets as set out below:

	2024 RM	2023 RM
Cash and cash equivalents	2,473,634	3,220,950
Other assets*	100,380	639,050
	2,574,014	3,860,000

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Credit risk (cont'd)

The following table sets out the credit risk concentration of the Fund:

	Cash and cash equivalents	Other assets*	Total
	RM	RM	RM

As at 30 April 2024

Financial services

- AAA	1,935,023	-	1,935,023
- A1	538,611	-	538,611

Others

- not rated	-	100,380	100,380
	<u>2,473,634</u>	<u>100,380</u>	<u>2,574,014</u>

As at 30 April 2023

Financial services

- AAA	3,177,673	-	3,177,673
- A1	43,277	-	43,277

Others

- not rated	-	639,050	639,050
	<u>3,220,950</u>	<u>639,050</u>	<u>3,860,000</u>

* Other assets comprise amount due from brokers, amount due from Manager - creation of units and dividend receivables.

Shariah status reclassification risk

(a) Shariah-compliant equity securities

This risk refers to the risk that the currently held Shariah-compliant equity securities in the portfolio of the Fund may be reclassified as Shariah non-compliant in the periodic review of the securities by the Shariah Advisory Council ("SAC") of the SC or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of such securities.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Shariah status reclassification risk (cont'd)

(a) Shariah-compliant equity securities (cont'd)

Opportunity loss could occur due to the restriction on the Fund to retain the excess capital gains derived from the disposal of the reclassified Shariah non-compliant securities. In such an event, the Fund is required:

- (i) to dispose of such securities with immediate effect or within one (1) calendar month if the value of the securities exceeds or is equal to the investment cost on the effective date of reclassification of the list of Shariah-compliant securities ("Reclassification") by the SAC of the SC or the date of review ("Review") by the Shariah Adviser. The Fund is allowed to keep dividends received and capital gains from the disposal of the securities up to the effective date of Reclassification or Review. However, any dividends received and excess capital gains from the disposal of the Shariah non-compliant securities after the effective date of Reclassification or Review should be channelled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser;
- (ii) to hold such securities if the value of the said securities is below the investment cost on the effective date of Reclassification or Review until the total subsequent dividends received (if any) and the market price of the securities is equal to the cost of investment at which time disposal has to take place within one (1) calendar month, excess capital gains (if any) from the disposal of the securities should be channelled to *baitulmal* and/or charitable bodies as advised by the Shariah Adviser; or
- (iii) to dispose of such securities at a price lower than the investment cost which will result in a decrease in the Fund's value.

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Credit risk (cont'd)

Shariah status reclassification risk (cont'd)

(b) Islamic collective investment schemes or Islamic deposits

This risk refers to the risk of a possibility that the currently held Islamic collective investment schemes or Islamic deposits invested by the Fund may be declared as Shariah non-compliant by the relevant authority or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of such collective investment schemes or deposits.

Capital risk

The capital of the Fund is represented by equity consisting of unit holders' capital and retained earnings. The amount of equity 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 for unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the Shariah-compliant investment activities of the Fund.

Fair value estimation

Financial instruments comprise financial assets and financial liabilities. Fair value is 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. exit price).

The fair value of financial assets traded in active markets (such as publicly traded Shariah-compliant securities) are based on quoted market prices at the close of trading on the financial year end date.

An active market is a market in which transactions for the assets and liabilities take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Fair value estimation (cont'd)

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

The carrying values of cash and cash equivalents, amount due from brokers, amount due from Manager-creation of units, dividend receivables and all current liabilities are a reasonable approximations of their fair values due to their short-term nature.

Fair value hierarchy

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Fair value hierarchy (cont'd)

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.

The following table analyses within the fair value hierarchy the Fund's financial assets (by class) measured at fair value:

	Level 1	Level 2	Level 3	Total
	RM	RM	RM	RM

As at 30 April 2024

Financial assets at fair value through profit or loss

- Quoted Shariah-compliant equities	35,204,490	-	-	35,204,490
- Islamic collective investment schemes	1,195,617	-	-	1,195,617
	<u>36,400,107</u>	<u>-</u>	<u>-</u>	<u>36,400,107</u>

As at 30 April 2023

Financial assets at fair value through profit or loss

- Quoted Shariah-compliant equities	30,727,460	-	-	30,727,460
- Islamic collective investment schemes	1,982,341	-	-	1,982,341
	<u>32,709,801</u>	<u>-</u>	<u>-</u>	<u>32,709,801</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

2. FINANCIAL INSTRUMENTS, RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

Fair value hierarchy (cont'd)

Investments whose values are based on quoted market prices in active markets, are therefore classified within Level 1, include active listed Shariah-compliant equities and Islamic collective investment schemes.

The Fund's policies on valuation of these financial assets are stated in Note E.

3. MANAGER'S FEE

Clause 13.1.3 of the Deed provides that the Manager is entitled to an annual management fee at a rate not exceeding 1.50% per annum based on the Fund's NAV on a daily basis before deducting the Manager's and Trustee's fees for that particular day.

The Manager's fee provided in the financial statements is computed on this basis at a rate 1.50% per annum. (2023: 1.50% per annum).

There will be no further liability to the Manager in respect of Manager's fee other than amounts recognised in the financial statements.

4. TRUSTEE'S FEE

Clause 13.2.2 of the Deed provides that the Trustee is entitled to an annual trustee fee at a rate not exceeding 0.10% per annum based on the Fund's NAV on a daily basis before deducting the Manager's and Trustee's fees calculated for that particular day.

The Trustee's fee provided in the financial statements is computed on this basis at a rate of 0.07% per annum. (2023: 0.07% per annum).

There will be no further liability to the Trustee in respect of Trustee's fee other than the amounts recognised in the financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

5. TAXATION

	2024 RM	2023 RM
Current taxation		
- Malaysia taxation	-	-

The numerical reconciliation between net profit before taxation multiplied by the Malaysian statutory tax rate and tax expense of the Fund is as follows:

	2024 RM	2023 RM
Net profit before taxation	6,700,556	557,393
Taxation at Malaysian statutory rate of 24% (2023: 24%)	1,608,133	133,774
Tax effects of:		
Investment income not subject to tax	(1,793,731)	(306,143)
Expenses not deductible for tax purposes	48,766	42,178
Restriction on tax deductible expenses for unit trust funds	136,832	130,191
Tax expense	-	-

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2024 RM	2023 RM
Net gain on financial assets at fair value through profit or loss:		
- realised gain/(loss) on sale of Shariah-compliant investments	2,168,388	(714,733)
- unrealised gain on fair value movement	4,291,874	770,283
	<u>6,460,262</u>	<u>55,550</u>
Financial assets at fair value through profit or loss:		
- Quoted Shariah-compliant equities	35,204,490	30,727,460
- Islamic collective investment schemes	1,195,617	1,982,341
	<u>36,400,107</u>	<u>32,709,801</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2024 are set out as follows:

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			as at 30/04/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED SHARIAH-COMPLIANT EQUITIES

Construction

Econpile Holdings Berhad	938,900	381,570	450,672	1.16
Gamuda Berhad	61,044	262,259	324,144	0.83
MN Holdings Berhad	790,100	481,812	505,664	1.30
Muhibbah Engineering (M) Berhad	492,800	320,837	465,696	1.20
	<u>2,282,844</u>	<u>1,446,477</u>	<u>1,746,176</u>	<u>4.49</u>

Consumer Products & Services

CAB Cakaran Corporation Berhad	616,700	434,325	490,276	1.26
MSM Malaysia Holdings Berhad	79,300	142,740	255,346	0.66
MST Golf Group Berhad	416,800	328,017	189,644	0.49
PETRONAS Dagangan Berhad	18,600	420,186	403,620	1.04

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2024 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			as at 30/04/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED SHARIAH-COMPLIANT EQUITIES

Consumer Products & Services

Power Root Berhad	492,900	934,406	852,717	2.19
PWF Corporation Berhad	150,000	133,485	132,750	0.34
Sime Darby Berhad	227,500	490,679	637,000	1.64
Synergy House Berhad	291,400	257,478	434,186	1.12
	<u>2,293,200</u>	<u>3,141,316</u>	<u>3,395,539</u>	<u>8.74</u>

Energy

Carimin Petroleum Berhad	651,500	550,364	589,608	1.52
Dayang Enterprise Holdings Berhad	471,500	778,528	1,230,615	3.16
Hibiscus Petroleum Berhad	782,960	1,384,572	2,129,651	5.47
Perdana Petroleum Berhad	990,800	200,550	312,102	0.80

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2024 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			as at 30/04/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED SHARIAH-COMPLIANT EQUITIES

Energy

Petra Energy Berhad	419,100	433,169	586,740	1.51
T7 Global Berhad	1,264,300	568,450	651,114	1.67
	<u>4,580,160</u>	<u>3,915,633</u>	<u>5,499,830</u>	<u>14.13</u>

Financial Services

Bank Islam Malaysia Berhad	487,900	1,256,333	1,249,024	3.21
----------------------------	---------	-----------	-----------	------

Industrial Products & Services

Seng Fong Holdings Berhad	257,000	251,860	277,560	0.71
Ancom Nylex Berhad	898,900	844,371	925,867	2.38
Aurelius Technologies Berhad	39,100	104,552	107,916	0.28
CPE Technology Berhad	903,900	967,173	1,166,031	3.00

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2024 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			as at 30/04/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED SHARIAH-COMPLIANT EQUITIES

Industrial Products & Services

Cypark Resources Berhad	350,000	318,040	339,500	0.87
EG Industries Berhad	853,100	934,935	1,279,650	3.29
HSS Engineers Berhad	260,000	257,800	256,100	0.66
Kelington Group Berhad	903,500	1,218,502	2,475,590	6.36
Kinergy Advancement Berhad	1,620,000	576,400	567,000	1.46
NationGate Holdings Berhad	526,800	749,699	916,632	2.36
P.A. Resources Berhad	400,000	132,000	126,000	0.32
P.I.E. Industrial Berhad	338,900	1,073,458	1,938,508	4.98
Pantech Group Holdings Berhad	736,000	414,344	787,520	2.02
Powerwell Holdings Berhad	900,000	364,460	396,000	1.02

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2024 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			as at 30/04/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED SHARIAH-COMPLIANT EQUITIES

Industrial Products & Services

SKP Resources Berhad	565,025	638,996	576,326	1.48
UCHI Technologies Berhad	100,000	316,650	396,000	1.02
Wentel Engineering Holdings Berhad	1,900,000	547,250	598,500	1.54
SKP Resources Berhad -WB	111,300	-	6,121	0.02
	<u>11,663,525</u>	<u>9,710,490</u>	<u>13,136,821</u>	<u>33.77</u>

Property

Matrix Concepts Holdings Berhad	50,000	85,200	91,500	0.24
S P Setia Berhad-RCPS-i	291,700	305,672	269,823	0.69
	<u>341,700</u>	<u>390,872</u>	<u>361,323</u>	<u>0.93</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2024 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			as at 30/04/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED SHARIAH-COMPLIANT EQUITIES

Technology

Cloudpoint Technology Berhad	995,000	570,297	641,775	1.65
D&O Green Technologies Berhad	160,200	375,837	531,864	1.37
Frontken Corporation Berhad	374,600	973,085	1,475,924	3.79
Genetec Technology Berhad	195,600	471,637	375,552	0.97
Greatech Technology Berhad	200,300	967,394	901,350	2.32
Inari Amertron Berhad	84,600	240,939	261,414	0.67
Infomina Berhad	224,000	236,611	336,000	0.86
ITMAX System Berhad	308,300	713,321	693,675	1.78
Malaysian Pacific Industries Berhad	43,000	1,003,821	1,302,900	3.35

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2024 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			as at 30/04/2024	percentage of NAV of Fund
	Units	RM	RM	%

QUOTED SHARIAH-COMPLIANT EQUITIES

Technology

MI				
Technovation Berhad	233,100	428,009	438,228	1.13
Pentamaster Corporation Berhad	70,200	299,768	299,754	0.77
Unisem (M) Berhad	237,800	746,050	867,970	2.23
ViTroX Corporation Berhad	35,700	276,161	265,965	0.68
	<u>3,162,400</u>	<u>7,302,930</u>	<u>8,392,371</u>	<u>21.57</u>

Telecommunications & Media

TIME dotCom Berhad	80,200	389,252	413,832	1.06
OCK Group Berhad - WB	40,700	-	7,326	0.02
	<u>120,900</u>	<u>389,252</u>	<u>421,158</u>	<u>1.08</u>

Utilities

Tenaga Nasional Berhad	83,800	1,070,879	1,002,248	2.58
------------------------	--------	-----------	-----------	------

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2024 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			as at 30/04/2024	percentage of NAV of Fund
	Units	RM	RM	%

TOTAL QUOTED SHARIAH-COMPLIANT EQUITIES

	<u>25,016,429</u>	<u>28,624,183</u>	<u>35,204,490</u>	<u>90.50</u>
--	-------------------	-------------------	-------------------	--------------

UNREALISED GAIN ON QUOTED SHARIAH-COMPLIANT EQUITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>6,580,307</u>
--	------------------

FAIR VALUE OF TOTAL QUOTED SHARIAH-COMPLIANT EQUITIES

	<u>35,204,490</u>
--	-------------------

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of Islamic collective investment schemes as at 30 April 2024 are set out as follows:

Name of Counter	Quantity Units	Aggregate cost RM	Fair value as at 30/04/2024 expressed as percentage of NAV of Fund	
			Fair value as at 30/04/2024 RM	percentage of NAV of Fund %
ISLAMIC COLLECTIVE INVESTMENT SCHEMES				
Islamic REITs				
AME Real Estate Investment Trust	220,000	248,600	301,400	0.77
Axis Real Estate Investment Trust	465,738	856,231	894,217	2.30
TOTAL ISLAMIC COLLECTIVE INVESTMENT SCHEMES	685,738	1,104,831	1,195,617	3.07
UNREALISED GAIN ON ISLAMIC COLLECTIVE INVESTMENT SCHEMES AT FAIR VALUE THROUGH PROFIT OR LOSS				
		90,786		
FAIR VALUE OF TOTAL ISLAMIC COLLECTIVE INVESTMENT SCHEMES				
		1,195,617		

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2023 are set out as follows:

Name of Counter	Quantity Units	Aggregate cost RM	Fair value as at 30/04/2023 expressed as percentage of NAV of Fund	
			Fair value as at 30/04/2023 RM	percentage of NAV of Fund %
QUOTED SHARIAH-COMPLIANT EQUITIES				
Construction				
AME Elite Consortium Berhad	350,000	592,477	497,000	1.36
Econpile Holdings Berhad	1,434,800	662,220	286,960	0.79
Gamuda Berhad	1,705	6,096	7,076	0.02
Muhibbah Engineering (M) Berhad	1,772,200	1,153,788	1,187,374	3.25
Sunway Construction Group Berhad	100,000	156,370	175,000	0.48
	3,658,705	2,570,951	2,153,410	5.90
Consumer Products & Services				
Berjaya Food Berhad	800,000	577,844	708,000	1.94
PETRONAS Dagangan Berhad	33,600	759,046	760,704	2.08
Power Root Berhad	230,200	387,363	483,420	1.32

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2023 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2023 expressed as percentage of NAV of Fund	
			Units	RM
QUOTED SHARIAH-COMPLIANT EQUITIES				
Consumer Products & Services				
QL Resources Berhad	67,000	395,396	378,550	1.04
Sime Darby Berhad	100,000	225,000	217,000	0.59
	<u>1,230,800</u>	<u>2,344,649</u>	<u>2,547,674</u>	<u>6.97</u>
Energy				
Dialog Group Berhad	211,600	591,444	484,564	1.33
Hibiscus Petroleum Berhad	3,057,400	2,162,660	3,118,548	8.54
	<u>3,269,000</u>	<u>2,754,104</u>	<u>3,603,112</u>	<u>9.87</u>
Financial Services				
Bank Islam Malaysia Berhad	479,500	1,240,205	963,795	2.64
Syarikat Takaful Malaysia Keluarga Berhad	161,003	649,046	529,700	1.45
	<u>640,503</u>	<u>1,889,251</u>	<u>1,493,495</u>	<u>4.09</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2023 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2023 expressed as percentage of NAV of Fund	
			Units	RM
QUOTED SHARIAH-COMPLIANT EQUITIES				
Industrial Products & Services				
Ancom Nylex Berhad	870,000	810,948	922,200	2.53
Coraza Integrated Technology Berhad	200,000	168,680	168,000	0.46
EG Industries Berhad	832,500	868,013	1,040,625	2.85
Hiap Teck Venture Berhad	533,400	285,971	184,023	0.50
Kelington Group Berhad	743,500	981,502	1,085,510	2.97
P.A. Resources Berhad	1,985,000	778,153	565,725	1.55
P.I.E. Industrial Berhad	434,400	1,375,952	1,598,592	4.38
Pantech Group Holdings Berhad	1,313,200	739,288	971,768	2.66
Press Metal Aluminium Holdings Berhad	72,700	297,557	374,405	1.03
SKP Resources Berhad	400,025	505,946	520,032	1.42

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2023 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2023 expressed as percentage of NAV of Fund		
			as at 30/04/2023	percentage of NAV of Fund	
	Units	RM	RM	%	
QUOTED SHARIAH-COMPLIANT EQUITIES					
Industrial Products & Services					
SKP Resources Berhad-WB	111,300	-	7,791	0.02	
UCHI Technologies Berhad	100,000	316,650	345,000	0.95	
		<u>7,596,025</u>	<u>7,128,660</u>	<u>7,783,671</u>	<u>21.32</u>
Property					
S P Setia Berhad-RCPS-i	2,410,000	2,525,435	2,169,000	5.94	
Technology					
Aurelius Technologies Berhad	10,300	28,323	27,295	0.07	
D&O Green Technologies Berhad	300,200	585,954	1,230,820	3.37	
Frontken Corporation Berhad	474,600	1,195,735	1,442,784	3.95	
Greatech Technology Berhad	135,000	675,000	645,300	1.77	
Inari Amertron Berhad	135,500	358,822	311,650	0.85	

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2023 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2023 expressed as percentage of NAV of Fund		
			as at 30/04/2023	percentage of NAV of Fund	
	Units	RM	RM	%	
QUOTED SHARIAH-COMPLIANT EQUITIES					
Technology					
Infomina Berhad	500,000	528,150	755,000	2.07	
Malaysian Pacific Industries Berhad	39,400	907,130	1,115,020	3.05	
SFP Tech Holdings Berhad	579,500	372,812	1,431,365	3.92	
UWC Berhad	150,000	498,412	480,000	1.32	
ViTrox Corporation Berhad	55,700	430,874	445,043	1.22	
		<u>2,380,200</u>	<u>5,581,212</u>	<u>7,884,277</u>	<u>21.59</u>
Telecommunications & Media					
CelcomDigi Berhad (formerly known as Digi.Com Berhad)	50,000	202,984	220,000	0.60	
OCK Group Berhad-WB	40,700	-	5,088	0.01	
TIME dotCom Berhad	80,200	389,252	440,298	1.21	
		<u>170,900</u>	<u>592,236</u>	<u>665,386</u>	<u>1.82</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2023 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2023	Fair value as at 30/04/2023 expressed as percentage of NAV of Fund
				RM
	Units	RM	RM	%

QUOTED SHARIAH-COMPLIANT EQUITIES

Transportation & Logistics

Malaysia Airports Holdings Berhad	90,300	622,773	636,615	1.74
-----------------------------------	--------	---------	---------	------

Utilities

Gas Malaysia Berhad	100,000	300,435	333,000	0.91
Tenaga Nasional Berhad	163,800	2,108,352	1,457,820	3.99
	263,800	2,408,787	1,790,820	4.90

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of quoted Shariah-compliant equities as at 30 April 2023 are set out as follows: (cont'd)

Name of Counter	Quantity	Aggregate cost	Fair value as at 30/04/2023	Fair value as at 30/04/2023 expressed as percentage of NAV of Fund
				RM
	Units	RM	RM	%

TOTAL QUOTED SHARIAH-COMPLIANT EQUITIES

	21,710,233	28,418,057	30,727,460	84.14
--	------------	------------	------------	-------

UNREALISED GAIN ON QUOTED SHARIAH-COMPLIANT EQUITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

2,309,403

FAIR VALUE OF TOTAL QUOTED SHARIAH-COMPLIANT EQUITIES

30,727,460

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

Details of Islamic collective investment schemes as at 30 April 2023 are set out as follows:

Name of Counter	Quantity Units	Aggregate cost RM	Fair value as at 30/04/2023 expressed as percentage of NAV of Fund	
			Fair value as at 4/30/2023 RM	percentage of NAV of Fund %
ISLAMIC COLLECTIVE INVESTMENT SCHEMES				
Islamic REITs				
AME Real Estate Investment Trust	290,000	327,700	345,100	0.95
Axis Real Estate Investment Trust	861,706	1,584,825	1,637,241	4.49
TOTAL ISLAMIC COLLECTIVE INVESTMENT SCHEMES	1,151,706	1,912,525	1,982,341	5.44
UNREALISED GAIN ON ISLAMIC COLLECTIVE INVESTMENT SCHEMES AT FAIR VALUE THROUGH PROFIT OR LOSS				
		69,816		
FAIR VALUE OF TOTAL ISLAMIC COLLECTIVE INVESTMENT SCHEMES				
		1,982,341		

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

7. CASH AND CASH EQUIVALENTS

	2024 RM	2023 RM
Cash at bank	538,611	43,277
Islamic deposit with a licensed financial institution	1,935,023	3,177,673
	<u>2,473,634</u>	<u>3,220,950</u>

The weighted average profit rates per annum and the average remaining maturities of Islamic deposits with licensed financial institutions are shown in Note 2(b) to the financial statements.

8. AMOUNT DUE FROM/(TO) BROKERS

The amount due from/(to) brokers which relates to sale/ (purchase) of Shariah-compliant investment securities and instruments are unsecured, interest free and receivable/(payable) according to the settlement rules of the applicable stock exchange.

9. OTHER RECEIVABLES

	2024 RM	2023 RM
Dividend receivables	18,636	19,834
Prepayment of Shariah advisory fees	455	158
	<u>19,091</u>	<u>19,992</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

10. SHARIAH INFORMATION OF THE FUND

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

- (a) Equity securities listed on Bursa Malaysia Securities Berhad which have been classified as Shariah-compliant by the SAC of the SC;
- (b) Collective investment schemes which were verified as Shariah-compliant by the Shariah Adviser; and
- (c) Cash placements and liquid assets in local market which are placed in Shariah-compliant instruments.

11. OTHER PAYABLES AND ACCRUALS

	2024 RM	2023 RM
Audit and tax agent's fees	14,558	12,593
Sundry accruals	5,650	8,900
	<u>20,208</u>	<u>21,493</u>

12. NUMBER OF UNITS IN CIRCULATION

	2024 Number of units	2023 Number of units
At the beginning of the financial year	42,830,500	42,695,500
Creation of units arising from applications	10,475,000	3,495,000
Cancellation of units	(15,230,000)	(3,360,000)
At the end of the financial year	<u>38,075,500</u>	<u>42,830,500</u>

13. TRANSACTIONS WITH BROKERS

Details of transactions with brokers for the financial year ended 30 April 2024 are as follows:

Name of brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage %
2024				
CIMB				
Securities Sdn Bhd (formerly known as KAF Equities Sdn Bhd)	12,934,046	29.20	27,945	29.40
Maybank				
Investment Bank Berhad Affin Hwang	11,000,792	24.83	23,229	24.44
Investment Bank Berhad	5,529,522	12.48	10,509	11.06
CIMB				
Investment Bank Berhad	4,935,046	11.14	9,262	9.75
RHB				
Investment Bank Berhad	3,704,523	8.36	9,800	10.31
CGS				
International Securities Malaysia Sdn Bhd	2,060,385	4.65	4,156	4.37
KAF				
Investment Bank Berhad#	1,725,293	3.89	743	0.78
Hong Leong				
Investment Bank Berhad	758,209	1.71	937	0.99
Public				
Investment Bank Berhad	622,871	1.41	2,354	2.48
TA Securities				
Holdings Berhad	610,000	1.38	6,100	6.42
Kenanga				
Investment Bank Berhad	213,500	0.48	-	-
M&A Securities				
Sdn Bhd	208,425	0.47	-	-
	<u>44,302,612</u>	<u>100.00</u>	<u>95,035</u>	<u>100.00</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

13. TRANSACTIONS WITH BROKERS (CONT'D)

Details of transactions with brokers for the financial year ended 30 April 2023 are as follows:

Name of brokers	Value of trades RM	Percentage	Brokerage fees RM	Percentage
		of total trades %		of total brokerage %
2023				
KAF Equities Sdn Bhd*	10,313,453	32.16	23,205	33.63
Maybank Investment Bank Berhad	7,387,625	23.04	14,466	20.97
Affin Hwang Investment Bank Berhad	5,467,048	17.05	10,973	15.90
CIMB Investment Bank Berhad	4,123,684	12.86	8,247	11.95
Public Investment Bank Berhad	2,608,219	8.13	5,869	8.51
RHB Investment Bank Berhad	1,423,859	4.44	3,806	5.52
M&A Securities Sdn Bhd	315,325	0.98	-	-
Hong Leong Investment Bank Berhad	230,784	0.72	427	0.62
UOB Kay Hian Securities (M) Sdn Bhd	200,000	0.62	2,000	2.90
	<u>32,069,997</u>	<u>100.00</u>	<u>68,993</u>	<u>100.00</u>

#The intermediate holding company of the Manager.

*A related company to the Manager

The Manager is of the opinion that all the transactions with the related company have been entered into in the normal course of business and have been established on terms and conditions that have been agreed upon by the parties involved.

14. UNITS HELD BY THE MANAGER AND RELATED PARTIES

The related parties and their relationships with the Fund are as follows:

Related parties	Relationships
KAF Investment Funds Berhad	The Manager
KAF-Seagroatt & Campbell Berhad	Immediate holding company of the Manager
AKKA Sdn Berhad	Ultimate holding company of the Manager
Datuk Khatijah Ahmad	Director of the Manager
Subsidiaries and associates of the ultimate holding company of the Manager as disclosed in its financial statements	Subsidiaries and associated companies of the ultimate holding company of the Manager

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 APRIL 2024

14. UNITS HELD BY THE MANAGER AND RELATED PARTIES (CONT'D)

Significant related party transactions and balances that are not already disclosed in other notes to the financial statements are set out below:

	2024		2023	
	No. of units	RM	No. of units	RM
KAF Investment Funds Berhad	247,500	252,896	162,758	138,702
AKKA Sdn Bhd	-	-	2,961,647	2,523,916
Datuk Khatijah Ahmad	-	-	3,778,001	3,219,612

The above units were transacted at the prevailing market price. All related party units are held beneficially, except for the Manager where the units are held legally.

15. TOTAL EXPENSE RATIO ("TER")

	2024	2023
TER	1.73%	1.67%

TER is derived from the following calculation:

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

- A = Manager's fee
- B = Trustee's fee
- C = Audit fee
- D = Tax agent's fee
- E = Other expenses, excluding withholding taxes
- 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 was RM35,514,127 (2023: RM34,444,533).

16. PORTFOLIO TURNOVER RATIO ("PTR")

	2024	2023
PTR	0.61 times	0.51 times

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 = RM21,190,563 (2023: RM17,671,525)
total disposal for the financial year = RM21,792,131 (2023: RM17,781,008)

CORPORATE INFORMATION

Manager

KAF Investment Funds Berhad
Reg. No: 199501004999

Registered Office

Level 13A, Menara IQ
Lingkaran TRX,
Tun Razak Exchange
55188 Kuala Lumpur

Business Office

Level 13, Menara IQ
Lingkaran TRX,
Tun Razak Exchange
55188 Kuala Lumpur
Tel: 03-9767 6000 Fax: 03-9767 6001
Website: www.kaf.com.my

Board of Directors

Datuk Khatijah binti Ahmad
Tan Sri Abu Talib Othman
Mohammed Reza Tan Sri Abu Talib
Mohd Hasnul Ismar bin Mohd Ismail
Nor Rejina binti Abdul Rahim

Secretary

Siti Nurmazita binti Mustapha (LS 0009160)

Trustee

Universal Trustee (Malaysia) Berhad

Auditor & Reporting Accountant

PricewaterhouseCoopers PLT

Tax Adviser

PricewaterhouseCoopers Taxation Services Sdn Bhd

Shariah Adviser

BIMB Securities Sdn Bhd
Reg. No: 199401004484

Banker

Alliance Bank Malaysia Berhad

KAF Investment Funds Berhad Reg. No: 199501004999
Level 13, Menara IQ,
Lingkaran TRX, Tun Razak Exchange
55188 Kuala Lumpur
Tel: 03-9767 6000 Fax: 03-9767 6001

For more information,
log on to www.kaf.com.my