



ANNUAL REPORT 2019

MyETF

**MSCI SEA ISLAMIC
DIVIDEND**

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INTRODUCTION

MyETF MSCI SEA Islamic Dividend or MyETF-MSEAD is iVCAP's second style-based Shariah exchange traded fund ("ETF") introduced globally that aims to capture market alpha via investment in dividend yielding Shariah-compliant companies listed on the stock exchanges in Southeast Asia ("SEA"). As of the date of this annual report, the relevant stock exchanges are Bursa Securities, Singapore Exchange, The Stock Exchange of Thailand, Indonesia Stock Exchange and The Philippine Stock Exchange Inc. MyETF-MSEAD is designed to provide investment results that closely correspond to the performance of its Benchmark Index i.e. MSCI AC ASEAN IMI Islamic High Dividend Yield 10/40 Index ("MIISOD4P Index").

Structured as an ETF, MyETF-MSEAD is a liquid and cost efficient financial instrument for investors who wish to get potential periodic income and capital gain from the vast universe of companies of the SEA countries. MyETF-MSEAD was listed on the Main Market of Bursa Securities on 7 May 2015. The short name and stock number for MyETF-MSEAD are "METFSID" and "0825EA" respectively.

The Benchmark Index, MIISOD4P Index, is a free-float adjusted, market capitalisation weighted index, maintained and published by MSCI Inc. It may consist up to 30 Shariah-compliant companies listed on the relevant stock exchanges in Southeast Asia countries with dividend yields that are at least 30% higher than average dividend yield of the SEA equity universe that are deemed sustainable and persistent by MSCI. The Benchmark Index is reviewed and rebalanced periodically by MSCI's Shariah Supervisory Committee and review committees to ensure the investability, Shariah-compliance and continuous representation of the dividend yielding opportunity set of the index are maintained.

FUND INFORMATION

Manager : i-VCAP Management Sdn. Bhd. (792968-D)

Registered Address

Level 8, Block B, Plaza Zurich
No. 12 Jalan Gelenggang
Bukit Damansara
50490 Kuala Lumpur
Malaysia

Tel. No. (+603) 2093 7119

Fax No. (+603) 2094 7119

Board of Directors

(Please refer to pages 60-64 for profile of the Directors)

Roslina Binti Abdul Rahman

Chairman/Non-Independent Non-Executive Director

(appointed Director effective 1 August 2018 and appointed Chairman effective 22 January 2019)

Khairi Shahrin Arief Bin Baki

Non-Independent Executive Director/Chief Executive Officer

(appointed effective 11 January 2018)

Datuk Dr Syed Muhamad Bin Syed Abdul Kadir

Independent Non-Executive Director

(appointed effective 1 January 2019)

Encik Mohd Asri Bin Awang

Independent Non-Executive Director

(appointed effective 1 January 2019)

Company Secretaries

Mirza Binti Mohamad (MAICSA 7051997)

Level 8, Block B, Plaza Zurich

No. 12 Jalan Gelenggang

Bukit Damansara

50490 Kuala Lumpur

Malaysia

Tel. no.: (+603) 2788 5111

FUND INFORMATION (*continued*)

- Trustee** : Deutsche Trustees Malaysia Berhad (763590-H)
Level 20, Menara IMC
8, Jalan Sultan Ismail
50250 Kuala Lumpur
Malaysia
- Tel. No. (+603) 2053 7522
Fax No. (+603) 2053-7526
Email cisops.dtmb@db.com
- Custodian**
(Trustee's Delegate)
(Please refer to page
70 for Trustee's
Delegate
information)
- Deutsche Bank (Malaysia) Berhad (312552-W)
Level 18, Menara IMC
8, Jalan Sultan Ismail
50250 Kuala Lumpur
Malaysia
- Tel. No. (+603) 2053 6788
Email dbmb-dcs.cs@db.com
Website www.db.com
- Auditor of the
Manager and the
Fund** : PricewaterhouseCoopers PLT (LLP0014401-LCA & AF 1146)
Level 10, 1 Sentral
Jalan Rakyat
Kuala Lumpur Sentral
50706 Kuala Lumpur
Malaysia
- Tel. No. (+603) 2173 1188
Fax No. (+603) 2173 1288
- Tax Consultant** : PricewaterhouseCoopers Taxation Services Sdn. Bhd. (464731-M)
Level 15, 1 Sentral
Jalan Rakyat
Kuala Lumpur Sentral
50706 Kuala Lumpur
Malaysia
- Tel. No. (+603) 2173 1188
Fax No. (+603) 2173 1288

FUND INFORMATION *(continued)*

- Fund Accountant** : Deutsche Trustees Malaysia Berhad (763590-H)
Level 20, Menara IMC
8, Jalan Sultan Ismail
50250 Kuala Lumpur
Malaysia
- Tel. No. (+603) 2053 6788
Fax No. (+603) 2031 8710
Email Malaysia.team@list.db.com
Website www.db.com
- Shariah Adviser** : Amanie Advisors Sdn Bhd (684050-H)
(Please refer to pages 70-73 for corporate information, experience and details of the designated person for the Shariah Adviser)
Level 13A-2, Menara Tokio Marine Life,
189, Jalan Tun Razak,
50400 Kuala Lumpur.
- Tel. no.: (+603) 2181 8228
Fax no.: (+603) 2181 8219
Website: www.amanieadvisors.com
- Participating Dealers** : CGS-CIMB Securities Sdn Bhd (48703-W)
(formerly known as Jupiter Securities Sdn. Bhd.)
Level 13, Menara CIMB
Jalan Stesen Sentral 2
Kuala Lumpur Sentral
50470 Kuala Lumpur
Malaysia
- Tel. No. (+603) 2261 8888
Fax No. (+603) 2261 8889
- Index Licensor** : MSCI Inc.
One Chase Manhattan Plaza, 44th Floor
New York, NY 10005
United States of America
- Tel No. (+1) 212 804 3901
Fax No. (+1) 212 809 1213
- Share Registrar** : Boardroom Share Registrars Sdn Bhd (378993-D)
(formerly known as Symphony Share Registrars Sdn Bhd)
Level 6, Symphony House
Pusat Dagangan Dana 1
Jalan PJU 1A/46
47301 Petaling Jaya
Selangor
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- Helpdesk No. (+603) 7849 0777
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MANAGER'S REPORT

For the Financial Period 1 January to 31 December 2018

Name of Fund	: MyETF MSCI SEA Islamic Dividend ("MyETF-MSEAD" or "the Fund")
Type of Fund	: Exchange Traded Fund
Fund Category	: Shariah-Compliant Equity
Commencement Date	: 29 April 2015
Listing Date	: 7 May 2015
Benchmark Index	: MSCI AC ASEAN IMI Islamic High Dividend Yield 10/40 Index ("MIISOD40 Index" or "Benchmark Index")
Manager	: <i>i</i> -VCAP Management Sdn. Bhd. (" <i>i</i> -VCAP")

1. Investment Objective

MyETF-MSEAD aims to provide investment results that closely correspond to the performance of the Benchmark Index regardless of its performance.

2. Benchmark Index

The Benchmark Index, namely the MSCI AC ASEAN IMI Islamic High Dividend Yield 10/40 Index is a free-float adjusted, market capitalisation weighted, price return index calculated, maintained and published by MSCI. The Benchmark Index is designed as a performance benchmark for the high dividend-yielding segment of its Parent Index, the MSCI AC ASEAN IMI Islamic Index. The Parent Index is a free-float adjusted market capitalisation weighted index that is designed to measure the equity market performance of selected South East Asia countries.

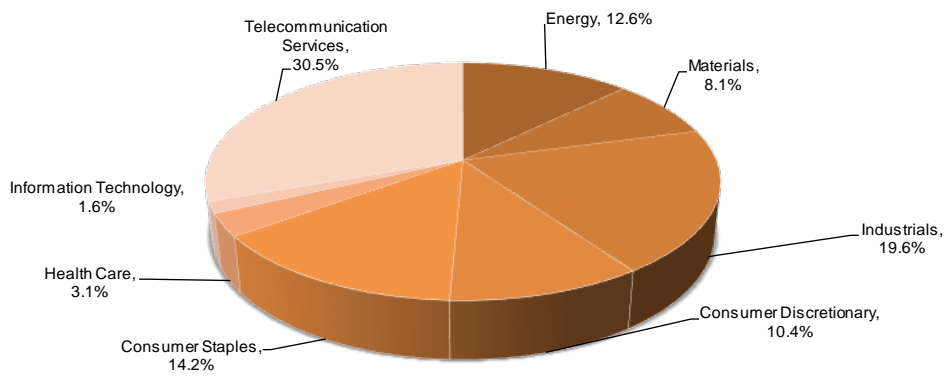
The Benchmark Index shall comprise up to 30 Shariah-compliant companies listed on the stock exchanges in South East Asia countries with dividend yields that are at least 30% higher than the Parent Index yield that are deemed both sustainable and persistent by MSCI.

The weight of any single group entity in the Benchmark Index is capped at 10% of the Benchmark Index weight and the sum of the weights of all group entities representing more than 5% is capped at 40% of the Benchmark Index weight. The Benchmark Index is calculated and published in Ringgit Malaysia.

The Parent Index and Benchmark Index consist only of Shariah-compliant securities which are approved by the MSCI Shariah Supervisory Committee based on the MSCI Islamic Index Series Methodology. The MSCI Shariah Supervisory Committee will review and audit the Benchmark Index, the Parent Index as well as the MSCI Islamic Index Series Methodology on a regular basis to ensure compliance with Shariah.

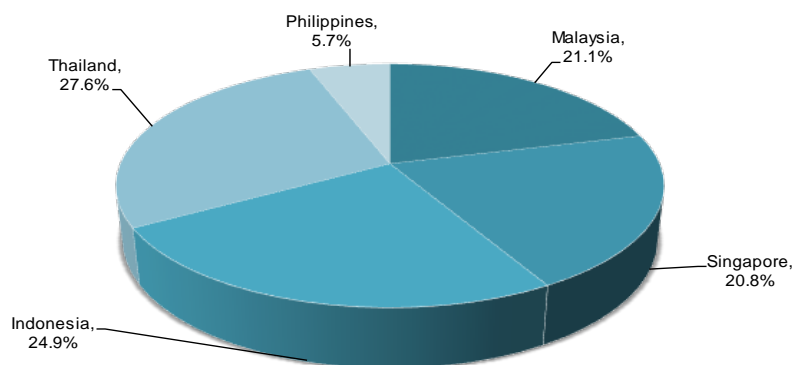
Based on the latest quarterly review (as at 26 November 2019), the sector allocation of MIISOD40 Index based on MSCI sector classifications are as follows:

Chart 1(a): Sector Classification – MSCI



Sources: MSCI

Chart 1(b): Country Exposure - MSCI



Source: MSCI

3. Investment Strategy

During the period under review, the Manager tracked the performance of the Benchmark Index by investing all, or substantially all, of the Fund's assets in the constituents of the Benchmark Index in largely the same weightings as they appear in the Benchmark Index.

The Manager will generally adopt a replication strategy to manage the Fund. The Manager may use techniques including indexing via full or partial replication in seeking to achieve the investment objective of the Fund, subject to conformity with Shariah.

4. Fund Performance

In its FY2019, the Fund has met its investment objective of closely replicating the performance of the underlying benchmark, i.e. MIISOD40 Index. The 3-year rolling tracking error of the Fund and the Benchmark Index on Price Return and Total Return basis were both 0.12%. In terms of NAV movement, the Fund's NAV per unit increased y-o-y by 2.66% to RM0.8264 from RM0.8050 at the end of the previous year while the Benchmark Index and Benchmark's Total Return Index up by 2.36% and 6.69%, respectively over the same period. The difference between the performance of the Fund and its Benchmark Index can largely be attributed to the Fund's operational costs. Tracking the movement of the Fund's NAV per unit, the Fund's units that are listed on Bursa Malaysia were generally traded at a slight premium to the Fund's NAV per unit throughout the year. The Fund's price per unit increased 3.21% y-o-y.

The Fund's NAV closed the year higher at RM72.73 million (FY2018: RM70.84 million) with 88 million units in circulation. The key statistics and comparative performance of the Fund for the FY2019 are summarized as follows:

Table 1: Key Statistics

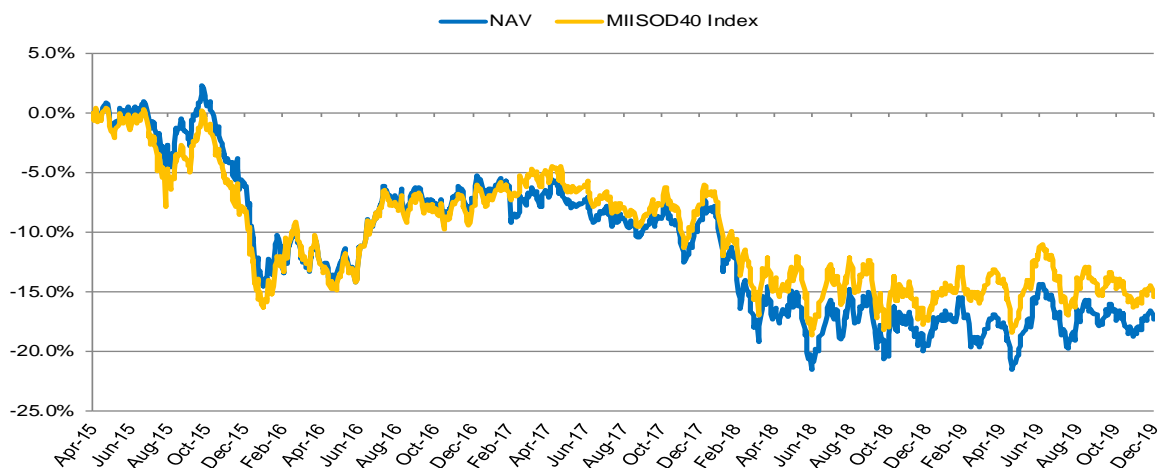
	As at 31-Dec-19	As at 31-Dec-18	As at 31-Dec-17	As at 31-Dec-16	As at 31-Dec-15 [^]
NAV per unit (RM)	0.8264	0.8050	0.9090	0.9277	0.9381
NAV per unit (RM) (before distribution)	0.8229	0.8761	0.9349	0.8888	
NAV per unit (RM) (after distribution)	0.8030	0.8593	0.9076	0.8757	
- Highest	0.8568 (5 Jul)	0.9269 (8 Jan)	0.9472 (6 Jan)	0.9383 (8 Dec)	1.0228 (22 Oct)
- Lowest	0.7837 (17 May)	0.7839 (28 Jun)	0.8741 (6 Dec)	0.8539 (28 Jan)	0.9357 (21 Dec)
(During the quarter)					
Price per unit (RM)	0.8350	0.8090	0.9000	0.9320	0.9330
- Highest	1.0000 (5 Jul)	0.9220 (10 Jan)	0.9450 (20 Feb)	0.9380 (11 Aug)	1.0150 (28 Oct)
- Lowest	0.7950 (3 Jun)	0.7950 (22 Jun)	0.8860 (18 Dec)	0.8500 (28 Jan)	0.9330 (31 Dec)
(During the quarter)					
Units in Circulation	88,000,000	88,000,000	53,000,000	53,000,000	21,000,000
Total NAV (RM)	72,725,799	70,842,465	48,177,498	49,168,342	19,699,942
Total NAV (RM) (before distribution)	72,413,367.24	46,343,572	49,344,240	17,943,886	
Total NAV (RM) (after distribution)	70,662,167.24	45,543,272	48,104,040	17,513,886	
Market Capitalisation (RM)	73,480,000	71,192,000	47,700,000	49,396,000	19,593,000
MIISOD40 Index	2,040.17	1,993.13	2,227.35	2,222.04	2,213.71
MIISOD40 Total Return	3,772.96	3,536.45	3,788.95	3,661.88	3,506.08
Tracking Error vs. Price Return MIISOD40 Index (%)*	0.12	0.10	1.53	1.38	1.35
Tracking Error vs. Total Return MIISOD40 Index (%)*	0.12	0.10	1.37	1.11	0.94
Management Expense Ratio (%)	0.63	0.89	1.01	1.04	1.40

Sources: Bloomberg, i-VCAP

* Based on 3-year rolling tracking error. The calculation was independently sourced from Novagni Analytics and Advisory Sdn. Bhd.

[^] The Fund was initially created at RM1.00 per unit based on the close of 29 April 2015. The Fund had its listing debut on 7 May 2015.

Chart 2: Fund NAV Per Unit vs. Benchmark Index – Performance Since Inception



Sources: Bloomberg, i-VCAP

Note: Past performance is not necessarily indicative of future performance. Unit price and investment return may go up as well as down.

Table 2(a): Annual Returns

	2019 (%)	2018 (%)	2017 (%)	2016 (%)	2015 [^] (%)
MyETF- MSEAD - NAV Price Return ^(a)	2.66	(11.44)	(2.02)	(1.11)	(6.19)
MIISOD40 - Price Return Index	2.36	(10.52)	0.24	0.38	(8.26)
MyETF- MSEAD - NAV Total Return ^(a)	5.20	(9.88)	0.51	1.32	(6.19)
MIISOD40 - Total Return Index	6.69	(6.66)	3.47	4.44	(4.81)

Sources: Bloomberg, i-VCAP

(a) Independently sourced from Novagni Analytics and Advisory Sdn. Bhd.

[^] Performance from inception date on 29 April 2015.

Table 2(b): Cumulative Returns

	Cumulative Returns ^(b)		
	1-Year (%)	3-Year (%)	Since Inception (%)
MyETF- MSEAD - NAV Price Return ^(a)	2.66	(10.92)	(17.36)
MIISOD40 - Price Return Index	2.36	(8.18)	(15.45)
MyETF- MSEAD - NAV Total Return ^(a)	5.20	(4.71)	(9.43)
MIISOD40 - Total Return Index	6.69	3.03	2.43

Sources: Bloomberg, i-VCAP

(a) Independently sourced from Novagni Analytics and Advisory Sdn. Bh

(b) Cumulative returns are up to 31 December 2019.

[^] Performance from inception date on 29 April 2015.

Table 2(c): Average Returns (Annualised)

	Average Returns ^(b)		
	1-Year (%)	3-Year (%)	Since Inception (%)
MyETF- MSEAD - NAV Price Return ^(a)	2.66	(3.78)	(4.00)
MIISOD40 - Price Return Index	2.36	(2.73)	(3.31)
MyETF- MSEAD - NAV Total Return ^(a)	5.20	(1.60)	(2.10)
MIISOD40 - Total Return Index	6.69	1.01	0.52

Sources: Bloomberg, i-VCAP

(a) Independently sourced from Novagni Analytics and Advisory Sdn. Bhd.

(b) Average returns for MIISOD40 Price Return Index and MIISOD40 Total Return Index are annualized figures computed based on the price and total returns for the respective period.

^ Performance from inception date on 29 April 2015.

Table 2(d): Historical Income Distribution

	For Financial Year Ended	
	2018	2017
	<u>Final</u>	<u>Final</u>
Income Distribution Per Unit (Sen)	1.99	1.51
Income Distribution Yield (%)*	1.79	1.73
Declaration Date	21-Feb-19	12-Feb-18
Ex-Date	11-Mar-19	1-Mar-18
Payment Date	8-Apr-19	29-Mar-18
NAV Per Unit Before Ex-Date (RM)	0.8232	0.8761
NAV Per Unit On Ex-Date (RM)	0.8030	0.8593

* Based on NAV on income distribution declared date.

The Benchmark Index is reviewed quarterly and rebalanced semi-annually and any changes to the constituents of Benchmark Index will be implemented at the close of the last business day of May and November. Meanwhile, the Parent Index of MIMYDY40 Index, the MSCI Malaysia IMI Islamic Index is reviewed quarterly (in February, May, August and November) and does not result in any change in the Benchmark Index except for inclusion or deletion of companies due to corporate events or any change in Shariah status, and changes in the weighting of the Benchmark Index's constituents.

During the year, nineteen stocks were included while nineteen stocks were removed from the Fund. The rebalancing exercises undertaken during the year led to significant changes in both Fund's sectoral and country allocations. Summary of the quarterly stock movements and the corresponding changes in Fund's allocation are as follows:

Table 3: List of Stock Inclusion and Exclusion

	Stock Inclusions	Country	Stock Exclusions	Country
1Q19	Singapore Telecommunications Limited	Singapore	Unisem (Malaysia) Bhd	Malaysia
	Petronas Chemicals Group	Malaysia	Lingkaran Trans Kota Holdings Bhd	Malaysia
	PTT Global Chemical PCL-NVDR	Thailand	Eastern Polymer Group PCL-NVDR	Thailand
	Adaro Energy PT	Indonesia	Siam Future Development PCL-NVDR	Thailand
	Misc Bhd	Malaysia	Bangkok Aviation Fuel Services PCL-NVDR	Thailand
	Home Product Center PCL-NVDR	Thailand	Syarikat Takaful Malaysia Bhd	Malaysia
	Matahari Department Store Tbk	Indonesia	LPN Development PCL-NVDR	Thailand
	Manila Electric Co B	Philippines	Matrix Concepts Holdings Bhd	Malaysia
	Indo Tambangraya Megah	Indonesia	Hong Leong Industries Bhd	Malaysia
2Q19	PTT Public Company Limited-NVDR	Thailand	Petronas Chemicals Group Bhd	Malaysia
	Sime Darby Bhd	Malaysia	Comfortdelgro Corporation Ltd	Singapore
	COM7 PCL-NVDR	Thailand	Globetronics Technology Bhd	Malaysia
	Pilipinas Shell Petroleum Corporation	Philippines	Lingkaran Trans Kota Holdings Bhd	Malaysia
3Q19	Industri Jamu Dan Farmasi Sido Muncul Tbk Pt	Indonesia	Pilipinas Shell Petroleum Corporation	Philippines
4Q19	Matahari Department Store Tbk Pt	Indonesia	DMCI Holdings Inc	Philippines
	Semirara Mining & Power Corp	Philippines	KCE Electronics PCL- NVDR	Thailand
	AKR Corporindo Tbk Pt	Indonesia	UOA Development Bhd	Malaysia

Source: MSCI

Table 4: Fund's Sector Allocation*

	As at 31-Dec-19	As at 31-Dec-18	Change (%)
Telecommunication Services	27.75%	26.39%	1.36%
Consumer	22.34%	16.08%	6.26%
Industrials	17.80%	19.86%	(2.06%)
Energy	11.50%	3.62%	7.88%
Utilities	9.01%	9.57%	(0.56%)
Materials	7.39%	17.44%	(10.05%)
Health Care	2.80%	2.71%	0.09%
Information Technology	1.42%	1.97%	(0.55%)
Real Estate	0.00%	0.83%	(0.83%)
Cash & Others	0.00%	1.53%	(1.53%)

Sources: MSCI, i-VCAP

* Based on MSCI classification.

Table 5: Fund's Country Exposure

Country	As at 31-Dec-19	As at 31-Dec-18	Change (%)
Thailand	27.62%	21.62%	6.00%
Indonesia	24.91%	17.29%	7.62%
Malaysia	21.05%	28.33%	(7.28%)
Singapore	20.75%	24.47%	(3.72%)
Philippines	5.67%	8.30%	(2.63%)

Sources: MSCI, i-VCAP

Details of the Fund's quoted Investments as at 31 December 2019 are as follows:

Table 6: MyETF-MSEAD's Investment in Listed Equities

	Country	Quantity (Units)	Market Value (RM)	Market Value as a percentage of Net Asset Value (%)
<u>Telecommunication Services</u>				
1. Singapore Telecommunications Ltd	Singapore	680,900	6,971,783	9.59
2. Telekomunikasi Indonesia Persero TBK PT	Indonesia	5,870,600	6,863,700	9.44
3. Maxis Bhd	Malaysia	630,600	3,354,792	4.61
4. TIME Dotcom Bhd	Malaysia	173,700	1,601,514	2.20
5. Matahari Department Store TBK PT	Indonesia	1,199,300	1,486,946	2.04
			20,278,736	27.88
<u>Industrials</u>				
6. Sats Ltd	Singapore	223,100	3,429,894	4.72
7. Singapore Airlines Ltd	Singapore	121,200	3,328,907	4.58
8. Sime Darby Bhd	Malaysia	1,351,400	3,000,108	4.13
9. Westports Holdings Bhd	Malaysia	431,900	1,818,299	2.50
10. Akr Corporindo TBK PT	Indonesia	976,000	1,135,356	1.56
			12,712,564	17.49
<u>Materials</u>				
11. PTT Global Chemical PCL-NVDR	Thailand	173,700	1,359,007	4.72
12. Jasmine International PCL-NVDR	Thailand	1,835,400	1,259,644	4.58
13. Scientex Bhd	Malaysia	110,800	1,047,060	4.13
14. D&L Industries Inc.	Philippines	1,404,200	1,076,517	2.50
15. Cahya Mata Sarawak Bhd	Malaysia	288,600	655,122	1.56
			5,397,350	7.42
<u>Consumer</u>				
16. Unilever Indonesia TBK PT	Indonesia	547,200	6,768,317	9.31
17. Home Product Center PCL-NVDR	Thailand	1,484,600	3,260,443	4.48
18. Robinson PCL-NVDR	Thailand	245,100	2,220,416	3.05
19. Sheng Siong Group Ltd	Singapore	317,600	1,196,555	1.65
20. Com7 PCL-NVDR	Thailand	293,100	1,066,127	1.47
21. Thai Vegetable Oil PCL-NVDR	Thailand	197,500	745,499	1.03
22. Industri Jamu Dan Farmasi Sido Muncul	Indonesia	1,439,600	540,552	0.74
			15,797,909	21.73
<u>Utilities</u>				
23. Petronas Gas Bhd	Malaysia	208,800	3,470,256	4.77
24. Manila Electric Co	Philippines	115,900	2,964,905	4.08
			6,435,161	8.85
<u>Energy</u>				
25. PTT PCL-NVDR	Thailand	918,100	5,544,850	7.62
26. Adaro Energy TBK PT	Indonesia	6,916,000	3,167,165	4.35
			8,712,015	11.97
<u>Health Care</u>				
27. Chularat Hospital PCL-NVDR	Thailand	1,988,800	704,300	0.97
28. Mega Lifesciences PCL- NVDR	Thailand	162,100	578,500	0.80
29. Supermax Corp Bhd	Malaysia	409,301	568,928	0.78
			1,851,728	2.55
<u>Information Technology</u>				
30. Semirara Mining & Power Corp	Philippines	568,900	1,010,013	1.39
			1,010,013	1.39
			72,195,476	99.28

Sources: MSCI, i-VCAP

5. Distribution Policy

The Fund may distribute amongst the unitholders all, or substantially all of the dividend income that the Fund received from its stock investment, pro-rated based on the number of units held by each unitholder as at the entitlement date of the income distribution. Distributions (if any) are expected to be made annually. The exact amount to be distributed will be at the absolute discretion of the Manager, subject to compliance with the Exchange-Traded Funds Guidelines issued by the Securities Commission Malaysia on 11 June 2009 which may be revised from time to time.

During the Financial Year under review, the Fund paid an income distribution amounted to RM1,721,500.00 in March 2019 in relation to the final distribution of RM1.99 sen per unit for Financial Year Ended 2018 (declared in February 2019). For Financial Year Ended 2019, the Fund has announced the first and final income distribution of 2.46 cent per unit, to be paid to the unitholders in April 2020. The first and final income distribution amount is derived from the dividend income that the Fund received from its stocks investment holding and the profit income during the year.

6. Other Information

There was no material litigation involving the Fund and no significant changes in the state of affairs of the Fund during the quarter under review. There is also no other material information that will adversely affect the Fund's valuation and the interest of unit holders.

7. Cross Trade

It is the Manager's policy not to perform any cross trade transaction.

8. Soft Dollar Commissions

It is the Manager's policy not to receive any goods or services by way of soft commission.

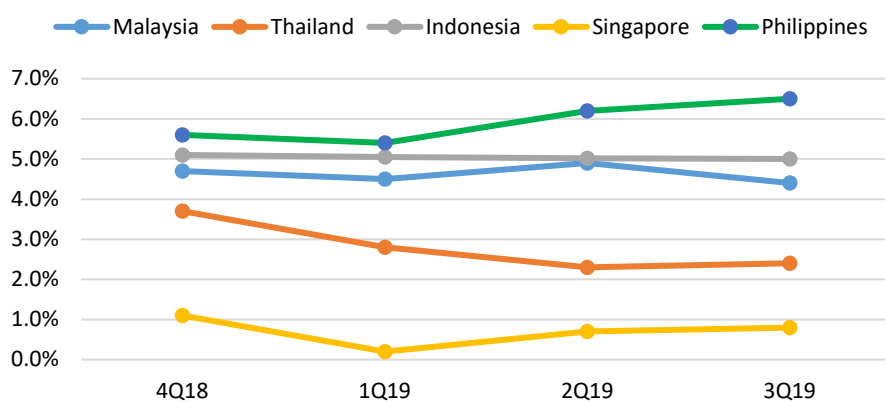
9. Market Review and Outlook

2019 marked a winning year for stock markets around the world. Most stock markets posted their best returns in a decade. Several key market indexes in the U.S., Europe and Asia hit record highs during the year as investors cheered drastic interest rate cuts by the central banks globally. The possibility of the signing of the phase-one trade deal between the U.S. and China significantly boosted investors' sentiment towards the end of the year. MSCI World Index and S&P 500 Index registered a strong return of 25.2% and 28.9% respectively in 2019.

As opposed to the strong stock market performance, global economy in 2019 recorded its weakest growth since the global financial crisis a decade ago. World Bank cut its global growth forecast for the year to 2.6% as a result of trade disputes, policy uncertainties and weak corporate confidence which led to reduction in capital spending. Leading economic indicators continue to point to slowing growth momentum in most major economies against the backdrop of slower global trade.

Growth had significantly moderated across the major economies in Asia. China recorded a 6.1% GDP growth in 2019, the lowest since 1990, as the country's trade war with the U.S. took its toll. The Philippine, Thailand and Singapore economy grew marginally higher yoy at 6.2%, 2.4% and 0.7% respectively compared to their previous quarter, largely driven by a recovery in government's infrastructure spending and accommodative monetary policy. Meanwhile, Indonesia's GDP growth weakened slightly to 5.02% yoy in 3Q19 from 5.05% in the preceding quarter, while Malaysia's GDP growth stood at 4.4% in 3Q19 from 4.9% in the previous quarter, dragged down by a slowdown in key sectors, weaker export, as well as the decline in the mining and construction activities.

Chart 4: ASEAN-5 GDP Growth Performance



Sources: Bloomberg, VCAP Research

The MIISOD40 Index continued its volatile trend throughout 2019. The MIISOD40 Index recovered in May to reach its year-high of 2,145.95 points in early July and traded within a tight range of 2,110 to 2,000 points until year-end. The MIISOD40 Index closed the year at 2,040.17 points, translating to an increase of 2.36%

year-on-year.

Chart 5: MIISOD40 Index Performance in 2019



Sources: Bloomberg, i-VCAP

Global business conditions have actually increased over the last few months suggesting that monetary easing may be gaining traction. Market sentiment has been boosted by tentative signs that manufacturing activity and global trade are bottoming out, a broad-based shift toward accommodative monetary policy, intermittent favorable news on US-China trade negotiations, and diminished fears of a no-deal Brexit.

Across the region, monetary authorities have generally eased policies to support the economies, with several central banks cutting interest rates this year. Central banks' accommodative monetary policies, as well as some additional fiscal stimulus, will keep most developed economies growing through 2020 and probably longer. This should engender growth in corporate earnings, dividends and buybacks. In the longer term, the region's economic prospects remain positive, supported by rising middle class leading to more domestic demand, increasing intra-regional integration, and the adoption of new technology.

A slight increase in commodity prices and high equity valuations in the United States could lead investors to look for better opportunities elsewhere. On this note, investors may have a bias toward the more domestic demand-driven economies within ASEAN, such as Philippines, Thailand and Indonesia. Notwithstanding the uncertainties on capital flows, investors who have ASEAN region in their investment radar may consider MyETF-MSEAD in their portfolio, backed by the dividend yielding feature of its stock constituents that can provide downside support during uncertain market environment.

TRUSTEE'S REPORT TO THE UNIT HOLDERS OF MyETF MSCI SEA ISLAMIC DIVIDEND

We have acted as Trustee for MyETF MSCI SEA Islamic Dividend ("the Fund") for the financial year ended 31 December 2019. To the best of our knowledge, for the financial year under review, i-VCAP Management Sdn. Bhd. ("the Manager") has operated and managed the Fund in accordance with the following:-

- (a) limitations imposed on the investment powers of the Manager and Trustee under the Deed(s), the Securities Commission's Guidelines on Exchange-Traded Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) valuation and pricing of the Fund is carried out in accordance with the Deed(s) of the Fund and any regulatory requirements; and
- (c) creation and cancellation of units for the Fund are carried out in accordance with the Deed(s) of the Fund and any regulatory requirements.

We are of the view that the distribution made during the financial year ended 31 December 2019 by the Manager is not inconsistent with the objectives of the Fund.

For Deutsche Trustees Malaysia Berhad

Ng Hon Leong
Head, Trustee Operations

Richard Lim Hock Seng
Chief Executive Officer

Kuala Lumpur

SHARIAH ADVISER'S REPORT TO THE UNIT HOLDERS OF MyETF MSCI SEA ISLAMIC DIVIDEND

We have acted as the Shariah Adviser of MyETF MSCI SEA Islamic Dividend (the "Fund") for the financial year ended 31 December 2019. Our responsibility is to ensure that the procedures and processes employed by i-VCAP Management Sdn. Bhd. are in accordance with Shariah.

In our opinion, the Manager of the fund, i-VCAP Management Sdn. Bhd. has managed and administered the Fund in accordance with Shariah and complied with applicable guidelines, ruling or decision issued by the Securities Commission Malaysia pertaining to Shariah matters for the financial year ended 31 December 2019.

We also 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. For investments other than the abovementioned we have reviewed the same and 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 for the Fund, as the body, and for no other purposes. 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
Amanie Advisors Sdn Bhd

Datuk Dr. Mohd Daud Bakar
Executive Chairman

STATEMENT BY THE MANAGER

I, Khairi Shahrin Arief Bin Baki, being a Director of the Manager, do hereby state that, in the opinion of the Manager, the financial statements set out on pages 26 to 55 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the financial position of the Fund as at 31 December 2019 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, International Financial Reporting Standards and the Securities Commission's Guidelines on Exchange-Traded Funds.

KHAIRI SHAHRIN ARIEF BIN BAKI

For and on behalf of the Manager,
iVCAP Management Sdn. Bhd.

Kuala Lumpur

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF MyETF MSCI SEA ISLAMIC DIVIDEND

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of MyETF MSCI SEA Islamic Dividend (the "Fund") give a true and fair view of the financial position of the Fund as at 31 December 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 December 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 26 to 55.

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
MyETF MSCI SEA ISLAMIC DIVIDEND (CONTINUED)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Our audit approach

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the financial statements of the Fund. In particular, we considered where the Manager made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters, consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

We tailored the scope of our audit in order to perform sufficient work to enable us to provide an opinion on the financial statements as a whole, taking into account the structure of the Fund, the accounting processes and controls, and the industry in which the Fund operates.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Fund for the current year. These matters were addressed in the context of our audit of the financial statements of the Fund as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matters	How our audit addressed the key audit matters
<p>Valuation and existence of financial assets at fair value through profit or loss</p> <p>Refer to Note F (Summary of significant accounting policies), Note 10 and Note 22 (Notes to the financial statements).</p> <p>The investment portfolio at the year-end comprised listed equity investments valued at RM 72,195,478.</p> <p>We focused on the valuation and existence of investments because investments represent the most significant element of the net asset value in the financial statements.</p>	<p>We have tested the valuation of the listed equity investments by agreeing the prices used in the valuation to independent third party sources.</p> <p>We have tested the existence of the investment portfolio by agreeing the holdings of investments to an independent custodian confirmation.</p> <p>Based on the above procedures, no material exceptions were identified.</p>

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF MyETF MSCI SEA ISLAMIC DIVIDEND (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 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 cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF MyETF MSCI SEA ISLAMIC DIVIDEND (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 MyETF MSCI SEA ISLAMIC DIVIDEND (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.

We also provide the Manager with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Manager, we determine those matters that were of most significance in the audit of the financial statements of the Fund for the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

OTHER MATTERS

This report is made solely to the unit holders of the Fund 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

MANJIT SINGH A/L HAJANDER SINGH
02954/03/2019 J
Chartered Accountant

Kuala Lumpur

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

	<u>Note</u>	<u>2019</u> RM	<u>2018</u> RM
INVESTMENT (LOSS)/INCOME			
Gross dividend income		2,878,185	2,728,776
Profit from short term Shariah-compliant deposits		24,278	15,210
Net loss on financial assets at fair value through profit or loss	10	1,887,387	(7,151,762)
Net foreign exchange loss		(165,879)	(440,803)
		<u>4,623,971</u>	<u>(4,848,579)</u>
EXPENSES			
Management fee	4	(471,643)	(415,021)
Trustee's fee	5	(32,652)	(28,732)
License fee	6	(43,537)	(38,310)
Transaction cost		(99,026)	(210,559)
Auditors' remuneration		(15,919)	(15,580)
Tax agent's fee		(9,473)	(4,531)
Shariah adviser's fee		(6,500)	(6,500)
Purification of non Shariah-compliant income		(19,868)	(15,443)
Other expenses	7	(290,819)	(40,582)
		<u>(989,437)</u>	<u>(775,258)</u>
(LOSS)/PROFIT BEFORE TAXATION		3,634,534	(5,623,837)
Taxation	8	-	(209,996)
		<u>3,634,534</u>	<u>(5,833,833)</u>
(LOSS)/PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL YEAR			
		<u>3,634,534</u>	<u>(5,833,833)</u>
(Loss)/profit after taxation is made up as follows:			
Realised amount		(522,243)	(715,284)
Unrealised amount		4,156,777	(5,118,549)
		<u>3,634,534</u>	<u>(5,833,833)</u>

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

MyETF MSCI SEA ISLAMIC DIVIDEND

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

	<u>Note</u>	<u>2019</u> RM	<u>2018</u> RM
ASSETS			
Cash and cash equivalents	12	537,751	217,109
Financial assets at fair value through profit or loss	10	72,195,478	69,758,131
Dividends receivable	11	128,346	214,758
Amount due from stockbrokers			798,872
TOTAL ASSETS		<u>72,861,575</u>	<u>70,988,870</u>
LIABILITIES			
Amount due to Manager		41,363	39,568
Amount due to Trustee		2,864	2,739
Auditors' remuneration		16,350	15,625
Tax agent's fee		9,750	4,696
Shariah adviser's fee		413	7,079
Payables	13	65,036	76,698
TOTAL LIABILITIES		<u>72,725,799</u>	<u>146,405</u>
NET ASSET VALUE OF THE FUND		<u>70,842,465</u>	<u>48,177,498</u>
EQUITY			
Unit holders' capital		79,460,800	79,460,800
Accumulated losses		(6,735,001)	(8,618,335)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	15	<u>72,725,799</u>	<u>70,842,465</u>
NUMBER OF UNITS IN CIRCULATION	15	<u>88,000,000</u>	<u>88,000,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>0.8264</u>	<u>0.8050</u>

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

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

	<u>Note</u>	<u>Unit holders' capital</u> RM	<u>Accumulated losses</u> RM	<u>Total</u> RM
Balance as at 1 January 2019		50,161,700	(1,984,202)	48,177,498
Total comprehensive loss for the financial year		-	(5,833,833)	(5,833,833)
Distribution for the financial year ended 31 December 2019	9	-	(800,300)	(800,300)
Creation of units		30,128,400	-	30,128,400
Cancellation of units		(829,300)	-	(829,300)
		<u>79,460,800</u>	<u>(8,618,335)</u>	<u>70,842,465</u>
Balance as at 31 December 2019		<u>79,460,800</u>	<u>(8,618,335)</u>	<u>70,842,465</u>
Balance as at 1 January 2019		50,161,700	(1,984,202)	48,177,498
Total comprehensive income for the financial year		-	(5,833,833)	(5,833,833)
Distribution for the financial year ended 31 December 2018	9	-	(800,300)	(800,300)
Creation of units		30,128,400	-	30,128,400
Cancellation of units		(829,300)	-	(829,300)
		<u>79,460,800</u>	<u>(8,618,335)</u>	<u>70,842,465</u>
Balance as at 31 December 2018		<u>79,460,800</u>	<u>(8,618,335)</u>	<u>70,842,465</u>

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

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

	<u>Note</u>	<u>2019</u> RM	<u>2018</u> RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash used in purchase of investments		(22,900,162)	(88,007,676)
Proceeds from sales of investments		23,050,049	58,279,327
Dividends received		2,544,589	2,078,846
Profit from short term Shariah-compliant deposits		24,278	15,210
Management fee paid		(469,848)	(399,781)
Trustee fee paid		(32,527)	(27,677)
License fee paid		(44,081)	(26,743)
Purification of non Shariah-compliant income		(7,112)	(9,158)
Payment for other fees and expenses		(93,344)	(479,512)
		<hr/>	<hr/>
Net cash (used in)/generated from operating activities		2,071,842	(28,577,164)
		<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from creation of units	21	-	30,128,400
Payments for cancellation of units	21	-	(829,300)
Payment for income distribution	9	(1,751,200)	(800,300)
		<hr/>	<hr/>
Net cash generated from/(used in) financing activities		(1,751,200)	28,498,800
		<hr/>	<hr/>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS			
		320,642	(78,364)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL YEAR			
		217,109	295,473
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL YEAR			
	12	537,751	217,109
		<hr/> <hr/>	<hr/> <hr/>

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

Unless otherwise stated, the following accounting policies have been applied consistently in dealing with items that are considered material in relation to the financial statements.

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements of the MyETF MSCI SEA Islamic Dividend (“the Fund”) have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

The financial statements have been prepared under the historical cost convention, except as disclosed in the summary of significant accounting policies.

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 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 Managers’ best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note M.

(a) Standards and amendments to existing standards effective 1 January 2019:

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2019 that have a material effect on the financial statements of the Fund.

(b) New standards, amendments and interpretations effective after 1 January 2019 and have not been early adopted:

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

B INCOME FROM SHARIAH-COMPLIANT FINANCIAL INSTRUMENTS

Profit Income

Profit income from short term Shariah-compliant deposits with licensed financial institutions are recognised based on 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).

Dividend Income

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

Realised gain or loss on disposal of investments

Realised gain or loss on disposal of quoted securities is accounted for as the difference between the net disposal proceeds and the carrying amount of quoted securities, determined on a weighted average cost basis.

C NON SHARIAH-COMPLIANT INCOME

Any income or distribution received by the Fund from its investment portfolio which relates to profit income or dividend income from fortuitous activities (does not comply with the Shariah principles) of the underlying companies is considered non Shariah-compliant income.

This non Shariah-compliant income is subject to an income purification process as determined by the Shariah Adviser from time to time and without limitation based on the impure ratio for each component stock as determined by MSCI Inc. The non Shariah-compliant income may be distributed to organisations considered beneficial to the public at large which are endorsed by the Shariah Adviser and approved by the Trustee. The amount is recognised as an expense in profit or loss.

D TAXATION

Current tax expense is determined according to the Malaysian tax laws and includes all taxes based upon the taxable profits of the Fund.

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

E CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statement, cash and cash equivalents comprise cash and bank balances and deposits that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

F FINANCIAL ASSETS AND LIABILITIES

(i) Classification

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

- those to be measured subsequently at fair value (either other comprehensive income or 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 make decisions. The Fund has not taken the option to irrevocably designate any Shariah-compliant equity securities as fair value through other comprehensive income.

The Fund classifies cash and cash equivalents, dividends receivable and amount due from stockbrokers as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding, which are solely payments of principal and interest.

The Fund classifies amount due to Manager, amount due to Trustee, auditors' remuneration, tax agent's fee, Shariah advisers' fee and payables as financial liabilities subsequently 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. Investments are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition of financial assets subsequently measured at fair value through profit or loss are expensed in the statement of comprehensive income.

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 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.

The Fund subsequently measures all Shariah-compliant equity investments at fair value. 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 within 'net gain/(loss) on financial assets at fair value through profit and loss' in the period 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.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

F FINANCIAL ASSETS AND LIABILITIES (CONTINUED)

(ii) Recognition and measurement (continued)

Investments principally consist of Shariah-compliant quoted investments which are initially recognised at fair value and subsequently re-measured at fair value based on the market price quoted on the relevant stock exchanges at the close of the business on the valuation day, where the close price falls within the bid-ask spread. In circumstances where the close 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. Purchases and sales of Shariah-compliant investments are accounted for on the trade date.

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

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

(iii) Impairment of financial assets

The Fund measures credit risk and expected credit losses using probability of 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 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

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.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

G AMOUNT DUE FROM/TO STOCKBROKERS

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

H 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 net asset value;
- 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 redemption of units; 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 the 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 net asset value per unit at the time of creation or cancellation. The Fund's net asset value per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units. In accordance with the Securities Commission's ("SC") Guidelines on Exchange-Traded Funds, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per unit for creations and cancellations.

I FOREIGN CURRENCY

(i) Functional and presentation currency

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements are presented in Ringgit Malaysia ("RM"), which is the Fund's functional and presentation currency..

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

FOREIGN CURRENCY (CONTINUED)

(ii) 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 financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

J SEGMENT REPORTING

Operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Chief Executive Officer ("CEO") of the Fund's manager that undertakes strategic decisions for the Fund.

K DISTRIBUTION

Distributions are at the discretion of the Fund. A distribution to the Fund's unit holders is accounted for as a deduction from realised reserves. A proposed distribution is recognised as a liability in the financial year in which it is approved by the Board of Directors of the Manager.

The basis for ascertaining income available for distribution by the Fund to its unit holders, which subject to conditions imposed by the SC, are as follows;

- (i) The distributable income is the net realised income from profit, dividend and other distributions, after deducting the costs/expenses as allowed by the Deed;
- (ii) No adjustment will be made from any realised capital gains or losses as a result of price appreciation or depreciation of the underlying securities;
- (iii) Unrealised income or gains of the Fund will not be distributed to unit holders and unrealised losses (including capital losses) will not be deducted.

L 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.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

M CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS 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 judgment 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 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 SC's Guidelines on Exchange-Traded Funds.

However, the Manager is of the opinion that in applying these accounting policies, no significant judgment was required.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

1 INFORMATION ON THE FUND

The exchange-traded fund was constituted under the name MyETF MSCI SEA Islamic Dividend (the “Fund”) pursuant to the execution of a trust deed dated 6 February 2015 and supplemental deeds dated 9 December 2016, 19 June 2017, 8 February 2019 and 13 September 2019 (the “Deed”) entered into between i-VCAP Management Sdn. Bhd. (the “Manager”) and Deutsche Trustees Malaysia Berhad (the “Trustee”).

The Fund was launched on 8 April 2015 and commenced operations on 29 April 2015. The Fund will continue its operations until terminated in accordance with Part 26 of the Deed.

The Fund is an exchange-traded fund that is designed to provide investment results that closely correspond to the performance of the MSCI AC ASEAN IMI Islamic High Dividend Yield 10/40 Index (“Benchmark Index”) regardless of its performance. The Benchmark Index is a free-float adjusted, market capitalisation weighted, price return index representing securities of 30 leading Shariah-compliant companies listed in the stock exchanges in South East Asia countries as determined by MSCI Inc. All investments will be subjected to the SC Guidelines on Exchange-Traded Funds, the Deed and the objective of the Fund.

As provided in the Deed, the financial year shall end on 31 December.

The Manager is a company incorporated in Malaysia. The principal activity of the Manager is the provision of Shariah investment management services.

These financial statements were authorised for issue by the Manager on _____.

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks which include market risk, profit rate risk and credit/default risk from the following financial instruments:

	Note	Amortised cost RM	Financial asset at fair value through profit or loss RM	Total RM
2019				
Cash and cash equivalents	12	537,751	-	537,751
Financial assets at fair value through profit or loss	10	-	72,195,478	72,195,478
Dividends receivable	11	128,346	-	128,346
Total		666,097	72,195,478	72,861,575

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

	Note	Financing and receivables	Financial assets at fair value through profit or loss	Total
2018				
Cash and cash equivalents	12	217,109	-	217,109
Financial assets at fair value through profit or loss	10	-	69,758,131	69,758,131
Dividends receivable	11	214,758	-	214,758
Amount due from stockbrokers		798,872	-	798,872
Total		1,230,739	69,758,131	70,988,870

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

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated in the SC's Guidelines on Exchange-Traded Funds.

Market risk

(i) Price Risk

The Fund is exposed to equity securities price risk arising from investments held by the Fund for which prices in the future are uncertain. The very nature of an exchange-traded fund, however, helps mitigate this risk because a fund would generally hold a well-diversified portfolio of securities from different market sectors so that the collapse of any one security or any one market sector would not impact too greatly on the value of the fund.

At 31 December, the fair value of equities exposed to price risk was as follows: -

	<u>2019</u> RM	<u>2018</u> RM
Financial assets at fair value through profit or loss	<u>72,195,478</u>	<u>69,758,131</u>

The table below summarises the sensitivity of the Fund's profit or loss and NAV to equity price movements as at the end of the financial year. The analysis is based on the assumptions that the MSCI AC ASEAN IMI Islamic High Dividend Yield 10/40 Index ("the Index") increased by 10% and decreased by 10%, with all other variables held constant, and that the fair value of the Fund's portfolio of equity securities moves in correlation with the Index.

<u>% Change in benchmark index</u>	<u>Benchmark index</u>	<u>Market value</u> RM	<u>Impact to profit or loss/NAV increase/(decrease)</u> RM
2019			
-10%	1,836.15	64,975,930	(6,374,265)
0%	2,040.17	72,195,478	-
10%	2,244.19	79,415,026	6,374,265

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(i) Price Risk (continued)

<u>% Change in benchmark index</u>	<u>Benchmark index</u>	<u>Market value</u>	<u>Impact to profit or loss/NAV increase/(decrease)</u>
2018			
-10%	1,793.82	66,165,041	(3,593,090)
0%	1,993.13	69,758,131	-
10%	2,192.44	73,351,221	3,593,090

The Index is used as a benchmark as the Fund is designed to provide investment results that closely correspond to the performance of the Index.

(ii) Currency risk

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

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

	<u>Financial assets at fair value through profit or loss</u> RM
2019	19,962,036
IDR	5,051,435
PHP	14,927,141
SGD	16,738,787
THB	19,962,036
	<u>56,679,399</u>
2018	
IDR	13,379,096
PHP	6,674,267
SGD	17,237,327
THB	13,757,243
	<u>51,047,933</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk (continued)

(ii) Currency risk (continued)

The table below summarises the sensitivity of the Fund's profit or loss and NAV to changes in foreign exchange movements for the Fund. The analysis is based on the assumption that the foreign exchange rates fluctuate according to the respective standard deviation of the daily fluctuations of the exchange rate of the currencies, with all other variables remaining constant. This represents management's best estimate of a reasonable shift in the foreign exchange rate, having regards to historical volatility of the rate. Disclosures below are shown in absolute terms; changes and impacts could be positive or negative.

	<u>Change in foreign exchange rate</u> %	<u>Impact to profit or loss/NAV</u> RM
<u>2019</u>		
IDR	+/- 4.05	+/- 808,462
PHP	+/- 4.40	+/- 222,263
SGD	+/- 2.51	+/- 374,671
THB	+/- 5.04	+/- 843,635
<u>2018</u>		
IDR	+/- 5.16	+/- 690,339
PHP	+/- 4.87	+/- 324,902
SGD	+/- 3.10	+/- 535,101
THB	+/- 4.10	+/- 564,246

Profit rate risk

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

The Fund's exposure to profit rate risk is mainly confined to Shariah-compliant deposits with licensed financial institutions. The Manager overcomes this by way of maintaining deposits on a short term basis.

The Fund's exposure to profit rate risk associated with Shariah-compliant deposits with licensed financial institutions is not material as the deposit is held on a short-term basis

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Credit/Default risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place 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 Exchange-Traded Funds.

The settlement terms of the amount due from stockbrokers are governed by the relevant rules and regulations of the respective stock exchanges.

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

	<u>Cash and cash equivalents</u> RM	<u>Dividends receivable</u> RM	<u>Amount due from stockbrokers</u> RM	<u>Total</u> RM
<u>2019</u>				
Financial institutions				
- AAA	511,957	-	-	511,957
- AA1	25,794	-	-	25,794
Others	-	128,346	-	128,346
	<u>537,751</u>	<u>128,346</u>	<u>-</u>	<u>666,097</u>
<u>2018</u>				
Financial institutions				
- AAA	208,339	-	-	208,339
- AA1	8,770	-	-	8,770
Others	-	214,758	798,872	1,013,630
	<u>217,109</u>	<u>214,758</u>	<u>798,872</u>	<u>1,230,739</u>

3 CAPITAL AND LIQUIDITY RISK MANAGEMENT

The capital of the Fund is represented by the net assets attributable to unit holders. The amount of net assets attributable to unit holders can change significantly on a daily basis as the Fund is subject to daily creations and cancellations of units at the discretion of unit holders. The Manager will provide a perfect basket which comprises of a portfolio of the Benchmark Index shares in substantially the same composition and weighting as the Benchmark Index and cash component to be delivered by the investors in the case of creations and to be transferred to the unit holders in the case of cancellations. The Fund maintains sufficient quantity of shares and cash in proportion to the perfect basket.

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 cash flows.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

3 CAPITAL AND LIQUIDITY RISK MANAGEMENT (CONTINUED)

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 cash flows.

	<u>Within one month</u> RM	<u>One month to one year</u> RM	<u>Total</u> RM
<u>2019</u>			
Amount due to Manager	41,363	-	41,363
Amount due to Trustee	2,864	-	2,864
Auditors' remuneration	-	16,350	16,350
Tax agent's fee	-	9,750	9,750
Shariah adviser's fee	-	413	413
Payables		65,036	65,036
	<u>44,227</u>	<u>91,549</u>	<u>135,776</u>
<u>2018</u>			
Amount due to Manager	39,568	-	39,568
Amount due to Trustee	2,739	-	2,739
Auditors' remuneration	-	15,238	15,238
Tax agent's fee	-	4,584	4,584
Shariah adviser's fee	-	7,079	7,079
Payables	17,854	59,343	77,197
	<u>60,161</u>	<u>86,244</u>	<u>146,405</u>

4 MANAGEMENT FEE

The Manager is entitled to a management fee at a rate not exceeding 3.0% per annum on the Net Asset Value ("NAV") of the Fund calculated on a daily basis, as provided under Clause 15.1(b) of the Deed.

For the financial year ended 31 December 2019, the management fee was recognised at a rate of 0.65% (2018: 0.65%) per annum on the NAV of the Fund, calculated on a daily basis.

There will be no further liability to the Manager in respect of management fee other than the amounts recognised above.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

5 TRUSTEE'S FEE

The Trustee is entitled to an annual fee at a rate not exceeding 0.2% per annum on the Net Asset Value ("NAV") of the Fund, subject to a minimum of RM12,000 per annum, as provided under Clause 15.2(b) of the Deed.

For the financial year ended 31 December 2019, the Trustee's fee was recognised at a rate of 0.045% (2018: 0.045%) per annum on the NAV of the Fund, subject to a minimum of RM12,000 per annum, inclusive of local custodian fee and excluding foreign custodian fee, calculated on a daily basis.

There will be no further liability to the Trustee in respect of trustee fee other than the amounts recognised above.

6 LICENSE FEE

License fee is payable to MSCI Inc, the Benchmark Index provider.

For the financial year ended 31 December 2019, the License Fee was recognised at a rate of 0.06% (2018: 0.06%) per annum of the Net Asset Value ("NAV") of the Fund, calculated on a daily basis.

There will be no further liability to MSCI Inc. in respect of license fee other than the amounts recognised above.

7 OTHER EXPENSES

	<u>2019</u> RM	<u>2018</u> RM
Printing cost	-	3,000
GST expense	-	6,195
Withholding tax	254,129	-
Other expenses	36,690	31,387
	<u>290,819</u>	<u>40,582</u>

8 TAXATION

	<u>2019</u> RM	<u>2018</u> RM
Tax charge for the financial year:		
- Current taxation	-	209,996
	<u> </u>	<u> </u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

8 TAXATION (CONTINUED)

The explanation of the relationship between taxation and (loss)/profit before taxation of the Fund is as follows:

	<u>2019</u> RM	<u>2018</u> RM
(Loss)/profit before taxation	3,634,534	(5,623,837)
Tax at Malaysian statutory rate of 24%	872,288	(1,349,721)
Tax effect of:		
Investment income not subject to tax	(1,109,753)	1,163,659
Restriction on tax deductible expenses for exchange-traded funds	117,015	104,064
Expenses not deductible for tax purposes	120,450	81,998
Withholding tax	-	209,996
	<u>-</u>	<u>209,996</u>

9 INCOME DISTRIBUTION

Distribution to unit holders is from the following sources:

	<u>2019</u> RM	<u>2018</u> RM
Undistributed net exempt income brought forward	1,751,200	800,300
Total amount of income distribution	<u>1,751,200</u>	<u>800,300</u>

The net asset value per unit prior and subsequent to the income distribution was as follows:

<u>Distribution date (ex-date)</u>	<u>Cum-distribution</u> RM	<u>Distribution</u> <u>per unit</u> RM	<u>Ex-distribution</u> RM
2019			
11 March 2019	0.8229	0.0199	0.8030
2018			
1 March 2018	0.8744	0.0151	0.8593

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

9 INCOME DISTRIBUTION (CONTINUED)

The net asset value prior and subsequent to the income distribution was as follows:

<u>Distribution date (ex-date)</u>	<u>Cum-distribution RM</u>	<u>Total distribution amount RM</u>	<u>Ex-distribution RM</u>
<u>2019</u>			
11 March 2019	72,413,367	1,751,200	70,662,167
<u>2018</u>			
1 March 2018	46,343,572	800,300	45,543,272

Included in the above is an amount of RM1,751,200 (2018: RM800,300) distributed from previous financial year's undistributed net realised exempt income.

The first and final income distribution for the financial year ended 31 December 2018 of 1.99 sen per unit was declared on 21 February 2019 based on the financial position of the Fund as at 31 December 2018 with the ex-date of 11 March 2019 and entitlement date of 13 March 2019. The total amount of income distributed was RM1,751,200 based on 88,000,000 of the Fund's units in circulation, which was paid out to unit holders on 3 April 2019.

The first and final income distribution for the financial year ended 31 December 2017 of 1.51 sen per unit was declared on 12 February 2018 based on the financial position of the Fund as at 31 December 2017 with the ex-date of 1 March 2018 and entitlement date of 5 March 2018. The total amount of income distributed was RM800,300 based on 53,000,000 of the Fund's units in circulation, which was paid out to unit holders on 29 March 2019.

There is no interim income distribution declared for the financial year ended 31 December 2019.

Subsequent to 31 December 2019, the first and final income distribution for the financial year ended 31 December 2019 of [] sen per unit was declared on [] based on the financial position of the Fund as at 31 December 2019 with the ex-date of [] and entitlement date of [].

During the financial year ended 31 December 2019, the Fund incurred no unrealised losses on changes in fair values RM[] (2018: RM5,118,549).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2019</u> RM	<u>2018</u> RM
Financial assets at fair value through profit or loss		
- Quoted shares – local	15,516,079	18,710,198
- Quoted shares – foreign	56,679,399	51,047,933
	<u>72,195,478</u>	<u>69,758,131</u>
Net loss on financial assets at fair value through profit or loss		
- Realised loss	(2,270,086)	(2,033,373)
- Unrealised gain/(loss) on changes in fair value	4,157,473	(5,118,389)
	<u>1,887,387</u>	<u>(7,151,762)</u>

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019				
SHARIAH-COMPLIANT QUOTED SECURITIES				
MALAYSIA				
Consumer Products & Services				
Sime Darby Berhad	1,351,400	3,099,171	3,000,108	4.13
Health Care				
Supermax Corporation Bhd	409,301	577,145	568,928	0.78
Materials				
Cahaya Mata Sarawak Bhd	288,600	981,284	655,122	0.90
Scientex Bhd	110,800	887,346	1,047,060	1.44
	<u>399,400</u>	<u>1,868,630</u>	<u>1,702,182</u>	<u>2.34</u>
Telecommunications Services				
Maxis Bhd	630,600	3,616,809	3,354,792	4.61
Time DotCom Bhd	173,700	1,495,152	1,601,514	2.20
	<u>804,300</u>	<u>5,111,961</u>	<u>4,956,306</u>	<u>6.81</u>
Industrials				
Westports Holdings Bhd	431,900	1,626,727	1,818,299	2.50
	812,100	5,178,398	4,836,435	6.82
Utilities				
Petronas Gas Bhd	208,800	3,889,932	3,470,256	4.77
TOTAL MALAYSIA	3,605,101	16,173,566	15,516,079	21.33

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED)				
INDONESIA				
Consumer Discretionary				
PT Matahari Department StoreTBK	1,199,300	1,264,286	1,486,946	2.04
Consumer Staples				
PT Industri Jamu Dan Farmasi Sido Muncul TBK	1,439,600	505,554	540,552	0.74
PT Unilever Indonesia TBK	547,200	6,959,536	6,768,317	9.31
	<u>1,986,800</u>	<u>7,465,090</u>	<u>7,308,869</u>	<u>10.05</u>
Energy				
PT Adaro Energy TBK	6,916,000	3,541,290	3,167,165	4.35
Industrials				
PT Akr Corporindo TBK	976,000	966,556	1,135,356	1.56
Telecommunications Services				
PT Telekomunikasi Indonesia Persero TBK	5,870,600	6,687,158	6,863,700	9.44
TOTAL INDONESIA	16,948,700	19,924,380	19,962,036	27.44
PHILIPPINES				
Energy				
Semirara Mining Corporation	568,900	1,025,477	1,010,013	1.39
Materials				
D&L Industries Inc.	1,404,200	1,167,538	1,076,517	1.48
Utilities				
Manila Electric Company	115,900	3,105,634	2,964,905	4.08
TOTAL PHILLIPINES	2,089,000	5,298,649	5,051,435	6.95
SINGAPORE				
Consumer staples				
Sheng Siong Group Ltd.	317,600	996,986	1,196,556	1.65

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES - (CONTINUED)				
SINGAPORE (CONTINUED)				
Industrials				
SATS Limited	223,100	3,540,645	3,429,894	4.72
Singapore Airlines Ltd.	121,200	3,747,033	3,328,907	4.58
	344,300	7,287,678	6,758,801	9.30
Telecommunications Services				
Singapore Telecommunications Ltd.	680,900	6,576,863	6,971,784	9.59
TOTAL SINGAPORE	1,342,800	14,861,527	14,927,141	20.54
THAILAND				
Consumer Discretionary				
Com7 Public Company Limited	293,100	754,810	1,066,127	1.47
Home Product Center PCL NVDR*	1,484,600	2,740,851	3,260,443	4.48
Robinson PCL-NVDR*	245,100	2,004,578	2,220,416	3.05
	2,022,800	5,500,239	6,546,986	9.00
Consumer Staples				
Thai Vegetable Oil PCL – NVDR*	197,500	761,076	745,499	1.03
	2,220,300	6,261,315	7,292,485	10.03
Energy				
PTT Public Company Limited	918,100	5,587,329	5,544,850	7.62
Health Care				
Chularat Hospital PCL	1,988,800	529,758	704,301	0.97
Mega Lifesciences PCL	162,100	675,333	578,500	0.80
	2,150,900	1,205,091	1,282,801	1.77
Materials				
PTT Global Chemical PCL	173,700	1,833,055	1,359,007	1.87
Telecommunications Services				
Jasmine International PCL	1,835,400	1,442,393	1,259,644	1.72
TOTAL THAILAND	7,298,400	16,329,183	16,738,787	23.01

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES - (CONTINUED)				
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES	31,284,001	72,587,305	72,195,478	99.27
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		(391,827)		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		72,195,478		
2018				
SHARIAH-COMPLIANT QUOTED SECURITIES				
MALAYSIA				
Health Care				
Supermax Corporation Bhd	211,800	605,186	737,064	1.04
Materials				
Cahaya Mata Sarawak Bhd	328,100	1,117,764	882,589	1.25
Petronas Chemicals Group Bhd	519,800	4,220,048	4,828,942	6.82
Scientex Bhd	109,900	876,183	972,615	1.37
	957,800	6,213,995	6,684,146	9.44
Real Estate				
UOA Development Bhd	278,700	671,969	590,844	0.83
Information Technology				
Globetronics Technology Bhd	287,900	605,542	503,825	0.71
Telecommunications Services				
Maxis Bhd	633,300	3,642,132	3,388,155	4.78
Time DotCom Bhd	178,800	1,536,266	1,448,280	2.04
	812,100	5,178,398	4,836,435	6.82
Industrials				
Westports Holdings Bhd	522,200	1,949,301	1,890,364	2.67

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
MALAYSIA (CONTINUED)				
Utilities				
Petronas Gas Bhd	180,600	3,430,487	3,467,520	4.89
TOTAL MALAYSIA	3,251,100	18,654,878	18,710,198	26.40
INDONESIA				
Consumer				
PT Unilever Indonesia TBK	327,700	4,162,177	4,271,353	6.03
Energy				
PT Adaro Energy TBK	7,346,700	3,934,703	2,562,724	3.62
Telecommunication Services				
PT Telekomunikasi Indonesia Persero TBK	6,079,200	6,918,893	6,545,019	9.24
TOTAL INDONESIA	13,753,600	15,015,773	13,379,096	18.89
PHILIPPINES				
Industrials				
DMCI Holdings Inc.	2,065,300	2,062,745	2,075,191	2.93
Materials				
D&L Industries Inc.	1,492,900	1,244,492	1,288,775	1.82
Utilities				
Manila Electric Company	110,800	2,936,391	3,310,301	4.67
TOTAL PHILLIPINES	3,669,000	6,243,628	6,674,267	9.42
SINGAPORE				
Consumer				
Sheng Siong Group Ltd.	265,000	815,038	851,408	1.20
Telecommunications				
Singapore Telecommunications Ltd.	708,000	6,856,509	6,287,628	8.88

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES - (CONTINUED)				
SINGAPORE (CONTINUED)				
Industrials				
ComfortDelGro Corp Ltd	531,000	3,774,909	3,460,341	4.88
SATS Limited	238,100	3,802,368	3,363,034	4.75
Singapore Airlines Ltd.	114,700	3,608,168	3,274,917	4.62
	883,800	11,185,445	10,098,292	14.25
TOTAL SINGAPORE	1,856,800	18,856,992	17,237,328	24.33
THAILAND				
Consumer				
Home Product Center PCL - NVDR*	1,816,600	3,342,628	3,519,715	4.97
Thai Vegetable Oil PCL – NVDR*	197,500	762,798	667,141	0.94
Robinson PCL-NVDR*	257,400	2,095,481	2,083,468	2.94
	2,271,500	6,200,907	6,270,324	8.85
Health Care				
Chularat Hospital PCL	2,175,700	579,879	532,482	0.75
Mega Lifesciences PCL	178,200	743,330	653,055	0.92
	2,353,900	1,323,209	1,185,537	1.67
Materials				
PTT Global Chemical PCL	482,200	5,230,053	4,379,421	6.18
Telecommunication Services				
Jasmine International PCL	1,805,100	1,401,187	1,026,220	1.45
Information Technology				
KCE Electronics PCL-NVDR*	267,700	1,380,804	895,740	1.26
TOTAL THAILAND	7,180,400	15,536,160	13,757,242	19.41

MyETF MSCI SEA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2018 (CONTINUED)				
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES	29,710,900	74,307,431	69,758,131	98.45
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		(4,549,300)		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		69,758,131		

* NVDR, or non-voting depository receipt, is a trading instrument issued by Thai NVDR Company Limited, a subsidiary wholly owned by the Stock Exchange of Thailand ("SET"). It is a valid security as specified by the United States Securities and Exchange Commission ("SEC") and is automatically regarded as a listed security by the SET. The underlying security is a listed security in the SET.

11 DIVIDENDS RECEIVABLE

Dividends receivable represents dividends declared on the Fund's component stocks at the ex-date and not yet received at the end of the financial year.

Dividends declared are recognised on the ex-date and are reversed out from the receivables upon receipt by the Fund.

12 CASH AND CASH EQUIVALENTS

	2019 RM	2018 RM
Shariah-compliant deposits with a licensed bank	511,957	208,339
Cash at bank – From Shariah-compliant income	4,996	728
Cash at bank – From non Shariah-compliant income	20,798	8,042
	<u>537,751</u>	<u>217,109</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

12 CASH AND CASH EQUIVALENTS (CONTINUED)

The effective average profit rate of short term deposits per annum as at the date of the statement of financial position is as follows:

	<u>2019</u> % p.a.	<u>2018</u> % p.a.
Shariah-compliant deposits with a licensed bank	2.90	3.15

As at the end of financial year ended 31 December 2019, Shariah-compliant deposits with a licensed financial institution of the Fund have a weighted average maturity period of 3 days (2018: 4 days) and are denominated in Ringgit Malaysia.

13 PAYABLES

	<u>2019</u> RM	<u>2018</u> RM
Amount due to index licensor	25,557	26,101
Amount due to beneficial organisations (Note 14)	20,798	8,042
Printing costs	-	3,000
Other payables	18,681	39,555
	<u>65,036</u>	<u>76,698</u>

14 AMOUNT DUE TO BENEFICIAL ORGANISATIONS

Amount due to beneficial organisations are the non Shariah-compliant income portion of dividends received as at the end of the financial year. It comprises the following amounts:

	<u>2019</u> RM	<u>2018</u> RM
Cash at bank – non Shariah-compliant income	20,798	8,042

Cash at bank – non Shariah-compliant income represents the portion of dividends already received during the financial year which relates to income that does not comply with Shariah principles

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

15 NUMBER OF UNITS IN CIRCULATION AND NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

Net asset value attributable to unit holders is represented by:

	<u>Note</u>	<u>2019</u> RM	<u>2018</u> RM
Unit holders' contribution	(a)	79,460,800	79,460,800
Accumulated losses		(6,735,001)	(8,618,335)
		<u>72,725,799</u>	<u>70,842,465</u>

(a) UNIT HOLDERS' CONTRIBUTION/UNITS IN CIRCULATION

	<u>2019</u>		<u>2018</u>	
	No. of Units	RM	No. of Units	RM
At beginning of the financial year	88,000,000	79,460,800	53,000,000	50,161,700
Creation during the financial year	-	-	36,000,000	30,128,400
Cancellation during the financial year	-	-	(1,000,000)	(829,300)
	<u>88,000,000</u>	<u>79,460,800</u>	<u>88,000,000</u>	<u>79,460,800</u>

16 TRANSACTIONS WITH BROKERS

Details of transactions with the brokers for the financial year ended 31 December 2019 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u> RM	<u>Percentage of total trades</u> %	<u>Brokerage fees</u> RM	<u>Percentage of total brokerage</u> %
CGS-CIMB Securities Sdn. Bhd	16,273,547	36.04	19,554	30.98
Maybank Investment Bank Bhd.	13,793,134	30.54	16,761	26.55
RHB Investment Bank Bhd.	12,009,246	26.60	23,101	36.60
Alliance Investment Bank Bhd.	3,079,344	6.82	3,707	5.87
	<u>45,155,271</u>	<u>100.00</u>	<u>63,123</u>	<u>100.00</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

16 TRANSACTIONS WITH BROKERS (CONTINUED)

Details of transactions with the brokers for the financial year ended 31 December 2018 are as follows:

<u>Name of brokers</u>	<u>Value of trade</u>	<u>Percentage of total trades</u>	<u>Brokerage fees</u>	<u>Percentage of total brokerage</u>
	RM	%	RM	%
CIMB Investment Bank Bhd.	84,534,386	57.79	101,658	57.74
Maybank Investment Bank Bhd.	58,159,664	39.76	70,074	39.80
RHB Investment Bank Bhd.	2,117,121	1.45	2,564	1.46
Alliance Investment Bank Bhd.	1,475,830	1.00	1,771	1.00
	<u>146,287,001</u>	<u>100.00</u>	<u>176,067</u>	<u>100.00</u>

17 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

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

<u>Related parties</u>	<u>Relationship</u>
i-VCAP Management Sdn. Bhd.	The Manager
Valuecap Sdn. Bhd. ("Valuecap")	Holding company of the Manager
Shareholders of Valuecap with significant influence on Valuecap	Shareholders of Valuecap

(a) Units held by the Manager and parties related to the Manager

	<u>2019</u>		<u>2018</u>	
	<u>No. of Units</u>	<u>RM</u>	<u>No. of Units</u>	<u>RM</u>
The Manager	-	-	56,500	45,483
Valuecap	26,765,600	22,119,092	80,503,300	64,805,157
Shareholders of Valuecap	55,531,200	45,890,984	2,000,000	1,610,000
	<u>82,296,800</u>	<u>68,010,076</u>	<u>82,559,800</u>	<u>66,460,640</u>

The Manager is of the opinion that all transactions with the related companies The units are held legally by the Manager for booking purposes. The units are held beneficially by Valuecap and the Shareholders of ValueCap.

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

Other than the above, there were no units held by the Directors or parties related to the Manager.

have been entered into in the normal course of business at agreed terms between the related parties.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

18 MANAGEMENT EXPENSE RATIO (“MER”)

	<u>2019</u> %	<u>2018</u> %
MER	0.85	0.86

MER is derived from the following calculation:

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

A	=	Management fee
B	=	Trustee’s fee
C	=	License fee
D	=	Auditors’ remuneration
E	=	Tax agent’s fee
F	=	Shariah adviser’s fee
G	=	Other expenses (excluding sales and services tax on transaction costs and withholding tax)
H	=	Average net asset value of Fund calculated on daily basis

The average net asset value of the Fund for the financial year calculated on a daily basis is RM72,581,088 (2018: RM63,850,684).

19 PORTFOLIO TURNOVER RATIO (“PTR”)

	<u>2019</u>	<u>2018</u>
PTR (times)	0.33	1.17

PTR is derived from the following calculation:

$$\text{PTR} = \frac{(\text{Total acquisition for the financial year} + \text{total disposal for the financial year}) \div 2}{\text{Average net asset value of the Fund for the financial year calculated on a daily basis}}$$

where: total acquisition for the financial year = RM22,852,616 (2018: RM88,007,675)
total disposal for the financial year = RM24,572,742 (2018: RM61,111,572)

20 SEGMENT REPORTING

The internal reporting provided to the CEO for the Fund’s assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of MFRS. The CEO is responsible for the performance of the fund and considers the business to have a single operating segment located in Malaysia. Asset allocation decisions are based on a single, integrated investment strategy and the Fund’s performance is evaluated on an overall basis.

investment objective of the Fund is to provide investment results that, before expenses, closely correspond to the performance of the MSCI AC ASEAN IMI Islamic High Dividend Yield 10/40 Index, regardless of its performance. The reportable operating segment derives its income by seeking investments to achieve targeted returns commensurate with an acceptable level of risk within the portfolio. These returns consist of dividend income earned from investments and gains on the appreciation in the value of investments which is derived up to 30 Shariah-compliant companies listed on the stock exchanges in South East Asia countries. The constituent securities of the Benchmark Index are listed on Bursa Securities, Singapore Exchange, The Stock Exchange of Thailand, Indonesia Stock Exchange and The Philippine Stock Exchange Inc.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

20 SEGMENT REPORTING (CONTINUED)

There were no changes in the reportable segments during the financial year.

The Fund has a diversified shareholder population. However, as at 31 December 2019, there were three unit holders who each held more than 10% of the Fund's net asset value. Their holdings were 32.69%, 30.42% and 30.42% respectively. As at 31 December 2018, there was one unit holder who held more than 10% of the Fund's net asset value. The holdings was 91.48%.

21 NON CASH TRANSACTIONS

Creations and cancellations are done either by cash or transferring the perfect basket from and to the unit holders respectively. A reconciliation of the cash flows used in creation and cancellation and the total creation and cancellation as presented in the statement of changes in equity is presented below:

	<u>2019</u> RM	<u>2018</u> RM
Creation		
- Fair value of benchmark index shares	-	-
- Cash component	-	30,128,400
	<u>-</u>	<u>30,128,400</u>
	<u>-</u>	<u>30,128,400</u>
	<u>2019</u> RM	<u>2018</u> RM
Cancellation		
- Fair value of benchmark index shares	-	-
- Cash component	-	829,300
	<u>-</u>	<u>829,300</u>
	<u>-</u>	<u>829,300</u>

22 FAIR VALUES OF FINANCIAL INSTRUMENTS

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 values of financial assets traded in active markets (such as trading securities) are 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 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 other incomes for the asset 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019 (CONTINUED)**

22 FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

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

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

The determination of what constitutes 'observable' requires significant judgment 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 financial asset measured at fair value:

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>2019</u>				
Financial assets at fair value through profit or loss				
- Quoted shares	72,195,478	-	-	72,195,478
	<u>72,195,478</u>	<u>-</u>	<u>-</u>	<u>72,195,478</u>
<u>2018</u>				
Financial assets at fair value through profit or loss				
- Quoted shares	69,758,131	-	-	69,758,131
	<u>69,758,131</u>	<u>-</u>	<u>-</u>	<u>69,758,131</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include Shariah-compliant quoted securities. 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 F.

- (ii) The carrying values of cash and cash equivalents, dividends receivable, amount due from stockbrokers and all current liabilities are a reasonable approximation of their fair values due to their short term nature

ANALYSIS OF UNIT HOLDINGS

Summary of Unit Holders

As at 31 December 2019

	No. of unit holders	% of unit holders	No. of units held	% of units in circulation
Less than 100	7	1.36%	200	0.00%
100 - 1,000	225	43.77%	225 135,700	0.15%
1,001 - 10,000	222	43.19%	1,108,700	1.26%
10,001 - 100,000	51	9.92%	1,543,700	1.75%
100,001 to less than 5% of issued units	6	1.17%	2,914,900	3.31%
5% and above of issued units	3	0.58%	82,296,800	93.52%
TOTAL	514	100%	88,000,000	100%

PROFILE OF DIRECTORS OF THE MANAGER

DIRECTORS' PROFILE

Name:	Roslina Binti Abdul Rahman
Age:	51
Gender:	Female
Nationality:	Malaysian
Designation:	Chairman/Non-Independent Non-Executive Director
Qualifications:	Bachelor of Business Administration from Loyola Marymount University in Los Angeles and a Master of Business Administration from the Australia Graduate School of Management, University of New South Wales.
Working Experience and Occupation:	<p>Roslina Abdul Rahman was appointed to the board of directors of VCAP Asset Managers Sdn. Bhd. as Non-Independent Non-Executive Director on 1 August 2018. She is the Group Chief Executive Officer of Valuecap.</p> <p>Prior to joining Valuecap, Roslina was the Managing Director of Amundi Malaysia and Director of Amundi Islamic Malaysia. Roslina joined Amundi Malaysia in 2008, prior to which she held fund management roles at CIMB-Principal Asset Management from 2004 to 2008 and served across various units of AMMB Holdings Berhad – namely AmInvestment Management, Arab-Malaysian Merchant Bank/Arab-Malaysian Asset Management Berhad, and Arab-Malaysian Unit Trusts Berhad – from 1990 to 2004.</p>
Date Appointed to Board:	1 August 2018
Details of Membership of any Board Committee:	None
Directorship of other public companies and listed issuer:	None
Family relationship with any director and/or major shareholder of the Fund:	None
Conflict of interest with the Fund:	Roslina is the Managing Director and Group Chief Executive Officer of Valuecap Sdn. Bhd. of which is a unit holder of the Fund.
List of convictions for offences within the past 5 years other than traffic offences and any public sanction or penalty imposed by the relevant regulatory bodies during the financial year:	None

DIRECTORS' PROFILE (continued)

Name:	Khairi Shahrin Arief Bin Baki
Age:	39
Gender:	Male
Nationality:	Malaysian
Designation:	Chief Executive Officer ("CEO") / Non-Independent Executive Director
Qualifications:	Bachelor of Business Administration from Universiti Putra Malaysia and Diploma in Investment Analysis from The Research Institute of Investment Analysts Malaysia (RIIAM).
Working Experience and Occupation:	<p>Khairi Shahrin was appointed as CEO of i-VCAP in January 2018 and bringing with him fourteen (14) years of experience in the capital market industry.</p> <p>Khairi Shahrin began his career with OSK Investment Bank in 2003 and later held various positions at various institutions which include Maybank Investment Bank, JP Morgan Securities and Citigroup Global Markets. He subsequently served as Senior Director & Head of Equity Dealing, MIDF Amanah Investment Bank prior to his appointment as CEO of i-VCAP.</p>
Date Appointed to Board:	11 January 2018
Details of Membership of any Board Committee:	None
Directorship of other public companies and listed issuer:	None
Family relationship with any director and/or major shareholder of the Fund:	None
Conflict of interest with the Fund:	Khairi is the CEO of i-VCAP of which is the Manager and unit holder of the Fund.
List of convictions for offences within the past 5 years other than traffic offences and any public sanction or penalty imposed by the relevant regulatory bodies during the financial year:	None

DIRECTORS' PROFILE (continued)

Family relationship with any director and/or major shareholder of the Fund: None

Conflict of interest with the Fund: None

List of convictions for offences within the past 5 years other than traffic offences and any public sanction or penalty imposed by the relevant regulatory bodies during the financial year: None

Name: Datuk Dr Syed Muhamad Bin Syed Abdul Kadir

Age: 72

Gender: Male

Nationality: Malaysian

Designation: Independent Non-Executive Director

Qualifications: Bachelor of Arts (Hons) degree from the University of Malaya and MBA degree from the University of Massachusetts followed by a Ph.D. (BM) from Virginia Polytechnic Institute and State University.

Working Experience and Occupation: Datuk Dr. Syed Muhamad started his career in 1973 as Senior Project Officer, School of Financial Management at the National Institute of Public Administration and in November 1988, he joined the Ministry of Education as Secretary of Higher Education and then assumed the position of Deputy Secretary (Foreign and Domestic Borrowing, Debt Management) Federal Treasury. From 1993, he joined the board of directors of Asian Development Bank, first as Alternate Executive Director and later as Executive Director prior to joining the Ministry of Finance as Secretary, Tax Analysis Division and later became Deputy Secretary General (Operations). Prior to his retirement, YBhg. Datuk Dr. Syed was Secretary General in the Ministry of Human Resource. Currently, Datuk Dr. Syed is also a Director of Valuecap Sdn. Bhd., the holding company of i-VCAP.

During his career, he wrote and presented many papers relating to human resources development. His special achievement was that his dissertation "A Study on Board of Directors and Organizational Effectiveness" was published by Garland Publisher, Inc, of New York in 1991.

Datuk Dr. Syed Muhamad is a Director of Malakoff Corporation Berhad, BSL Corporation Berhad and Asia Capital Reinsurance Malaysia Sdn Bhd. He is also the Chairman of Sun Life Malaysia Assurance Berhad. In addition, he holds a directorship in a number of private companies.

DIRECTORS' PROFILE (continued)

Date Appointed to Board: 1 January 2019

Details of Membership of any Board Committee: None

Directorship of other public companies and listed issuer:

1. Solution Engineering Holdings Berhad
2. BSL Corporation Berhad
3. Malakoff Corporation Berhad
4. Sun Life Malaysia Assurance Berhad
5. Sun Life Malaysia Takaful Berhad

Family relationship with any director and/or major shareholder of the Fund: None

Conflict of interest with the Fund: None

List of convictions for offences within the past 5 years other than traffic offences and any public sanction or penalty imposed by the relevant regulatory bodies during the financial year: None

DIRECTORS' PROFILE (continued)

Name:	Mohd Asri Bin Awang
Age:	63
Gender:	Male
Nationality:	Malaysian
Designation:	Independent Non-Executive Director
Qualifications:	Bachelor of Arts from Macquarie University, Sydney
Working Experience and Occupation:	<p>Prior to his retirement, Asri was the Chief Operating Officer (COO) of Bank Muamalat Malaysia Berhad. As COO, he served as a member and Deputy Chairman of the Banks management committee, executive risk management committee, credit committee, investment committee and Chairman of ALCO. Previously he was the Chief Risk Officer and reported directly to the Board Risk Management Committee. He also sat on the board of Muamalat Ventures Sdn Bhd and Muamalat Invest Sdn Bhd, the bank's subsidiaries involved in Private Equity and Asset Management businesses respectively.</p> <p>Asri's previous appointments include being the CEO of Malaysian Rating Corporation Berhad, a domestic rating agency; the Head of Corporate Planning and Business Development at Amanah-MIDF Berhad, a Malaysian financial services group; Country Treasurer and Vice President of the then Chase Manhattan Bank Malaysia; General Manager, Treasury and Southern Region of a domestic commercial bank; CEO of a domestic finance company and Treasurer of a merchant bank.</p> <p>Currently, Asri is a non-executive independent director of Valuecap Sdn. Bhd.</p>
Date Appointed to Board:	1 January 2019
Details of Membership of any Board Committee:	None
Directorship of other public companies and listed issuer:	None
Family relationship with any director and/or major shareholder of the Fund:	None
Conflict of interest with the Fund:	None
List of convictions for offences within the past 5 years other than traffic offences and any public sanction or penalty imposed by the relevant regulatory bodies during the financial year:	None

Date of first appointment as Director and attendance of Board Meetings during 2019:

<u>Name</u>	<u>Date First Appointed</u>	<u>Attendance</u>
Roslina Binti Abdul Rahman	1 August 2018	4 of 4
Khairi Shahrin Arief Bin Baki	11 January 2018	4 of 4
Datuk Dr Syed Muhamad Bin Syed Abdul Kadir	1 January 2019	4 of 4
Mohd Asri Bin Awang	1 January 2019	4 of 4

DIRECTORS' TRAINING

i-VCAP strongly supports the development of its Board members by providing continuous education programmes that are designed to meet the regulatory requirement and to keep abreast with the new developments in the industry. These would be the basis for their developmental needs and a dedicated training budget is allocated for this purpose. Besides the in-house programmes, the Board members also attend relevant external training programmes sponsored by i-VCAP and other companies that the Board members hold directorships.

The training programmes attended by the Directors for FY2019 are as follows:

Director	Programme Attended	Date	Organising Company
Roslina Binti Abdul Rahman	Dialogue with Y.A.Bhg. Tun Daim bin Zainuddin	10 May 2019	KLBC
	Talk by Professor Sunil Gupta from Harvard Business School (HBS)	24 January 2019	Khazanah Nasional
	Spokesperson Training – Khoo Hsu Chuang	15 April 2019	ValueCAP Sdn. Bhd.
	ValueCAP Group Team Building	18 – 19 April 2019	
	IFN Forum Asia 2019	23 – 24 April 2019	Islamic Finance News
	Asset Owner Roundtable on ESG	31 May 2019	Securities Commission
	BattleFin Conference NYC	19 – 20 June 2019	BattleFin
	Investment Management Workshop 2019	23 – 28 June 2019	CFA Institute & Harvard Business School
	Steinbeis Malaysia – Everedge Talk	10 July 2019	Steinbeis Malaysia
	ECN C-Suite Workshop – Future Threats	29 August 2019	The Economist
	Women's Forum Asia	19 – 20 September 2019	Women's Forum
	The Cooler Earth Sustainable Finance Summit	1 – 2 October 2019	CIMB
	Malaysia Private Equity Forum Khazanah Megatrends 2019	1 October 2019 7 – 8 October 2019	Ekuias Khazanah Nasional
	PNB Corporate Summit 2019	30 October 2019	PNB
IIC – SIDC Governance Convention 2019	18 – 19 November 2019	IIC & SIDC	

DIRECTORS' TRAINING (continued)

Director	Programme Attended	Date	Organising Company
Khairi Shahrin Arief Bin Baki	2019 Asset & Wealth Management	22 January 2019	PWC Singapore
	Islamic Fintech Dialogue 2019	19 – 20 February 2019	International Shari'ah Research Academy For Islamic Finance (ISRA)
	Regional Seminar on Collection Investment Scheme & Implications on Emerging Trends	27 – 28 February 2019	Securities and Exchange Commission of Cambodia (SECC)
	Invest Malaysia	19 – 20 March 2019	Bursa Malaysia & Maybank
	IFN Asia Forum 2019	23 – 24 April 2019	Islamic Finance News
	ETF Applications and Trading Strategies (Advanced Level) Workshop	27 June 2019	Bursa Malaysia
	The Asset 2nd Malaysia Issuers and Investors Leaders Dialogue	4 July 2019	The Asset Financial Magazine
	Business Foresight Forum 2019	19 September 2019	Securities Industry Development Corporation (SIDC)
	Khazanah Megatrends Forum 2019	7 – 8 October 2019	Khazanah Nasional Berhad
	SC x SC Fintech Conference 2019	22 - 23 October 2019	Securities Commission
	Cyber Risk and Anti Money Laundering, Countering Financing of Terrorism (AML / CFT) In-house Training	12 November 2019	ValueCAP Group
IFN Green & Sustainable Finance Forum 2019	3 December 2019	REDMoney	
Datuk Dr. Syed Muhamad bin Syed Abdul Kadir	Speaking on Development of Insurance Law in Malaysia	17 February 2019	Universiti Sultan Zainal Abidin (UNISZA)
	Speaking on Kepentingan Insurans Hayat & Kesihatan kepada Kakitangan Berkanun	17 February 2019	

DIRECTORS' TRAINING (continued)

Director	Programme Attended	Date	Organising Company
Datuk Dr. Syed Muhamad bin Syed Abdul Kadir (continued)	Latest amendments to the Listing Requirements	10 April 2019	Tricor
	Roles and responsibilities of Directors, Board and Board Committees under the Listing Requirements and Malaysian Code on Corporate Governance	10 April 2019	
	Common breaches of the Listing Requirements with case studies	10 April 2019	
	FORUM on "2nd Distinguished Board Leadership Series: Rethinking Strategy" by Prof Anil K.Gupta	23 April 2019	FIDE
	Talk on "CG Watch: How Does Malaysia Rank?"	3 May 2019	The ICLIF Leadership and Governance Centre
	Independent Directors Programme: The Essence of Independence	27 June 2019	
	Bursa Advocacy on Diversity by Robert Ford "Demystifying The Diversity Conundrum: The Road to Business Excellence"	12 June 2019	Institute of Corporate Directors Malaysia (ICDM)
	Financial Industry Conference (FIC) 2019	17 June 2019	Bank Negara Malaysia
	2 nd PIDM FIDE Forum Annual Dialog with the CEO of PIDM to discuss key issues on deposit insurance and strategic overview of PIDM's evolution and future plans	12 July 2019	FIDE
	FIDE Forum on "3 rd Distinguished Board Leadership Series: Artificial Intelligence and Its Role in FIs" by Ms. Clara Durodie	24 July 2019	
	FIDE Forum – ISRA Program – "Value Based Intermediation: Director's Role"	1 August 2019	
	Panel Slot Wacana Intelektual: CEO @ Faculty: Charting Your Career Path	7 September 2019	Universiti Sains Islam Malaysia (USIM)
	Penceramah bagi Program Seminar Persediaan Kerjaya untuk Pelajar Ekonomi dan Muamalat	19 September 2019	
Khazanah Megatrends Forum	7 & 8 October 2019	Khazanah Nasional	

DIRECTORS' TRAINING (continued)

Director	Programme Attended	Date	Organising Company
Mohd Asri Bin Awang	CMDP Programme Module 1: Directors as Gatekeepers of Market Participants	12 March 2019	Securities Industry Development Corporation (SIDC)
	CMDP Programme Module 2B: Business Challenges & Regulatory Expectations (Fund Management)	12 March 2019	
	CMDP Programme Module 3: Risk Oversight & Compliance-Action Plan for Directors	13 March 2019	
	CMDP Programme Module 4: Current & Emerging Regulatory Issues in the Capital Market	14 March 2019	
	The Mandatory Accreditation Programme (MAP)	11 April 2019	

TRUSTEE'S DELEGATE

The trustee has appointed Deutsche Bank (Malaysia) Berhad (“DBMB”) as the custodian of the Fund assets. DBMB is a wholly-owned subsidiary of Deutsche Bank AG. DBMB offers its clients access to a growing domestic custody network that covers over 30 markets globally and a unique combination of local expertise backed by the resources of a global bank. In its capacity as the appointed custodian, DBMB’s roles encompass safekeeping of the Fund assets, trade settlement management, corporate actions notification and processing, securities holding and cash flow reporting, and income collection and processing. All investments of the Fund are registered in the name of the Trustee for the Fund, or where the custodial function is delegated, in the name of the custodian to the order of the Trustee for the Fund. As custodian, DBMB shall act only in accordance with instructions from the Trustee.

SHARIAH ADVISER'S PROFILE

Shariah Adviser : Amanie Advisors Sdn Bhd ("Amanie")
Incorporated in Kuala Lumpur, Malaysia in 2005 (Co. No. 684050-H) under the Companies Act, 1965.

Corporate Information : Principal Activities
Amanie is a Shariah advisory, consultancy, training and research and development boutique for institutional and corporate clientele focusing on Islamic financial services. Amanie is a registered Shariah adviser with the SC.

Amanie also focuses on organizational aspect of the development of human capital in Islamic finance worldwide through providing updated quality learning embracing both local and global issues on Islamic financial products and services.

Shareholding

The authorised & paid-up capital is RM500,000 divided into 500,000 shares of RM1.00 each.

The shareholders of Amanie are Datuk Dr Mohd Daud Bakar and En Abdul Aziz Bin Abd Jalal.

Experience as Adviser : The company is led by Datuk Dr. Mohd Daud Bakar and teamed by an active and established panel of consultants covering every aspect related to the Islamic banking and finance industry, both in Malaysia and the global market. Currently, the team comprises of eight (8) full-time consultants who represent dynamic and experienced professionals with a mixture of corporate finance, accounting, product development, Shariah law and education. Amanie has more than ten (10) years of experience in advisory role in capital markets including unit trust funds and funds management. As at 31 December 2019, Amanie has become the Shariah Adviser for more than 200 funds.

Designated Person : The designated person responsible for Shariah advisory matters of the Fund is Datuk Dr. Mohd Daud Bakar as the Chairman. Other consultants are:
(1) Suhaida Mahpot
(2) Nurul Liyana Kasman
(3) Muhammad Hafizuddin Abd Hamid

Conflict of interest with the Fund : The Shariah Adviser does not have any conflict of interest with the Fund

List of convictions for offences within the past 5 years, other than traffic offences and any public sanction or penalty imposed by the relevant regulatory bodies during the financial year : None

SHARIAH ADVISER'S PROFILE (*continued*)

Amanie is backed by its own respective Shariah Team comprises of the following members:

Datuk Dr. Mohd Daud Bakar - Shariah Adviser

Shariah Adviser / Executive Summary

Datuk Dr. Mohd Daud Bakar is the Founder and Executive Chairman of Amanie Group. One of its flagship companies namely Amanie Advisors, is operating in few cities globally. He has recently being appointed as the Chairman of the Shariah Advisory Council (SAC) of the Astana International Financial Centre (AIFC), Kazakhstan. He also serves as the Chairman of the SAC at the Central Bank of Malaysia, the Securities Commission of Malaysia, the Labuan Financial Services Authority, the First Abu Dhabi Bank, and Permodalan Nasional Berhad.

Datuk Dr Daud is also a Shariah board member of various global financial institutions, including the National Bank of Oman (Oman), Amundi Asset Management (France), Bank of London and Middle East (London), BNP Paribas Najma (Bahrain), Natixis Bank (Dubai), Oasis Asset Management (South Africa), Noor Islamic Bank (Dubai), Morgan Stanley (Dubai), Sedco Capital (Saudi and Luxembourg), and Dow Jones Islamic Market Index (New York) amongst many others.

In July 2019, he has just been appointed as the 8th President of the International Islamic University of Malaysia (IIUM) due to his vast skill and experience serving the university. His last post there was as the Deputy Vice-Chancellor before.

In the corporate world, Datuk sits as a Board Director at Sime Darby Property Berhad and a member of the PNB Investment Committee. He was recently appointed as a Chairman to Malaysia Islamic Economic Development Foundation (YaPEIM). He is also the third Chair Professor in Islamic Banking and Finance of Yayasan Tun Ismail Mohamed Ali Berdaftar (YTI) PNB at Faculty of Economics and Muamalat, Universiti Sains Islam Malaysia (USIM). In addition, he is the co-founder of Experts Analytics Centre Sdn Bhd and MyFinb.

In 2016, he received the "Award of Excellence for Outstanding Contribution for Shariah Leadership & Advisory" at London Sukuk Summit Awards and "Shariah Adviser Award" at The Asset Triple A Islamic Finance Award. In 2014, he received the "Most Outstanding Individual" award by His Majesty, the King of Malaysia, in conjunction with the national-level Prophet Muhammad's birthday. Under his leadership, Amanie Advisors received the "Islamic Economy Knowledge Infrastructure Award" at the Global Islamic Economy Summit, Dubai 2015, by His Highness Sheikh Mohammed bin Rashid Al Maktoum, Vice President and Prime Minister of the UAE and Ruler of Dubai, Oct 2015.

He received his first degree in Shariah from University of Kuwait in 1988 and obtained his PhD from University of St. Andrews, United Kingdom in 1993. In 2002, he completed his external Bachelor of Jurisprudence at University of Malaya.

Suhaida Mahpot

Chief Executive Officer

Suhaida Mahpot is the Chief Executive Officer for Amanie Advisors in Kuala Lumpur office. She joined Amanie in 2008 and was amongst the pioneers in the company. She is a specialist in sukuk advisory and has been partnering with Datuk Dr Mohd Daud Bakar for the last 10 years to advise numerous sukuk locally and internationally.

One of the sukuk advised by her has been awarded as Best Securitisation Sukuk at The Asset Triple A Islamic Finance Award (2017). Apart from sukuk advisory, her primarily focus is on Shariah governance, structuring, enhancement and conversion exercises, establishment of Islamic financial entities as well as development of Islamic products. She holds a Bachelor of Economics (Islamic Economic & Finance) from International Islamic University Malaysia, and currently pursuing MSc in Islamic Finance with INCEIF. Her career in banking & financial industry started as a trainee under Capital Market Graduated Trainee Scheme organized by the SC.

Prior to joining Amanie, she worked with Affin Investment Bank Bhd since 2006 as an executive for debt & capital markets department. She completed various project financing deals using private debt securities instruments ranging from infrastructure & utilities, real estate, plantation and many others.

SHARIAH ADVISER'S PROFILE *(continued)*

Nurul Liyana Kasman

Consultant

Nurul Liyana Kasman is a Consultant at Amanie Advisors Kuala Lumpur, Malaysia. She holds Master of Science in Finance from International Islamic University of Malaysia (IIUM) and graduated with a Bachelor of Business Administration (HONS) Islamic Banking from Universiti Teknologi Mara (UiTM).

Previously, she was positioned at Amanie Global Technology Sdn Bhd where she was exposed in the market research and evaluation of modules for Islamic core banking system. She started her career in February 2015 with Amanie Nexus Sdn Bhd and involved in assisting investors and fund managers to monitor Shariah compliance stock for investment related decision before joining Amanie Advisors in 2017. Currently, she is responsible for advising and consulting clients from various Islamic financial institutions, regulators and corporations across the globe on Shariah compliant products, instruments and other services as well as on their strategic and corporate issues.

Muhammad Hafizuddin Abd Hamid

Assistant Consultant

Muhammad Hafizuddin is an Assistant Consultant at Amanie Advisors Kuala Lumpur, Malaysia. He graduated with a Bachelor of Business Administration (HONS) Islamic Banking from Universiti Teknologi Mara (UiTM).

Previously, he was internship trainee where he was exposed to the financial and Shariah advisory services such as Shariah stock screening, monitoring and compliance review to various clients including financial institution

OTHER INFORMATION

- There were no sanctions and/or penalties imposed on the Fund or its Manager by the relevant regulatory bodies during the financial year and up to the date of this report.
- There was no material litigation involving the Fund since the last annual balance sheet date.
- The amount of audit fees and non-audit fees incurred for the Financial Year 2019 for services rendered by PricewaterhouseCoopers PLT and PricewaterhouseCoopers Taxation Services Sdn. Bhd. (a company affiliated to the Auditor of the Fund) is RM15,919 and RM6,300 respectively.
- There was four (4) Board of Directors Meetings held in the Financial Year 2019.



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