



Dow Jones Islamic Market Malaysia Titans 25

Manager



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

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Introduction

MyETF Dow Jones Islamic Market Malaysia Titans 25 or MyETF-DJIM25 is a national Shariah Exchange Traded Fund (“ETF”) and the first Shariah ETF introduced in Asia. It is managed by i-VCAP Management Sdn. Bhd., a wholly-owned subsidiary of Valuecap Sdn. Bhd. (“Valuecap”).

The benchmark index for MyETF-DJIM25 is the Dow Jones Islamic Market Malaysia Titans 25 Index (“DJIM25 Index”). The DJIM25 Index, reviewed quarterly, is based on the securities of 25 leading Shariah-Compliant companies that are traded on Bursa Malaysia Securities Berhad (“Bursa Securities”).

MyETF-DJIM25’s status as a national ETF is derived from the participation of seven initial seeders comprising Khazanah Nasional Berhad, Kumpulan Wang Persaraan (Diperbadankan), Kumpulan Wang Simpanan Pekerja, Lembaga Tabung Angkatan Tentera, Lembaga Tabung Haji, Permodalan Nasional Berhad and Valuecap.

MyETF-DJIM25 was listed on the Main Market of Bursa Securities on 31 January 2008. The stock short name and stock number for MyETF-DJIM25 are “MYETFDJ” and “0821EA” respectively.

Fund Information

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

Registered Address

Level 9, Block B, HP Towers
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 49-57 for profile of the Directors)

Y. Bhg. Dato' Azian Binti Mohd Noh
Chairman / Non-Independent Non-Executive Director

Puan Sharifatu Laila Binti Syed Ali
Non-Independent Non-Executive Director

Encik Hassan Bin Ibrahim
Independent Non-Executive Director

Y.M. Tunku Afwida Binti Tunku A. Malek
Independent Non-Executive Director

Encik Rosli Bin Abdullah
Independent Non-Executive Director

Encik Mahdzir Bin Othman
Non-Independent Executive Director / Chief Executive Officer

Company Secretary

Puan Faten Hasmahah Binti Khalid (MAICSA 7046180)
Level 9, Block B, HP Towers
No. 12 Jalan Gelenggang
Bukit Damansara
50490 Kuala Lumpur
Malaysia

Fund Information (*continued*)

Investment Committee (Please refer to pages 52-60 for profile of the Members)	: Y.M. Tunku Afwida Binti Tunku A. Malek <i>Chairman / Independent Member</i> Encik Hassan Bin Ibrahim <i>Independent Member</i> Puan Nik Amlizan Binti Mohamed <i>Member</i> Encik Shaharin Bin Mohd Hashim <i>Member</i> (appointed w.e.f. 18 February 2011)
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
Auditors and Reporting Accountants	: PricewaterhouseCoopers (AF 1146) Level 10, 1 Sentral Jalan Travers Kuala Lumpur Sentral 50470 Kuala Lumpur Malaysia Tel. No.: (+603) 2173 1188 Fax No.: (+603) 2173 1288
Tax Consultants	: PricewaterhouseCoopers Taxation Services Sdn Bhd (464731-M) Level 10, 1 Sentral Jalan Travers Kuala Lumpur Sentral 50470 Kuala Lumpur Malaysia Tel. No.: (+603) 2173 1188 Fax No.: (+603) 2173 1288

Fund Information (*continued*)

- Shariah Adviser** : CIMB Islamic Bank Berhad (671380-H)
(Please refer to pages 61-62 for corporate information, experience and details of the designated person for the Shariah Adviser)
5th Floor, Bangunan CIMB
Jalan Semantan
Damansara Heights
50490 Kuala Lumpur
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Tel. No.: (+603) 2093 0379
Fax No.: (+603) 2093 9688
- Participating Dealers** : CIMB Investment Bank Berhad (18417-M)
5th Floor, Bangunan CIMB
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- OSK Investment Bank Berhad (14152-V)
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Tel. No.: (+603) 2333 8333
Fax No.: (+603) 2175 3333
- Index Provider** : Dow Jones Indexes
c/o CME Group Index Services LLC
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South Brunswick, NJ 08852
United States of America
Tel. No.: (+1609) 520 5610 (New Jersey)
Fax No.: (+1609) 520 7030 (New Jersey)
- Share Registrars** : Symphony Share Registrars Sdn. Bhd.
Level 6, Symphony House
Pusat Dagangan Dana 1
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Manager's Report

For the Financial Period 1 January 2011 to 31 December 2011

Name of Fund	: MyETF Dow Jones Islamic Market Malaysia Titans 25 ("MyETF-DJIM25" or "the Fund")
Type of Fund	: Exchange Traded Fund
Fund Category	: Shariah Equity
Commencement Date	: 22 January 2008
Benchmark Index	: Dow Jones Islamic Market Malaysia Titans 25 Index ("DJIM25 Index")
Manager	: i-VCAP Management Sdn. Bhd. ("i-VCAP")

1. Investment Objective

MyETF-DJIM25 is designed to provide investment results that closely correspond to the performance of the Benchmark Index. The Manager attempts to achieve an absolute value of tracking error of less than 3% between the Net Asset Value ("NAV") of the Fund and the Benchmark Index.

2. Benchmark Index

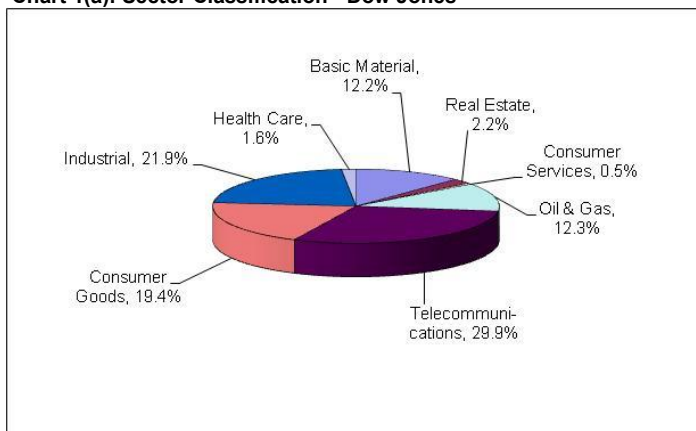
The Benchmark Index is a market capitalisation weighted and free-float adjusted index provided by Dow Jones Indexes ("Dow Jones").

The Benchmark Index was created on 18 January 2008 and constructed based on a reference value of 1000 as of 17 January 2008. The Benchmark Index consists of 25 Shariah-Compliant securities of companies listed on Bursa Malaysia Securities Berhad ("Bursa Securities").

The universe for selection of the DJIM25 Index components includes all equities in the Dow Jones Islamic Market Malaysia Index, an index comprised of Malaysia-based companies that conform to the methodology established by Dow Jones to screen stocks for compliance with the Shariah.

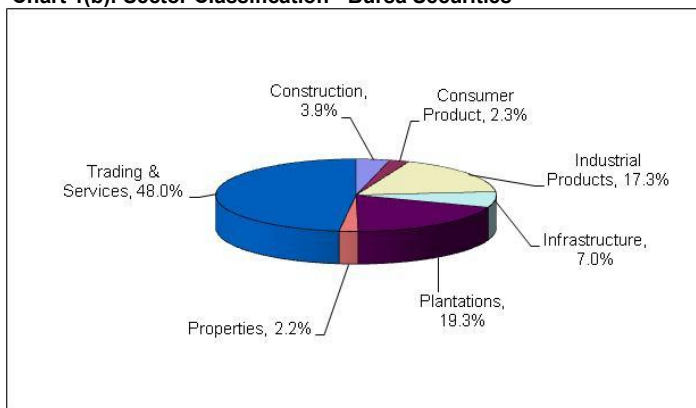
Based on the latest quarterly review (as at 8 December 2011), the sector allocation of DJIM25 Index based on Dow Jones and Bursa Securities sector classifications are as follows:

Chart 1(a): Sector Classification - Dow Jones



Source: Dow Jones

Chart 1(b): Sector Classification - Bursa Securities



Sources: Bursa Securities, Dow Jones

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 substantially the same weightings as they appear in the Benchmark Index.

The Manager used techniques including indexing by way of full or partial replication and/or investing in certain authorised investments, in seeking to achieve the investment objective of the Fund, subject to conformity to the Shariah.

4. Fund Performance

For the Financial Year 2011, the Fund continued to achieve its investment objective which is to track closely the underlying benchmark, i.e. DJIM25 Index. As at 31 December 2011, the tracking error (calculated since inception and on daily basis) between the NAV per unit of the Fund and the Benchmark Index on Price Return and Total Return basis were 1.30% and 0.93% respectively, which were within the 3% limit stipulated under the Fund's investment objective. In terms of NAV movement, the NAV per unit of the Fund increased by 5.3% for the year to close at RM1.0024 from RM0.9522. The increase in NAV per unit was in line with the DJIM25 Index which rose by 4.3% to close at 883.19 points at the end of the year. The NAV per unit climbed to its highest level in 3 years at RM1.0196 on 7 April before retracing in the third quarter, reaching the year's lowest level of RM0.8557 on 26 September. Average NAV per unit for the year stood at RM0.9690 which reflected the choppy market conditions during the year. Meanwhile, the Fund's unit price traded on Bursa Securities ended the year at RM0.990, representing an increase of 3.9% for the year. Total NAV of the Fund however decreased to RM411.3 million from RM626.1 million as the Fund's unit in circulations reduced to 410.3 million by year-end compared to 657.5 million at the beginning of the year.

The key statistics and performance of the Fund in 2011 and in the previous years are summarized as follows:

Table 1: Key Statistics

	As at 31 December 2011	As at 31 December 2010	YoY Change (%)	As at 31 December 2009
NAV per unit (RM)	1.0024	0.9522	5.27	0.8188
- Highest	1.0196 (7 Apr)	0.9581 (29 Dec)		0.8211 (29 Dec)
- Lowest	0.8557 (26 Sep)	0.7827 (26 May)		0.5777 (12 Mar)
Price per unit (RM)	0.990	0.953	3.88	0.820
- Highest	0.994 (1 Jul)	0.953 (30 Dec)		0.820 (31 Dec)
- Lowest	0.8470 (26 Sep)	0.787 (27 May)		0.56 (3 Mar)
DJIM25 Index	883.19	847.10	4.26	750.94
DJIM25 Total Return Index	1,043.21	965.57	8.04	822.92
Units in Circulation	410,300,000	657,500,000	(37.60)	802,000,000
Total NAV (RM)	411,303,163	626,099,613	(34.31)	656,705,064
Market Capitalisation (RM)	406,197,000	626,597,500	(35.17)	657,640,000
Tracking Error vs. Price Return DJIM25 Index (%)*	1.30	1.15		1.33
Tracking Error vs. Total Return DJIM25 Index (%)*	0.93	0.65		0.74

Sources: Bloomberg, i-VCAP

*The tracking error (calculated since inception and on daily basis) between the NAV per unit of the Fund and the Price Return and Total Return Benchmark Index

Chart 2(a): Fund NAV Per Unit vs. Benchmark Index – Performance in FY2011

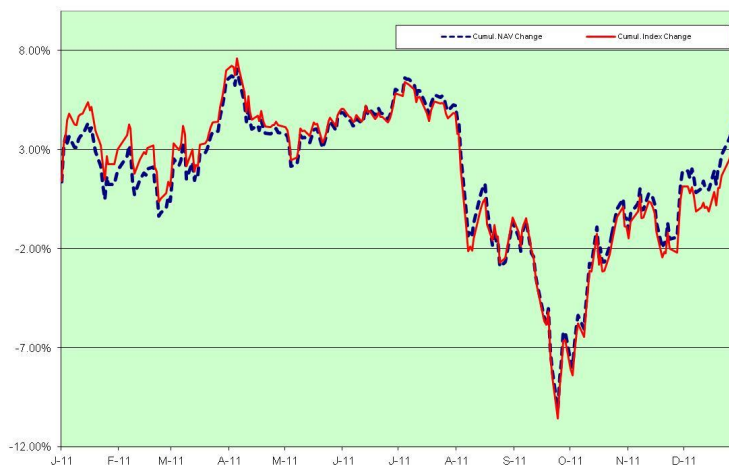
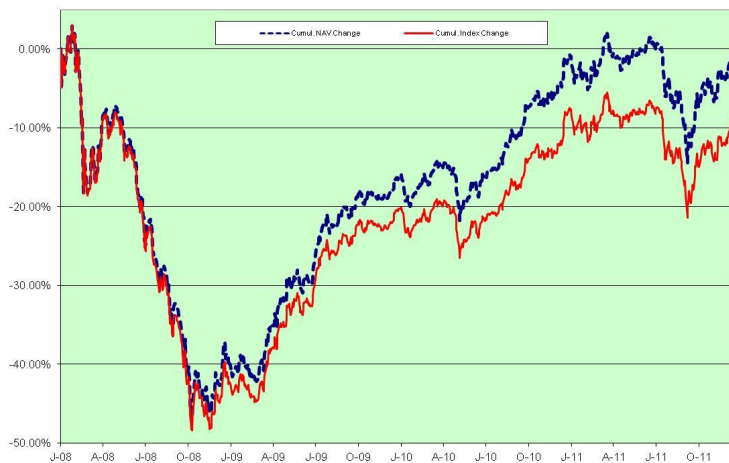


Chart 2(b): Fund NAV Per Unit vs. Benchmark Index – Performance Since Inception



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): Average Total Return

	1-Year	3-Year	Since Inception
MyETF-DJIM25 – NAV Per Unit (%)	5.27	19.94	0.06
DJIM25 – Price Return Index (%)	4.26	17.93	(2.20)
DJIM25 – Total Return Index (%)	8.04	22.51	2.02

Source: i-VCAP

Average total returns are annualized figures computed based on the absolute returns for the respective period

Table 2(b): Historical Performance

	2011 (%)	2010 (%)	2009 (%)	2008 (%)
MyETF-DJIM25 – NAV Per Unit (y-o-y Δ)	5.27	16.29	40.95	(41.91)
DJIM25 – Price Return Index (y-o-y Δ)	4.26	12.81	39.46	(44.16)
DJIM25 – Total Return Index (y-o-y Δ)	8.04	17.33	45.03	(41.16)
Tracking Error vs. Price Return Index*	1.30	1.15	1.33	1.45
Tracking Error vs. Total Return Index*	0.93	0.65	0.74	0.51
Management Expense Ratio	0.50	0.52	0.54	0.51

Source: i-VCAP

* The tracking error (calculated since inception and on daily basis) between the NAV per unit of the Fund and the Price Return and Total Return Benchmark Index

Table 2(c): Historical Income Distribution

	2011	2010	2009
	<u>Interim</u>	<u>Final</u>	<u>Interim</u>
Income Distribution Per Unit (Sen)	1.00	1.00	0.55
Income Distribution Yield (%)*	1.01	1.07	0.80
Declaration Date	29 Jul 2011	16 Dec 2010	18 May 2009
Ex-Date	22 Aug 2011	6 Jan 2011	1 Jun 2009
Payment Date	19 Sep 2011	31 Jan 2011	17 Jun 2009
NAV Per Unit Before Ex-Date (RM)	0.9250	0.9939	0.7095
NAV Per Unit On Ex-Date (RM)	0.9150	0.9839	0.7040

Source: i-VCAP

* Based on market price on dividend declared date

Dow Jones performed four quarterly reviews in 2011 (in March, June, September and December) and rebalanced the composition of the Benchmark Index in accordance with its index methodology. The reviews resulted in changes to the weightings of the component stocks and stock constituents in the Benchmark Index. The changes in the stock constituents involved the deletion of four stocks during the rebalancing in June namely PLUS Expressway Berhad, Malaysian Bulk Carriers Berhad, IJM Plantations Berhad and Latexx Partners Berhad. The deleted stocks were replaced by Axiata Group Berhad, Malaysian Marine & Heavy Engineering Holdings Berhad, Supermax Corporation Berhad and Time dotCom Berhad. Pursuant to the quarterly reviews, the Manager had undertaken rebalancing exercises for the fund in order to be in line with the changes in the Benchmark Index. In terms of weightings, notable changes to the Fund's sector composition arising from the quarterly reviews were the increase in Trading and Services which currently constitutes 47.0% of the benchmark index compared to 42.8% at the start of the year whilst Plantations saw a decrease from 24.4% to 18.9%. Details of the changes for the year are as follows:

Table 3: Change in Fund's Sector Allocation*

	As at 31 Dec 2011	As at 31 Dec 2010	Change (percentage points)
Trading/Services	47.0%	42.8%	4.2
Plantations	18.9%	24.4%	(5.5)
Industrial Products	17.1%	16.9%	0.2
Consumer Products	2.4%	1.9%	0.5
Infrastructure	7.1%	5.0%	2.1
Construction	3.8%	5.1%	(1.3)
Property	2.1%	2.1%	-
Cash & Others	1.6%	1.8%	(0.2)

** Based on Bursa Securities classification*

Table 4: Top Ten Holdings of the Fund as at 31 December 2011

	Stock	% of NAV	Y-o-Y Δ (% holdings)
1	Sime Darby Bhd	12.64	(2.13)
2	Axiata Group Bhd#	10.05	10.05
3	IOI Corporation Bhd	9.72	(3.55)
4	Petronas Chemicals Group Bhd	9.62	(0.84)
5	Maxis Bhd	7.71	(1.40)
6	Digi. Com Bhd	6.64	1.50
7	Kuala Lumpur Kepong Bhd	5.71	(1.08)
8	Telekom Malaysia Bhd	4.99	1.32
9	Petronas Gas Bhd	3.95	1.88
10	Gamuda Bhd	3.83	1.37
	Top Ten Holdings' Total	74.86	(3.36)

Sources: Bloomberg, i-VCAP

New inclusion in second quarter (June)

Details of the Fund's quoted Investments as at 31 December 2011 are as follows:

Table 5: MyETF-DJIM25's Investment in Listed Equities

	Quantity (Units)	Market Value (RM)	Market Value as a percentage of Net Asset Value (%)
Trading/Services			
Sime Darby Bhd	5,652,200	52,000,240	12.64
Axiata Group Bhd	8,038,700	41,318,918	10.05
Maxis Bhd	5,788,400	31,720,432	7.71
Telekom Malaysia Bhd	4,141,500	20,541,840	4.99
MISC Bhd	2,296,740	12,563,168	3.05
Petronas Dagangan Bhd	595,000	10,591,000	2.58
Malaysia Marine & Heavy Engineering	1,399,500	7,921,170	1.93
Dialog Group Bhd	2,988,631	7,860,100	1.91
Kencana Petroleum Bhd	2,311,212	6,864,300	1.67
Star Publications (M) Bhd	635,400	2,001,510	0.49
		193,382,677	47.02
Plantations			
IOI Corp. Bhd	7,429,839	39,972,534	9.72
Kuala Lumpur Kepong Bhd	1,035,400	23,503,580	5.71
Batu Kawan Bhd	505,100	8,819,046	2.14
Genting Plantation Bhd	653,600	5,620,960	1.37
		77,916,120	18.94
Industrial Products			
Petronas Chemicals Group Bhd	6,380,200	39,557,240	9.62
Petronas Gas Bhd	1,069,000	16,248,800	3.95
Lafarge Malayan Cement Bhd	874,400	6,120,800	1.49
Top Glove Corporation Bhd	957,300	4,786,500	1.16
Supermax Corp. Bhd	498,700	1,910,021	0.46
KNM Group Bhd	1,714,668	1,697,521	0.41
		70,320,882	17.10
Consumer Products			
UMW Holdings Bhd	1,412,700	9,888,900	2.40
		9,888,900	2.40
Infrastructure			
Digi.com Bhd	7,038,800	27,310,544	6.64
Time Dotcom Bhd	2,474,100	1,793,723	0.44
		29,104,267	7.08
Construction			
Gamuda Bhd	4,645,600	15,748,584	3.83
		15,748,584	3.83
Property			
SP Setia Bhd	2,182,850	8,403,973	2.04
		8,403,973	2.04
		404,765,402	98.41

5. Distribution Policy

The Fund may distribute amongst the unitholders all, or substantially all of the net income (after the income purification process and deduction of relevant fees, expenses and taxes) received by the Fund, 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 semi-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 RM6,540,000 in January in relation to the final distribution of 1.00 sen per unit for Financial Year End 2010 (declared in December 2010). The Fund also declared an interim distribution for Financial Year End 2011 of 1.00 per unit in August 2011 with a total distribution of RM5,579,000 (paid in September 2011). The Fund has announced a final income distribution for Financial Year 2011 of 1.8 sen per unit which will be paid in April 2012.

6. Other Information

During the year the Creation and Redemption Unit Block of the Fund was reduced from 500,000 units to 400,000 units which took effect on 24 January 2011. As a result, the quantity of the Fund's units that will be issued or delivered to the Trustee upon a successful Creation or Redemption application will be 400,000 units or multiples thereof.

Save for the above, for the period under review and up to the point of reporting, there was no material litigation involving the Fund and there were no significant changes in the state of affairs of the Fund during the period under review. There is also no other material information that will adversely affect the interest of unitholders.

7. Soft Dollar Commissions

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

8. Market Review and Outlook

It was a volatile year for global equity markets in 2011 as a series of events, largely on the external front, affected investors' sentiment. Among the major market moving news during the year were the Arab Spring unrest, earthquake triggering tsunami and its nuclear crisis fallout, sovereign debt crisis in Europe and the US credit rating downgrade. Domestic equity market was not spared from the turbulence even though overall, Malaysia remained resilient and has emerged as one of the outperformers for the year.

The benchmark index of the Fund, i.e. DJIM25 Index, rose by 4.3% for the year, outperforming most of the regional and developed countries. The benchmark index also performed credibly when compared to the widely tracked local indices. DJIM25's Index performance against the other major indices is depicted in the following table:

Indices (as at 31 December)	2010	2011	% Change
DJIM25	847.10	883.19	4.3
FBM Emas Shariah	10,058.15	10,300.29	2.4
FBM Hijrah	10,456.86	11,022.63	5.4
FBMKLCI	1,518.91	1,530.73	0.8
DJIM World	2,227.70	2,069.15	(7.1)
DJIM US	2,295.07	2,330.15	1.5
DJIM EURP Titans 25	2,172.72	2,025.06	(6.8)
DJIM APxJapan	1,563.16	1,255.64	(19.7)
DJIM ASEAN	1,267.39	1,187.12	(6.3)

Source: Bloomberg

DJIM25 Index started the year on a positive note despite intermittent pullbacks largely influenced by external events. Sentiment was boosted by the progress updates on the Economic Transformation Program whilst the run up to the state election in Sarawak and speculation of general election added some excitement. The steady climb led DJIM25 Index to reach its highest level on 7 April 2011 of 911.55 points and remained in positive territory in the first half of the year.

Chart 3: DJIM25 Index



Source: Bloomberg

The market however nosedived in August and September following concern over the perceived stalling of the US economic recovery and the sovereign debt problem in Europe. The downgrade of US triple A credit rating for the first time in history sparked further selling pressure as investors were pricing in risks of a recession in the US and major economic fallout in Europe. On local front, the weak corporate results also weighed down on market sentiment as several large-cap Government-linked companies missed consensus estimates which triggered streetwide downgrades by analysts. The DJIM25 Index retraced to its lowest level for the year of 757.45 points on 26 September 2011.

DJIM25 Index however rebounded in the last quarter of the year as investors' confidence somewhat recovered on the back of expectation for resolution to the debt crisis in Europe i.e. bailout package for Greece and rescue funds for other affected countries. In addition, positive economic data in the US, i.e. better than expected consumer confidence, durable goods orders and new home sales, boosted investors' confidence which led to the market recovery.

During the period under review, the DJIM25 Index's performance was driven mainly by Trading & Services (led by telecommunication stocks), Industrial Products and Plantations sectors. Key features of the stocks that performed well during the year were stocks that offer stable or reasonable earnings growth with consistent dividend distributions.

Looking forward, the domestic equity market is expected to remain volatile in the medium term as external risks remain the main concern to investors. Whilst the Malaysian economy is expected to remain robust with a growth of 4.0% to 5.0% largely supported by expansion in domestic demand, any severe global economic slowdown may affect economic growth. Companies that are dependent on domestic consumptions are expected to register moderate earnings growth whilst those that are export-driven may be pressured. For the domestic equity market, positive catalysts that may provide impetus include further implementation of projects under Government Transformation Programme and Economic Transformation Programme, sustained private investment, capital expenditure spending by PETRONAS and continued speculation for the general election. Stocks that will benefit from these catalysts as well as defensive dividend yielding stocks are expected to remain resilient.

Trustee's Report

Deutsche Bank



Deutsche Trustees Malaysia Berhad
(Company No. 763590-H)

Level 18-20, Menara IMC
8 Jalan Sultan Ismail
50250 Kuala Lumpur

Tel +603 2053 7522
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TRUSTEE'S REPORT

TO THE UNITHOLDERS OF MyETF DOW JONES ISLAMIC MARKET MALAYSIA TITANS 25

We have acted as Trustee for MyETF Dow Jones Islamic Market Malaysia Titans 25 (the "Fund") for the financial year ended 31 December 2011. To the best of our knowledge, for the period 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, the Securities Commission's Guidelines on Exchange-Traded Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) the valuation of the Fund has been carried out in accordance with the deed of the Fund and applicable regulatory requirements; and
- (c) creation and redemption of units for the Fund have been carried out in accordance with the deed of the Fund and applicable regulatory requirements.

We confirm that the income distributions declared during the financial year ended 31 December 2011 is relevant and reflects the investment objectives of the Fund. Two distributions have been declared:-

- 1) Income distribution of 1.00 sen per unit declared ex-date on 06 January 2011 for financial year 2010; and
- 2) Income distribution of 1.00 sen per unit declared ex-date on 22 August 2011 for financial year 2011

For Deutsche Trustees Malaysia Berhad

A handwritten signature in black ink, appearing to read 'Donna'.

Donna Chang Wai Kah
Director

A handwritten signature in black ink, appearing to read 'Richard'.

Richard Lim
Head, Client Management
& Business Support

Date: 21 February 2012

Kuala Lumpur

Shariah Adviser's Report



MyETF Dow Jones Islamic Market Malaysia Titans 25

Shariah Adviser's Report to the Unitholders of MyETF Dow Jones Islamic Market Malaysia Titans 25 For the Financial Period Ended 31 December 2011

We have acted as the Shariah Adviser of **MyETF Dow Jones Islamic Market Malaysia Titans 25** ("the Fund"). Our responsibility is to ensure that the Fund has been operated and managed in accordance with the Shariah.

In our opinion, the Manager of the Fund, i-VCAP Management Sdn. Bhd. has managed and administered the Fund in accordance with the Shariah and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission and the Shariah Adviser pertaining to Shariah matters for the financial period ended 31 December 2011.

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.

For and on behalf of **Shariah Adviser**
CIMB Islamic Bank Berhad

A handwritten signature in black ink, consisting of a stylized 'A' and 'G' intertwined, with a horizontal line above and below the main strokes.

.....
ABDUL GHANI ENDUT

Head, Shariah Department / Designated Person Responsible for Shariah Advisory

Date: 21 February 2012

Statement by the Manager

I, Mahdzir Bin Othman, being a Director of the Manager, do hereby state that, in the opinion of the Manager, the financial statements set out on pages 24 to 47 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the state of affairs of the Fund as at 31 December 2011 and of its results, changes in net assets attributable to unit holders and cash flows of the Fund for the financial year ended on that date in accordance with the Financial Reporting Standards in Malaysia and the Securities Commission's Guidelines on Exchange Traded Funds.



MAHDZIR BIN OTHMAN

For and on behalf of the Manager
i-VCAP Management Sdn. Bhd.

Kuala Lumpur
23rd February 2012

Independent Auditors' Report

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF MyETF DOW JONES ISLAMIC MARKET MALAYSIA TITANS 25

REPORT ON THE FINANCIAL STATEMENTS

We have audited the financial statements of MyETF Dow Jones Islamic Market Malaysia Titans 25 ("the Fund") on pages 24 to 47 which comprise the statements of financial position as at 31 December 2011 of the Fund, and the statements of comprehensive income, changes in equity and cash flows of the Fund for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on Notes 1 to 23.

Manager's Responsibility for the Financial Statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with Financial Reporting Standards in Malaysia and the Securities Commission's Guidelines on Exchange Traded Funds. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Fund's preparation and fair presentation of the financial statements 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 Manager's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Manager, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements have been properly drawn up in accordance with Financial Reporting Standards in Malaysia and the Securities Commission's Guidelines on Exchange Traded Funds so as to give a true and fair view of the financial position of the Fund as of 31 December 2011 and of its financial performance and cash flows for the financial year then ended.

Independent Auditors' Report (contd.)

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF MyETF DOW JONES ISLAMIC MARKET MALAYSIA TITANS 25 (CONTINUED)

REPORT ON THE FINANCIAL STATEMENTS (CONTINUED)

OTHER REPORTING RESPONSIBILITIES

The supplementary information set out in Note 24 on page 47 is disclosed to meet the requirement of Bursa Malaysia Securities Berhad and is not part of the financial statements. The Manager is responsible for the preparation of the supplementary information in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad. In our opinion, the supplementary information is prepared, in all material respects, in accordance with the MIA Guidance and the directive of Bursa Malaysia Securities Berhad.

OTHER MATTERS

This report is made solely to the unit holders of the Fund and for no other purpose. We do not assume responsibility to any other person for the content of this report.

PRICEWATERHOUSECOOPERS
(No. AF: 1146)
Chartered Accountants

Kuala Lumpur

Statement of Comprehensive Income

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	<u>Note</u>	<u>2011</u> <u>RM</u>	<u>2010</u> <u>RM</u>
INVESTMENT INCOME			
Gross dividend income		19,634,408	28,026,508
Profit from short term Shariah-compliant deposits		218,194	198,128
Net gain on financial assets at fair value through profit and loss	10	21,897,877	76,788,298
		<u>41,750,479</u>	<u>105,012,934</u>
EXPENSES			
Management fee	4	2,239,021	2,604,712
Trustee's fee	5	279,878	325,589
License fee	6	226,128	254,068
Brokerage Fees		228,198	192,011
Auditors' remuneration		25,600	25,600
Tax agent's fee		8,150	7,650
Shariah adviser's fee		33,833	38,000
Purification of Non Shariah-compliant Income		444,516	1,961,514
Other (income)/expenses	7	(46,984)	122,571
		<u>3,438,340</u>	<u>5,531,715</u>
NET INCOME BEFORE TAXATION		38,312,139	99,481,219
TAXATION	8	(472,339)	(1,433,320)
		<u>37,839,800</u>	<u>98,047,899</u>
NET INCOME AFTER TAX AND TOTAL COMPREHENSIVE INCOME		<u>37,839,800</u>	<u>98,047,899</u>
Net income after taxation is made up as follows:			
Realised amount		20,655,793	26,614,073
Unrealised amount		17,184,007	71,433,826
		<u>37,839,800</u>	<u>98,047,899</u>
Distribution per unit to unitholders:			
First and final income distribution for the financial year 2010	9	0.01	-
Interim income distribution for the financial year 2011	9	0.01	-

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

Statement of Financial Position

AS AT 31 DECEMBER 2011

		<u>As at 31 December</u>	
		<u>2011</u>	<u>2010</u>
	Note	RM	RM
ASSETS			
Current assets			
Financial assets at fair value through profit or loss	10	404,765,402	614,908,751
Dividend receivable	11	72,288	1,395,995
Receivables	12	2,741	50
Shariah compliant deposits with a licensed bank	13	6,367,531	10,498,562
Bank balance with a licensed bank	13	815,284	1,971,180
TOTAL ASSETS		<u>412,023,246</u>	<u>628,774,538</u>
LIABILITIES			
Current liabilities			
Amount due to Manager		143,109	211,229
Amount due to Trustee		17,889	26,404
Auditors' remuneration		25,600	25,600
Tax agent's fee		8,150	7,650
Payables	14	525,335	2,404,042
TOTAL LIABILITIES		<u>720,083</u>	<u>2,674,925</u>
NET ASSET VALUE OF THE FUND	16	<u>411,303,163</u>	<u>626,099,613</u>
EQUITY			
Unit holders' Capital		427,861,113	668,378,363
Accumulated Losses		(16,557,950)	(42,278,750)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>411,303,163</u>	<u>626,099,613</u>
NUMBER OF UNITS IN CIRCULATION	16	<u>410,300,000</u>	<u>657,500,000</u>
NET ASSET VALUE PER UNIT (RM)		<u>1.0024</u>	<u>0.9522</u>

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

Statement of Changes in Equity

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	Note	Unit holders' Capital RM	Accumulated Losses RM	Total RM
At 1 January 2010		797,031,713	(140,326,649)	656,705,064
Total Comprehensive Income for the year		-	98,047,899	98,047,899
Cancellation of units		(128,653,350)	-	(128,653,350)
At 31 December 2010		668,378,363	(42,278,750)	626,099,613
Total Comprehensive Income for the year		-	37,839,800	37,839,800
Distribution for financial year ended 31 December 2010	9	-	(6,540,000)	(6,540,000)
Distribution for financial year ended 31 December 2011	9	-	(5,579,000)	(5,579,000)
Cancellation of units		(240,517,250)	-	(240,517,250)
At 31 December 2011		427,861,113	(16,557,950)	411,303,163

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

Statement of Changes in Equity

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

	Note	Unit holders' Capital RM	Accumulated Losses RM	Total RM
At 1 January 2010		797,031,713	(140,326,649)	656,705,064
Total Comprehensive Income for the year		-	98,047,899	98,047,899
Cancellation of units		(128,653,350)	-	(128,653,350)
At 31 December 2010		668,378,363	(42,278,750)	626,099,613
Total Comprehensive Income for the year		-	37,839,800	37,839,800
Distribution for financial year ended 31 December 2010	9	-	(6,540,000)	(6,540,000)
Distribution for financial year ended 31 December 2011	9	-	(5,579,000)	(5,579,000)
Cancellation of units		(240,517,250)	-	(240,517,250)
At 31 December 2011		427,861,113	(16,557,950)	411,303,163

The accompanying summary of significant accounting policies and 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 2011

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 Exchange Traded Fund ("the Fund") have been prepared under the historical cost convention, unless otherwise indicated and in accordance with the Financial Reporting Standards ("FRS"), the MASB approved accounting standards in Malaysia for entities other than private entities, and the Securities Commission's ("SC") Guidelines on Exchange Traded Funds.

- (i) Standards and amendments to published standards and interpretations that is effective.

The new standards for the Fund's financial year beginning on 1 January 2011 are as follows:

- Amendment to FRS 7 "Financial instruments: Disclosures - improving disclosures about financial instruments"
- Improvements to FRSs (2010)

The adoption of the new standards does not have a significant impact on the financial statements of the Fund except for the additional disclosures required under FRS7 as disclosed in Note 23.

- (ii) Standards, amendments to published standards and interpretations to existing standards that are applicable but not yet effective.

The Fund will apply the following new standards, amendments to standards and interpretations in the following period;

- (a) Financial year beginning on/after 1 January 2012

In the next financial year, the Fund will be adopting the new IFRS-compliant framework, Malaysian Financial Reporting Standards ("MFRS"). MFRS 1 "First-time adoption of MFRS" provides for certain optional exemptions and certain mandatory exceptions for first-time MFRS adopters.

- The revised MFRS 124 "Related party disclosures" (effective from 1 January 2012) removes the exemption to disclose transactions between government-related entities and the government, and all other government-related entities. The following new disclosures are now required for government related entities:
 - The name of the government and the nature of their relationship.
 - The nature and amount of each individually significant transactions.
 - The extent of any collectively significant transactions, qualitatively or quantitatively.

Summary of Significant Accounting Policies

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

There is no significant impact on the financial statements as the fund is not related to any government related companies.

(b) Financial year beginning on/ after 1 January 2013

- MFRS 9 "Financial instruments - classification and measurement of financial assets and financial liabilities" (effective from 1 January 2013) replaces the multiple classification and measurement models in MFRS 139 with a single model that has only two classification categories: amortised cost and fair value. The basis of classification depends on the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

The accounting and presentation for financial liabilities and for de-recognising financial instruments has been relocated from MFRS 139, without change, except for financial liabilities that are designated at fair value through profit or loss ("FVTPL"). Entities with financial liabilities designated at FVTPL recognise changes in the fair value due to changes in the liability's credit risk directly in other comprehensive income ("OCI"). There is no subsequent recycling of the amounts in OCI to profit or loss, but accumulated gains or losses may be transferred within equity.

The guidance in MFRS 139 on impairment of financial assets and hedge accounting continues to apply.

There is no change to the classification of the financial instruments expected.

- MFRS 13 "Fair value measurement" (effective from 1 January 2013) aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across MFRSs. The requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards. The enhanced disclosure requirements are similar to those in MFRS 7 "Financial instruments: Disclosures", but apply to all assets and liabilities measured at fair value, not just financial ones.

There is no significant impact to the fair value measurement of the Fund's investments.

- Amendment to MFRS 7 "Financial instruments: Disclosures on transfers of financial assets" (effective from 1 July 2011) promotes transparency in the reporting of transfer transactions and improve users' understanding of the risk exposures relating to transfers of financial assets and the effect of those risks on an entity's financial position, particularly those involving securitisation of financial assets.

Summary of Significant Accounting Policies

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

There is no significant impact arising unless there is a transfer of financial asset in the future.

- Amendment to MFRS 101 "Financial statement presentation" (effective from 1 July 2012) requires entities to separate items presented in OCI in the statement of comprehensive income into two groups, based on whether or not they may be recycled to profit or loss in the future. The amendments do not address which items are presented in OCI.

Items in the OCI will need to be separated based on whether or not they may be recycled into the profit or loss in the future.

B INCOME FROM SHARIAH-COMPLIANT FINANCIAL INSTRUMENTS

Revenue arising from assets yielding profit is recognised on an accruals basis (taking into account the effective yield of the asset).

Dividend income is recognised when the right to receive payment is established.

C NON SHARIAH-COMPLIANT INCOME

Any income or distribution received by the Fund from its investment portfolio which relates to interest 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, 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.

D TAXATION

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

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 2011 (CONTINUED)

F AMOUNT DUE TO / FROM STOCKBROKERS

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

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

The effective profit method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the profit income or profit expense over the relevant period. The effective profit rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or, when appropriate, a shorter period, to the net carrying amount of the financial asset or financial liability. When calculating the effective profit rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective profit rate, transaction costs and all other premiums or discounts.

G FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

(i) Classification

The Fund designates its investment in equity securities as financial assets at fair value through profit or loss at inception.

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

Summary of Significant Accounting Policies
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

(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 are expensed in the income statement.

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.

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

In accordance with the Deed, quoted investments in Malaysia are valued at the last done market price quoted on Bursa Malaysia at the date of the statement of financial position.

H CREATION AND CANCELLATION OF UNITS

The Fund issues cancellable units, which are cancelled at the unit holder's option and are classified as equity. Cancellable units can be put back to the Fund at any time for shares and cash equal to a proportionate share of the Fund's net asset value.

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 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 PRESENTATION AND FUNCTIONAL CURRENCY

The financial statements are presented in Ringgit Malaysia, which is the Fund's presentation and functional currency.

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.

Summary of Significant Accounting Policies
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

K REALISED AND UNREALISED PORTIONS OF NET INCOME AFTER TAX

The analysis of realised and unrealised net income after tax as disclosed in the statement of comprehensive income is prepared in accordance with SC Guidelines on Exchange Traded Funds.

L CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with the Financial Reporting Standards and the SC Guidelines on Exchange Traded Funds requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the financial year. Although these estimates are based on the Manager's best knowledge of current events and actions, actual results could differ from those estimates.

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

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011

1 INFORMATION ON THE FUND

The Exchange Traded Fund (the "Fund") was constituted under the name MyETF Dow Jones Islamic Market Malaysia Titans 25 pursuant to the execution of a trust deed dated 17 January 2008 (the "Deed") entered into between i-VCAP Management Sdn. Bhd. (the "Manager") and Deutsche Trustees Malaysia Berhad (the "Trustee").

The Fund was launched on 22 January 2008 and will continue its operations until terminated by the Trustee or the Manager as provided under Clause 25 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 Dow Jones Islamic Market Malaysia Titans 25 Index ("Benchmark Index") as provided by Dow Jones Indexes, which is under CME Group Index Services LLC. The Benchmark Index is a free float-adjusted, market capitalization weighted index representing securities of 25 leading Shariah-compliant Malaysian companies listed on Bursa Malaysia Securities Berhad. 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.

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

	Loans and Receivables	Asset at fair value through profit or loss	Total
31 December 2011			
Financial Assets at fair value through profit or loss	-	404,765,402	404,765,402
Other Receivables	75,029	-	75,029
Cash and Cash Equivalents	7,182,815	-	7,182,815
Total	7,257,844	404,765,402	412,023,246
31 December 2010			
Financial Assets at fair value through profit or loss	-	614,908,751	614,908,751
Other Receivables	1,396,045	-	1,396,045
Cash and Cash Equivalents	12,469,742	-	12,469,742
Total	13,865,787	614,908,751	628,774,538

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 Guidelines on Exchange Traded Funds.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Market risk

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:

	Fair Value	
	2011	2010
	RM	RM
Financial Assets at fair value through profit or loss	404,765,402	614,908,751

The table below summarises the sensitivity of the Fund's unrealized income or loss to equity price movements as at 31 December. The analysis is based on the assumptions that the Dow Jones Islamic Market Malaysia Titans 25 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 moved according to their historical correlation with the Index.

2011

% Change in benchmark index	Benchmark Index	Market Value RM	Change in unrealised gain RM
-10%	794.87	364,693,627	(40,071,775)
0%	883.19	404,765,402	-
10%	971.51	444,837,177	40,071,775

2010

% Change in benchmark index	Benchmark Index	Market Value RM	Change in unrealised gain RM
-10%	762.4	557,722,237	(57,186,514)
0%	847.1	614,908,751	-
10%	931.8	672,095,264	57,186,514

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

Cash flow profit rate risk

The Fund holds a limited amount cash and cash equivalents that expose the Fund to cash flow profit rate risk. The Fund's policy requires cash and cash equivalents to comprise no more than 10% of the funds assets.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

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. For amount due from stockbrokers, the settlement terms are governed by the relevant rules and regulations as prescribed by Bursa Securities. 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 credit/default risk is minimal as all transactions in quoted investments are settled/paid upon delivery using approved brokers.

The maximum exposure to credit risk before any credit enhancements at 31 December is the carrying amount of the financial assets as set out below.

	2011 RM	2010 RM
Cash and Cash Equivalents	7,182,815	12,469,742
Other Assets	75,029	1,396,045
Total	7,257,844	13,865,787

None of these assets is impaired nor past due but not impaired.

At 31 December 2011, all cash and cash equivalents are placed with Bank Islam Malaysia Berhad (2010: CIMB Islamic Bank Berhad).

3 CAPITAL AND LIABILITY RISK MANAGEMENT

The capital of the Fund is represented by the net assets attributable to unit holders. The amount of net asset 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 Perfect Basket which comprise 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.

4 MANAGEMENT FEE

The Manager is entitled to a management fee at a rate not exceeding 1.0% per annum on the Net Asset Value ("NAV") of the Fund calculated on daily basis, as provided under Clause 14.1 of the Deed.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

For the financial year ended 31 December 2011, the management fee was recognised at a rate of 0.4% (2010: 0.4%) per annum on the NAV of the Fund, calculated on daily basis.

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

5 TRUSTEE'S FEE

The Trustee is entitled to an annual fee, inclusive of custodian fee, at a rate not exceeding 0.08% per annum on the Net Asset Value ("NAV") of the Fund, as provided under Clause 14.2 of the Deed.

For the financial year ended 31 December 2011, the Trustee's fee was recognised at a rate of 0.05% (2010: 0.05%) per annum on the NAV of the Fund, inclusive of local custodian fee, calculated on 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 CME Group Index Services LLC, the Benchmark Index provider.

For the financial year ended 31 December 2011, the License Fee was recognised at a rate of 0.04% (2010: 0.04%) per annum of the Net Asset Value ("NAV") of the Fund, calculated on daily basis.

There will be no further liability to CME Group Index Services LLC in respect of license fee other than the amounts recognised above.

7 OTHER EXPENSES

Included in Other Expenses are professional fees, other than Management, Trustee's and License Fees, and other expenses as permitted by the Deed, paid or provided for during the year.

With effect from 11 March 2010, the rate at which Other Expenses are accrued for had been reduced from 0.05% per annum of the Net Asset Value ("NAV") of the Fund to 0.025%. Commencing 18 February 2011, the accrual has been suspended.

The expenses are reversed out from the accrual on their respective payment dates.

During the financial year, an over accrual from the previous year was reversed to offset against the current year's auditor's remuneration, tax agent's fee and shariah adviser's fee.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

8 TAXATION

	Financial year ended <u>31.12.2011</u> RM	Financial year ended <u>31.12.2010</u> RM
Current taxation		
Current year	585,383	1,433,320
Overprovision in prior year	(113,044)	-
	<u>472,339</u>	<u>1,433,320</u>

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

	Financial year ended <u>31.12.2011</u> RM	Financial year ended <u>31.12.2010</u> RM
Net profit/(loss) before taxation	38,312,139	99,481,219
Tax at Malaysian statutory rate of 25%	<u>9,578,035</u>	<u>24,870,305</u>
Tax effect of:		
Income not subject to tax	(4,377,767)	(5,622,839)
Gains exempt from tax	(5,474,469)	(19,122,386)
Expenses not deductible for tax purposes	859,584	1,308,240
Overprovision in prior year	(113,044)	-
	<u>472,339</u>	<u>1,433,320</u>

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

9 INCOME DISTRIBUTION

Distribution to unit holders is from the following sources:

	<u>2011</u> RM	<u>2010</u> RM
Undistributed Net Exempt Income brought forward	6,540,000	-
Exempt Dividend Income	7,575,522	-
Profits from Money Market Placements	118,934	-
	<hr/> 14,234,456	<hr/> -
Less: Expenses		
Exempt Non Shariah-compliant Income	(198,059)	-
Fund Related Expenses	(1,703,336)	-
Dividend Tax Expense	(214,061)	-
	<hr/> 12,119,000	<hr/> -
Total amount of Income Distribution	<hr/> <hr/> 12,119,000	<hr/> <hr/> -

The Net Asset Value per unit prior and subsequent to the income distribution was as follows:

<u>Distribution date</u>	<u>Cum-distribution</u> RM	<u>Distribution</u> <u>per unit</u> RM	<u>Ex-Distribution</u> RM
6 January 2011	0.9939	0.01	0.9839
22 August 2011	0.9250	0.01	0.9150

Included in the above is an amount of RM6,540,000 distributed from previous year's undistributed net realised exempt income.

A first and final income distribution for the financial year ended 31 December 2010 of 1 sen per unit was declared on 16 December 2010 based on the financial position of the Fund as at 30 September 2010 with ex-date on 6 January 2011 and entitlement date on 10 January 2011. The income distribution amounting to RM6,540,000 was paid out on 31 January 2011.

An interim income distribution for the financial year ended 31 December 2011 of 1 sen per unit was declared on 29 July 2011 based on the financial position of the Fund as at 30 June 2011 with an ex-date on 22 August 2011 and entitlement date on 24 August 2011. The total amount of income distributed was RM5,579,000 based on 557,900,000 of MyETF DJIM25's units in circulation, which was paid out on 19 September 2011.

The income distribution above had been proposed after taking into account the net unrealised loss brought forward from previous year of RM4,391,509.

Subsequent to 31 December 2011, a final income distribution for the financial year ended 31 December 2011 of 1.80 sen per unit was declared on 23 February 2012 based on the financial position as at 31 December 2011 with an ex-date of 9 March 2012 and entitlement date of 13 March 2012.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>2011</u> RM	<u>2010</u> RM
Designated at fair value through profit or loss at inception		
- Shares quoted in Malaysia	404,765,402	614,908,751
	<u>404,765,402</u>	<u>614,908,751</u>
Net gain on financial assets at fair value through profit or loss		
- Realised	4,786,158	6,750,467
- Change in unrealised	17,111,719	70,037,831
	<u>21,897,877</u>	<u>76,788,298</u>

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 Receivable – Non Shariah-compliant Income represents the portion of the dividends receivable which relates to income that does not comply with Shariah principles.

The level of Non Shariah-compliant Income is based on the impure ratio for each component stock as determined by Dow Jones Indexes.

Dividends declared are recognized on the Ex-Date and are reversed out from the receivables upon receipt by the Fund.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

12 RECEIVABLES

	<u>2011</u> RM	<u>2010</u> RM
Allotment Fee for cancellation/creation of units due from Participating Dealers	-	50
Other Receivables	2,741	-
	<u>2,741</u>	<u>-</u>

13 CASH AND CASH EQUIVALENTS

	<u>2011</u> RM	<u>2010</u> RM
Shariah compliant deposits with a licensed bank	6,367,531	10,498,562
Cash at Bank –		
From Shariah-compliant Income	490,176	996
Cash at Bank –		
From Non Shariah-compliant Income	325,108	1,970,184
	<u>7,182,815</u>	<u>12,469,742</u>

The effective average profit rate of short term deposits per annum as at the date of the statement of assets and liabilities is as follows:

	<u>2011</u> %pa	<u>2010</u> %pa
Shariah compliant deposits with a licensed bank	3.05	2.38

For the financial year ended 31 December 2011, the Shariah-compliant deposit with a licensed bank of the Fund have a weighted average maturity period of 11.8 days (4.91 days: 2010) and are denominated in Ringgit Malaysia.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

14 PAYABLES

		<u>2011</u> RM	<u>2010</u> RM
Amount due to Index Licensor		50,630	130,011
Amount due to Shariah Adviser		15,666	19,000
Amount due to beneficial organisations	15	325,860	1,981,344
Amount due to Bursa		-	1,050
Amount due to PD		4,141	-
Other payables		129,038	272,637
		<u>525,335</u>	<u>2,404,042</u>

15 AMOUNT DUE TO BENEFICIAL ORGANISATIONS

Amount due to beneficial organisations is the Non Shariah-compliant Income portion of dividends received and receivable as at 31 December. It comprises the following amounts:

	<u>2011</u> RM	<u>2010</u> RM
Cash at Bank – Non Shariah-compliant Income	325,108	1,970,184
Dividends Receivable – Non Shariah-compliant Income	752	11,160
	<u>325,860</u>	<u>1,981,344</u>

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

The level of Non Shariah-compliant Income is based on the impure ratio for each component stock as determined by Dow Jones Indexes.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

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

Net Asset Value (NAV) attributable to unit holders is represented by:

	Note	<u>2011</u> RM	<u>2010</u> RM
Unit holders' Contribution	(a)	427,861,113	668,378,363
Accumulated Losses		(4,438,950)	(42,278,750)
Income Distribution		(12,119,000)	-
		<u>411,303,163</u>	<u>626,099,613</u>

(a) UNIT HOLDERS' CONTRIBUTION / UNITS IN CIRCULATION

	<u>2011</u>		<u>2010</u>	
	No. of Units	RM	No. of Units	RM
At beginning of year	657,500,000	626,099,613	802,000,000	656,705,064
Created during the year	-	-	-	-
Redeemed during the year	(247,200,000)	(240,517,250)	(144,500,000)	(128,653,350)
Net Income Distribution	-	(12,119,000)	-	-
	<u>410,300,000</u>	<u>373,463,363</u>	<u>657,500,000</u>	<u>528,051,714</u>
Total Comprehensive Income for the year	-	37,839,800	-	98,047,899
At the end of the financial year	<u>410,300,000</u>	<u>411,303,163</u>	<u>657,500,000</u>	<u>626,099,613</u>

Approved size of Fund 10,000,000,000

In accordance with the Deed, the Manager may increase the size of the Fund from time to time with the approval of the Trustee and the SC. The maximum number of units that can be issued out for circulation by the Fund is 10,000,000,000. As at 31 December 2011, the number of units not yet issued by the Fund is [9,589,700,000] (2010: 9,342,500,000).

The Manager, i-VCAP Management Sdn. Bhd., did not hold any units in the Fund as at 31 December 2011.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

17 TRANSACTIONS WITH BROKERS

Details of transactions with the brokers as at 31 December 2011 are as follows:

Name of brokers	Value of trade RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage %
RHB Investment Bank Bhd	51,194,388	26.98	61,749	27.06
OSK Investment Bank Bhd	47,330,681	24.94	56,970	24.97
CIMB Investment Bank Bhd	45,223,560	23.83	54,269	23.78
Maybank Investment Bank Bhd	46,002,605	24.25	55,210	24.19
	<u>189,751,234</u>	<u>100.0</u>	<u>228,198</u>	<u>100.0</u>

All the brokers listed above are not related to the Manager.

18 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
Directors of Valuecap and shareholders of Valuecap with significant influence	Other related parties

There are no units that were held by the Manager as at the end of the year.

	<u>31 December 2011</u>		<u>31 December 2010</u>	
	No. of units	RM	No. of units	RM
Valuecap and other related parties at NAV				
- Legally (direct holding)	301,580,300	302,304,093	379,860,300	361,702,978
- Beneficially (indirectly through nominee banks/ investment banks)	2,120,000	2,125,088	379,000	360,884
	<u>303,700,300</u>	<u>304,429,181</u>	<u>380,239,300</u>	<u>362,063,862</u>

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

19 MANAGEMENT EXPENSE RATIO ("MER")

	<u>2011</u> %	<u>2010</u> %
MER	<u>0.49</u>	<u>0.52</u>

MER is derived from the following calculation:

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

A	=	Management fee
B	=	Trustee's fee
C	=	Licensing fee
D	=	Auditors' remuneration
E	=	Tax agent's fee
F	=	Administrative expenses
G	=	Average net asset value of Fund calculated on daily basis

The average net asset value of the Fund for the financial year calculated on daily basis is RM558,988,582 (2010: RM646,274,034)

20 PORTFOLIO TURNOVER RATIO ("PTR")

	<u>2011</u>	<u>2010</u>
PTR (times)	<u>0.17</u>	<u>0.12</u>

PTR is derived from the following calculation:

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

where: total acquisition for the financial year = RM98,469,815 (2010: RM78,328,393)
total disposal for the financial year = RM91,284,286 (2010: RM80,999,790)

The average net asset value of the Fund for the financial year calculated on daily basis is RM558,988,582 (2010: RM646,274,034)

21 SEGMENT REPORTING

The Fund is designed to provide investment results that closely correspond to the performance of the Benchmark Index. The manager attempts to achieve a tracking error of less than 3% between the Net Asset Value of the fund and the Benchmark Index.

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 FRS. The CEO is responsible for the performance of the fund and considers the business to have a single operating segment.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

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

22 NON CASH TRANSACTIONS

Creations and cancellations are done by 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>2011</u> RM	<u>2010</u> RM
Creation		
- Fair value of Benchmark Index shares	-	-
- Cash component	-	-
	<u>-</u>	<u>-</u>
Cancellation		
- Fair value of Benchmark Index shares	237,560,378	119,557,249
- Cash component	2,956,872	9,096,101
	<u>240,517,250</u>	<u>128,653,350</u>

23 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the amount at which a financial asset could be exchanged or a financial liability could be settled between knowledgeable and willing parties in an arm's length transactions.

The amendment FRS7 'Financial Instruments: Disclosures' requires the Fund to classify fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets 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 assets or liability that are not based on observable market data, (that is, unobservable inputs) (level 3).

The level in fair value hierarchy within which the fair value measurement is categorized 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 requires judgement, considering factors specific to the asset or liability.

Notes to the Financial Statements

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2011 (CONTINUED)

The Fund's financial asset designated as fair value through profit or loss is an investment whose values are based on quoted market prices in active markets, and therefore classified within level 1.

The following table analyses within the fair value hierarchy the financial asset measured at fair value at 31 December 2011:

Financial Assets at fair value through profit and loss

	Level 1 RM
Quoted Shares in Malaysia	404,765,402

24 SUPPLEMENTARY INFORMATION DISCLOSED PURSUANT TO BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

The following analysis of realised and unrealised retained profits / (accumulated losses) at the legal entity level is prepared in accordance with Bursa Malaysia Securities Berhad's Listing Requirements and the Guidance on Special Matter No. 1, "Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements", as issued by the Malaysian Institute of Accountants whilst the disclosure is based on the prescribed format by Bursa Malaysia Securities Berhad.

	<u>2011</u> RM
Total retained profits/accumulated losses of the Fund	
- Realised	(79,496,135)
- Unrealised	59,938,186
	<u>(16,557,950)</u>

The analysis between realised and unrealised above is prepared on a different basis as compared to the analysis of realised and unrealised as disclosed in the statement of comprehensive income.

Analysis of Unit Holdings

Summary of Unit Holders

As at 31 January 2012

Size of unit holdings	No. of unit holders	% of unit holders	No. of units held	% of units in circulation
Less than 100	1	0.56	1	0.00
100 - 1,000	46	25.70	31,699	0.01
1,001 - 10,000	71	39.67	347,300	0.12
10,001 - 100,000	35	19.55	1,256,000	0.43
100,001 to less than 5% of issued units*	22	12.29	26,287,700	9.01
5% and above of issued units**	4	2.23	263,977,300	90.43
TOTAL	179	100.00	291,900,000	100.00

Note: *Less than 5% of issued units

**5% and above of issued units

Profile of Directors of the Manager & Investment Committee Members of the Fund

Directors' Profile

Name:	<i>Y. Bhg. Dato' Azian Binti Mohd Noh</i>
Age:	58
Nationality:	Malaysian
Designation:	<i>Non-Independent Non-Executive Chairman</i>
Qualifications:	Master in Business Administration from Universiti Kebangsaan Malaysia, Bachelor of Economics (Honours) majoring in Accounting, University Malaya. A qualified Chartered Accountant and Member of Malaysian Institute of Accountants. Attended the Harvard Advanced Management Programme at Harvard Business School in 2009.
Working Experience and Occupation:	Dato' Azian is currently the Chief Executive Officer ("CEO") of Kumpulan Wang Persaraan (Diperbadankan) ("KWAP"), a position she has held since March 2007, following the corporatisation of Kumpulan Wang Amanah Pencen. Her extensive experience in the investment industry spans over 19 years since 1991 with her involvement during the inception of Kumpulan Wang Amanah Pencen. Prior to that, she had held several positions related to finance and accounts in several government agencies. She is currently also a Director of Valuecap Sdn. Bhd. ("Valuecap").
Date Appointed to Board:	Dato' Azian is one of the first two directors named in the Articles of Association of the Manager dated 10 October 2007 and is deemed appointed on that date.
Details of Membership of any Board Committee:	Dato' Azian is not a member of any Board Committee.
Directorship of other public companies:	Rashid Hussain Berhad (in Members Voluntary Liquidation) Malakoff Corporation Berhad

Directors' Profile *(continued)*

Family relationship with any director:	Dato' Azian has no family relationship with any of the other director(s) on the Board of the Manager.
Conflict of interest with the Fund:	Dato' Azian is a Board Member of Valuecap and CEO of KWAP both of which are unit holders of the Fund.
List of convictions for offences within the past 10 years other than traffic offences:	None
Number of Board Meetings Attended in the Financial Year:	Dato' Azian attended 13 out of 13 Board of Directors Meetings held during the financial year.

Name:	<i>Puan Sharifatu Laila Binti Syed Ali</i>
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Age:	49
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Nationality:	Malaysian
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Designation:	<i>Non-Independent Non-Executive Director</i>
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Qualifications:	Master in Business Administration from Universiti Malaya and Bachelor of Science (Hons) from Universiti Kebangsaan Malaysia.
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Working Experience and Occupation:	Puan Sharifatu Laila was appointed as CEO of Valuecap in 2002 and played a key role in the setting up of Valuecap. She has been actively involved in the investment industry for more than 24 years. Prior to joining Valuecap, she had served at various premier institutions such as Employees Provident Fund ("EPF"), Permodalan Nasional Berhad ("PNB") and Lembaga Tabung Haji ("LTH"). She began her investment career in PNB in 1985 as an Investment Executive before leaving to join EPF 3 years later. During her tenure with EPF, she held
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Directors' Profile *(continued)*

several positions from Investment Officer to Senior Portfolio Manager (Head of the Equity Investment Division) overseeing approximately RM40billion (US\$10billion) and also Head of the Treasury Division overseeing an approximately RM100billion portfolio (US\$30billion). She gained extensive experience in the field of portfolio investment both in the local and regional environment whilst serving EPF. At LTH, she was Head, Investment Department / Chief Investment Officer.

Date Appointed to Board: Puan Sharifatu Laila is one of the first two directors named in the Articles of Association of the Manager dated 10 October 2007 and is deemed appointed on that date.

Details of Membership of any Board Committee: Puan Sharifatu Laila is not a member of any Board Committee.

Directorship of other public companies: Puan Sharifatu Laila is not a director of any public companies.

Family relationship with any director: Puan Sharifatu Laila has no family relationship with any of the other director(s) on the Board of the Manager.

Conflict of interest with the Fund: Puan Sharifatu Laila is the CEO of Valuecap which is a unit holder of the Fund.

List of convictions for offences within the past 10 years other than traffic offences: None

Number of Board Meetings Attended in the Financial Year: Puan Sharifatu Laila attended 10 out of 13 Board of Directors Meetings held during the financial year.

Directors' Profile (*continued*)

Name:	<i>Encik Hassan Bin Ibrahim</i>
Age:	60
Nationality:	Malaysian
Designation:	<i>Independent Non-Executive Director</i>
Qualifications:	Bachelor of Laws from University of Singapore.
Working Experience and Occupation:	Encik Hassan established the firm of Messrs Hassan & Associates in March 2007, focusing on corporate and conveyancing matters. Prior to that, he was a partner with Messrs Zainal Abidin & Co. since 1989, with involvement in the same areas of specialisation. During his tenure with Messrs Zainal Abidin & Co., he had attended to the preparation of several project financing facility documents based on the Shariah principle of Al-Ijarah, Murabahah and Bai-Bithaman Ajil. He has over 10 years of experience serving Bank Pembangunan Malaysia Berhad from 1976 to 1988 in Project Evaluation & Investment functions.
Date Appointed to Board:	2 November 2007
Details of Membership of any Board Committee:	Encik Hassan is a member of the Board Audit and Risk Management Committee and of the Investment Committee.
Directorship of other public companies:	Encik Hassan is not a director of any public companies.
Family relationship with any director:	Encik Hassan has no family relationship with any of the other director(s) on the Board of the Manager.
Conflict of interest with the Fund:	None

Directors' Profile *(continued)*

List of convictions for offences within the past 10 years other than traffic offences:

None

Number of Board Meetings Attended in the Financial Year: Encik Hassan attended 13 out of 13 Board of Directors Meetings held during the financial year.

Name:	<i>Y.M. Tunku Afwida Binti Tunku A. Malek</i>
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Age:	46
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Nationality:	Malaysian
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Designation:	<i>Independent Non-Executive Director</i>
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Qualifications:	Bachelor in Science (Hons.) majoring in Economics and Accountancy from The City University (London). She also qualified as a Chartered Accountant from The Institute of Chartered Accountants in England and Wales.
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Working Experience and Occupation:	Tunku Afwida is currently the Director / shareholder of Benih Semaian Sdn. Bhd. an agriculture-related business which is also involved in property project management and funding advisory. Prior to that, she was CEO and Executive Director ("ED") of Kenanga Investment Bank Berhad (2006 to 2008), CEO and ED of MIMB Investment Bank Berhad (2003 to 2006) and ED / Chief Investment Officer ("CIO") of Commerce Asset Fund Managers Sdn Bhd (1995 to 2003).
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Date Appointed to Board:	17 July 2009
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Details of Membership of any Board Committee:	Tunku Afwida is a member of the Board Audit and Risk Management Committee and a member and Chairman of the Investment Committee.
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Directors' Profile (*continued*)

Directorship of other public companies: CAGAMAS Berhad

Family relationship with any director: Tunku Afwida has no family relationship with any of the other director(s) on the Board of the Manager.

Conflict of interest with the Fund: None

List of convictions for offences within the past 10 years other than traffic offences: None

Number of Board Meetings Attended in the Financial Year: Tunku Afwida attended 11 out of 13 Board of Directors Meetings held during the financial year.

Name: ***Encik Rosli Bin Abdullah***

Age: 58

Nationality: Malaysian

Designation: ***Independent Non-Executive Director***

Qualifications: Master in Business Administration from Universiti Kebangsaan Malaysia, Post-Graduate Diploma in Accounting and Bachelor in Economics both from Universiti Malaya. Chartered Accountant and Member of Malaysian Institute of Accountants.

Working Experience and Occupation: Encik Rosli currently serves as the Registrar of the Malaysian Institute of Accountants ("MIA"). He has held the position as Registrar of MIA since December 2007 and was also made its CEO in October 2008 until January 2012. Prior to this, he had served in various capacities in

Directors' Profile (*continued*)

the public and private sector. He was in the public sector from 1976 to 1994. In the public sector he had served with the Ministry of Finance in the Accountant General's office at state and federal treasury departments. He also served as Chief Accountant of the Ministry of Works and for the Ministry of Education. He was attached to the Public Services Department's Government Pension Department as the Chief Accountant and also as Secretary to Teachers Provident Fund. He was the Bursar of Universiti Putra Malaysia and Director Corporate Services at the Accountant General Department. Subsequently, he joined the private sector and served as the Financial Controller / General Manager Finance of Kuala Lumpur International Airport Berhad. He served as the Senior General Manager of Putrajaya Holdings Sdn. Bhd. He currently serves as a Director on the Boards of Keretapi Tanah Melayu Berhad and Bank Pembangunan Malaysia Berhad.

Date Appointed to Board: 16 December 2009

Details of Membership of any Board Committee: Encik Rosli is a member and Chairman of the Board Audit and Risk Management Committee.

Directorship of other public companies: Keretapi Tanah Melayu Berhad
Bank Pembangunan Malaysia Berhad

Family relationship with any director: Encik Rosli has no family relationship with any of the other director(s) on the Board of the Manager.

Conflict of interest with the Fund: None

Directors' Profile (*continued*)

List of convictions for offences within the past 10 years other than traffic offences:

Number of Board Meetings Attended in the Financial Year: Encik Rosli attended 13 out of 13 Board of Directors Meetings held during the financial year.

Name:	<i>Encik Mahdzir Bin Othman</i>
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Age:	43
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Nationality:	Malaysian
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Designation:	<i>Non-Independent Executive Director / Chief Executive Officer</i>
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Qualifications:	Bachelor of Science (Hons.) in Finance from Northern Illinois University and Diploma in Accountancy from Universiti Teknologi MARA.
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Working Experience and Occupation:	Encik Mahdzir is currently the CEO of i-VCAP. He was previously the Chief Investment Officer (CIO) of Valuecap. He joined Valuecap in February 2003 as a Portfolio Manager, as part of the core team in the Investment Department before being promoted to the position of CIO in July 2006. He led a team of Portfolio Managers (equities and treasury), and was responsible in strategising and overseeing the execution of investment strategy in line with Valuecap's investment objective and business plan. Prior to joining Valuecap, he had more than 10 years of working experience in the financial and capital markets at various institutions i.e. SBB Asset Management Sdn. Bhd., Utama Merchant Bank Berhad, BBMB Unit Trust Management Berhad and Kassim Chan & Co. He is also currently the Chairman of the Malaysian Association of Asset Managers' Shariah Fund Management Sub Committee.
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Directors' Profile (*continued*)

Date Appointed to Board: 13 December 2010

Details of Membership of any Board Committee: None

Directorship of other public companies: Encik Mahdzir is not a director of any public companies.

Family relationship with any director: Encik Mahdzir has no family relationship with any of the other director(s) on the Board of the Manager.

Conflict of interest with the Fund: None

List of convictions for offences within the past 10 years other than traffic offences: None

Number of Board Meetings Attended in the Financial Year: Encik Mahdzir has attended 13 out of 13 Board of Directors Meeting held during the financial year.

Investment Committee Members' Profile

The Investment Committee currently has four (4) members, including Y.M. Tunku Afwida Binti Tunku A. Malek (Chairman / Independent) and Encik Hassan Bin Ibrahim (Independent), whose profiles are set out in the Directors' Profile section of this Annual Report, whilst the profiles of the other two (2) members of the Investment Committee are as follows:-

Name:	<i>Puan Nik Amlizan Binti Mohamed</i>
Age:	44
Nationality:	Malaysian
Designation:	<i>Non-Independent Member</i>
Qualifications:	Bachelor of Arts in Economics/Accounting from Claremont McKenna College.
Working Experience and Occupation:	Puan Nik Amlizan is currently a Director at KWAP overseeing the Equity Department since June 2007. She is Alternate Director to Dato' Azian Binti Mohd Noh at Valuecap. She has over 19 years of working experience, out of which 17 years are in the fund management industry. Prior to joining KWAP, she was General Manager / Head of Equity (Shariah / Ethical) at RHB Asset Management Sdn. Bhd. and Head of Investment Research / Senior Portfolio Manager & Analyst at Mayban Investment Management Sdn. Bhd. She had also served at BBMB Unit Trust Management Berhad and Georgiou Incorporated, United States of America.
Date First Appointed to Investment Committee:	7 January 2008
Conflict of interest with the Fund:	She is an Alternate Director to Dato' Azian Binti Mohd Noh on the Board of Directors of Valuecap and she is also a Director of KWAP both of which are unit holders of the Fund.

Investment Committee Members' Profile (*continued*)

List of
convictions for
offences within
the past 10 years
other than traffic
offences:

None

Name:	Encik Shaharin Bin Mohd Hashim
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Age:	42
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Nationality:	Malaysian
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Designation:	<i>Non-Independent Member</i>
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Qualifications:	Bachelor of Arts in Mathematics and Economics from University of Pennsylvania, Philadelphia, USA.
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Working Experience and Occupation:	Encik Shaharin is currently Chief, Investment Research & Equity Market Strategy of Valuecap Sdn Bhd which he joined in 2005. He has over 18 years of working experience encompassing areas of analysis and policy and product R&D works in the Malaysian capital and financial markets. Starting off his career at Bank Negara Malaysia at its then Bank Examination Department, he left to conduct Corporate Finance work at Malaysian Technology Department Corporation ("MTDC"), a venture capital company. Upon leaving MTDC, he was employed by the Malaysian Exchange of Securities Dealing & Automated Quotation Berhad as Technical Assistant to the Executive Chairman. Encik Shaharin continued his employment in Bursa Malaysia Berhad upon the merger of the two exchanges as ending his tenure as Manager, Corporate Finance. In his current capacity at Valuecap, Encik Shaharin oversees a team of specialists responsible for the provision of qualitative and quantitative assessments relevant to the Group's investment portfolios.
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Date First Appointed to Investment Committee:	18 February 2011
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Investment Committee Members' Profile (*continued*)

Conflict of interest with the Fund: He is currently Chief, Investment Research & Equity Market Strategy of Valuecap which is a unit holder of the Fund.

List of convictions for offences within the past 10 years other than traffic offences: None

Date of First Appointment on Investment Committee and Attendance at Investment Committee Meetings During 2011

<u>Name</u>	<u>Date First Appointed</u>	<u>Attendance</u>
Y.M. Tunku Afwida Binti Tunku A. Malek (Chairman)	17 July 2009	10 of 10
Encik Hassan Bin Ibrahim	7 January 2008	10 of 10
Puan Nik Amlizan Binti Mohamed	7 January 2008	7 of 10
Encik Shaharin Bin Mohd Hashim (appointed w.e.f. 18 February 2011)	18 February 2011	8 of 8 (there were 2 meetings prior to his appointment)

Shariah Adviser's Profile

Shariah Adviser : CIMB Islamic Bank Berhad ("CIMB Islamic")

Incorporated in Kuala Lumpur, Malaysia on 2 November 2004 as a public company (Co. No. 671380-H) under the Companies Act, 1965.

Corporate Information : Principal Activities

CIMB Islamic is the global Islamic banking and finance franchise of CIMB Group Sdn. Bhd. ("CIMB Group"). Currently, CIMB Islamic provides Shariah-Compliant financial products and services in investment banking, consumer banking, asset management, private banking and takaful.

Shareholding

CIMB Islamic is 100% owned by CIMB Bank Berhad.

Experience as Adviser : CIMB Islamic provides advisory services on various Islamic banking and finance products to ensure compliance with applicable Shariah principles as well as the relevant resolutions and rulings made by the Shariah advisory councils of the regulatory bodies and CIMB Islamic Shariah Committee which is comprised of experienced and knowledgeable Shariah advisers with expertise in the field of Islamic law and jurisprudence and Islamic finance.

During the financial year, there were four (4) Shariah Committee meetings with regards to MyETF Dow Jones Islamic Market Malaysia Titans 25 ("the Fund").

Designated Person : The designated person responsible for the Fund is Encik Abdul Ghani Bin Endut who is Associate Director, Head of Shariah Department, Islamic Banking Division of CIMB Group. He holds a Bachelor of Art (Hons.) in Business Studies from the University of

Shariah Adviser's Profile (*continued*)

East London, United Kingdom and a Bachelor of Art (Hons.) in Islamic Jurisprudence and Legislation from the University of Jordan.

Encik Abdul Ghani joined CIMB in January 2005 as Manager of the Shariah Advisory Unit and the Secretary of CIMB Islamic Shariah Committee. Previously, he was attached to the Shariah Department of the first Islamic bank in Malaysia for more than ten years, where he was the Head of the Shariah Department and the Secretary of the Shariah Supervisory Council. He was actively involved in Shariah advisory activities of the Bank and other external parties. He was also involved in the structuring of Islamic venture capital and as Shariah adviser to Islamic unit trusts.

He is responsible for the provision of Shariah advisory services for all types of Islamic products to both CIMB Group of companies and external parties.

He is currently a member of the Shariah Governance Working Group for the Islamic Financial Services Board (IFSB).

In addition to Encik Abdul Ghani as the designated person responsible for the Fund, CIMB Islamic Shariah Committee comprises the following members:

- Sheikh Prof. Dr. Mohammad Hashim Kamali
- Sheikh Dr. Haji Mohd Na'im Bin Haji Mokhtar
- Sheikh Assoc. Prof. Dr. Shafaai Bin Musa
- Sheikh Nedham Yaqoobi
- Sheikh Dr. Yousef Abdullah Al Shubaily
- Prof. Dr. Noor Inayah Yaakub

Other Information

Other Relevant Information

- There were no sanctions and/or penalties imposed on the Fund or its Directors by the relevant regulatory bodies during the financial year and up to the date of this report.
- The following sanctions and/or penalties were imposed on the Manager during the financial year:-
 - A penalty of RM1,558.33 was imposed by Inland Revenue Board on the Manager under Section 107C(10) of the Income Tax Act, 1967 for having its actual tax payable for the Year of Assessment ("YA") 2010 exceeding its tax estimates for the same YA by an amount of more than 30% of the actual tax payable amount.
 - A penalty of RM138.00 was imposed by Employees Provident Fund ("EPF") on the Manager under Section 43(2) of the EPF Act, 1991 for late payment of EPF contribution.
- There was no material litigation involving the Fund since the last annual balance sheet date.
- The amount of non-audit fees incurred for the Financial Year 2011 for services rendered by PricewaterhouseCoopers Taxation Services Sdn. Bhd. a company affiliated to the Auditors of the Fund is RM8,150.
- There were thirteen (13) Board of Directors Meetings held in the Financial Year 2011.
- There were ten (10) Investment Committee Meetings held in the Financial Year 2011.

***i*-VCAP Management Sdn. Bhd. (792968-D)**

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