



MyETF

MSCI MALAYSIA ISLAMIC DIVIDEND

ANNUAL REPORT **2014**

Manager



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

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Introduction

MyETF MSCI Malaysia Islamic Dividend (“MyETF-MMID”) is an Islamic Exchange Traded Fund (“ETF”) focusing on the investment opportunity that provides exposure to dividend yielding within Malaysian Islamic equities. It is managed by *i*-VCAP Management Sdn. Bhd (“*i*-VCAP”), a wholly-owned subsidiary of Valuecap Sdn. Bhd.

The benchmark index for MyETF-MMID is the MSCI Malaysia Islamic High Dividend Yield 10/40 Index (“MIMYDY40 Index” or “Benchmark Index”). The Benchmark Index is reviewed and rebalanced semi-annually, based on the securities of 16 to 30 Shariah-Compliant companies listed on Bursa Securities. The stock constituents in the Benchmark Index consist of Shariah-compliant securities which are approved by the MSCI Shariah Supervisory Committee (“MSSC”) based on the MSCI Islamic Index Series Methodology.

MyETF-MMID represents the second Islamic ETF issued by *i*-VCAP, following the success of the national Islamic ETF, MyETF Dow Jones Islamic Market Malaysia Titans 25 (“MyETF-DJIM25”). The fund was listed on the Main Market of Bursa Securities on 21 March 2014. The short name and stock number for MyETF-MMID are “MYETFID” and “0824EA” 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 50-58 for profile of the Directors)

Encik Wan Kamaruzaman Bin Wan Ahmad
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
("CEO")*

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 59-61 for profile of the Members)

: Y.M. Tunku Afwida Binti Tunku A. Malek
Chairman / Independent Member

Encik Hassan Bin Ibrahim
Independent Member

Puan Nik Amlizan Binti Mohamed
Non-Independent Member

Encik Shaharin Bin Md. Hashim
Non-Independent Member

Trustee

: Deutsche Trustees Malaysia Berhad (763590-H)
Level 20, Menara IMC
8, Jalan Sultan Ismail
50250 Kuala Lumpur
Malaysia
Tel. No.: (+603) 2053 7522
Email: cisops.dtmdb@db.com

Auditors and Reporting Accountants

: PricewaterhouseCoopers (AF 1146)
Level 15, 1 Sentral
Jalan Travers
Kuala Lumpur Sentral
PO Box 10192
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Malaysia
Tel. No.: (+603) 2173 1188
Fax No.: (+603) 2173 1288

Tax Consultants

: PricewaterhouseCoopers Taxation Services Sdn Bhd (464731-M)
Level 10, 1 Sentral
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Kuala Lumpur Sentral
PO Box 10192
50706 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 62-70 for corporate information, experience and details of the designated person for the Shariah Adviser)
13th Floor, Menara CIMB
Jalan Stesen Sentral 2
Kuala Lumpur Sentral
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Tel. No.: (+603) 2261 8888
- Participating Dealers** : CIMB Bank Berhad (13491-P)
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RHB Centre
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- Index Provider** : MSCI Inc.
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New York, NY 10005
United States of America
Tel No.: +1.212.804.3901
Fax No.: +1.212.809.1213
- Share Registrars** : Symphony Share Registrars Sdn. Bhd. (378993-D)
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Manager's Report

For the Financial Period 17 March to 31 December 2014

Name of Fund	: MyETF MSCI Malaysia Islamic Dividend ("MyETF-MMID" or "the Fund")
Type of Fund	: Exchange Traded Fund
Fund Category	: Shariah-Compliant Equity
Commencement Date	: 17 March 2014
Listing Date	: 21 March 2014
Benchmark Index	: MSCI Malaysia IMI Islamic High Dividend Yield 10/40 Index ("MIMYDY40 Index" or "Benchmark Index")
Manager	: i-VCAP Management Sdn. Bhd. ("i-VCAP")

1. Investment Objective

MyETF-MMID 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, regardless of its performance.

2. Benchmark Index

The Benchmark Index is a market capitalisation weighted and free-float adjusted index provided by MSCI Inc ("MSCI"). The Benchmark Index is designed as a performance benchmark for the high dividend-yielding companies of its Parent Index, i.e. the MSCI Malaysia IMI Islamic Index. The Benchmark Index shall consist between 16 to 30 Shariah-Compliant companies listed on Bursa Malaysia Securities Berhad ("Bursa Securities") with higher than the average dividend yield of the Parent Index and are deemed both sustainable and persistent by MSCI.

The weight of any single group or entity in the Benchmark Index is capped at 10% of the Index total market capitalisation and the sum of weights of all groups or entities representing more than 5% of the Index is capped at 40% of the Index total market capitalisation.

The Parent Index is a free-float adjusted market capitalisation weighted index that is designed to measure the equity market performance of Malaysia. The Parent Index and Benchmark Index consist only of Shariah-compliant securities which are approved by the MSCI Shariah Supervisory Committee ("MSSC") based on the MSCI Islamic Index Series Methodology. The MSSC will review and audit the Benchmark Index, the Parent Index as well as the MSCI Islamic Index Series Methodology on a regular basis to ensure compliance with Shariah.

Constituents of the Benchmark Index must be selected from the universe of securities which constitute the Parent Index. As the Parent Index is an Islamic index, its constituents will be screened using the MSCI Islamic Index Series Methodology based on the following criteria:

Screening criteria for an Islamic Index

a) **Business activity screen**

Companies must not be directly active in or derive more than 5% of their revenue (cumulatively) from the following prohibited activities:

- | | |
|-----------------------------------|-----------------------|
| • alcohol | • gambling/casino |
| • tobacco | • music |
| • pork related products | • hotels |
| • conventional financial services | • cinema |
| • defense/weapons | • adult entertainment |

b) **Financial screen**

Companies must not derive a significant portion of their income from interest or companies must not have excessive leverage. Only companies with the following three financial ratios are less than 33.33% are considered Shariah-compliant:

- total debt over total asset⁽¹⁾;
- sum of cash and interest-bearing securities over total assets⁽¹⁾; and
- sum of account receivables and cash over total assets.

Note:

⁽¹⁾ *Shariah-compliant debt and Shariah-compliant instruments are excluded from the numerator when calculating the ratio.*

A lower threshold of 30% for all three financial ratios will be used to determine new inclusions to the Parent Index.

Screening criteria for the Benchmark Index

a) Sustainability and persistence

The security must offer a high dividend yield that meets the following sustainability and persistence screening criteria:

- securities with zero or negative dividend payout ratios are not considered for inclusion in the Benchmark Index. Additionally, securities with extremely high dividend payout ratio when earnings are low relative to dividends, are not considered for inclusion in the Benchmark Index as it may indicate that the dividend payment of the securities might not be sustainable in the future; and
- securities with a negative 5-year dividend per share are also excluded from the Benchmark Index as shrinking dividend growth could be a precursor to lower dividends.

b) Price performance

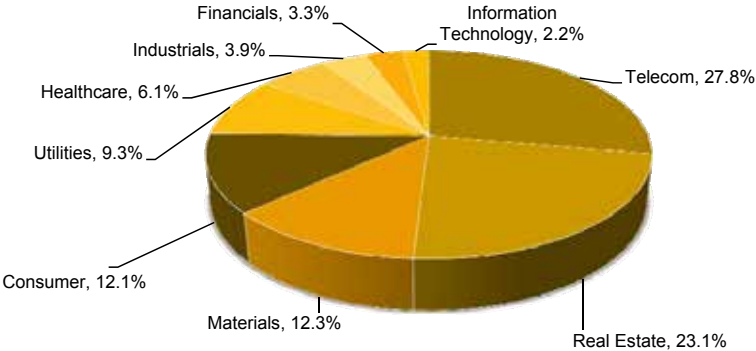
Securities ranked in the bottom 5% of securities (of the Parent Index) with negative 1-year price performance (measured as the change in price of a security in the preceeding 12 months) will not qualify to be included in the Benchmark Index. Any existing constituents of the Benchmark Index which fails the screening criteria at any rebalancing period will also be excluded from the Benchmark Index. In addition, this screening exercise will result in exclusions of securities that offer high dividend yields which are due to lower share price instead of higher dividend payout.

c) Dividend yield

Companies that have passed the sustainability and persistence screening criteria are then filtered for their dividend yield performance. Only companies which record a dividend yield that is higher than the average dividend yield of the Parent Index are eligible for inclusion in the Benchmark Index.

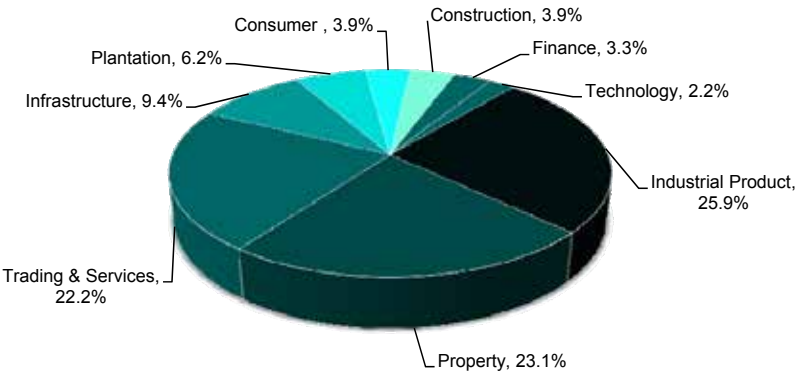
Based on the Fund's quoted Investments as at 30 November 2014, the sector allocation of MIMYDY40 Index based on MSCI and Bursa Securities sector classifications are as follows:

Chart 1(a): Sector Classification – MSCI



Source: MSCI

Chart 1(b): Sector Classification - Bursa Securities



Sources: Bursa Malaysia, MSCI

3. Investment Strategy

During the period under review, the Manager tracked the performance of the Benchmark Index by investing all, or substantially all, of the Fund's assets in the constituents of the Benchmark Index in 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

MyETF-MMID, which had its prospectus launched on 27 February 2014, was initially created at RM1.00 per unit on 17 March 2014. Subsequently, the Fund debuted its listing on Bursa Securities on 21 March 2014 with total units in circulation of 20 million. Since inception, the Fund met its investment objective of tracking closely the underlying benchmark, i.e. MIMYDY40 Index. The Fund's tracking error (calculated on daily basis) between the NAV per unit of the Fund and the Benchmark Index on Price Return and Gross Return basis as at year end stood at 1.30% and 1.15% respectively. As stated in the Fund's prospectus, the Manager aims to achieve an absolute tracking error of less than 3% between the NAV of the Fund and the Benchmark Index.

In terms of NAV movement, the Fund's NAV per unit ended the year at RM0.9933, translating to a decrease of 0.67% from its initial NAV of RM1.00. The Fund's NAV reached its high of RM1.0742 on 3 November while retraced to its lowest of RM0.9513 on 16 December. For the corresponding period, the MIMYDY40 Index closed the year at 2,267.53 points, representing a decrease of 2.90%. Meanwhile, the Fund's unit price traded on Bursa Securities moved in tandem with the MIMYDY40 Index, hitting its highest level of RM1.0650 on 3 November and lowest level of RM0.9550 on 17 December before recovering and closed the year at RM0.99, or a 1.00% decrease from its initial listing price. As at end of December, total NAV of the Fund stood at RM21.45 million whilst the Fund's units in circulation were 21.6 million units. The key statistics and comparative performance of the Fund for the period between its initial creation at the close of 17 March against its position as at 31 December are summarized as follows:

Table 1: Key Statistics

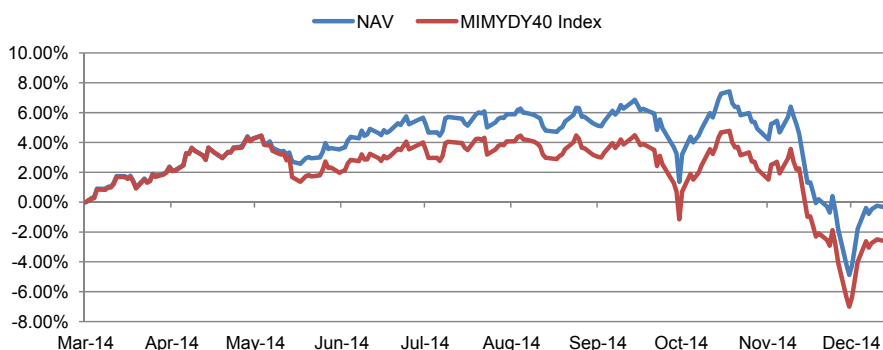
	As at 31-Dec14	As at 17-Mar-14 [^]	Changes
NAV per unit (RM)	0.9933	1.0000	(0.67%)
- Highest	1.0742 (3 Nov)		
- Lowest	0.9513 (16 Dec)		
(During the period)			
Price per unit (RM)	0.9900	1.0000	(1.00%)
- Highest	1.0650 (3 Nov)		
- Lowest	0.9550 (17 Dec)		
(During the period)			
Units in Circulation	21,600,000	20,000,000	8.00%
Total NAV (RM)	21,454,482	19,999,513	7.28%
Market Capitalisation (RM)	21,384,000	20,000,000	6.92%
MIMYDY40 Index	2,267.53	2,335.34	(2.90%)
MIMYDY40 Gross Return Index	3,307.79	3,302.58	0.16%
Tracking Error vs. Price Return MIMYDY40 Index (%) [*]	1.30		
Tracking Error vs. Gross Return MIMYDY40 Index (%) [*]	1.15		
Management Expense Ratio (%)	0.68		

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 Gross Return Benchmark Index

[^] The Fund was initially created at RM1.00 per unit based on the close of 17 March 2014. The Fund had its listing debut on 21 March 2014.

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



Sources: Bloomberg, i-VCAP

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

Table 2(a): Cumulative Returns*

	Cumulative Returns ^(b)		
	Since Inception (%)	1-Month (%)	3-Month (%)
MyETF- MMID - NAV Price Return ^(a)	(0.67)	(5.03)	(7.05)
MIMYDY40P - Price Return Index	(2.90)	(5.04)	(7.07)
MyETF- MMID - NAV Total Return ^(a)	(0.67)	(5.03)	(7.05)
MIMYDY40G - Gross Return Index	0.16	(4.87)	(6.44)

Sources: Bloomberg, i-VCAP

(a) Independently verified by Novagni Analytics and Advisory Sdn. Bhd.

(b) Cumulative returns are up to 31 December 2014

*Listing date was on 21 March 2014

Table 2(b): Average Returns (Annualised)*

	Average Returns ^(b)		
	Since Inception (%)	1-Month (%)	3-Month (%)
MyETF- MMID - NAV Price Return ^(a)	(0.85)	(46.16)	(25.34)
MIMYDY40P - Price Return Index	(3.65)	(46.26)	(25.43)
MyETF- MMID - NAV Total Return ^(a)	(0.85)	(46.16)	(25.34)
MIMYDY40G - Gross Return Index	0.20	(45.10)	(23.36)

Sources: Bloomberg, i-VCAP

(a) Independently verified by Novagni Analytics and Advisory Sdn. Bhd.

(b) Average returns for MIMYDY40P Index and MIMYDY40G Index are annualized figures computed based on the price and total returns for the respective period.

* Listing date was on 21 March 2014

The Benchmark Index is reviewed semi-annually (change of index constituents) and rebalanced on quarterly basis (weightings of index constituents). Any changes to the Benchmark Index will be implemented at the close of the last business day of February, May, August and November. Meanwhile, the Parent Index of MIMYDY40 Index, the MSCI Malaysia IMI Islamic Index is reviewed quarterly (in February, May, August and November) and will not result in any change on the Benchmark Index except for inclusion or deletion of companies from the Parent Index due to corporate events. Pursuant to the listing of MyETF-MMID in March 2014, the Benchmark Index underwent three reviews. During the two reviews in May and November, there were removal of 10 stocks from the Benchmark Index while 13 stocks were included. The summary of the changes are as follows:

May	
Stock Inclusions	Stock Exclusions
Sunway Berhad	Kuala Lumpur Kepong Berhad
Top Glove Corporation Berhad	Ta Ann Holdings Berhad
Syarikat Takaful Malaysia Berhad	Gas Malaysia Berhad
Felda Global Ventures Holdings Berhad	Paramount Corporation Berhad
Matrix Concepts Holdings Berhad	SEG International Berhad
Scientex Berhad	CSC Steel Holdings Berhad
Kim Loong Resources Berhad	
Zhulian Corporation Berhad	

November	
Stock Inclusions	Stock Exclusions
Petronas Gas Berhad	UMW Holdings Berhad
Kian Joo Can Factory Berhad	Maxis Berhad
IOI Properties Group Berhad	TDM Berhad
Padini Holdings Berhad	Zhulian Corporation Berhad
Malaysian Pacific Industries Berhad	

During the three reviews, the Benchmark Index also saw changes in the weightings of the index constituents. The Manager had undertaken rebalancing exercises during the reviews to ensure that the Fund's investment would be in line with the changes in the Benchmark Index. Details of the Fund's key holdings as well as sectoral exposure as at the end of the year are as follows:

Table 3: Top Ten Holdings of the Fund as at 31 December 2014

Stock	% of NAV
1. DiGi.Com Berhad	9.70
2. Axiata Group Berhad	9.53
3. Telekom Malaysia Berhad	9.19
4. Petronas Gas Berhad	9.09
5. Sunway Berhad	4.85
6. UOA Development Berhad	4.80
7. Kian Joo Can Factory Berhad	4.62
8. Mah Sing Group Berhad	4.57
9. IOI Properties Group Berhad	4.53
10. Lafarge Malaysia Berhad	4.46
Total	65.34

Sources: Bloomberg, i-VCAP

Table 4: Fund's Sector Allocation *

	As at
	31-Dec-14
Industrial Products	26.27%
Properties	23.72%
Trading/Services	22.62%
Infrastructure	9.70%
Plantation	4.66%
Construction	3.64%
Finance	3.55%
Consumer Products	3.46%
Technology	2.09%
Cash & Others	0.29%

Sources: Bursa Malaysia, i-VCAP

* Based on Bursa Securities classification

Details of the Fund's quoted Investments as at 31 December 2014 are as follows:

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

	Quantity	Market Value	Market Value as a percentage of Net Asset Value (%)
	(Units)	(RM)	
<u>Industrial Products</u>			
1. Petronas Gas Berhad	88,000	1,950,080	9.09
2. Kian Joo Can Factory Berhad	338,300	991,219	4.62
3. Lafarge Malaysia Berhad	98,100	957,456	4.46
4. Top Glove Corporation Berhad	210,200	950,104	4.43
5. Scientex Berhad	111,100	787,699	3.67
		5,636,558	26.27
<u>Properties</u>			
6. Sunway Berhad	316,500	1,041,285	4.85
7. UOA Development Berhad	488,000	1,029,680	4.80
8. Mah Sing Group Berhad	434,000	980,840	4.57
9. IOI Properties Group Berhad	401,600	971,872	4.53
10. Matrix Concepts Holdings Berhad	248,750	671,625	3.13
11. Glomac Berhad	401,800	393,764	1.84
		5,089,066	23.72
<u>Trading/Services</u>			
12. Axiata Group Berhad	290,100	2,045,205	9.53
13. Telekom Malaysia Berhad	286,500	1,971,120	9.19
14. Oldtown Berhad	285,300	427,950	1.99
15. Pharmaniaga Berhad	89,200	408,536	1.90
		4,852,811	22.62
<u>Infrastructure</u>			
16. DiGi.Com Berhad	337,400	2,081,758	9.70
		2,081,758	9.70
<u>Plantation</u>			
17. Felda Global Ventures Holdings Berhad	300,800	655,744	3.06
18. Kim Loong Resources Berhad	128,600	344,648	1.61
		1,000,392	4.66
<u>Construction</u>			
19. WCT Holdings Berhad	491,104	780,855	3.64
		780,855	3.64
<u>Finance</u>			
20. Syarikat Takaful Malaysia Berhad	67,500	761,400	3.55
		761,400	3.55
<u>Consumer Products</u>			
21. Padini Holdings Berhad	508,400	742,264	3.46
		742,264	3.46
<u>Technology</u>			
22. Malaysian Pacific Industries Berhad	99,100	448,923	2.09
		448,923	2.09
		21,394,027	99.71

Sources: Bursa Malaysia, i-VCAP

5. Distribution Policy

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

For Financial Year Ended 2014, the Fund has announced a first and final income distribution of 2.25 sen to be paid to the unitholders in 2015.

6. Other Information

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

7. Soft Dollar Commissions

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

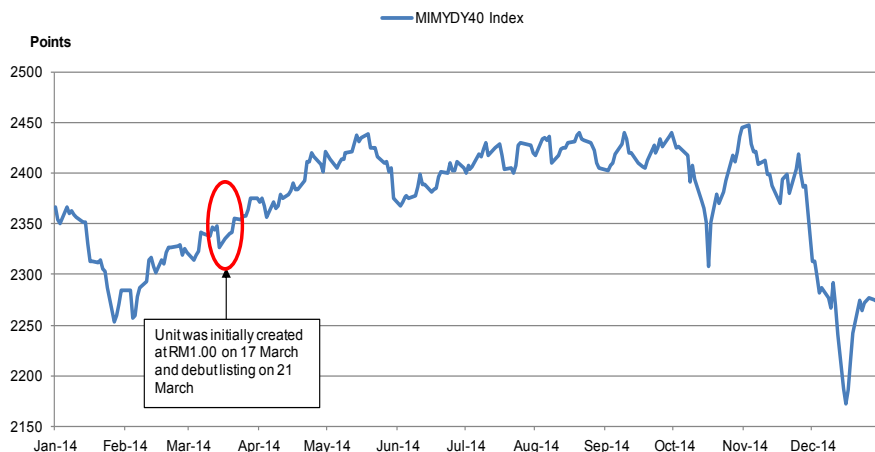
8. Market Review and Outlook

In 2014, global equity markets generally delivered positive returns within a very volatile year, led by the US market which broke a number of record highs and several Developed Markets. However, Emerging Markets were more of a mixed bag, underpinning a "less homogenous" view of Emerging Markets as a whole. China, India as well as Emerging ASEAN clearly outperformed Emerging EMEA and Latin America. The year started with the looming threat of possible fund outflows from Emerging Markets due to the Federal Reserve's (Fed) plan to taper off its monetary easing activities in 2014. This led to rising concern on the prospect of reduced liquidity and giving rise to speculation on the Fed's next interest rate move. As the year progressed, what became increasingly apparent was the sub-trend and divergent nature of the recovery in global growth. The diverging monetary policies as well as the rise of geopolitical risks also led to heightened volatility in the capital markets. However, what took the markets by complete surprise during the year was the collapse in oil prices of more than 50% from the peak of USD115/barrel in June 2014 to levels last seen during the Global

Financial Crisis in 2008. The speed at which crude oil prices plunged was further compounded by OPEC's reluctance to cut its production level. The collapse in crude oil prices combined with the other factors mentioned earlier had led to a shift in the investment climate and stirred up even greater volatility across all other asset classes which include currency, fixed income, commodities and equities.

While Emerging ASEAN outperformed other Emerging markets with some markets within ASEAN even posting greater than 20% returns, Malaysia bucked the regional trend while registering its first yearly negative performance post-Global Financial Crisis. Despite being deemed as a defensive market, investors viewed the heavy fall in commodity prices (oil and crude palm oil) and the disappointing corporate earnings as major headwinds faced by the domestic equity market. This had also resulted to net selling activities of approximately RM7 billion by foreign investors on Bursa Securities during the year. Meanwhile, the massive fund pullout towards year end also saw sharp depreciation of Ringgit against the US Dollar. Ringgit, which earlier remained stable at around RM3.20 level, weakened to a low of RM3.50 by the end of the year. Pursuant to the weakening Ringgit and taking into consideration the expected lower revenue projection following the collapse in oil prices, the government had also revised its 2015 Budget to lower expenditure and adjust downward its real GDP forecast to 4.5-5.5% for 2015 from the earlier 5.0-6.0%.

Chart 3: MIMYD40 Index Performance in 2014

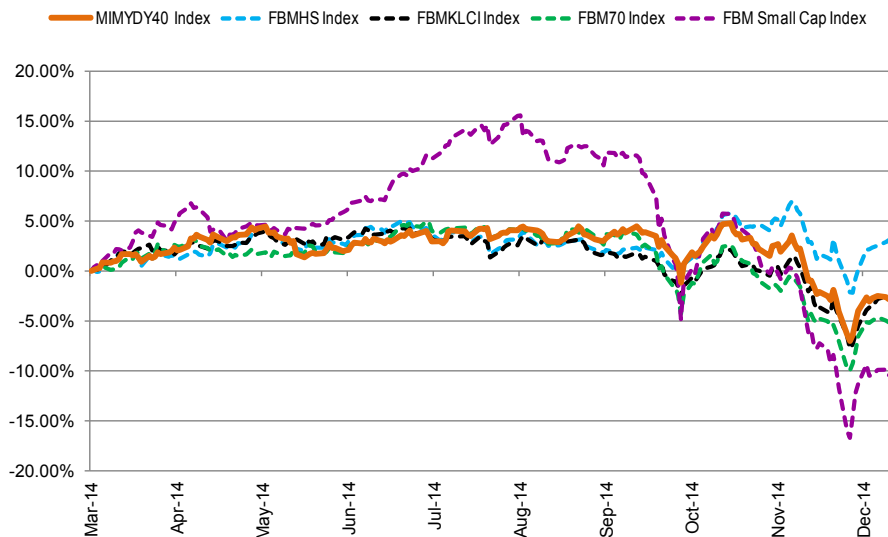


Sources: Bloomberg, i-VCAP

Following the Fund's listing debut on 21 March 2014, MIMYDY40 Index rose gradually up to July on the back of healthy economic data before undergoing choppy trading as market sentiment turned cautious. Nonetheless, the Benchmark Index remained resilient and managed to reach its all-time high of 2,446.85 points on 3 November 2014. Subsequently, the Benchmark Index fall sharply up to mid December as sentiment turned negative on Malaysian equities, particularly on small and mid-cap stocks. MIMYDY40 Index hit its year low of 2,171.69 points on 16 December 2014 before recovering to close the year at 2,267.53 points which translated to a decrease of 4.90% since the Fund's inception.

On a comparative performance against the local benchmark indices, the MIMYDY40 Index generally outperformed the conventional indices particularly the small and mid-cap indices. However, MIMYDY40 Index lagged the big-cap Shariah indices as the mid-cap stock constituents of MIMYDY40 Index dropped significantly in the last two months of 2014.

Chart 4: Comparative Performance of MIMYDY40 Index against Domestic Indices (% Change Since Fund's Inception)



Sources: Bloomberg, I-VCAP

Moving forward, 2015 will be a challenging year for the global economy as the low growth environment is expected to persist longer. The year will continue to be characterized by diverging growth prospects and monetary policies, a slowdown in the commodity cycle and weaker Emerging Market currencies. While this should lead to exports from Emerging economies becoming more competitive, demand may remain muted while imports of commodities could see constrained growth. Meanwhile, developing economies may continue to face the risk of further capital outflows, emanating from the expectations of a US policy rate hike. As the exact period of the policy rate tightening is still uncertain given the fluidity of several factors, risk tolerance and risk taking may be compromised. In addition, growing concern on deflationary threat particularly in Eurozone, may pose a risk to the global economic stability. Notwithstanding the cautious market sentiment surrounding emerging markets' potential export growth, investors would look at any domestic demand-led growth and structural reforms in the respective economies for positive leads in 2015.

On this front, the Malaysian Government is forecasting the nation's GDP to register a growth of 4.5% to 5.5% in 2015 (2014: 6.0%) with domestic demand to remain the key driver of growth. The pressure on Ringgit however is expected to persist in the short-term but may strengthen in the second half of the year should economic conditions improve and oil prices stabilise. Moving forward, the ongoing structural reforms with the implementation of Economic Transformation Programme, subsidy rationalisation plan as well as Goods and Services Tax (GST) may lead to improving economic resilience for Malaysia. Meanwhile, Bank Negara's monetary policy remains accommodative and is viewed to be appropriate given the development in the global economic and financial conditions. The accommodative policies may also result in positive surprises for corporate earnings in the second half of the year. The factors above combined with ample domestic liquidity provide a possible upside bias for the domestic equity market. However, the main risks remain in the external environment and the more volatile short-term capital flows which can lead to a rather choppy 2015 leading to investor's preference for more defensive and stable returns. Given the expectation that the low interest rate environment is to remain intact in the medium term, MIMYDY40 Index is expected to ride on any market uptrend. Investors' preference for dividend yielding stocks may keep the MIMYDY40 Index resilient as investors look for stable income during periods of market volatility.



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TRUSTEE'S REPORT

TO THE UNITHOLDERS OF MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

We have acted as Trustee of MyETF MSCI Malaysia Islamic Dividend (the "Fund") for the financial period from 27 February 2014 (date of commencement) to 31 December 2014. 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 cancellation of units for the Fund have been carried out in accordance with the Deed of the Fund and applicable regulatory requirements.

For Deutsche Trustees Malaysia Berhad

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

Wong Mun Loong
Manager, Trustee Operations

A handwritten signature in black ink, appearing to read 'Nadzathul Shefa Jadli'.

Nadzathul Shefa Jadli
Head, Trustee Operations

Date: 13 Feb 2015

Kuala Lumpur



MyETF MSCI Malaysia Islamic Dividend

Shariah Adviser's Report to the Unitholders of MyETF MSCI Malaysia Islamic Dividend For the Financial Year Ended 31 December 2014

We have acted as the Shariah Adviser of MyETF MSCI Malaysia Islamic Dividend ("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 year ended 31 December 2014.

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, appearing to read "AG", with a horizontal line above it.

.....
ABDUL GHANI ENDUT

Co-Head, Group Shariah and Islamic Legal / Designated Person Responsible for Shariah Advisory

Date: 11 February 2015

Statement by the Manager

I, Mahdzir Othman, being a Director of the Manager, do hereby state that, in the opinion of the Manager, the financial statements set out on pages 25 to 48 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 2014 and of its results, changes in net assets attributable to unit holders and cash flows of the Fund for the financial period from 27 February (date of commencement) to 31 December 2014 on that date in accordance with the Malaysian Financial Reporting Standards, International Financial Reporting Standards and the Securities Commission's Guidelines on Exchange Traded Funds.



MAHDZIR BIN OTHMAN

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

Kuala Lumpur
13 February 2015

Independent Auditors' Report

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

REPORT ON THE FINANCIAL STATEMENTS

We have audited the financial statements of MyETF MSCI Malaysia Islamic Dividend ("the Fund") which comprise the statement of financial position as at 31 December 2014 of the Fund, and the statements of comprehensive income, changes in equity and cash flows of the Fund for the financial period from 27 February (date of commencement) to 31 December 2014 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 of financial statements so as to give a true and fair view in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards. The Manager is also responsible for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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 entity's preparation of financial statements that give a true and fair view 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 entity'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.

Independent Auditors' Report (contd.)

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF MyETF MSCI MALAYSIA ISLAMIC DIVIDEND (CONTINUED)

REPORT ON THE FINANCIAL STATEMENTS (CONTINUED)

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Fund as of 31 December 2014 and of its financial performance and cash flows for the financial period from 27 February (date of commencement) to 31 December 2014 then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

OTHER REPORTING RESPONSIBILITIES

The supplementary information set out in Note 24 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
13 February 2015

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014

		<u>Financial period</u> <u>from 27.2.2014</u> <u>(Date of</u> <u>commencement)</u> <u>to 31.12.2014</u> RM
	Note	
INVESTMENT INCOME		
Gross dividend income		706,310
Profit from short term Shariah-compliant deposits		4,006
Net loss on financial assets at fair value through profit and loss	10	(669,622)
		<hr/> 40,694
EXPENSES		
Management fee	4	(71,059)
Trustee's fee	5	(7,994)
License fee	6	(10,659)
Transaction cost		(61,595)
Auditors' remuneration		(14,500)
Tax agent's fee		(14,100)
Shariah adviser's fee		(6,667)
Purification of non Shariah-compliant income		(19,413)
Other expenses	7	(8,225)
		<hr/> (214,212)
NET LOSS BEFORE TAXATION		<hr/> (173,518)
TAXATION	8	<hr/> -
NET LOSS AFTER TAX FOR THE FINANCIAL PERIOD, REPRESENTING TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL PERIOD		<hr/> <hr/> (173,518)
Net loss after taxation is made up as follows:		
Realised amount		349,423
Unrealised amount		(522,941)
		<hr/> (173,518)

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

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2014

	Note	<u>31.12.2014</u> RM
ASSETS		
Current Assets		
Financial assets at fair value through profit or loss	10	21,394,027
Dividends receivable	11	17,154
Cash and cash equivalents	12	95,366
TOTAL ASSETS		21,506,547
LIABILITIES		
Current Liabilities		
Amount due to Manager		7,742
Amount due to Trustee		871
Auditors' remuneration		14,500
Tax agent's fee		9,100
Payables	13	19,852
TOTAL LIABILITIES		52,065
NET ASSET VALUE OF THE FUND		21,454,482
EQUITY		
Unit holders' capital		21,628,000
Accumulated losses		(173,518)
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	15	21,454,482
NUMBER OF UNITS IN CIRCULATION	15	21,600,000
NET ASSET VALUE PER UNIT (RM)		0.9933

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

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014

	Unit holders' Capital RM	Accumulated losses RM	Total RM
Balance as at 27 February 2014			
(Date of commencement)	-	-	-
Total comprehensive income for the financial period	-	(173,518)	(173,518)
Creation of units	21,628,000	-	21,628,000
	<hr/>	<hr/>	<hr/>
Balance as at 31 December 2014	21,628,000	(173,518)	21,454,482
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

STATEMENT OF CASH FLOW

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014

		Financial period from 27.2.2014 (Date of commencement) to 31.12.2014 RM
	Note	
CASH FLOW FROM OPERATING ACTIVITIES		
Cash used in purchase of investments		(15,833,144)
Proceeds from sales of investments		15,206,394
Dividends received		689,156
Profit from short term Shariah-compliant deposits		4,006
Management fee paid		(63,317)
Trustee fee paid		(7,123)
Purification of non Shariah-compliant Income		(16,020)
Payment for other fees and expenses		(14,093)
Net cash used in operating activities		(34,141)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from units created, representing net cash generated from financing activities	21	129,507
NET INCREASE IN CASH AND CASH EQUIVALENTS		95,366
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD		-
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	12	95,366

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 PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014

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 in accordance with Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS").

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

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the financial year. It also requires the Manager to exercise their judgment in the process of applying the Fund's accounting policies. Although these estimates and judgment are based on the Managers' best knowledge of current events and actions, actual results may differ.

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

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

Standards, amendments to published standards and interpretations to existing standards that are applicable to the Fund but not yet effective

A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after 1 January 2014. None of these is expected to have a significant effect on the financial statements of the Fund.

Standards and amendments to published standards that are applicable to the Fund but not yet effective:

- (MFRS 9 'Financial Instruments' (effective from 1 January 2018) will replace MFRS 139 "Financial Instruments: Recognition and Measurement". The complete version of MFRS 9 was issued in November 2014.

MFRS 9 retains but simplifies the mixed measurement model in MFRS 139 and establishes three primary measurement categories for financial assets: amortised cost, fair value through profit or loss and fair value through other comprehensive income ("OCI"). The basis of classification depends on the entity's business model and the contractual cash flow characteristics of the financial asset. Investments in equity instruments are always measured at fair value through profit or loss with a irrevocable option at inception to

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

A BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS (CONTINUED)

Standards and amendments to published standards that are applicable to the Fund but not yet effective: (continued)

present changes in fair value in OCI (provided the instrument is not held for trading). A debt instrument is measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest.

For liabilities, the standard retains most of the MFRS 139 requirements. These include amortised cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch.

There is now a new expected credit losses model on impairment for all financial assets that replaces the incurred loss impairment model used in MFRS 139. The expected credit losses model is forward-looking and eliminates the need for a trigger event to have occurred before credit losses are recognised.

- MFRS 15 'Revenue from contracts with customers' (effective from 1 Jan 2017) deals with revenue recognition and establishes principles for reporting useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. Revenue is recognised when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service. The standard replaces MFRS 118 'Revenue' and MFRS 111 'Construction contracts' and related interpretations.

The Fund will apply these standards when effective. The adoption of these standards and amendments are not essential to have significant impact on the results of the Fund.

B INCOME FROM SHARIAH-COMPLIANT FINANCIAL INSTRUMENTS

Revenue arising from assets yielding profit is recognised on a time proportionate basis using the effective yield method on an accruals basis.

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 profit income or dividend income from fortuitous activities (does not comply with the Shariah principles) of the underlying companies is considered Non Shariah-compliant Income.

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

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

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.

F AMOUNT DUE FROM/ TO STOCKBROKERS

Amounts due from/to stockbrokers represent receivables for securities sold/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 broker. See accounting policy G(iii) on impairment of financial assets.

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 year. 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.

Financing and receivables are non-derivative financial assets with fixed or determinable payment that are not quoted in an active market and have been included in current assets. The Fund's financing and receivables comprise cash and cash equivalent and dividend receivable which are all due within 12 months.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

G FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (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 profit or loss.

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.

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within 'net gain/(loss) on financial assets at fair value through profit and loss' in the period in which they arise.

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

Investments principally consist of quoted investments are initially recognized at fair value and subsequently re-measured at fair value based on the market price quoted on the relevant stock exchanges at the close of the business on the valuation day, where the close price falls within the bid-ask spread. In circumstances where the close price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value. Purchases and sales of investments are accounted for on the trade date.

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

(iii) Impairment of financial assets

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

G FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

(iii) Impairment of financial assets (continued)

The amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective profit rate. The asset's carrying amount of the asset is reduced and the amount of the loss is recognised in profit or loss. If 'financing and receivables' has a variable profit rate, the discount rate for measuring any impairment loss is the current effective profit rate determined under the contract. As a practical expedient, the Fund may measure impairment on the basis of an instrument's fair value using an observable market price.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as an improvement in the debtor's credit rating), the reversal of the previously recognised impairment loss is recognised in profit or loss. When an asset is uncollectible, it is written off against the related allowance account. Such assets are written off after all the necessary procedures have been completed and the amount of the loss has been determined.

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

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

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

J SEGMENT REPORTING

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

K 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 the SC Guidelines on Exchange Traded Funds.

L DISTRIBUTION

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

M UNITHOLDERS' CAPITAL

The unitholders' contributions to the Fund meet the definition of puttable instruments classified as equity instruments under MFRS 132 "Financial Instruments: Presentation".

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014

1 INFORMATION ON THE FUND

The Exchange Traded Fund (the "Fund") was constituted under the name MyETF MSCI Malaysia Islamic Dividend pursuant to the execution of a trust deed dated 23 December 2013 (the "Deed") entered into between i-VCAP Management Sdn. Bhd. (the "Manager") and Deutsche Trustees Malaysia Berhad (the "Trustee").

The Fund was launched on 27 February 2014 and commenced operations on 17 March 2014. The Fund will continue its operations until terminated by the Trustee in accordance with the provisions of the Deed.

The Fund is an exchange traded fund that is designed to provide investment results that closely correspond to the performance of the MSCI Malaysia IMI Islamic High Dividend Yield 10/40 Index ("Benchmark Index") regardless of its performance. The Benchmark Index is a free-float adjusted, market capitalisation weighted, price return index representing securities of 16 to 30 leading Shariah-compliant Malaysian companies listed on Bursa Malaysia Securities Berhad as determined by MSCI Inc. All investments will be subjected to the SC Guidelines on Exchange Traded Funds, the Deed and the objective of the Fund.

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

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

These financial statements were authorised for issue by the Manager on 13 February 2015.

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

	Financing and Receivables	Financial asset at fair value through profit or loss	Total
	RM	RM	RM
31 December 2014			
Financial assets at fair value through profit or loss	-	21,394,027	21,394,027
Other receivables	17,154	-	17,154
Cash and cash equivalents	95,366	-	93,366
Total	112,520	21,394,027	21,506,547

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

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.

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:

	<u>31.12.2014</u> RM
Financial Assets at fair value through profit or loss	21,394,027

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 MSCI Malaysia IMI Islamic High Dividend Yield 10/40 Index ("the Index") increased by 10% and decreased by 10%, with all other variables held constant, and that the fair value of the Fund's portfolio of equity securities moved according to their historical correlation with the Index.

31.12.2014

% Change in benchmark index	Benchmark Index	Market Value RM	Change in unrealised gain RM
-10%	2,040.78	19,562,271	(1,831,756)
0%	2,267.53	21,394,027	-
10%	2,494.28	23,225,783	1,831,756

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Profit rate risk

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

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

The Fund's exposure to fair value profit rate risk arises from investment in money market instruments. The profit rate risk is expected to be minimal as the Fund's investments comprise mainly short term deposits with approved licensed financial institutions. The Fund is not exposed to cash flow profit rate risk as the Fund does not hold any financial instruments at variable profit rate.

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.

	Cash and <u>cash equivalents</u> RM	Dividend <u>receivables</u> RM	<u>Total</u> RM
<u>31.12.2014</u>			
Financial institutions - AAA	95,366	-	95,366
Others	-	17,154	17,154
	<u>95,366</u>	<u>17,154</u>	<u>112,520</u>

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

3 CAPITAL AND LIQUIDITY RISK MANAGEMENT

The capital of the Fund is represented by the net assets attributable to unit holders. The amount of net 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.

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

<u>31.12.2014</u>	Within <u>one month</u> RM	One month <u>to one year</u> RM	<u>Total</u> RM
Amount due to Manager	7,742	-	7,742
Amount due to Trustee	871	-	871
Auditors' remuneration	-	14,500	14,500
Tax agent's fee	-	9,100	9,100
Other payables and accruals	-	19,852	19,852
	<u>8,613</u>	<u>43,452</u>	<u>52,065</u>

4 MANAGEMENT FEE

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

For the financial period from 27 February 2014 (date of commencement) to 31 December 2014, the management fee was recognised at a rate of 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.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

5 TRUSTEE'S FEE

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

For the financial period from 27 February 2014 (date of commencement) to 31 December 2014, the Trustee's fee was recognised at a rate of 0.045% 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 MISC Inc, the Benchmark Index provider.

For the financial period from 27 February 2014 (date of commencement) to 31 December 2014, the License Fee was recognised at a rate of 0.06% per annum of the Net Asset Value ("NAV") of the Fund, calculated on daily basis.

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

7 OTHER EXPENSES

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 financial period.

For the financial period from 27 February 2014 (date of commencement) to 31 December 2014, the Other Expenses was recognised at a rate of 0.065% per annum of the Net Asset Value ("NAV") of the Fund, calculated on daily basis.

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

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

8 TAXATION

	<u>Financial period</u> <u>from 27.2.2014</u> <u>(Date of</u> <u>commencement)</u> <u>to 31.12.2014</u> RM
Current taxation	
Current period	-
	<hr/>

The explanation of the relationship between taxation and loss before taxation of the Fund is as follows:

	<u>Financial period</u> <u>from 27.2.2014</u> <u>(Date of</u> <u>commencement)</u> <u>to 31.12.2014</u> RM
Net income before taxation	(173,518)
	<hr/>
Tax at Malaysian statutory rate of 25%	(43,380)
Tax effect of:	
Investment income not subject to tax	(10,160)
Restriction on tax deductible expenses for exchange-traded funds	22,327
Expenses not deductible for tax purposes	31,213
	<hr/>
	-
	<hr/>

9 INCOME DISTRIBUTION

There is no interim income distribution declared for the financial period ended 31 December 2014.

Subsequent to 31 December 2014, the first and final income distribution for the financial period ended 31 December 2014 of 2.25 sen per unit was declared on 16 February 2015 based on the financial position of the Fund as at 31 December 2014 with the ex-date of 5 March 2015 and entitlement date of 9 March 2015.

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

10 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<u>31.12.2014</u> RM
Designated at fair value through profit or loss at inception	
- Shares quoted in Malaysia	21,394,027
	<hr/>
Net loss on financial assets at fair value through profit or loss	
- Realised loss	(129,527)
- Unrealised loss	(540,095)
	<hr/>
	(669,622)
	<hr/>

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 period.

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 MSCI Inc.

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

12 CASH AND CASH EQUIVALENTS

	<u>31.12.2014</u> RM
Cash at Bank –	
From Shariah-compliant Income	91,982
Cash at Bank –	
From Non Shariah-compliant Income	3,384
	<hr/>
	95,366
	<hr/>

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

13 PAYABLES

	<u>31.12.2014</u> RM
Amount due to Index Licensor	10,659
Amount due to Shariah Adviser	2,000
Amount due to beneficial organisations (Note 14)	3,393
Other payables	3,800
	<hr/> 19,852 <hr/>

14 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>31.12.2014</u> RM
Cash at Bank – Non Shariah-compliant Income	3,384
Dividends Receivable – Non Shariah-compliant Income	9
	<hr/> 3,393 <hr/>

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 MSCI Inc.

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

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

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

	Note	31.12.2014 RM
Unit holders' Contribution	(a)	21,628,000
Accumulated losses		(173,518)
		<u>21,454,482</u>

(a) UNIT HOLDERS' CONTRIBUTION/UNITS IN CIRCULATION

	31.12.2014	
	No. of Units	RM
At beginning of period (Commencement date)	-	-
Creation during the financial period	21,600,000	21,628,000
At the end of the financial period	<u>21,600,000</u>	<u>21,628,000</u>
Approved size of Fund	<u>500,000,000</u>	

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 500,000,000. As at 31 December 2014, the number of units not yet issued by the Fund is 478,400,000.

The Manager, i-VCAP Management Sdn. Bhd., held 82,000 units in the Fund as at 31 December 2014.

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

16 TRANSACTIONS WITH BROKERS

Details of transactions with the brokers as at 31 December 2014 are as follows:

Name of brokers	Value of trade	Percentage of total trades	Brokerage fees	Percentage of total brokerage
	RM	%	RM	%
Maybank Investment Bank Bhd	12,726,049	41.00	15,449	41.05
BIMB Securities Sdn Bhd	8,130,623	26.19	9,765	25.94
RHB Investment Bank Bhd	5,411,746	17.44	6,494	17.25
CIMB Investment Bank Bhd	4,770,709	15.37	5,931	15.76
	<u>31,039,127</u>	<u>100.00</u>	<u>37,639</u>	<u>100.00</u>

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

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

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

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

		31.12.2014
	No. of units	RM
The Manager at NAV	82,000	81,451
Shareholders of Valuecap at NAV	17,181,500	17,066,384
	<u>17,263,500</u>	<u>17,147,835</u>

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

17 UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER (CONTINUED)

(b) Transactions with Government-related entities

Shareholders of Valuecap are entity controlled by the Government of Malaysia ("GOM"). Management considers that, for the purpose of MFRS 124 "Related Party Disclosures", GOM is in the position to exercise control over the Fund. As a result, the GOM and GOM-related entities (collectively referred to as "government-related entities") are related parties of the Fund.

The Fund has collectively, but not individually, entered into significant transactions with other government-related entities which include but not limited to the investment transactions and investment income of the Fund.

18 MANAGEMENT EXPENSE RATIO ("MER")

31.12.2014
%

MER 0.68

MER is derived from the following calculation:

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

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

The average net asset value of the Fund for the financial year calculated on daily basis is RM22,359,860.

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014

(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

19 PORTFOLIO TURNOVER RATIO ("PTR")

31.12.2014

PTR (times)

0.70

PTR is derived from the following calculation:

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

where: total acquisition for the financial period = RM15,833,144

total disposal for the financial period = RM15,366,512

The average net asset value of the Fund for the financial period calculated on daily basis is RM22,359,860.

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

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

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

21 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>31.12.2014</u>
	RM
Creation	
- Fair value of Benchmark Index shares	21,498,493
- Cash component	129,507
	<u>21,628,000</u>
Cancellation	
- Fair value of Benchmark Index shares	-
- Cash component	-
	<u>-</u>

22 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 Fund classifies 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 asset 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.

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.

MyETF MSCI MALAYSIA ISLAMIC DIVIDEND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD FROM 27 FEBRUARY 2014
(DATE OF COMMENCEMENT) TO 31 DECEMBER 2014 (CONTINUED)

22 FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

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

	<u>Level 1</u> RM	<u>Level 2</u> RM	<u>Level 3</u> RM	<u>Total</u> RM
<u>31.12.2014</u>				
Financial assets at fair value through profit or loss	<u>21,394,027</u>	<u>-</u>	<u>-</u>	<u>21,394,027</u>

23 COMPARATIVE INFORMATION

There are no comparative figures as this is the Fund's first set of financial statements.

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>31.12.2014</u> RM
Total accumulated losses of the Fund	
- Realised	(1,172,581)
- Unrealised	<u>999,063</u>
	<u>(173,518)</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 30 January 2015

Size of unit holdings	No. of unit holders	% of unit holders	No. of units held	% of units in circulation
Less than 100	3	3.00	200	0
100 - 1,000	16	16.00	12,700	0.06
1,001 - 10,000	43	43.00	221,200	1.02
10,001 - 100,000	23	23.00	837,500	3.88
100,001 to less than 5% of issued units	11	11.00	3,346,900	15.49
5% and above of issued units	4	4.00	17,181,500	79.54
TOTAL	100	100.00	21,600,000	100.00

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

Directors' Profile

Name:	Wan Kamaruzaman Bin Wan Ahmad
Age:	55
Nationality:	Malaysian
Designation:	<i>Non-Independent Non-Executive Chairman</i>
Qualifications:	Bachelor of Economics majoring in Analytical Economic (Hons) from University of Malaya.
Working Experience and Occupation:	Encik Wan Kamaruzaman was appointed as Kumpulan Wang Persaraan (Diperbadankan) ("KWAP")'s Chief Executive Officer ("CEO") on 2 May 2013. He previously served as the General Manager of the Treasury Department at Employees Provident Fund ("EPF") since October 2007. He started his working career with Malayan Banking Berhad (Maybank) since 1981, mostly in the Treasury Department with two overseas postings at Hamburg, Germany as Chief Dealer and London, United Kingdom ("UK") as Treasury Manager. After leaving Maybank in 1994, Encik Wan Kamaruzaman served as CEO and Director with several companies within the Affin Group for 11 years until 2005. He then briefly served Kemuncak Facilities Management Sdn Bhd and Izoma (M) Sdn Bhd, both as Executive Director of Finance from 2005 until 2007 before joining EPF. In addition, he is also a Board Member of Valuecap Sdn Bhd and Malakoff Corporation Bhd as well as the Director of Prima Ekuiti (UK) Limited, a subsidiary of KWAP.
Date Appointed to Board:	23 July 2013
Details of Membership of any Board Committee:	Encik Wan Kamaruzaman is not a member of any Board Committee.
Directorship of other public companies:	Malakoff Corporation Berhad

Director's Profile

Family relationship with any director:	Encik Wan Kamaruzaman has no family relationship with any of the other director(s) on the Board of the Manager.
Conflict of interest with the Fund:	Encik Wan Kamaruzaman is the CEO of KWAP of 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:	Encik Wan Kamaruzaman attended 7 out of 7 Board of Directors Meetings held from the date of his appointment.

Name:	Puan Sharifatu Laila Binti Syed Ali
Age:	52
Nationality:	Malaysian
Designation:	<i>Non-Independent Non-Executive Director</i>
Qualifications:	Master in Business Administration from Universiti Malaya and Bachelor of Science (Hons) from Universiti Kebangsaan Malaysia. Attended the Harvard Advanced Management Programme at Harvard Business School.
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 the company by the Malaysian government as an initiative to enhance institutional liquidity pools in the market. She has extensive experience in the field of portfolio investing, both in the domestic and regional market environments.

Director's Profile (continued)

Puan Sharifatu Laila began her career in PNB's Investment Operations Department and later held various positions at the Employees Provident Fund, including Head, Treasury Division overseeing a portfolio of RM100 billion and subsequently Head of Equity Investments, overseeing over RM35 billion and RM43 billion worth of equity portfolio and money investments, respectively. She subsequently served as Head of Investment at Lembaga Tabung Haji prior to her appointment as CEO of Valuecap. Puan Sharifatu Laila also sits on the Board of VCAP Asset Managers, Valuecap's wholly owned subsidiary, managing the Group's conventional asset management business.

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:

None

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

None

Director's Profile (continued)

Number of Board Meetings Puan Sharifatu Laila attended 6 out of 7 Board of Directors Meetings held during the financial year.

Attended in the Financial Year:

Name:	Encik Hassan Bin Ibrahim
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Age:	63
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Nationality:	Malaysian
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Designation:	<i>Independent Non-Executive Director</i>
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Qualifications:	Bachelor of Laws from University of Singapore.
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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 and completion 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. He is currently a Director of Syarikat Perumahan Negara Berhad.
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Date Appointed to Board:	2 November 2007
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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.
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Directorship of other public companies:	Syarikat Perumahan Negara Berhad
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Family relationship with any director:	Encik Hassan has no family relationship with any of the other director(s) on the Board of the Manager.
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Director's Profile (continued)

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 Hassan attended 7 out of 7 Board of Directors Meetings held during the financial year.

Name:	Y.M. Tunku Afwida Binti Tunku A. Malek
Age:	49
Nationality:	Malaysian
Designation:	<i>Independent Non-Executive Director</i>
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.
Working Experience and Occupation:	Tunku Afwida is currently the Director / shareholder of Benih Semaian Sdn Bhd, a funding advisory company. 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 / CIO of Commerce Asset Fund Managers Sdn Bhd (1995 to 2003). She is currently also a Director of Gamuda Berhad and PUC Founder (MSC) Berhad and Export-Import Bank of Malaysia Berhad.
Date Appointed to Board:	17 July 2009

Director's Profile (continued)

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.

Directorship of other public companies: Gamuda Berhad
PUC Founder (MSC) Berhad
Export-Import Bank of Malaysia 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 6 out of 7 Board of Directors Meetings held during the financial year.

Name:	Encik Rosli Bin Abdullah
Age:	61
Nationality:	Malaysian
Designation:	<i>Independent Non-Executive Director</i>
Qualifications:	Master in Business Administration from Universiti Kebangsaan Malaysia, Post-Graduate Diploma in Accounting and Bachelor in Economics (Honours) both from Universiti Malaya. Chartered Accountant and Member of Malaysian Institute of Accountants.

Director's Profile (continued)

**Working
Experience and
Occupation:**

Encik Rosli is currently serving as Director on the Boards of Keretapi Tanah Melayu Berhad ("KTM") and Group, Bank Pembangunan Malaysia Berhad ("BPMB") and Group, SME Growth Acceleration Fund Sdn Bhd, CapitaMalls Malaysia REIT Management Sdn Bhd ("CapitaMalls REIT"), Dagang NeXchange Berhad (formerly known as Time Engineering Berhad) and Malaysia Airports Holdings Berhad and Group.

Encik Rosli was the Registrar of MIA for 5 years until 2012, where he also served as the CEO. He has served in various capacities in the public sector as the Chief Accountant of the Ministry of Works, Chief Accountant of the Ministry of Education, Chief Accountant of the Public Services Department (Pension Division), the Secretary to the Teachers Provident Fund, the Bursar of the University Putra Malaysia and the Director of Corporate Services, Accountant General Department, Ministry of Finance Malaysia. Subsequently, he joined the private sector and served as the Financial Controller/General Manager Finance of Kuala Lumpur International Airport Berhad and the Senior General Manager of Putrajaya Holdings Sdn Bhd (a company under the Petronas group). He also served as an Adviser to the Economic Planning Unit of the Prime Ministers Department upon his retirement in 2008/2009.

**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 and Group
Bank Pembangunan Malaysia Berhad and Group
Dagang NeXchange Berhad (formerly known as Time Engineering Berhad)
Malaysia Airports Holdings Berhad and Group
Global Maritime Venture Berhad

Director's Profile (continued)

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

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 Rosli attended 7 out of 7 Board of Directors Meetings held during the financial year.

Name:	Encik Mahdzir Bin Othman
Age:	46
Nationality:	Malaysian
Designation:	<i>Non-Independent Executive Director / Chief Executive Officer</i>
Qualifications:	Bachelor of Science (Hons.) in Finance from Northern Illinois University and Diploma in Accountancy from Universiti Teknologi MARA.
Working Experience and Occupation:	Encik Mahdzir is currently the CEO and assumes the role of Chief Investment Officer ("CIO") of i-VCAP since December 2010. He is also a holder of Capital Market Services Representative's Licence. He was previously with Valuecap, which he joined in February 2003 as a Portfolio Manager before assuming the position of CIO in July 2006. Together with the stint in Valuecap, Encik Mahdzir has more than 20 years of working experience in the asset management, financial and capital market services at various institutions which include SBB Asset Management Sdn Bhd, Utama Merchant Bank Berhad, BBMB Unit Trust Management Berhad and Kassim Chan & Co.

Director's 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 7 out of 7 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:	Puan Nik Amlizan Binti Mohamed
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Age:	46
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Nationality:	Malaysian
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Designation:	<i>Non-Independent Member</i>
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Qualifications:	Bachelor's Degree in Economics/Accounting from Claremont McKenna College, U.S.
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Working Experience and Occupation:	Puan Nik Amlizan joined KWAP in 2007 as Director/Head of Equity and subsequently became Senior Director, Equity in February 2014, before assuming her current role of Chief Investment Officer ("CIO") in September 2014. Her responsibilities involve formulating the Fund's investment strategies across all asset classes that include Equity, Fixed Income, Property, Private Equity and Infrastructure.
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She currently sits on Board of Director for Prima Ekuiti (UK) Limited, a wholly owned subsidiary of KWAP. She is also the Alternate Director on the Board of Directors of Valuecap, Director for VCAP Asset Managers Sdn. Bhd., an Investment Committee member of Metropolitan JV Unit Trust in Jersey.

She has over 20 years of experience in the fund management industry, with most of it spent in Equity market. Prior to joining KWAP, she was General Manager/Head of Equity (Ethical/Syariah) at RHB Asset Management Sdn Bhd, and Senior Portfolio Manager/Head of Investment Research at Mayban Investment Berhad.

Date First	7 January 2008
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Appointed to Investment Committee:	
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Investment Committee Members' Profile (continued)

Conflict of interest with the Fund: Puan Nik Amlizan is the CIO of KWAP of which is a unit holder of the Fund.

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

Name:	Encik Shaharin Bin Md. Hashim
Age:	45
Nationality:	Malaysian
Designation:	<i>Non-Independent Member</i>
Qualifications:	Bachelor of Arts in Mathematics and Economics from University of Pennsylvania, Philadelphia, USA.
Working Experience and Occupation:	Encik Shaharin is currently Chief, Group Corporate & Business Planning of Valuecap. He joined Valuecap in 2005 and is involved in various strategic initiatives relevant to the Group. He has over 20 years of working experience encompassing areas of analysis and policy and product research and development works in the Malaysian capital and financial markets through his various stints at Bank Negara Malaysia, Malaysian Technology Development Corporation and Bursa Malaysia Berhad.
Date First Appointed to Investment Committee:	18 February 2011
Conflict of interest with the Fund:	None

Investment Committee Members' Profile (continued)

Name:	Encik Shaharin Bin Md. Hashim
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**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 2014

<u>Name</u>	<u>Date First Appointed</u>	<u>Attendance</u>
Y.M. Tunku Afwida Binti Tunku A. Malek (Chairman)	17 July 2009	6 of 6
Encik Hassan Bin Ibrahim	7 January 2008	6 of 6
Puan Nik Amlizan Binti Mohamed	7 January 2008	6 of 6
Encik Shaharin Bin Md. Hashim	18 February 2011	4 of 6

Shariah Adviser's Profile

Shariah Adviser	<p>: CIMB Islamic Bank Berhad ("CIMB Islamic")</p> <p>Incorporated in Kuala Lumpur, Malaysia on 2 November 2004 as a public company (Co. No. 671380-H) under the Companies Act, 1965.</p>
Corporate Information	<p>: <u>Principal Activities</u></p> <p>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.</p> <p><u>Shareholding</u></p> <p>CIMB Islamic is 100% owned by CIMB Bank Berhad.</p>
Experience as Adviser	<p>: 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.</p> <p>During the financial year, there were two (2) Shariah Committee meetings with regards to MyETF MSCI Malaysia Islamic Dividend ("the Fund").</p>
Designated Person	<p>: In relation to Shariah, the designated person responsible for the Fund is Encik Abdul Ghani Bin Endut who is Director, Co-Head of Group Shariah and Islamic Legal, Group Islamic Banking Division of CIMB Group.</p> <p>Abdul Ghani joined CIMB in January 2005 as Manager, Shariah Advisory Unit and the Secretary of CIMB Islamic Shariah Committee. Previously, he was attached to Shariah Department of the first Islamic bank in Malaysia for more than ten years. There he</p>

Shariah Adviser's Profile (Continued)

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, in Retail, Commercial, Corporate Banking and Debt Capital Market. He was also involved in the structuring of Islamic Venture Capital and Shariah adviser to Islamic Unit Trusts.

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

He is now the Co-Head of the Group Shariah and Islamic Legal which is responsible to provide the Shariah advisory for all type of Islamic products both to CIMB Group and external parties in asset & fund management, investment & corporate banking, retail & commercial banking, treasury & structured products, takaful, private equity and etc. He is also involved in developing curriculum for industry owned institutes dedicated for human capital development in the Islamic finance industry such as Islamic Banking and Finance Institute of Malaysia (IBFIM), Asian Institute of Finance (AIF), etc. He is currently a member of Association of Islamic Banking Institutions Malaysia (AIBIM) Shariah Governance Committee and leads one of its sub-committees. He is also a member of one of the sub-committees of Association of Shariah Advisor in Islamic Finance (ASAS).

He is currently a member of Shariah Governance Working Group for the Islamic Financial Services Board (IFSB), an international standard-setting organisation that promotes and enhances the soundness and stability of the Islamic financial services industry by issuing global prudential standards and guiding principles for the industry, broadly defined to include banking, capital markets and insurance sectors. He is also a moderator and Accreditation Panel Member for Finance Accreditation Agency (FAA)'s Learning Standards. FAA is an international and independent quality assurance and accreditation body for the financial services industry

Shariah Adviser's Profile (Continued)

supported by Bank Negara Malaysia and Securities Commission, Malaysia.

CIMB Islamic is backed by its own respective Shariah Committee comprises of the following members:

- **Sheikh Assoc. Professor Dr. Mohamed Azam Mohamed Adil**

Deputy Chief Executive Officer ("CEO") cum Principal Fellow of the International Institute of Advanced Islamic Studies (IAIS) Malaysia

Assoc. Professor Dr. Mohamed Azam, was appointed as Independent Director of CIMB Islamic Bank Berhad on 5 November 2014 and is the Chairman of the Group Shariah Committee. He currently serves as Deputy CEO cum Principal Fellow of the International Institute of Advanced Islamic Studies (IAIS) Malaysia.

He began his career as a lecturer at Universiti Teknologi MARA (UiTM), Shah Alam, Malaysia since 1990 and was later promoted to Associate Professor in 2008. He held several administration posts in UiTM, where he was the Head of Islamic Studies Unit, Centre for Preparatory Studies from 1997 until 2001, the Coordinator for Minor and Elective Programmes at ACIS from 2006 until 2011 and later became the Head of Programme for Minor, Elective and Postgraduate Studies from 2011 until 2012.

Assoc. Professor Dr. Mohamed Azam is also a Fellow of the Accounting Research Institute (ARI) and Institute of Zakat Studies, UiTM and member of the Research Ethics Committee, UiTM. He sits on the Selangor Religious Council (MAIS) Legal Committee, Shari'ah Community of Attorney General Chambers and on several Editorial Boards such as Shari'ah Journal, University of Malaya, Global Journal of al-Thaqafah, Kolej Universiti Sultan Azlan Shah, Jurnal Fikrah, UiTM and ESTEEM Journal, UiTM, Penang.

Assoc. Professor Dr. Mohamed Azam was appointed on the panel of the Industrial Court of Malaysia from 2007 until 2009, and was awarded the Fulbright Visiting Award by the Council for International Exchange of Scholars (CIES), Washington, DC, USA in 2007. He is currently the President, Academy of Islamic Studies, University of Malaya's Alumni (ALIM).

Shariah Adviser's Profile (Continued)

He obtained his Bachelor degree in Shar'ia and Law from the University of Malaya, and his Master of Laws (LLM) and PhD degrees from the School of Oriental and African Studies (SOAS), University of London.

- **Sheikh Prof. Dr. Mohammad Hashim Kamali**

Founding Chief Executive Officer ("CEO") of the International Institute Of Advanced Islamic Studies (IAIS) Malaysia

Prof. Dr. Mohammad Hashim is a Canadian and Malaysia permanent resident. He is currently the Chairman and CEO of the International Institute of Advanced Islamic Studies. He formerly served as a Professor of International Institute of Islamic Thought and Civilisation (ISTAC) and Ahmad Ibrahim Kulliyah of Laws, International Islamic University, Malaysia (IIUM).

He has been teaching Islamic law and jurisprudence since 1985. He holds a 1st Class, BA Honours degree in Law and Political Science from Kabul University, Afghanistan, LLM degree from the London School of Economics, England and a PhD in Islamic Law from the School of Oriental & African Studies, University of London, England. He is also a renowned writer in the area of Islamic law and jurisprudence and has written many books and articles on the subject.

- **Sheikh Dr. Haji Mohd Na'im Bin Haji Mokhtar**

Chief Judge of Selangor Syariah Court and the Director of the Family Support Division, Malaysian Shariah Judiciary Department, Prime Minister's Department, Malaysia

Dr. Mohd Nai'm, a Malaysian, is the Chief Judge of Selangor Syariah Court and the Director of the Family Support Division, Malaysian Shariah Judiciary Department, Prime Minister's Department. He received his LLB degree from International Islamic University, Malaysia (IIUM), LLM from University of London, United Kingdom and PhD in Shariah from National University of Malaysia. He also holds a Diploma in Shariah Law & Practice and a Diploma in Administration & Islamic Judiciary both from Islamic International University, Malaysia (IIUM).

He served as a lecturer at Ahmad Ibrahim Kulliyah of Laws, International Islamic University, Malaysia from 1990 – 1997. He then joined Messrs. Zulkifli Yong, Azmi & Co as a Shariah Lawyer before being appointed as a Shariah Judge in 1998. He was also assigned as a Research Officer at the Malaysian Shariah Judiciary Department, Prime Minister's Department from 2003 – 2004 as well as Shariah Subordinate Court

Shariah Adviser's Profile (Continued)

Judge for Federal Territory from 2007 – 2008 and Shariah Prosecutor for Federal Territory in 2008. He also served as Visiting Fellow, Islamic Legal Studies Program at Harvard Law School, Harvard University, USA and as Chevening Visiting Fellow, Oxford Centre for Islamic Studies, Oxford University in 2008/2009.

- **Sheikh Dr. Shafaai Bin Musa**

Chief Executive Officer, Johor Institute of Integrity, Leadership and Training

Associate Professor Dr. Shafaai Musa is a Malaysian, currently serving as Chief Executive Officer at *Johor Institute of Integrity, Leadership and Training*, an institute under Johor Chief Minister Office. He is the Chairman of Sun Life Malaysia Takaful Berhad Shariah Committee. He has more than fifteen years of experience in teaching Islamic law and jurisprudence and wrote several researches and articles. He also served as a member of Shariah Expert Panel for the Department of Islamic Development Malaysia since 2005. He formerly served as Executive Director, Centre for Continuing Education International Islamic University Malaysia and Chief Executive Officer, International Islamic College cum Chief Executive Officer, International Islamic University Malaysia Higher Education Sdn. Bhd.

He received his Degree in Shariah from University of Al-Azhar, Egypt, Master in Comparative Laws from IIUM and Ph.D. from Glasgow Caledonian University, United Kingdom.

He has more than 10 years of experience in teaching Islamic law and jurisprudence and wrote several researches and articles. He served as a Shariah adviser for Department of Islamic Development Malaysia in 2005.

- **Sheikh Dr. Nedham Yaqoobi**

Independent Shariah Adviser

Sheikh Dr. Nedham Yaqoobi is a Bahrain national and is an International Shariah Scholar. He sits on the Shariah Supervisory Boards including the Dow Jones Islamic Market Indexes (DJIM), the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI) and the International Islamic Financial Market (IIFM). He is the author of several articles and publications on Islamic finance and other sciences, in English and Arabic.

Shariah Adviser's Profile (Continued)

He was educated in the classical Shariah in his native Bahrain and in Makkah under the guidance of eminent scholars, including Sheikh Abdulla al-Farisi, Sheikh Yusuf al-Siddiqi, Sheikh Muhammed Saleh al-Abbasi, Sheikh Muhhamed Yasin al Fadani (Makkah), Shaikh Habib-ur-Rahman A. Zaini (India), Sheikh Abdulla bin Al-Siddiq Al-Ghumar (Morocco), and others. He has a BA in Economics and Comparative Religion and M.SC. in Finance from McGill University, Montreal, Canada and a Ph.D in Islamic Law at the University of Wales, United Kingdom.

- **Sheikh Dr. Yousef Bin Abdullah Al Shubaily**

Associate Professor, Comparative Jurisprudence Department, High Institute of Judiciary, Imam Muhammad Bin Saud Islamic University, Kingdom of Saudi Arabia

Dr. Yousef, a citizen of the Kingdom of Saudi Arabia is currently attached as a Associate Professor at the Comparative Jurisprudence Department, High Institute of Judiciary, Imam Muhammad Bin Saud Islamic University in the Kingdom. He also serves as a Co-operating professor for the American Open University.

He obtained a Bachelor Degree from the Faculty of Shariah and Fundamentals of Islam and a Masters Degree from the Department of Comparative Jurisprudence at Muhammad bin Saud Islamic University in 1993 and 1996, respectively. In 2001, he obtained a Ph.D in Islamic Jurisprudence from the same university. Beyond his academic career, he has an extensive experience in serving on various Shariah boards of a number of banks and financial institutions in the Kingdom of Saudi Arabia, Bahrain, Kuwait, UAE, Qatar, United States of America and Britain. He also holds advisory functions in numerous religious and charitable organisations within and outside the Kingdom.

Dr. Yousef has written many books, academic papers and articles on Islamic jurisprudence and commercial law and has actively participated in numerous seminars and conventions in related areas. He also participates in religious and economic programs on television and radio broadcasts in the Kingdom and abroad. He is a permanent guest for various television programmes including programmes aired by Al Majd, MBC and CNBC channels.

Shariah Adviser's Profile (Continued)

- **Prof. Dr. Noor Inayah Yaakub**

Professor, Pusat Kebijaksanaan Sejagat (Global Wisdom Centre), Universiti Islam Malaysia

Prof. Dr. Noor Inayah is a Malaysian, currently attached as a Professor at Pusat Kebijaksanaan Sejagat (Global Wisdom Centre), Universiti Islam Malaysia. She received her Bachelor of Shariah Law (Hons) and Bachelor of Law (Hons) from International Islamic University, Malaysia, LLM (Master of Comparative Conventional & Banking Law) from University of Bristol, United Kingdom and Ph.D (Comparative Conventional & Islamic Banking Law of Guarantee) from the University of Manchester, United Kingdom. She holds a certificate of Product Management from "ISIS INNOVATION" Centre, University of Oxford, United Kingdom.

She was admitted to the Malaysian Bar as an Advocate & Solicitor of the High Court of Malaya in 1996 and in the same year she was a qualified Shariah Lawyer. She practiced law with Messrs. Abraham & Ooi and Co. from 1996-1997 before joining UKM as a lecturer in 1998.

She has more than 15 years of experience in teaching Islamic Law, Islamic and Conventional Banking Law, Takaful and Insurance Law, Equity & Trust Law and Business Law and Ethics. She has produced several academic research papers and articles mainly on the subject of Islamic and conventional banking law and takaful and insurance law of which some were presented in Islamic banking and finance proceedings and conferences and published in Malaysian and International high refereed / impact journals.

- **Sheikh Muhamad Taufik Ridlo**

Faculty lecturer, Department of Islamic Banking, SEBI School of Islamic Economics, Depok, West Java

Sheikh Muhamad Taufik Ridlo is an Indonesian Islamic scholar who is currently a Chairman of Yayasan Bina Tsaqofah Legal Institution of SEBI (Shariah Economic Banking Institute) College. He is also a Senior Consultant in SEBI Consulting as well as Senior Trainer at the Management Zakat Institute (IMZ), Indonesia. He is teaching Islamic Jurisprudence, Islamic law of transaction, Islamic Banking Management, Introduction to Islamic economic and any subject about Zakat and waqf. He received his first degree of Islamic studies from University of Mu'tah, Jordan in 1996 and

Shariah Adviser's Profile (Continued)

obtained his postgraduate of Islamic Banking from Arab Academy for Banking and Financial Sciences, Jordan in 1999.

In the area of Islamic finance, he has been actively involved in its development domestically and international arena besides participating as speakers for conferences and seminar. He is currently a Pleno member at National Shariah Board (Dewan Syariah Nasional) (DSN-MUI), the Chairman of Syariah Supervisory Board (DPS) at - P.T Asuransi Sinar Mas Syariah, a Member of Shariah Supervisory Board at CNAF (CIMB NIAGA Auto Finance) Shariah and also the Chairman of Shariah Supervisory Board at P T Permodalan BMT Ventura.

- **Sheikh Professor Dato' Dr. Sudin Haron**

Special Adviser to University College Bestari, Terengganu and Founding Chairman of the Malaysian Waqaf Federation

Professor Dato' Dr.Sudin was appointed as Independent Director of CIMB Islamic Bank Berhad on 5 November 2014 and is a Member of the Group Shariah Committee. He is currently the Special Adviser to University College Bestari, Terengganu and Founding Chairman of the Malaysian Waqaf Federation. He is one of the world's renowned scholars in Islamic banking &finance and business & management. He has published more than 10 books and 70 articles in international journals.

Professor Dato' Dr.Sudin was the founding CEO of Perbadanan Tabung Pendidikan Tinggi Nasional (PTPTN) and in 2006, was appointed as Deputy Chief Executive of INCEIF (International Centre for Education in Islamic Finance).He was previously attached to BNM as a Specialist in the Islamic Banking and Takaful Department from 2005 to 2006.Before joining BNM, he served in various capacities as an academician and administra-tor at the Northern University of Malaysia. Prior to that, he was a banker for more than 12 years and his last post was as branch manager. Professor Dato' Dr. Sudin was also a consultant with the Asian Institute of Finance, an organisation established by the BNM for the purpose of elevating human capital in the Malaysian financial industry.

Shariah Adviser's Profile (Continued)

Professor Dato' Dr. Sudin sits on the Board of Trustee of the Malaysian Waqf Foundation and is a Member of the Shariah Committee for Bank Persatuan Malaysia Berhad and an Independent Director of Melati Ehsan Holdings Berhad, a public company listed on Bursa Malaysia. On the international level, Professor Dato' Dr. Sudin was previously the Chairman of the International Advisory Panel of the Russian International Centre for Islamic Economics and Finance, and in several occasions, was appointed by Islamic Development Bank, Jeddah as their resource person in training related to Islamic banking and finance. He has made an important contribution to the world by writing a landmark text book entitled "Islamic Banking and Finance System", and this book is also available in Russian, Mandarin and Uzbekistan versions.

Professor Dato' Dr. Sudin obtained his Bachelor in Economics – General degree and Bachelor of Economics (Accounting) (Hons.) from the National University of Malaysia (Universiti Kebangsaan Malaysia). He obtained his Master of Business Administration from Northrop University, Los Angeles, USA and PhD (Economic Studies-Finance and Banking) from University of New England, Australia.

Other Information

Other Relevant Information

- There were no sanctions and/or penalties imposed on the Fund or its Manager by the relevant regulatory bodies during the financial year and up to the date of this report.
- There was no sanction and/or penalty imposed on the Directors during the financial year and up to the date of this report.
- There was no material litigation involving the Fund since the last annual balance sheet date.
- The amount of non-audit fees incurred for the Financial Year 2014 for services rendered by PricewaterhouseCoopers Taxation Services Sdn. Bhd. a company affiliated to the Auditors of the Fund is RM14,100.
- There were seven (7) Board of Directors Meetings held in the Financial Year 2014
- There were six (6) Investment Committee Meetings held in the Financial Year 2014.



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