

CONTENTS	PAGES
INVESTOR LETTER	1 - 2
MANAGER'S REPORT	3 - 8
Fund objective and policy	
Performance Data	
Market review	
Fund performance	
Portfolio structure	
Market outlook	
Investment strategy	
Soft commission and rebates	
Spread of unitholdings	
STATEMENT BY MANAGER	9
TRUSTEE'S REPORT	10
SHARIAH ADVISOR'S REPORT	11
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME	12
UNAUDITED STATEMENT OF FINANCIAL POSITION	13 - 14
UNAUDITED STATEMENT OF CHANGES IN EQUITY	15
UNAUDITED STATEMENT OF CASH FLOWS	16
NOTES TO THE FINANCIAL STATEMENTS	17 - 43
DIRECTORY	44 - 46

INVESTOR LETTER

Dear Valued Investors,

In 2010, the Malaysian market exceeded almost everyone's expectations. We expected about a 15% return at the beginning of 2010, but the FTSE Bursa Malaysia 100 Index (FBM100) has jumped 19.4% over the course of the year.

In less than two years, the market has fully recovered from its low in March 2009, which was brought on by the global crisis. This is quite remarkable, considering that predictions about the rate of recovery at that time were quite dire. Investors, who stayed invested and continued to invest through the downturn, were rewarded with really good returns.

We hope that with the experience of the Asian financial crisis and this most recent global financial crisis, investors have seen for themselves that markets do bounce back and it is not easy to predict the speed at which they can recover.

We are cautiously optimistic for 2011. In light of the market having gone up two years in a row, our outlook for this year are returns in the low double digits. We expect the US economy to continue to recover, driven by consumer spending and corporate capital expenditures. The Federal Reserve's sustained purchases of bonds will continue to underpin the recovery. Events in Europe are expected to lead to volatility. At some point, we believe bond markets will force Portugal into accepting a bailout. We believe there is a 50-50 chance that Spain will be bailed out as well.

In Asia Pacific ex-Japan, the concern is mainly over inflation and rising interest rates. In China, the recent hikes in bank reserve requirements to 18.5% will not be sufficient to tame inflation. Although higher food prices are currently the main source of inflation, there are signs that input prices are also rising. We expect China to hike interest rates by 1.25% next year. However, this hike is unlikely to derail the economy, especially if it is balanced with the rumored loan quota of Renminbi 6.0-7.0 trillion.

For Bursa Malaysia, conditions seem right for continued market appreciation. The implementation of the Economic Transformation Program (ETP) will lead to the roll out of large projects that will benefit the construction as well as oil and gas sectors, and closer ties with Singapore will benefit projects in the Iskandar Region – all which could lead to a revival in corporate loans growth. We expect earnings growth in the mid-teens and price-to-earnings ratios (PERs) to re-rate to the long-term average of 14.5-15.0 times.

INVESTOR LETTER (CONTINUED)

It's also been a busy year for us here at CIMB-Principal Asset Management Berhad ("CIMB-Principal"). We are happy to share that our total assets under management have grown 28% from RM23.1¹ billion to RM29.5 billion a clear sign of clients' confidence. With 66 unit trust funds (23 are Shariah-compliant), including 6 wholesale funds and 2 exchange-traded funds (ETFs), the Company is also one of the largest institutional money managers. Institutional AUM rose 35.3% to RM18.0 billion in December last year, also made further inroads into the region, managing RM1.4 billion for regional clients. The stability of our senior management team, with an average tenure of 5.3 years, has endowed the CIMB-Principal with the flexibility to adapt strategically and innovatively to rapidly-changing circumstances in a competitive regional marketplace.

You may not be aware but back in 2009, CIMB-Principal was the first Malaysian company to implement PAM® for Securities², a world class international portfolio management and accounting system. Last year, we implemented the Factset Attribution System to further enhance our fund managers' expertise. The firm remains ahead of the curve compared to many of its domestic peers, exemplified by the implementation of SWIFT and OMGEO connections for some clients, providing automated trading and settlement services. CIMB-Principal is one of the few fund managers in ASEAN with all these systems in place to better serve our clients and partners.

We thank you for your trust in us. As you continue to regularly invest with us in 2011, it is our promise to be a vigilant steward of your money and help you grow it over time.

Yours sincerely

Campbell Tupling

Chief Executive

CIMB-Principal Asset Management Berhad

¹ End December 2009

² http://www.pfs.com/products/Pages/PFS_Products_PAMsecurities.aspx

MANAGER'S REPORT

What is the investment objective of the Fund?

The Fund aims to provide investors with medium to long term capital appreciation through investments in securities of Malaysian companies that will benefit from prevailing investment themes and that conform with Shariah.

Has the fund achieved its objective?

For the period under review, the Fund is in line with its stated objectives as stated under the Fund performance review.

What are the fund investment policy and its strategy?

The strategy of the Fund will be to invest in sectors that are related to the prevailing domestic and/or global investment themes. Between 70% to 98% (both inclusive) of the Fund's NAV will be invested in equities listed on Bursa Malaysia that conform with Shariah and at least 2% of the Fund's NAV will be invested in Shariah-compliant liquid assets for liquidity purposes.

The Fund's policies on investments were carried out in accordance with the Deed and it will continue its operations until terminated in accordance with the provisions of the Deed.

Fund category / type

Equity (Shariah) / Growth

How long should you invest for?

Recommended 5 years or more

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

High

When was the Fund launched?

28 February 2008

What was the size of the Fund as at 31 May 2011?

RM548.62million (1,739.30 million units)

What is the fund's benchmark?

FTSE Bursa Malaysia EMAS Shariah Index

What is the fund distribution policy?

Given its investment objective, the Fund is not expected to pay any distribution

What was the net income distribution for the period ended 31 May 2011?

No distribution for the financial period ended 31 May 2011.

PERFORMANCE DATA

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

	31.05.2011	31.05.2010	31.05.2009 %
Quoted Shariah-compliant Investments			
- Construction	8.02	7.55	6.18
- Consumer products	3.82	6.50	4.46
- Finance	0.70	-	-
- Industrial products	7.42	16.81	6.95
- Infrastructure project companies	7.17	5.01	3.58
- Plantations	13.16	11.72	13.07
- Properties	8.78	2.38	1.82
- Trading/Services	34.88	34.69	44.14
- Second Board	-	-	1.29
Cash and Other Net Assets	16.05	15.34	18.51
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

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

	31.05.2011	31.05.2010	31.05.2009
Net asset value (RM Million)	548.62	464.13	366.07
Units in circulation (million)	1,739.30	1,857.18	1,743.13
Net asset value per unit (RM)	0.3154	0.2499	0.2100
Highest NAV per unit (RM)	0.3158	0.2719	0.2581
Lowest NAV per unit (RM)	0.2868	0.2408	0.1699
Total return (%) ^	10.27	3.52	20.27
- Capital growth (%)	10.27	3.52	20.27
- Income distribution (%)	-	-	-
Management expense ratio (%)	0.80	0.80	0.81
Portfolio turnover ratio (times) #	0.43	0.42	0.52

	Total return %	Annualised %
- 1 year^	26.24	26.24
-2 year^	50.29	22.59
-3 year^	23.91	7.41
- Since Inception^	26.24	7.42

^Source: Lipper

(Launch date: 28 February 2008)

#The PTR remained relatively similar to last year. There is some changes to the composition of stocks as we sold stocks that have performed well and switch into stocks that have lagged this market rally

	31.05.2011	31.05.2010	31.05.2009	Since Inception
Annual total return (%)	26.24	19.05	(17.55)	26.24

Source: Lipper

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures ended 31 May 2011 has been extracted from Lipper.

MARKET REVIEW (01 DECEMBER 2010 TO 31 MAY 2011)

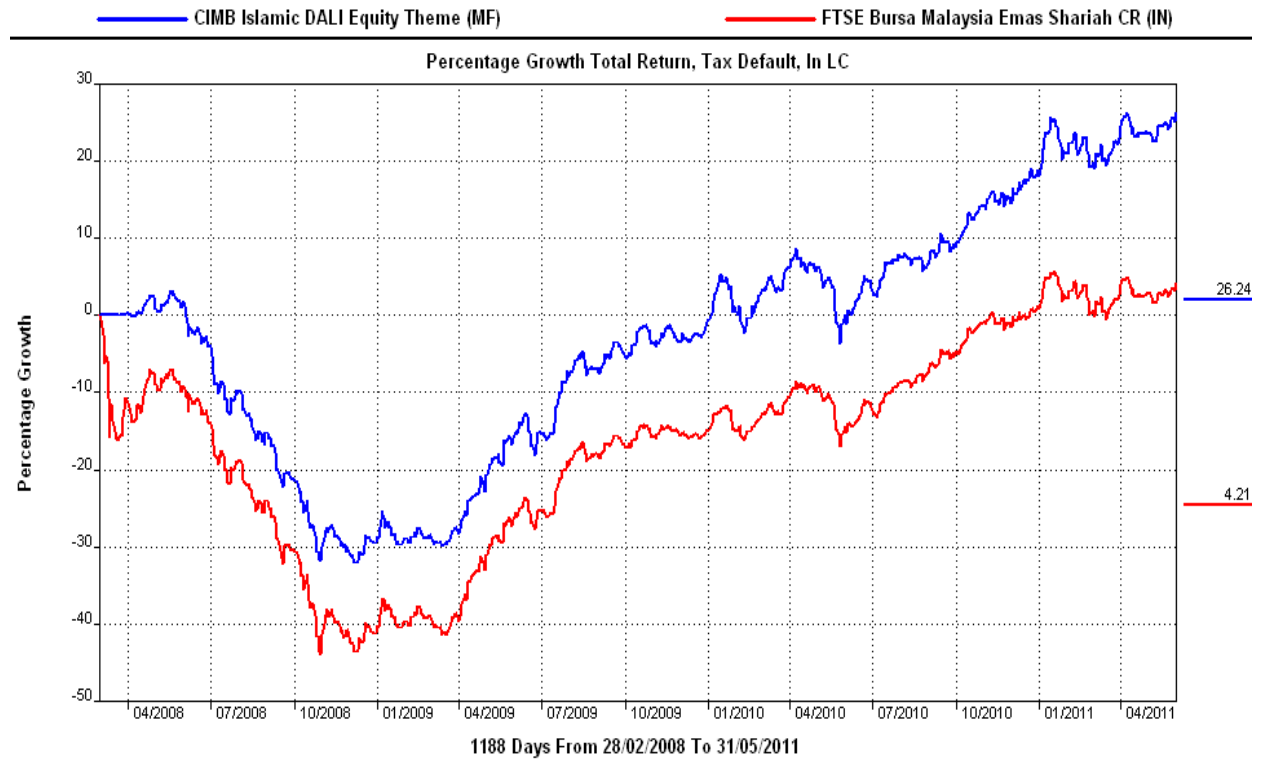
The FBMS Shariah Index rose 572.27 points or 5.8% to 10,400.7 points over the period under review. Efforts by the new administration under Dato’ Sri Najib Razak to liberalise and transform the Malaysian economy via the Government Transformation Program (GTP) and Economic Transformation Program (ETP) is gaining momentum. It has been a major source of support for the local stock market. Sectors that have benefitted include the Construction and the Oil & Gas sectors. The RM50bn Mass Rapid Transit has generated much excitement as has the announcement of the development of 18 commercial clusters in the Greater Klang Valley.

During the period under review, a combination of natural disasters, geopolitical risk, rising commodity prices, inflation and the prospects of tighter monetary policy in emerging economies sent global equities reeling. The KLCI, however, outperformed most of its regional peers during this period. This was partly on account of the low beta characteristics and defensive nature of the Malaysian market, and partly because of high domestic liquidity and strong local participation of the GLC-linked funds in the local market.

FUND PERFORMANCE

	6 months to 31.05.2011	1 year to 31.05.2011	3 years to 31.05.2011	Since inception
Income (%)	-	-	-	-
Capital (%)	10.27	26.24	23.91	26.24
Total Return (%)	10.27	26.24	23.91	26.24
Benchmark (%)	5.82	21.77	14.70	4.21
Average Total Return (%)	N/A	26.24	7.41	7.42

The Fund recorded 10.27% in capital gains for the period under review, outperforming the benchmark by 4.45%. On a longer term 3 year period, the Fund is outperforming its benchmark by 9.21%.



FUND PERFORMANCE (CONTINUED)

Changes in Net Asset Value (“NAV”)

	31.05.2011	31.05.2010	Change (%)
Net Asset Value (“NAV”) (RM Million)	548.62	464.13	18.20
NAV/unit (RM)*	0.3154	0.2499	26.21

NAV of the Fund rose 18.20% during the 1 year period ending 31st May 2011 due to capital appreciation

As at 31st May 2011, the Fund is ranked 8th out of 47 funds (1st Quartile) YTD

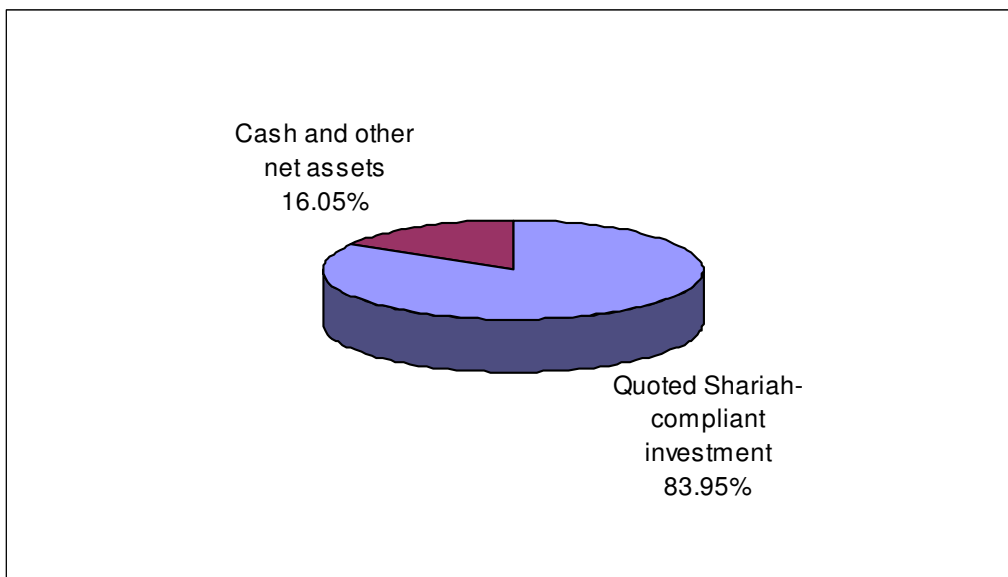
Performance data represents the combined income and capital return as a result of holding units in the fund for the specified length of time, based on NAV to NAV price. The performance data assumes that all earnings from the fund are reinvested and are net of management and trustee fees. Past performance is not reflective of future performance and income distributions are not guaranteed. Unit prices and income distributions, if any, may fall and rise. All performance figures ended 31 May 2011 has been extracted from Lipper.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	31 May 2011	31 May 2010
Quoted Shariah-compliant investment	83.95	84.66
Cash and other net assets	16.05	15.34
TOTAL	100.00	100.00

The Fund was 83.95% invested in equities as at the end of the period under review. Within the period, there were movements to this weighting. We increased equity exposure to as high as 90% during the period. The fund took profit in stocks that had performed well during the period and switched into stocks that lagged the market rally.



MARKET OUTLOOK

We are positive on the market outlook for the remainder of 2011. We have a year-end target of about 1,700 on the benchmark KLCI. This is at a forward 2011 PER of about 15x which is the historical mid-cycle PER for the local market.

The Economic Transformation Program (ETP) is likely to gather traction this year and this could result in upward revisions to Malaysia growth forecasts in the medium term. On January 11 this year, the Prime Minister announced 19 new projects which will contribute to RM67bn in investments and RM36bn in Gross National Income.

Earnings will remain healthy. Malaysia's GDP is expected to grow another 5.5% in 2011, after the estimated 7.0% growth in 2010. This will provide a robust environment to sustain the momentum on corporate earnings growth. We forecast EPS growth to grow another strong 16% - 18% in 2011 which will underpin share prices.

INVESTMENT STRATEGY

The development of Greater Kuala Lumpur and the Klang Valley will have spin-offs that will benefit the construction, building materials, property and banking sectors. Although exports growth is moribund, the domestic consumption theme is still robust. Higher commodity prices should also be positive for Malaysia as the country is an oil producer.

We will continue to invest in growth stocks which trade at lower valuations than their respective sector averages and that are able to generate higher-than-average earnings growth but will look to take profit on stocks that are trading at stretched valuations. We will also look for companies with improving business fundamentals and rising investor expectations. In terms of sectors, we continue to be positive on sectors with positive newsflow that exhibit strong earnings growth over the next 12 months

UNIT HOLDING STATISTICS

Breakdown of unit holdings by size as at 31 May 2011 are as follows:

Size of unit holding	No. of unit holders	No. of units held(million)	% of units held
5,000 and below	27,169	16.774	0.97
5,001 to 10,000	7,586	56.546	3.25
10,001 to 50,000	23,982	579.252	33.30
50,001 to 500,000	8,786	935.061	53.76
500,001 and above	90	151.668	8.72
	67,613	1,739.301	100.00

REBATES AND SOFT COMMISSION

Dealings on investments of the Fund through brokers or dealers will be on terms which are best available for the Fund. Any rebates from brokers or dealers will be directed to the account of the Fund.

The Investment Manager may from time to time receive and retain soft commissions in the form of subscription for real-time services or advisory services that assist in the decision-making process relating to the Fund's investments from brokers or dealers.

During the financial period under review, the management company did not receive any rebates and soft commissions from brokers or dealers.

**STATEMENT BY MANAGER TO THE UNITHOLDERS OF
CIMB ISLAMIC DALI EQUITY THEME FUND**

We, being the Director of CIMB-Principal Asset Management Berhad, do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements set out on pages 12 to 43 are drawn up in accordance with the provisions of the Deed and give a true and fair view of the state of financial position of the Fund as at 31 May 2011 and of its financial performance, changes in equity and cash flows for the financial period ended on that date in accordance with Financial Reporting Standards in Malaysia and the Securities Commission's Guidelines on Unit Trust Funds.

For and on behalf of the Manager

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

John Campbell Tupling
Chief Executive Officer/Director

Datuk Noripah Kamso
Director

Kuala Lumpur

29 July 2011

**TRUSTEE'S REPORT TO THE UNITHOLDERS OF
CIMB ISLAMIC DALI EQUITY THEME FUND**

We, AmTrustee Berhad, being the Trustee of CIMB Islamic DALI Equity Theme Fund ("the Fund"), are of the opinion that CIMB-Principal Asset Management Berhad ("the Manager"), has managed the Fund for the six months financial period ended 31 May 2011 in accordance with the following:

- (a) the Fund is being managed in accordance with the limitations imposed on the investment powers of the Manager and the Trustee under the Deed, the Securities Commission's Guidelines on the Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws for the financial period ended 31 May 2011;
- (b) valuation/pricing is carried out in accordance with the Deed and any regulatory requirements; and
- (c) creation and cancellation of units is carried out in accordance with the Deed and any regulatory requirements.

For and on behalf of the Trustee
AmTrustee Berhad

Tan Kok Cheeng
Chief Executive Officer

Kuala Lumpur

29 July 2011

**SHARIAH ADVISOR'S REPORT TO THE UNITHOLDERS OF
CIMB ISLAMIC DALI EQUITY THEME FUND**

We have acted as the Shariah Advisor of CIMB Islamic DALI Equity Theme Fund. Our responsibility is to ensure that the procedures and processes employed by CIMB-Principal Asset Management Berhad are in accordance with Shariah.

In our opinion, CIMB-Principal Asset Management Berhad has managed and administered CIMB Islamic DALI Equity Theme Fund in accordance with Shariah and complied with applicable guidelines, rulings or decisions issued by the Securities Commission pertaining to Shariah matters for the financial period from 1 December 2010 to 31 May 2011.

In addition, we also confirm that the investment portfolio of CIMB Islamic DALI Equity Theme Fund comprises securities which have been classified as Shariah-compliant by the Shariah Advisory Council of the Securities Commission ("SACSC"). As for the securities which are not certified by the SACSC, we have reviewed the said securities and opine that these securities are designated as Shariah-compliant.

For and on behalf of Shariah Advisor
CIMB Islamic Bank Berhad

ABDUL GHANI ENDUT

Head, Shariah Department / Designated Person Responsible for Shariah Advisory

Kuala Lumpur

29 July 2011

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2011**

	Note	31.05.2011 RM	31.05.2010 RM
NET INVESTMENT INCOME (SHARIAH-COMPLIANT)			
Dividend income		6,082,013	5,340,453
Net realised gain on sale of financial assets at fair value through profit or loss		57,196,060	35,267,386
Profit income from Shariah-compliant deposits with licensed financial institutions		693,349	471,982
Unrealised capital loss on financial assets at fair value through profit or loss		(5,939,994)	-
Other income		1,070	798
		58,032,498	41,080,619
EXPENSES			
Management fee	4	3,943,032	3,625,163
Trustee's fee	5	210,295	193,342
Transaction costs		1,394,445	-
Audit fee		3,500	3,500
Tax agent's fee		2,500	2,500
Other expenses		66,454	59,675
		5,620,226	3,884,180
NET PROFIT BEFORE TAXATION		52,412,272	37,196,439
TAXATION	6	(479,820)	(299,195)
NET PROFIT AFTER TAXATION REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		51,932,452	36,897,244
Net profit after taxation is made up as follows:			
Realised amount		57,872,446	36,897,244
Unrealised amount		(5,939,994)	-
		51,932,452	36,897,244

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2011**

	Note	31-May-2011 RM	30-Nov-2010 As restated RM	30-Nov-2009 As restated RM
INVESTMENTS (SHARIAH – COMPLIANT)				
Financial assets at fair value through profit or loss	7	460,657,562	-	-
Quoted Shariah-compliant investment	8	-	477,160,222	421,621,359
		<u>460,657,562</u>	<u>477,160,222</u>	<u>421,621,359</u>
LIQUID ASSETS (SHARIAH – COMPLIANT)				
Deposits with licensed financial institutions		82,027,464	26,653,000	48,827,000
Bank balance in a licensed bank		228,107	20,884	6,102
	9	<u>82,255,571</u>	<u>26,673,884</u>	<u>48,833,102</u>
OTHER ASSETS				
Amount due from stockbrokers		7,984,789	32,167,726	-
Amount due from Manager		3,464,460	1,210,961	2,338,479
Tax recoverable		862,951	217,243	162,808
Dividends receivable		1,794,069	1,195,867	274,231
Profit income receivable from Shariah-compliant deposit with licensed financial institutions		-	12,556	31,993
		<u>14,106,269</u>	<u>34,804,353</u>	<u>2,807,511</u>
TOTAL ASSETS		<u>557,019,402</u>	<u>538,638,459</u>	<u>473,261,972</u>
LIABILITIES				
Amount due to stockbrokers		2,558,859	12,564,196	-
Amount due to Manager		5,035,604	3,101,646	1,830,194
Accrued management fee		701,131	693,407	580,879
Amount due to Trustee		37,394	36,982	31,797
Other payables and accruals		66,630	101,119	155,467
TOTAL LIABILITIES		<u>8,399,618</u>	<u>16,497,350</u>	<u>2,598,337</u>
NET ASSETS VALUE OF THE FUND	10	<u>548,619,784</u>	<u>522,141,109</u>	<u>470,663,635</u>

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2011**

	Note	31-May-2011 RM	30-Nov-2010 As restated RM	30-Nov-2009 As restated RM
Equity				
Unitholders' capital	10	386,029,743	411,483,520	444,835,409
Retained earnings/ (accumulated losses)		162,590,041	27,884,579	(38,925,981)
Fair value reserve		-	82,773,010	64,754,207
NET ASSET ATTRIBUTABLE TO UNITHOLDERS		548,619,784	522,141,109	470,663,635
Number of units in circulation		1,739,301,422	1,823,884,653	1,948,642,000
Net asset value per unit (RM)		0.3154	0.2862	0.2415

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

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2011**

	Note	Unitholders' capital RM	Retained earnings RM	Fair value reserve RM	Total RM
Balance as at 1 December 2010, as previously stated		-	-	-	-
Prior year adjustment for adoption of amendments to FRS 132	16(a)	411,483,520	27,884,579	82,773,010	522,141,109
Balance as at 1 December 2010, restated after adoption of amendments to FRS 132		411,483,520	27,884,579	82,773,010	522,141,109
Adjustment for adoption of FRS 139	16(b)	-	82,773,010	(82,773,010)	-
Balance as at 1 December 2010, restated after adoption of FRS 139		411,483,520	110,657,589	-	522,141,109
Movement in unitholders' contribution:					
Creation of units		150,115,388	-	-	150,115,388
Cancellation of units		(175,569,165)	-	-	(175,569,165)
Total comprehensive income for the financial year		-	51,932,452	-	51,932,452
Balance as at 31 May 2011 restated		386,029,743	162,590,041	-	548,619,784
Balance as at 1 December 2009, as previously stated		-	-	-	-
Prior year adjustment for adoption of amendments to FRS 132	16(a)	444,835,409	(38,925,981)	64,754,207	470,663,635
Balance as at 1 December 2009, restated after adoption of amendments to FRS 132		444,835,409	(38,925,981)	64,754,207	470,663,635
Movement in unitholders' contribution:					
Creation of units		213,858,916	-	-	213,858,916
Cancellation of units		(247,210,805)	-	-	(247,210,805)
Total comprehensive income for the financial year		-	66,810,560	-	66,810,560
Change in fair value reserve		-	-	18,018,803	18,018,803
Balance as at 31 November 2010 restated		411,483,520	27,884,579	82,773,010	522,141,109

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

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2011**

	Note	31.05.2011 RM	30.11.2010 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES			
Proceeds from sale of Shariah-compliant investments		312,070,411	512,380,895
Capital payment from Shariah-compliant investments		-	-
Purchase of Shariah-compliant investments		(231,528,530)	(507,575,943)
Dividend received		4,906,177	10,819,461
Profit income received from Shariah-compliant deposits with licensed financial institutions		705,905	973,877
Management fee paid		(3,935,308)	(7,321,150)
Trustee's fees paid		(209,883)	(391,278)
Payments for other fees and expenses		(654,837)	(92,162)
Receipt for other income		1,070	-
		<u>81,355,005</u>	<u>8,793,700</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		147,861,889	214,986,435
Payments for cancellation of units		(173,635,207)	(245,939,353)
		<u>(25,773,318)</u>	<u>(30,952,918)</u>
Net cash outflow from financing activities			
		<u>55,581,687</u>	<u>(22,159,218)</u>
Net increase / (decrease) in cash and cash equivalents			
Cash and cash equivalents at the beginning of the financial year		<u>26,673,884</u>	<u>48,833,102</u>
Cash and cash equivalents at the end of the financial period	9	<u><u>82,255,571</u></u>	<u><u>26,673,884</u></u>

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

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2011**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITY

CIMB Islamic DALI Equity Theme Fund (“the Fund”) is governed by a Principal Master Deed dated 15th May 2008, a Third Supplemental Master Deed dated 25th June 2008, a Sixth Supplemental Master Deed dated 14th July 2008 and a Seventh Supplemental Master Deed dated 19th November 2008 (collectively referred to as “the Deeds”), made between CIMB-Principal Asset Management Berhad (the “Manager”) and AmTrustee Berhad (the “Trustee”).

The Fund invests principally in Shariah-compliant equity and any other investments as approved by the Securities Commission (“SC”) from time to time, each of which has been and remains approved by a competent authority on the Shariah (which includes but shall not be limited to the Shariah Advisory Council of the SC and/or the Shariah Advisor of the Fund) as permissible investments that comply with Shariah requirements.

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

The Manager, a company incorporated in Malaysia, is a subsidiary of CIMB Group Sdn Bhd and regards CIMB Group Holdings Berhad as its ultimate holding company. Its principal activities are the management of unit trust funds and fund management activities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention in accordance with Financial Reporting Standards (“FRS”) in Malaysia and the SC Guidelines on Unit Trust Funds.

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

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(m).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

- (i) Standards, amendments and interpretations to published standards that are applicable and effective:
- FRS 8 "Operating Segments" (effective from 1 July 2009) replaces FRS 114²⁰⁰⁴ Segment Reporting. The new standard requires a 'management approach', under which segment information is reported in a manner that is consistent with the internal reporting provided to the chief operating decision-maker. The improvement to FRS 8 (effective from 1 January 2010) clarifies that entities that do not provide information about segment assets to the chief operating decision-maker will no longer need to report this information. Prior year comparatives must be restated.
 - FRS 7 "Financial instruments: Disclosures" (effective from 1 January 2010) provides information to users of financial statements about an entity's exposure to risks and how the entity manages those risks. The improvement to FRS 7 clarifies that entities must not present total interest income and expense as a net amount within finance costs on the face of the Income Statement. This standard does not have any impact on the classification and valuation of the Fund's financial statements.
 - The revised FRS 101 "Presentation of financial statements" (effective from 1 January 2010) prohibits the presentation of items of income and expenses (that is, 'non-owner changes in equity') in the statement of changes in equity. 'Non-owner changes in equity' are to be presented separately from owner changes in equity. All non-owner changes in equity will be required to be shown in a performance statement, but entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income).

Where entities restate or reclassify comparative information, they will be required to present a restated balance sheet as at the beginning comparative period in addition to the current requirement to present balance sheets at the end of the current period and comparative period.

- FRS 107 "Statement of cash flows" (effective from 1 January 2010) clarifies that only expenditure resulting in a recognised asset can be categorised as a cash flow from investing activities.
- FRS 110 "Events after the balance sheet date" (effective from 1 January 2010) reinforces existing guidance that a dividend declared after the reporting date is not a liability of an entity at that date given that there is no obligation at that time.
- FRS 118 "Revenue" (effective from 1 January 2010) provides more guidance when determining whether an entity is acting as a 'principal' or as an 'agent'. This standard does not have material impact on the classification and valuation of the Fund's financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

(i) Standards, amendments and interpretations to published standards that are applicable and effective (continued):

- Amendment FRS 132 “Financial Instruments: Presentation”

In the previous financial year, the Fund had classified its puttable instruments as liabilities in accordance with FRS 132, 'Financial instruments: Presentation'. However, the FRS 132 (amendment), 'Financial instruments: Presentation', and FRS 101 (amendment), 'Presentation of financial statements' - 'Puttable financial instruments and obligations arising on liquidation' (effective from 1 January 2010) (the 'amendment') requires puttable financial instruments that meet the definition of a financial liability to be classified as equity where certain strict criteria are met.

Those criteria include: (i) the puttable instruments must entitle the holder to a pro-rata share of net assets; (ii) the puttable instruments must be the most subordinated class and that class's features must be identical; (iii) there must be no contractual obligations to deliver cash or another financial asset other than the obligation on the issuer to repurchase; and (iv) the total expected cash flows from the puttable instrument over its life must be based substantially on the profit or loss of the issuer. As a result, the prior year financial statements are restated from amounts previously reported to conform with the amendment. The amendment has been applied retrospectively.

The effects as a result of adoption of the amendment on the statement of financial position for the prior periods are set out in Note 16(a).

- FRS 139 “Financial Instruments: Recognition and Measurement”

In the previous financial year, unrealised gains or losses from the derivative financial instrument are recognised in the statement of financial position as receivables and payables while the corresponding effect are transferred to the fair value reserve included in the capital and reserves attributable to equity holders of the fund.

However, the FRS 139 (new standard) 'Financial Instruments: Recognition and Measurement' (effective 1 January 2010) (the 'standard') requires the Fund to recognise all derivatives in its balance sheet as either assets or liabilities and shall measure them at fair value (except for a derivative that is linked to and that must be settled by delivery of an unquoted equity instrument whose fair value cannot be measured reliably) at the beginning of the financial period in which this standard is initially applied. Because all derivatives, other than those that are designated hedging instruments, are considered held for trading, the unrealised gains or losses transferred to the fair value reserve in the previous financial period shall be recognised as an adjustment of the balance of retained earnings at the beginning of the financial period in which this Standard is initially applied (other than for a derivative that is a designated hedging instrument).

The effects as a result of adoption of the new standard on the opening balances of the statement of financial position at the beginning of the financial year are set out in Note 16(b).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

(ii) The new standards, amendments and interpretations to published standards which are relevant to the Fund and have not been early adopted are:

- Amendments to FRS 7 "Financial instruments: Disclosures" and FRS 1 "First-time adoption of financial reporting standards" (effective from 1 January 2011) require enhanced disclosures about fair value measurement and liquidity risk. In particular, the amendment requires disclosure of fair value measurements by level of a fair value measurement hierarchy. The Fund will apply this standard when effective.

The Fund has applied the transitional provision which exempts entities from disclosing the possible impact arising from the initial application of this amendment on the financial statements of the Fund.

- IC Interpretation 17 "Distribution of non-cash assets to owners" (effective from 1 July 2010) provides guidance on accounting for arrangements whereby an entity distributes non-cash assets to shareholders either as a distribution of reserves or as dividends. FRS 5 has also been amended to require that assets are classified as held for distribution only when they are available for distribution in their present condition and the distribution is highly probable.

(b) Financial assets and liabilities

Classification

The Fund designates its Shariah-compliant quoted investment 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.

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and have been included in current assets. The Fund's receivables comprise cash and cash equivalents, amount due from Manager, amount due from stockbrokers, dividend receivables and other receivables which are all due within 12 months.

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

Recognition and measurement

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

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(b) Financial assets and liabilities (continued)**

Gains or losses from the changes in fair value of the investments are presented in the statement of comprehensive income in the financial year on which they are incurred.

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

Shariah-compliant quoted investments in Malaysia are valued at the last done market price quoted on Bursa Malaysia Securities Berhad ("Bursa Securities") at the date of the statement of financial position. Foreign Shariah-compliant quoted investments are valued at the bid prices quoted on the respective foreign stock exchanges at the close of the business day of the respective foreign stock exchanges.

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

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

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

The amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective profit rate. The asset's carrying amount of the asset is reduced and the amount of the loss is recognised in profit or loss. If 'receivables' or a 'held-to-maturity investment' 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(c) Income recognition**

Dividend income is recognised on the ex-dividend date.

Profit income and hibah earned from Shariah-compliant deposits is recognized on an accruals basis.

Realised gain or loss on disposal of Shariah-compliant quoted investments is calculated based on sales proceeds less cost of Shariah-compliant quoted investments which is determined on a weighted average cost basis.

(d) Functional and presentation currency

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

(e) Creation and cancellation of units

The Fund issues cancellable units, which are cancelled at the unitholder’s option and are classified as equity. Cancellable units can be returned to the Fund at any time for cash equal to a proportionate share of the Fund’s net asset value (“NAV”). The outstanding units are carried at the redemption amount that is payable at the statement of financial position date if the unitholder exercises the right to return the unit to the Fund.

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

(f) Cash and cash equivalents (Shariah-compliant)

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

(g) Taxation

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(h) Amount due from/to brokers**

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

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

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

(i) Proceeds and payments on creation and cancellation of units

The net asset value per unit is computed for each dealing day. The price at which units are created or cancelled is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day. Units in the Fund are classified as equity in the statement of financial position and are stated at fair value representing the price at which unitholders can redeem the units from the Fund.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Transaction cost

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include the bid-ask spread, fees and commissions paid to agents, advisors, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the Statement of Comprehensive Income as expenses. Transaction costs are expensed as incurred in the Statement of Comprehensive Income.

(k) Segmental information

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 Investment Committee of the Fund's manager that undertakes strategic decisions for the Fund.

(l) Financial instruments

Financial instruments comprise financial assets and financial liabilities. Fair value is the amount at which a financial asset could be exchanged or a financial liability settled, between knowledgeable and willing parties in an arm's length transaction. The information presented herein represents the estimates of fair values as on the statement of financial position date.

Financial instruments as at 31 May 2011 are as follows:

	Loans and receivables RM	Financial assets at fair value through profit or loss RM	Total RM
Financial assets at fair value through profit or loss (Note 7)	-	460,657,562	460,657,562
Cash and cash equivalents (Note 9)	82,255,571	-	82,255,571
Amount due from brokers	7,984,789	-	7,984,789
Amount due from Manager	3,464,460	-	3,464,460
Dividend receivable	1,794,069	-	1,794,069
Tax recoverable	862,951	-	862,951
	96,361,840	460,657,562	557,019,402
	96,361,840	460,657,562	557,019,402

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The preparation of financial statements in conformity with FRS and the SC Guidelines on Unit Trust Funds requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the statement of financial position date, and the reported amounts of income and expenses during the reported financial year. Although these estimates are based on the Manager's best knowledge of current events and actions, actual results may differ from those estimates.

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

The resulting accounting estimates will, by definition, seldom equal the related actual results.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES

The investment objective of the Fund is to provide investors with medium to long term capital appreciation through investments in securities of Malaysian companies that will benefit from prevailing investment themes and that conform with Shariah . The strategy of the Fund will be to invest in sectors that are related to the prevailing domestic and/or global investment themes. Between 70% to 98% (both inclusive) of the Fund's NAV will be invested in equities listed on Bursa Malaysia that conform with Shariah and at least 2% of the Fund's NAV will be invested in Shariah-compliant liquid assets for liquidity purposes.

The Fund is exposed to a variety of risks which include market risk, single issuer risk, profit rate risk, credit risk, liquidity risk and reclassification of Shariah status risk.

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated by the SC Guidelines on Unit Trust Funds.

a) Market risk

(i) Price risk

Price risk is the risk that the fair value of an investment in quoted securities will fluctuate because of changes in market prices (other than those arising from profit rate risk).

The price risk is managed through diversification and selection of securities and other financial instruments within specified limits according to the Deed.

As at 31 May 2011, the Fund's overall exposures to price risk were as follows:

	2011
	RM
Financial asset at fair value through profit and loss	460,657,562
	<u><u> </u></u>

The table below summarises the sensitivity of the Fund's net asset value to movements in prices of quoted securities as at 31 May 2011. The analysis is based on the assumptions that the price of the quoted securities fluctuates by 5% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the quoted securities, having regard to the historical volatility of the prices.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

a) Market risk (continued)

(i) Price risk (continued)

% Change in price of quoted securities	Market Value RM	Change in net asset value RM
-5%	437,624,684	(23,032,878)
0%	460,657,562	-
5%	483,690,440	23,032,878

(ii) Profit rate risk

Profit rate risk is the risk that the value of the Fund's investments and its return will fluctuate because of changes in market profit rates.

Profit rate is a general economic indicator that will have an impact on the management of the Fund. The Fund's exposure to the profit rate risk is mainly confined to short term placements with financial institutions. The Manager overcomes the exposure by way of maintaining deposits on short term basis.

As at 31 May 2011, the Fund is not exposed to a material level of profit rate risk.

(b) Credit risk

Credit risk refers to the ability of an issuer or a counter party to make timely payments of profit, principals and proceeds from realisation of investments. In the case of the Fund, the Manager regularly review the ratings assigned to the Issuer so that the necessary steps can be taken if the ratings fall below those prescribed by the SC.

The credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions. The settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the Securities Commission's Guidelines on Unit Trust Funds.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Credit risk (continued)

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

<u>As at 31.05.2011</u>	<u>Quoted investments</u>	<u>Cash balances and deposits</u>	<u>Other assets</u>	<u>Total</u>
	RM	RM	RM	RM
Trading Services	191,354,630	-	-	191,354,630
Finance	3,845,163	82,255,571	-	86,100,734
Plantation	72,209,649	-	-	72,209,649
Construction	44,048,857	-	-	44,048,857
Industrial	40,770,382	-	-	40,770,382
Properties	48,126,445	-	-	48,126,445
Infrastructure Project Companies	39,350,188	-	-	39,350,188
Consumer	20,952,248	-	-	20,952,248
Others	-	-	14,106,269	14,106,269
	<u>460,657,562</u>	<u>82,255,571</u>	<u>14,106,269</u>	<u>557,019,402</u>

(c) Liquidity risk

Liquidity risk is the risk that Shariah-compliant quoted investments cannot be readily sold at or near its actual value without taking a significant discount. This will result in lower net asset value of the Fund. The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unitholders. Liquid assets comprise cash, deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 7 days.

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

Less than	Within 1 month	1 year
	RM	RM
At 31 May 2011		
Amount due to brokers	2,558,859	-
Amount due to Manager	5,035,604	-
Accrued management fee	701,131	-
Amount due to Trustee	37,394	-
Other payables and accruals	-	66,630
Contractual cash out flows	<u>8,332,988</u>	<u>66,630</u>

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Single issuer risk

Any major price fluctuation of a particular security invested by the Fund may affect the Fund's net asset value and thus the prices of units.

The single issuer risk is managed by adhering to the investment limits as specified in the SC Guidelines on Unit Trust Funds.

(e) Non-compliance risk

Non-compliance risk arises when the Manager and others associated with the Fund are not compliant to the rules set out in the Fund's constitution, the law that governs the Fund or applicable internal control procedures, or act fraudulently or dishonestly. These non-compliance may expose the Fund to higher risks of a fall in the value of the Fund which in turn may affect its investment goals. However, the risk can be mitigated by the internal controls and compliance monitoring undertaken by the Manager.

(f) Reclassification of Shariah status risk

The risk refers to the risk that the currently held Shariah-compliant securities in the portfolio of Shariah-compliant funds may be reclassified to be non Shariah-compliant in with the advice from the relevant Shariah Advisor. If this occurs, the value of the Fund may be adversely affected where the Manager will take the necessary steps to dispose of such securities in accordance with the advice from the Shariah Advisor.

(g) Capital risk management

The capital of the Fund is represented by equity consisting of unitholders' capital and retained earnings. The amount of equity can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of shareholders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

4. MANAGEMENT FEE

In accordance with Clause 24(1) of the Master Deed dated 15 May 2008, the Manager is entitled to a maximum management fee of 3.00% (2010: 3.00%) per annum, calculated daily based on the net asset value of the Fund.

For the financial period ended 31 May 2011, the management fee is recognised at a rate of 1.50% (2010: 1.50%) per annum.

5. TRUSTEE'S FEE

In accordance with Clause 24(2) of the Master Deed dated 15 May 2008, the Trustee is entitled to a maximum fee of 0.10% (2010: 0.10%) per annum calculated daily based on the net asset value of the Fund, subject to a minimum fee of RM18,000 (2010: RM18,000) per annum.

For the financial period ended 31 May 2011, the Trustee's fee is recognised at a rate of 0.08% (2010: 0.08%) per annum.

6. TAXATION

	31.05.2011	31.05.2010
	RM	RM
Current taxation:		
- Malaysian tax	481,685	299,195
- Over provision in prior year	(1,865)	-
	<hr/>	<hr/>
Taxation	479,820	299,195
	<hr/> <hr/>	<hr/> <hr/>

A reconciliation of taxation applicable to net income before taxation multiplied by the Malaysian statutory tax rate and tax expense of the Fund is as follows:

	31.05.2011	31.05.2010
	RM	RM
Net loss before taxation	52,412,272	37,196,439
	<hr/>	<hr/>
Taxation at Malaysian statutory rate of 25% (2010: 25%)	13,103,068	9,299,110
Tax effects of:		
Income not subject to tax	372,826	(1,061,991)
Net realized loss on sale of investments (not subject to tax)/ deductible for tax purposes	(14,299,015)	(8,816,846)
Expenses not deductible for tax purposes	402,550	49,819
Restriction on tax deductible expenses for unit trust funds	902,256	829,103
Over provision in prior year	(1,865)	-
	<hr/>	<hr/>
Taxation	479,820	299,195
	<hr/> <hr/>	<hr/> <hr/>

7. FINANCIAL ASSETS FAIR VALUE THROUGH PROFIT OR LOSS

Name of counter	Quantity (unit)	Aggregate cost RM	Market value RM	Percentage of net asset value %
As at 31 May 2011				
QUOTED SHARIAH-COMPLIANT SECURITIES				
Construction				
Gamuda Berhad	2,056,700	6,798,235	7,815,460	1.42
IJM Corporation Berhad	1,525,320	6,700,120	9,395,971	1.71
Malaysian Resources Corp Berhad	4,037,800	7,974,344	8,883,160	1.62
Mudajaya Group Berhad	1,962,200	9,611,497	9,183,096	1.67
WCT Berhad	993,900	2,935,261	3,011,517	0.55
YTL Corporation Berhad	3,645,350	5,653,126	5,759,653	1.05
	<hr/>	<hr/>	<hr/>	<hr/>
	14,221,270	39,672,583	44,048,857	8.02
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

7. FINANCIAL ASSETS FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity (unit)	Aggregate cost RM	Market value RM	Percentage of net asset value %
As at 31 May 2011				
QUOTED SHARIAH-COMPLIANT SECURITIES				
Consumer Products				
Nestle Malaysia Berhad	180,300	6,003,505	8,614,734	1.57
Perusahaan Otomobil Nasional Berhad	540,200	1,890,972	1,869,092	0.34
QL Resources Berhad	2,277,300	4,436,920	7,469,544	1.36
UMW Holdings Berhad	420,600	2,882,974	2,998,878	0.55
	<u>3,418,400</u>	<u>15,214,371</u>	<u>20,952,248</u>	<u>3.82</u>
Finance				
Bank Islam Malaysia Berhad	2,388,300	3,825,783	3,845,163	0.70
Industrial Products				
Ann Joo Resources Berhad	1,145,700	3,503,408	3,093,390	0.56
Dayang Enterprise Holdings Berhad	1,165,500	2,466,500	2,412,585	0.44
Hartalega Holdings Berhad	771,300	4,439,881	4,334,706	0.79
Kossan Rubber Industries	567,500	2,067,428	1,719,525	0.31
Lafarge Malayan Cement Berhad	204,900	1,357,930	1,473,231	0.27
Lion Industries Corporation	1,878,200	2,858,511	2,967,556	0.54
Parkson Holdings Berhad	277,988	1,471,450	1,601,211	0.29
Perwaja Holdings Berhad	2,464,200	3,876,191	1,996,002	0.36
Petronas Chemicals Group Berhad	2,089,900	12,480,490	15,130,876	2.76
Press Metal Berhad	1,434,800	3,890,009	3,587,000	0.65
YTL Cement Berhad	454,500	2,181,562	2,454,300	0.45
	<u>12,454,488</u>	<u>40,593,361</u>	<u>40,770,382</u>	<u>7.42</u>
Infrastructure Project Companies				
Digi.com Berhad	816,000	20,238,308	23,256,000	4.24
Maxis Communications Berhad	1,540,400	8,218,113	8,348,968	1.52
Time Dotcom Berhad	9,220,500	7,122,495	7,745,220	1.41
	<u>11,576,900</u>	<u>35,578,916</u>	<u>39,350,188</u>	<u>7.17</u>
Plantations				
Genting Plantations Berhad	1,919,700	11,677,391	15,415,191	2.81
IOI Corporation Berhad	7,022,426	33,338,302	37,218,858	6.78
Kuala Lumpur Kepong Berhad	889,800	13,521,432	19,575,600	3.57
	<u>9,831,926</u>	<u>58,537,125</u>	<u>72,209,649</u>	<u>13.16</u>

7. FINANCIAL ASSETS FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity (unit)	Aggregate cost RM	Market value RM	Percentage of net asset value %
As at 31 May 2011				
QUOTED SHARIAH-COMPLIANT SECURITIES				
Properties				
IJM Land Berhad	2,078,700	5,513,575	6,028,230	1.10
Mah Sing Group Berhad	806,700	1,485,645	2,121,621	0.39
Selangor Properties Berhad	1,154,600	4,761,987	4,479,848	0.82
SP Setia Berhad	2,826,150	11,639,795	11,474,169	2.09
UEM Land Berhad	6,376,333	15,848,627	17,789,969	3.24
YNH Property Berhad	1,622,602	2,957,294	3,277,656	0.60
YTL Land & Development Berhad	1,758,900	3,175,255	2,954,952	0.54
	<u>16,623,985</u>	<u>45,382,178</u>	<u>48,126,445</u>	<u>8.78</u>
Trading / Services				
Aeon Co. M Berhad	408,200	2,304,530	2,612,480	0.48
Airasia Berhad	872,900	2,323,262	2,601,242	0.47
Alam Maritim Resources Berhad	1,313,000	1,410,322	1,352,390	0.25
Axiata Group Berhad	7,295,325	22,635,545	36,476,625	6.65
Dialog Group Berhad	3,811,731	6,423,483	10,672,847	1.95
Eastern Pac. Ind. Corp Berhad	800,600	1,697,837	1,921,440	0.35
Faber Group Berhad	50,800	103,264	107,188	0.02
Kencana Petroleum Berhad	1,771,466	3,337,195	4,942,390	0.90
KPJ Healthcare Berhad	673,200	2,115,831	2,921,688	0.53
Malaysia Marine And Heavy Engineering Berhad	1,351,600	7,613,357	10,474,900	1.91
Malaysia Mining Corporation Berhad	404,400	1,121,696	1,128,276	0.21
Media Chinese Corporation Berhad	1,486,700	1,323,924	1,947,577	0.35
Petra Perdana Berhad	2,636,800	2,878,551	2,491,776	0.45
Petronas Dagangan Berhad	895,800	9,761,697	14,601,540	2.66
Pos Malaysia Berhad	1,170,200	3,749,023	3,627,620	0.66
QSR Brands Berhad	1,926,600	7,944,769	11,463,270	2.09
Sapura Crest Petroleum Berhad	2,684,500	4,503,539	10,469,550	1.91
Sime Darby Berhad	4,933,600	40,257,328	45,339,784	8.26
Telekom Malaysia Berhad	2,195,900	7,707,747	8,542,051	1.56
Tenaga Nasional Berhad	2,483,825	15,807,329	17,659,996	3.22
	<u>39,167,147</u>	<u>145,020,229</u>	<u>191,354,630</u>	<u>34.88</u>
TOTAL QUOTED SHARIAH -COMPLIANT INVESTMENTS	<u>109,682,416</u>	<u>383,824,546</u>	<u>460,657,562</u>	<u>83.95</u>
UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>76,833,016</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>460,657,562</u>		

8. QUOTED SHARIAH-COMPLIANT INVESTMENTS (CONTINUED)

Name of counter	Quantity (unit)	Aggregate cost RM	Market value RM	Percentage of net asset value %
As at 30 November 2010				
SHARIAH-COMPLIANT SECURITIES				
Construction				
Gamuda Berhad	2,997,700	9,131,749	11,061,513	2.12
IJM Corporation Berhad	3,925,620	17,243,677	22,533,059	4.32
Malaysian Resources Corporation Berhad	1,555,300	2,390,178	2,970,623	0.57
WCT Berhad	1,741,400	4,257,003	5,224,200	1.00
YTL Corporation Berhad	693,630	5,247,169	5,715,511	1.09
	<u>10,913,650</u>	<u>38,269,776</u>	<u>47,504,906</u>	<u>9.10</u>
Consumer Products				
Nestle Berhad	213,900	7,122,294	9,283,260	1.78
QL Resources Berhad	1,811,000	7,056,832	10,377,030	1.99
Tan Chong Motor Holdings Berhad	1,117,200	4,834,196	6,055,224	1.16
UMW Holdings Berhad	774,400	5,276,125	5,405,312	1.03
	<u>3,916,500</u>	<u>24,289,447</u>	<u>31,120,826</u>	<u>5.96</u>
Industrial Products				
Ann Joo Resources Berhad	401,400	1,327,620	1,115,892	0.21
Kossan Rubber Industries Berhad	1,323,100	4,992,872	4,286,844	0.82
Lafarge Malayan Cement Berhad	198,100	1,210,894	1,489,712	0.28
Lingui Development Berhad	1,054,100	1,354,484	1,201,674	0.23
Lion Industries Corporation Berhad	2,253,400	3,429,543	4,056,120	0.78
Parkson Holdings Berhad	277,988	1,471,450	1,528,934	0.29
Perisai Petroleum Teknologi Berhad	2,706,700	1,711,880	1,353,350	0.26
Perwaja Holdings Berhad	2,739,700	4,309,553	2,739,700	0.52
Petronas Chemicals Group Berhad	1,167,500	6,193,601	6,246,125	1.20
Press Metal Berhad	615,500	1,560,337	1,280,240	0.25
Supermax Corporation Berhad	487,325	1,925,013	2,022,399	0.39
Top Glove Corporation Berhad	326,500	2,162,475	1,861,050	0.36
YTL Cement Berhad	331,800	1,592,629	1,592,640	0.30
	<u>13,883,113</u>	<u>33,242,351</u>	<u>30,774,680</u>	<u>5.89</u>
Infrastructure Project Companies				
Digi.com Berhad	636,500	15,694,220	15,568,790	2.98
Maxis Berhad	980,900	5,207,771	5,188,961	0.99
Puncak Niaga Holdings Berhad	393,500	1,129,935	1,023,100	0.20
YTL Power International Berhad	1,524,400	3,669,776	3,765,268	0.72
	<u>3,535,300</u>	<u>25,701,702</u>	<u>25,546,119</u>	<u>4.89</u>

8. QUOTED SHARIAH-COMPLIANT INVESTMENTS (CONTINUED)

Name of counter	Quantity (unit)	Aggregate cost RM	Market value RM	Percentage of net asset value %
As at 30 November 2010				
SHARIAH-COMPLIANT SECURITIES				
Plantations				
Genting Plantations Berhad	2,331,700	14,183,557	19,819,450	3.80
IOI Corporation Berhad	8,570,227	40,881,104	49,707,311	9.52
Kuala Lumpur Kepong Berhad	687,500	8,502,036	13,901,250	2.66
Sime Darby Berhad	5,678,800	46,338,032	49,291,984	9.44
	<u>17,268,227</u>	<u>109,904,729</u>	<u>132,719,995</u>	<u>25.42</u>
Properties				
IJM Land Berhad	864,700	2,097,219	2,550,865	0.49
Mah Sing Group Berhad	1,260,100	2,320,641	2,331,185	0.45
SP Setia Berhad	1,262,600	6,238,719	6,616,024	1.27
Sunrise Berhad	985,100	2,106,259	2,659,770	0.51
Sunway City Berhad	384,600	853,873	1,788,390	0.34
YNH Property Berhad	744,502	1,265,478	1,280,543	0.24
	<u>5,501,602</u>	<u>14,882,189</u>	<u>17,226,777</u>	<u>3.30</u>
Trading / Services				
Aeon Co. (M) Berhad	1,039,500	5,848,674	6,237,000	1.19
Airasia Berhad	2,497,000	6,669,577	6,617,050	1.27
Alam Maritim Resources Berhad	2,649,650	2,523,647	2,782,133	0.53
Axiata Group Berhad	10,295,225	29,221,106	47,152,130	9.03
Dialog Group Berhad	11,955,931	12,558,327	18,053,456	3.46
Eastern Pacific. Industrial Corporation Berhad	839,200	1,779,697	1,921,768	0.37
Faber Group Berhad	864,600	2,532,254	2,334,420	0.45
Kencana Petroleum Berhad	6,534,566	7,561,040	13,199,823	2.53
KPJ Healthcare Berhad	668,100	2,034,572	2,525,418	0.48
Malaysia Marine and Heavy Engineering Holdings Berhad	932,800	4,007,155	4,421,472	0.85
MMC Berhad	2,549,000	7,070,233	6,984,260	1.34
Media Chinese International Limited	1,517,000	1,344,610	1,334,960	0.26
Petronas Dagangan Berhad	897,000	9,269,028	10,136,100	1.94
PLUS Expressways Berhad	2,403,600	8,943,621	10,527,768	2.02
Pos Malaysia Berhad	1,185,600	3,833,720	3,687,216	0.70
QSR Brands Berhad	2,019,400	8,106,729	11,975,042	2.29
SapuraCrest Petroleum Berhad	5,875,500	9,376,289	15,570,075	2.98
Telekom Malaysia Berhad	396,200	1,387,779	1,362,928	0.26
Tenaga Nasional Berhad	2,993,400	24,028,960	25,443,900	4.87
	<u>58,113,272</u>	<u>148,097,018</u>	<u>192,266,919</u>	<u>36.82</u>
TOTAL QUOTED SHARIAH -COMPLIANT INVESTMENTS	113,131,664	394,387,212	477,160,222	91.38
FAIR VALUE RESERVE		82,773,010		
TOTAL MARKET VALUE		477,160,222		

9. CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	31.05.2011	30.11.2010
	RM	RM
Deposits with licensed financial institutions	82,027,464	26,653,000
Bank balance in a related licensed bank	228,107	20,884
	<u>82,255,571</u>	<u>26,673,884</u>

The effective weighted average profit rates per annum of deposits with licensed financial institutions are as follows:

	31.05.2011	30.11.2010
	%	%
Deposits with licensed financial institutions	<u>2.95</u>	<u>2.80</u>

Deposits with licensed financial institutions have an average maturity of 4 days (30.11.2010: 6 days).

10. NUMBER OF UNITS IN CIRCULATION AND NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

	No. of units	31.05.2011	No. of units	30.11.2010
		RM		RM
At the beginning of the financial period	1,823,884,653	522,141,109	1,948,642,000	470,663,635
Add: Creation arising from Application	490,645,953	150,115,388	813,191,910	213,858,916
Less: Cancellation of units	(575,229,184)	(175,569,165)	(937,949,257)	(247,210,805)
Total comprehensive income for the financial period	-	51,932,452	-	66,810,560
Net change in fair value reserve		-		18,018,803
At the end of the financial period	<u>1,739,301,422</u>	<u>548,619,784</u>	<u>1,823,884,653</u>	<u>522,141,109</u>
Approved size of Fund	<u>2,200,000,000</u>		<u>2,200,000,000</u>	

As at 31 May 2011, the number of units not yet issued is 460,698,578 (30.11.2010: 376,115,347).

11. MANAGEMENT EXPENSE RATIO (“MER”)

	31.05.2011	31.05.2010
	%	%
MER	<u>0.80</u>	<u>0.80</u>

MER is derived based on the following calculation:

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

- A = Management fee
- B = Trustee’s fee
- C = Auditors’ remuneration
- D = Tax agent’s fee
- E = Administration expenses
- F = Average net asset value of the Fund calculated on a daily basis

The average net asset value of the Fund for the financial period ended 31 May 2011 calculated on daily basis is RM526, 925,719(2010: RM484, 500,781).

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	31.05.2011	31.05.2010
PTR (times)	<u>0.43</u>	<u>0.42</u>

PTR is derived based on the following calculation:

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

Average net asset value of the Fund for the financial year calculated on a daily basis

where:

- total acquisition for the financial year = RM220,908,187 (2010: RM196,342,469)
- total disposal for the financial year = RM231,577,947 (2010: RM206,891,246)

13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER

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

<u>Related parties</u>	<u>Relationship</u>
CIMB-Principal Asset Management Berhad	The Manager
CIMB Group Sdn Bhd	Holding company of the Manager
CIMB Group Holdings Berhad ("CIMB")	Ultimate holding company of the Manager
Subsidiaries and associates of CIMB as disclosed in its financial statements	Subsidiary and associated companies of the ultimate holding company of the Manager

Units held by the Manager and parties related to the Manager

	31.05.2011		31.05.2010	
	No. of units	RM	No. of units	RM
Manager				
CIMB-Principal Asset Management Berhad	2,263,064	713,770	2,410,519	602,630

The above units were transacted at the prevailing market price.

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

In addition to related party disclosure mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The related party transactions described below were carried out on terms and conditions obtainable in transactions with unrelated parties unless otherwise stated. Profit rates on Shariah-compliant fixed and short-term deposits were at normal commercial rates.

	31.05.2011	31.05.2010
	RM	RM
<u>Significant related party transactions</u>		
Profit from Shariah-compliant deposits:		
- CIMB Islamic Bank Berhad	171,051	48,870

**13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER
(CONTINEUD)**

	31.05.2011	31.05.2010
	RM	RM
<u>Significant related party balances</u>		
Shariah-compliant deposits with licensed financial institutions:		
- CIMB Islamic Bank Berhad	20,358,000	6,054,000
	<u> </u>	<u> </u>

14. TRANSACTIONS WITH BROKERS/DEALERS

Details of transactions with the top 10 brokers/dealers for the financial period ended 31 May 2011 are as follows:

Brokers/dealers	Values of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CIMB Islamic Bank #	505,790,000	21.04	-	-
RHB Bank Islamic Bhd	460,970,000	19.17	-	-
Hong Leong Islamic Bank Berhad	328,247,000	13.65	-	-
OSK Investment Bank	177,808,000	7.39	-	-
CIMB Investment Bank Bhd #	149,854,438	6.23	331,663	29.03
Bank Islam Malaysia Berhad	123,534,000	5.14	-	-
Bank Muamalat M Berhad	100,090,000	4.16	-	-
JPMorgan Securities	93,173,537	3.88	203,341	17.79
AmIslamic Bank Berhad	77,347,000	3.23	-	-
AmInvestment Bank Bhd	68,730,839	2.86	153,968	13.47
Others	318,636,695	13.25	453,858	39.71
	<u>2,404,181,509</u>	<u>100.00</u>	<u>1,142,830</u>	<u>100.00</u>

14. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

Details of transactions with the top 10 brokers/dealers for the financial period ended 31 May 2010 are as follows:

Brokers/dealers	Values of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CIMB Investment Bank Bhd #	163,515,265	37.29	359,170	37.86
Credit Suisse Securities (M) Sdn Bhd	56,803,283	12.95	123,233	12.99
CLSA Securities (M) Sdn Bhd	38,982,980	8.89	82,690	8.72
AmInvestment Bank Bhd	38,954,562	8.88	84,920	8.95
Kenanga Investment Bank Berhad	33,771,308	7.70	74,073	7.81
Maybank Securities	30,017,412	6.84	66,288	6.99
JPMorgan Securities (M) Sdn Bhd	28,860,929	6.58	62,488	6.59
Macquarie Malaysia Sdn Bhd	14,228,396	3.24	30,071	3.17
OSK Investment Bank Bhd	11,746,156	2.69	25,259	2.66
RHB Investment Bank Bhd	10,423,452	2.38	22,835	2.41
Others	11,241,004	2.56	17,560	1.85
	<u>438,544,747</u>	<u>100.00</u>	<u>948,587</u>	<u>100.00</u>

Included in transactions by the Fund are trades conducted on normal terms with CIMB Investment Bank Berhad and CIMB Islamic Bank , a company related to the Manager amounting to RM149,854,438 and RM505,790,000 (31 May 2010: RM163,515,265).

15. SEGMENT INFORMATION

The Investment Committee of the Manager makes the strategic resource allocations on behalf of the Fund. The Fund has determined the operating segments based on the reports reviewed by this committee that are used to make strategic decisions.

The committee is responsible for the Fund's entire portfolio and considers the business to have a single operating segment. The committee's asset allocation decisions are based on a single, integrated investment strategy and the Fund's performance is evaluated on an overall basis.

The reportable operating segment derives their income by seeking investments to achieve targeted returns consummate with an acceptable level of risk within each portfolio. These returns consist of dividends and gains on the appreciation in the value of investments.

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

15. SEGMENT INFORMATION (CONTINUED)

The segment information provided to the Investment Committee for the reportable operating segment is as follows:

	2011	Quoted investments sub-portfolio 2010
	RM	RM
Dividend income	6,082,013	5,340,453
Net realised gain on sale of financial assets at fair value through profit or loss	57,196,060	35,267,386
Unrealised capital loss on financial assets at fair value through profit or loss	(5,939,994)	-
Transaction costs	(1,394,445)	-
Total segment income	<u>55,943,634</u>	<u>40,607,839</u>
Dividend receivable	1,794,069	1,195,867
Amount due from stockbrokers	7,984,789	32,167,726
Financial assets at fair value through profit or loss	460,657,562	477,160,222
Total segment assets	<u>470,436,420</u>	<u>510,523,815</u>
Amount due to stockbrokers	2,558,859	12,564,196
Total segment liabilities	<u>2,558,859</u>	<u>12,564,196</u>

The Fund's management fee, trustee's fees and other expenses are not considered to be segment expenses.

A reconciliation of total segmental income to the net income is provided as follows:

	2011	2010
	RM	RM
Total net segmental income	55,943,634	40,607,839
Profit and hibah income from deposits with licensed financial institutions	693,349	471,982
Other income	1,070	798
Other fees and expenses	(4,225,781)	(3,884,180)
Net profit before taxation	<u>52,412,272</u>	<u>37,196,439</u>
Taxation	(479,820)	(299,195)
Net profit for the financial year	<u>51,932,452</u>	<u>36,897,244</u>

15. SEGMENT INFORMATION (CONTINUED)

Reportable operating segment's assets and liabilities are reconciled to total assets and total liabilities as follows:

	2011	2010
	RM	RM
Total segment assets	470,436,420	510,523,815
Bank balances in licensed banks	82,255,571	26,673,884
Other receivables	4,327,411	1,440,760
Total assets	<u>557,019,402</u>	<u>538,638,459</u>
Total segment liabilities	2,558,859	12,564,196
Amount due to Manager	5,035,604	3,101,646
Amount due to Trustee and custodian	37,394	36,982
Accrued management fee	701,131	693,407
Other payables and accrued expenses	66,630	101,119
Total liabilities	<u>8,399,618</u>	<u>16,497,350</u>

The Fund's other receivables and other payables and accrued expenses are not considered to be segment assets and segment liabilities respectively and are managed by the administration function.

16. CHANGES IN ACCOUNTING POLICIES

(a) Amendment FRS 132 "Financial Instruments: Presentation"

In the previous financial year, the Fund had classified its puttable instruments as liabilities and distribution to unitholders of the puttable instruments as finance costs in accordance with FRS 132, 'Financial instruments: Presentation'. However, the FRS 132 (amendment), 'Financial instruments: Presentation', and FRS 101 (amendment), 'Presentation of financial statements' - 'Puttable financial instruments and obligations arising on liquidation' (effective from 1 January 2010) (the 'amendment') requires puttable financial instruments that meet the definition of a financial liability to be classified as equity where certain strict criteria are met. As a result, distribution to unitholders of these puttable instruments shall be debited by the entity directly to equity.

Those criteria include: (i) the puttable instruments must entitle the holder to a pro-rata share of net assets; (ii) the puttable instruments must be the most subordinated class and that class's features must be identical; (iii) there must be no contractual obligations to deliver cash or another financial asset other than the obligation on the issuer to repurchase; and (iv) the total expected cash flows from the puttable instrument over its life must be based substantially on the profit or loss of the issuer. As a result, the prior year financial statements are restated from amounts previously reported to conform with the amendment. The amendment has been applied retrospectively.

16. CHANGES IN ACCOUNTING POLICIES (CONTINUED)

(a) Amendment FRS 132 "Financial Instruments: Presentation" (continued)

The effects as a result of adoption of the amendment on the statement of financial position for the prior periods are set out below.

	As previously stated RM	Adjustment RM	As restated RM
1 December 2009			
Statement of Financial Position			
Financial liability	470,663,635	470,663,635	-
Unitholders' capital	-	444,835,409	444,835,409
Retained earnings	-	(38,925,981)	(38,925,981)
Fair value reserve	-	64,754,207	64,754,207
	-	470,663,635	470,663,635

1 December 2010			
Statement of Financial Position			
Financial liability	522,141,109	522,141,109	-
Unitholders' capital	-	411,483,520	411,483,520
Retained earnings	-	27,884,579	27,884,579
Fair value reserve	-	82,773,010	82,773,010
	-	522,141,109	522,141,109

Effect of changes in accounting policy on the statement of financial position as at 31 May 2011 and statement of changes in equity for the year ended 31 May 2011 are set out below.

	Previous accounting policy RM	Change in accounting policy	Revised accounting policy RM
31 May 2011			
Statement of Financial Position			
Financial liability	548,619,784	(548,619,784)	-
Unitholders' capital	-	386,029,743	386,029,743
Retained earnings	-	85,757,025	85,757,025
Fair value reserve	-	76,833,016	76,833,016
	-	548,619,784	548,619,784

16. CHANGES IN ACCOUNTING POLICIES (CONTINUED)

(b) FRS 139 “Financial Instruments: Recognition and Measurement”

In the previous financial year, unrealised gains or losses from the financial instruments are recognised in the statement of financial position as investments while the corresponding effect are transferred to the fair value reserve included in the capital and reserves attributable to equity holders of the fund.

However, the FRS 139 (new standard) ‘Financial Instruments: Recognition and Measurement’ (effective 1 January 2010) (the ‘standard’) requires the Fund to recognise all investments in its statement of financial position as assets and shall measure them at fair value (except for a derivative that is linked to and that must be settled by delivery of an unquoted equity instrument whose fair value cannot be measured reliably) at the beginning of the financial period in which this standard is initially applied. The unrealised gains or losses transferred to the fair value reserve in the previous financial period shall be recognised as an adjustment of the balance of retained earnings at the beginning of the financial period in which this Standard is initially applied (other than for a derivative that is a designated hedging instrument).

The effects as a result of adoption of the new standard on the opening balances of the statement of financial position at the beginning of the financial year are set out below.

	As restated after adoption of amendments to FRS 132 (Note 16(a)) RM	Adjustment RM	As restated RM
1 December 2010			
Statement of Financial Position			
Unitholders' capital	411,483,520	-	411,483,520
Retained earnings	27,884,579	82,773,010	110,657,589
Fair value reserve	82,773,010	(82,773,010)	-
	522,141,109	-	522,141,109

Effect of changes in accounting policy on the statement of financial position as at 31 May 2011, statement of comprehensive income and statement of changes in equity for the financial period ended 31 May 2011 are set out below.

	Previous accounting policy RM	Change in accounting policy RM	Revised accounting policy RM
31 May 2011			
Statement of Financial Position			
Financial assets at fair value through profit or loss	-	460,657,562	460,657,562
Quoted investments	460,657,562	(460,657,562)	-
Fair value reserve	76,833,016	(76,833,016)	-
Deposits with licensed financial institutions	81,998,000	29,464	82,027,464
Interest receivable	29,464	(29,464)	-

16. CHANGES IN ACCOUNTING POLICIES (CONTINUED)

(b) FRS 139 “Financial Instruments: Recognition and Measurement” (continued)

	Previous accounting policy RM	Change in accounting policy RM	Revised accounting policy RM
Statement of Comprehensive Income			
Net realised gain on sale of financial assets at fair value through profit or loss	56,309,526	886,534	57,196,060
Unrealised capital loss on financial assets at fair value through profit or loss	-	(5,939,994)	(5,939,994)
Transaction costs	-	(1,394,445)	(1,394,445)
Total comprehensive income for the financial year	<u>58,380,357</u>	<u>(6,447,905)</u>	<u>51,932,452</u>

DIRECTORY

Head office of the Manager

CIMB-Principal Asset Management Berhad (Company No.: 304078-K)
Level 5, Menara Milenium,
8, Jalan Damanlela,
Bukit Damansara.
50490 Kuala Lumpur, MALAYSIA.

Postal address

CIMB-Principal Asset Management Berhad (Company No.: 304078-K)
P.O.Box 10571,
50718 Kuala Lumpur, MALAYSIA.

Internet site

www.cimb-principal.com.my

E-mail address

cimb-p.custsupport@cimb.com

General investment enquiries

(03) 7718 3100

Trustee for the CIMB Islamic DALI Equity Theme Fund

AmTrustee Berhad (Company No.:163032-V)
Level 15, Menara Merais,
No.1,Jalan 19/3,
46300 Petaling Jaya,
Selangor Darul Ehsan.

Shariah Adviser of the CIMB Islamic DALI Equity Theme Fund

CIMB Islamic Bank Berhad. (Company No.:671380 H)
Level 34, Menara Bumiputra-Commerce
No 11, Jalan Raja Laut
50350 Kuala Lumpur
Tel: (03) 2619 1188
Fax: (03) 2691 3513, (03) 2691 3245

Auditors of the Trusts and of the Manager

PricewaterhouseCoopers (Company No. AF: 1146)
Level 10, 1 Sentral,
Jalan Travers, Kuala Lumpur Sentral,
PO Box 10192, 50706 Kuala Lumpur, MALAYSIA.

CIMB Islamic DALI Equity Theme Fund is also available from CIMB Wealth Advisors Berhad's Offices

ADDRESS

TELEPHONE

HEAD OFFICE

- 50, 52 & 54, Jalan SS21/39, Damansara Utama,
47400 Petaling Jaya, Selangor. 03-77183000

FINANCIAL CARE CENTER

- 1 Jalan PJU 8/3B, Damansara Perdana,
47820 Petaling Jaya, Selangor. 03-77262000

REGIONAL OFFICES

- 5A, 1st & 2nd Floor, Jalan Todak 4, Bandar Sunway,
Seberang Jaya, 13700 Perai, Penang. 04-3702155
04-3702156
- 23 & 23A Jalan Harimau Tarum
Taman Century, 80250 Johor Bahru, Johor. 07-3341748
- 48, Jalan SS 21/39, Damansara Utama
47400 Petaling Jaya, Selangor. 03-77122888
- 5B, Lot 414, Section 10, KTLD Jalan Rubber,
93400 Kuching, Sarawak. 082-259777
- No 1 Jalan Pasar Baru, Kampung Air,
88000 Kota Kinabalu, Sabah. 088-239951
088-239952

BRANCHES

- Ground Floor, No. 298-B, Jalan Tok Hakim, 15000
Kota Bharu, Kelantan 09-7471190
09-7471172
- 30A, First Floor, Persiaran Greentown 1,
Greentown Business Centre, 30450 Ipoh, Perak. 05-2439001
05-2439002
- No 13B, 2nd Floor, Jalan Mamanda 7/1,
Off Jalan Ampang, 68000 Ampang, Selangor. 03-42702970
- 39-3 & 41-3, Jalan Radin Anum, Bandar Baru Sri Petaling,
57000 Kuala Lumpur. 03-90592333
- 61, Jalan Melaka Raya 24, Taman Melaka Raya, 75000 Melaka. 06-2811111
- Lot 228, 1st Floor, Beautiful Jade Centre, Jalan Maju,
98000 Miri, Sarawak. 085-432525

SALES OFFICES

- 18A, Tingkat Taman Ipoh 6, Ipoh Garden South, 31400 Ipoh, Perak. 05-5453343
- 75-76, Taman Aman Muhibbah,
Jalan Kampung Sitiawan, 32000 Sitiawan, Perak. 05-6917761
- 32-3, 3rd Floor Jalan 1/27F, KL Satellite Centre (KLSC),
Wangsa Maju, Section 5, 53300 Kuala Lumpur. 03-41422911
- 92B, Jalan Burhanuddin Helmi, Taman Tun Dr Ismail, 60000 Kuala Lumpur. 03-77276603
- Suite B-12-12, Plaza Mont Kiara,
No 2, Jalan 1/70C Mont Kiara, 50480 Kuala Lumpur. 03-62035035
- Suite 3A-3 Wisma W.I.M., No 7, Jalan Abang Haji Openg,
Taman Tun Dr Ismail, 60000 Kuala Lumpur. 03-77108916
- No 131A, 1st Floor, Jalan SS 17/1A, Subang Jaya, 47500 Selangor. 03-56210788
- Unit 113 & 213, Block C, Damansara Intan,
1, Jalan SS20/27, 47400 Petaling Jaya, Selangor. 03-71182234
- A-2-1, Block A, 8 Jalan PJU 1A/20A,
Dataran Ara Damansara, 47301 Petaling Jaya, Selangor. 03-78430506
- Lot C-615 & Lot C-616, Level 6, Block C, Kelana Square,
17, Jalan SS7/26, Kelana Jaya, 47301 Petaling Jaya, Selangor. 03-78806893
- 11A-3A, 3rd Floor, Mayang Plaza, Jalan SS26/4,
Taman Mayang Jaya, 47301 Petaling Jaya, Selangor. 03-78033718
- A-2-3, Block A, 8 Jalan PJU 1A/20A,
Dataran Ara Damansara, 47301 Petaling Jaya, Selangor. 03-78430503
- C-3-2A Taman Kasturi, Cheras, 43000 Selangor. 03-90743870
- 43-2 Jalan Wangsa Setia 1, Wangsa Melawati, 53300 Kuala Lumpur. 03-41490355
- 2-6A Jalan PJU 8/3A, Bandar Damansara Perdana,
47820 Petaling Jaya, Selangor. 03-77256320
- Block E-03A 1st & 2nd Floor, Dataran Glomac,
Kelana Jaya, 47301 Selangor. 03-78807082
- 12A-3 (2nd Floor), Block C Jalan PJU 5/17, Dataran Sunway,
Kota Damansara, 47810 Selangor. 03-61416369
- Room No 203, 2nd Floor Lai Piang Kee Building,
Jalan Pryer, 90000 Sandakan, Sabah. 089-213851
- 1st Floor, Lot 52, Block F, Jati Commercial Centre,
P.O.Box 81677, 87026 Labuan Federal Territory. 087-428303
- 15A, Jalan Ruby, 96000 Sibu, Sarawak. 084-325515