



OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

SEMI-ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

**FOR THE SIX MONTHS FINANCIAL PERIOD ENDED
31 MARCH 2024**

**Opus Asset Management Sdn. Bhd.
199601042272 (414625-T)**

OPUS SHARIAH SHORT TERMLOW RISK ASSET FUND

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OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

FUND INFORMATION

Fund name	Opus Shariah Short Term Low Risk Asset Fund
Type (Category)	Income (Sukuk)
Fund's Launch Date	6 May 2020
Financial Year End	30 September
Investment Objective	<p>The Fund seeks to achieve higher returns compared to the benchmark over the short term* while preserving capital** by investing in sukuk issued or guaranteed by the government of Malaysia and/or Bank Negara Malaysia.</p> <p>* Short term means a period of 1 to 3 years.</p> <p>** The Fund is neither a capital guaranteed fund nor a capital protected fund.</p>
Benchmark	Maybank 1-Month Islamic Fixed Deposit Rate.
Distribution Policy	The Fund intends to distribute income, if any, at least once a month on a best effort basis. However, we reserve the right not to distribute income at our sole and absolute discretion if it is not in the best interests of the Unit Holders.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

FUND PERFORMANCE DATA

Fund Performance Data

	As at 31-Mar-24 Unaudited % of NAV	As at 30-Sep-23 Audited % of NAV	As at 30-Sep-22 Audited % of NAV
Portfolio Composition:			
Unquoted sukuk	97.76	97.68	70.64
Cash and cash equivalents	2.24	2.32	29.36
Total	100.00	100.00	100.00
Total Net Asset Value (NAV) (RM)	5,439,334	5,412,664	5,743,501
Units in circulation (million)	5,358,982	5,359,200	5,730,584
NAV per unit (RM)	1.0150	1.0100	1.0023
	01.10.2023 to 31.03.2024 Unaudited	01.10.2022 to 30.09.2023 Audited	01.10.2021 to 30.09.2022 Audited
Highest NAV per unit*	1.0166	1.0124	1.0069
Lowest NAV per unit*	1.0091	1.0018	1.0001
Return of the Fund (%)	1.79	3.10	1.38
- Capital growth (%)	0.50	0.75	(0.29)
- Income return (%)	1.29	2.31	1.66
Gross distribution per Unit (sen)	1.30	2.30	1.65
Net distribution per Unit (sen)	1.30	2.30	1.65
Total Expense Ratio (%)	0.11	0.23	0.23
Portfolio Turnover Ratio (times)	0.05	0.66	0.28

*ex-distribution

Basis of calculation and assumption made in calculating the returns:

Capital return = (End NAV per Unit / Beginning NAV per unit) - 1

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

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

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

FUND PERFORMANCE DATA (continued)

Performance of the Fund

	6 Months 01.10.2023 to <u>31.03.2024</u>	1 Year 01.04.2023 to <u>31.03.2024</u>	2 Years 01.04.2022 to <u>31.03.2024</u>	Since Inception Date @ 26.05.2020 to <u>31.03.2024</u>
OPUS SSTLRAF	1.79%	3.34%	5.62%	8.54%
Benchmark #	1.27%	2.57%	4.73%	7.70%
Outperformance	0.52%	0.77%	0.89%	0.84%

Annual Total Return of the Fund

	Financial Year 2023 01.10.2023 to <u>31.03.2024</u>	Financial Year 2022 01.10.2022 to <u>30.09.2023</u>	Financial Year 2021 01.10.2021 to <u>30.09.2022</u>
OPUS SSTLRAF	1.79%	3.10%	1.38%
Benchmark #	1.27%	2.50%	1.66%
Underperformance	0.52%	0.60%	-0.28%

Average Total Return of the Fund

	6 Months 01.10.2023 to <u>31.03.2024</u>	1 Year 01.04.2023 to <u>31.03.2024</u>	2 Years 01.04.2022 to <u>31.03.2024</u>	Since Inception Date @ 26.05.2020 to <u>31.03.2024</u>
OPUS SSTLRAF	1.79%	3.34%	2.77%	2.16%
Benchmark #	1.27%	2.57%	2.34%	1.95%
Outperformance	0.52%	0.77%	0.43%	0.21%

Note: * Source: Bloomberg, Opus Asset Management Sdn Bhd
 # Source: Malayan Banking Berhad
 @ The Fund's inception date was 26 May 2020 (i.e. after the end of Fund's initial offer period). The returns of the Fund were calculated from the inception date of the Fund instead of its inception/launch date.

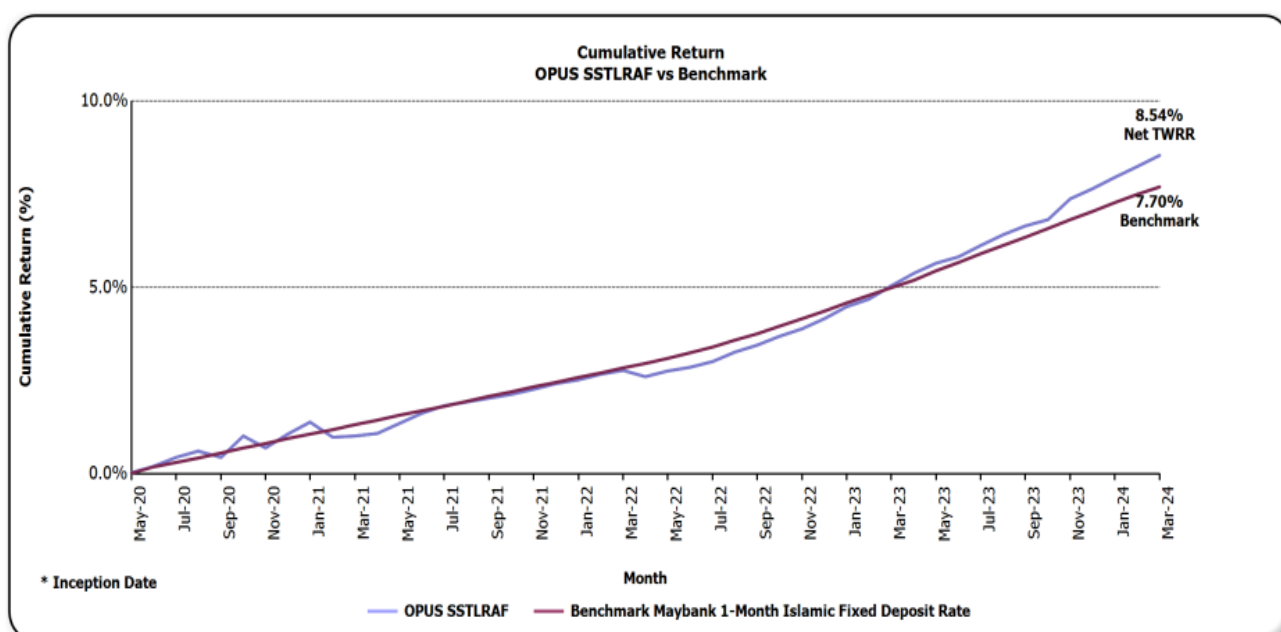
Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

MANAGER'S REPORT

As at 31 March 2024, the Fund was 97.76% invested while 2.24% was held in cash. For the period 01.10.2023 to 31.03.2024, the Fund had registered a return of 1.79% as compared to the benchmark return of 1.27% which was the accreted value of the Maybank 1-Month Islamic Fixed Deposit Rate. Hence, the Fund outperformed the benchmark by 0.52%. Since its inception, the Fund has outperformed the benchmark by 0.84% with returns of 8.54% compared to the benchmark of 7.70%. The Fund had a duration of 12.0 months.

During the financial period under review, the Fund has declared a total gross distribution of RM0.0130 per unit to unitholders. We believe the Fund has achieved its objective of providing investors with higher return than Maybank 1-Month Islamic Fixed Deposit Rate, while providing liquidity and preserving capital.



Market Review

The fixed income markets entered 2024 on a wave of optimism, as the rate of inflation was on track towards the inflation target. The International Monetary Fund (IMF) raised its 2024 global growth forecast to 3.1% (October'23: 2.9%) boosted by the improved outlook for the US and China for 2024, and faster disinflation in most advanced economies. 1Q2024 saw the major central banks, i.e. US Federal Reserve, European Central Bank (ECB), and Bank of England (BOE) keeping their interest rates unchanged. The latest decision and central banks' commentary continued to espouse the message of patience but kept the time frame for rate cuts in 2024 intact. The shift in narrative from a much earlier rate cut towards the second half of the year saw the US treasury yields shifting higher by 36 – 38 bps in the first 3 months of 2024, with the 2-year UST and 10-year UST ending the quarter at 4.61% and 4.24%, respectively.

The dot-plot released as part of the March Federal Open Market Committee (FOMC) meeting revealed that the median projection amongst the FOMC members remained unchanged, at three 25-bps rate cuts in 2024. The updated summary of economic projections for March also reflected the bumpy road towards the Fed's inflation target, as the expected inflation for 2024 was shifted higher to 2.6% (from 2.4%) for the core Personal Consumption Expenditure (PCE), corroborating the higher-than-expected inflation data printed in Feb'24.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

MANAGER'S REPORT (CONTINUED)

Market Review (Continued)

Meanwhile, over in China, the quarter saw People's Bank of China (PBOC) delivering a relatively large reserve requirement ratio (RRR) cut (50bps) as part of their policy easing measure to ensure liquidity in their financial system but they have refrained from cutting the medium-term lending facility (MLF) rate, likely to mitigate further currency weakness. This initially disappointed market expectations, which saw the weakened sentiment being reflected in the decline of the broad equity index. However, confidence in China's financial markets have somewhat stabilize following the intervention from authorities in the form of state-directed fund inflows and regulatory curbs on short-selling. On the fiscal front, policy makers officially set 5% GDP growth target for 2024 in their "two sessions" meeting. This will be challenging given the higher base effect from the 5.2% actual growth in 2023 while the on-going slump in the real estate sector is showing no signs of turnaround. Nevertheless, the government is also ramping-up their fiscal support funded by the CNY1 tril issuance of ultra-long special government bonds and increased special local government bonds quota.

Back home, Bank Negara Malaysia (BNM) kept the overnight policy rate (OPR) unchanged at 3.00% in the recent Monetary Policy Committee (MPC) meeting. BNM continues to emphasize that the current monetary policy stance remains supportive of the economy and is consistent with its inflation and growth assessments. This is in line with the subdued inflation print as headline and core inflation came in at only 1.8% YoY in Feb'24.

In BNM's latest economic projections, Malaysia is expected to grow between 4% - 5% YoY in 2024, driven by domestic consumption, the recovery of external demands, and continued improvement in tourism. Despite a slight blip in Malaysia's exports in Feb'24, contracting by -0.8% YoY (Jan'24: 8.7%), the cumulative Jan-Feb exports performance of +3.9% YoY reinforces the view that a trade recovery is underway.

Overall, markets have been readjusting their overly aggressive initial expectations of (125bps) cuts to the Fed's guidance of 3 potential 25bps cuts as reflected in the (~60bps) upward shift in UST yields since the start of 2024.

Market Outlook

Despite the indication from the Fed to expect rate cuts this year, the risk of hotter than expected inflation data unfolding could lead to a spike in volatility should markets change their view for delayed cuts (beyond July FOMC) with a smaller magnitude (lesser than 50bps). Escalation of geopolitical conflicts (middle east) severely impacting energy prices and wage pressure caused by labour market tightness are the key factors that could significantly derail the disinflation progress towards the 2% target. Such scenario coupled with a significant increase in long-duration treasury supplies amid widening US fiscal deficit could lead to the steepening of the yield curve driven by sharp increases in long-end yields.

Locally, we expect the recovery of global trade, especially in commodities and electrical & electronics to be the key catalyst for our economic growth in addition to the strong rebound in tourism. Household spending will continue to drive resilience in domestic demand, underpinned by the robust labour market and wage growth. We expect Bank Negara Malaysia to maintain OPR at the current 3.00% level to sustain growth given that our inflation remains relatively subdued while being cognizant of the risk of further Ringgit weakening amid broad dollar strength.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

MANAGER'S REPORT (CONTINUED)

Strategy

The fund will continue to be invested in short dated government and government guaranteed securities which have no credit risk.

Soft Commissions and Rebates

No soft commissions or rebates were received from any broker for the financial period under review.

Cross Trade

Cross trade transactions have been carried out during the reported period and the Investment Committee of the Fund has reviewed that such transactions were in the best interest of the Fund, transacted in the normal course of business at agreed terms and on a fair value basis.

State Affairs of the Fund

There is neither any significant change to the state affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the financial period under review.

Asset Allocation

	31-Mar-24	30-Sep-23
	% of NAV	% of NAV
Unquoted sukuk - local	97.76	97.68
Cash and cash equivalents	2.24	2.32
Total	100.00	100.00

Income Distribution / Unit Split

The Fund has distributed a total gross distribution of RM0.0130 per unit to the unitholders for the financial period under review.

Ex Date	NAV per unit before distribution (RM)	Gross distribution per unit (Sen)	Net distribution per unit (Sen)	NAV per unit after distribution (RM)
24-Oct-23	1.0103	0.15	0.15	1.0091
22-Nov-23	1.0132	0.15	0.15	1.0121
20-Dec-23	1.0146	0.35	0.35	1.0115
23-Jan-24	1.0149	0.20	0.20	1.0130
26-Feb-24	1.0160	0.20	0.20	1.0142
25-Mar-24	1.0166	0.25	0.25	1.0143

No unit splits were declared for the financial period from 01 October 2023 to 31 March 2024.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

STATEMENT BY MANAGER

I, SIAW WEI TANG, being the directors of Opus Asset Management Sdn. Bhd. (the "Manager"), do hereby state that in the opinion of the Manager, the accompanying financial statements set out on pages 10 to 40 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as of 31 March 2024 and of its financial performance and cash flows for the financial period then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

On behalf of the Manager



SIAW WEI TANG
MANAGING DIRECTOR

Kuala Lumpur
27 May 2024

**TRUSTEE'S REPORT****FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024
TO THE UNITHOLDERS OF OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND**

We have acted as Trustee for OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND ("the Fund") for the financial period from 01 October 2023 to 31 March 2024. To the best of our knowledge, OPUS ASSET MANAGEMENT SDN. BHD. ("the Manager") has managed the Fund in the financial period under review in accordance with the following:

1. Limitations imposed on the investment powers of the Manager under the Deeds, securities laws and the Securities Commission Malaysia's Guidelines on Unit Trust Funds and other applicable laws;
2. Valuation and pricing of the Fund are carried out in accordance with the Deeds and any applicable regulatory requirements; and
3. Creation and cancellation of units are carried out in accordance with the Deeds and any applicable regulatory requirements.

We are of the view that the distribution made during the financial period by the Manager is consistent with the investment objective and distribution policy of the Fund.

For SCBMB Trustee Berhad

(Company No.: 201201021301 (1005793-T))

Lor Yuen Ching
Trustee Services Manager

Lee Kam Weng
Trustee Services Manager

Kuala Lumpur, Malaysia
27 May 2024

SHARIAH ADVISER'S REPORT

To the Unitholders of **OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND ("Fund")**,

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, **OPUS ASSET MANAGEMENT SDN. BHD.** has operated and managed the Fund during the period covered by these financial statements in accordance with the Shariah principles and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The asset of the Fund comprises of instruments that have been classified as Shariah-compliant.

For and on behalf of the Shariah Adviser
TAWAFUQ CONSULTANCY SDN BHD



MUHAMMAD AIMAN MOHAMAD SALMI, CPIF, CSAA
Director/ Principal Consultant

Kuala Lumpur
Date: 27 May 2024

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2024**

	<u>Note</u>	<u>Unaudited 31-Mar-24</u> RM	<u>Audited 30-Sep-23</u> RM
ASSETS			
Financial assets at fair value through profit or loss (“FVTPL”)	4	5,317,636	5,287,256
Cash and cash equivalents	5	122,743	126,419
TOTAL ASSETS		<u>5,440,379</u>	<u>5,413,675</u>
LIABILITIES			
Amount due to Manager		929	899
Amount due to Trustee		116	112
TOTAL LIABILITIES		<u>1,045</u>	<u>1,011</u>
NET ASSET VALUE		<u>5,439,334</u>	<u>5,412,664</u>
UNITHOLDERS’ FUNDS			
Unitholders’ capital		5,375,556	5,376,023
Retained earnings		63,778	36,641
NET ASSET ATTRIBUTABLE TO UNITHOLDERS		<u>5,439,334</u>	<u>5,412,664</u>
UNITS IN CIRCULATION	6	<u>5,358,982</u>	<u>5,359,200</u>
NET ASSET VALUE PER UNIT		<u>1.0150</u>	<u>1.0100</u>

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

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024

	<u>Note</u>	<u>01.10.2023</u> <u>to 31.03.2024</u> RM	<u>01.10.2022</u> <u>to 31.03.2023</u> RM
INVESTMENT INCOME			
Profit income from unquoted sukuk at fair value through profit or loss		82,787	83,105
Profit income from Islamic deposits with licensed financial institutions at amortised cost		2,228	19,888
Net gain/(loss) on financial assets at FVTPL	4	<u>18,395</u>	<u>(7,593)</u>
		<u>103,410</u>	<u>95,400</u>
EXPENSES			
Management fee	7	(5,473)	(5,786)
Trustee's fee	8	(684)	(723)
Other expenses		<u>(73)</u>	<u>(207)</u>
		<u>(6,230)</u>	<u>(6,716)</u>
PROFIT BEFORE TAXATION		97,180	88,684
TAXATION	10	<u>-</u>	<u>-</u>
PROFIT AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		<u>97,180</u>	<u>88,684</u>
Profit after taxation is made up of the following:			
Realised amount		76,985	43,827
Unrealised amount		<u>20,195</u>	<u>44,857</u>
		<u>97,180</u>	<u>88,684</u>

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

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSET VALUE FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024

	Unaudited Unitholders' capital RM	Unaudited Retained earnings RM	Unaudited Total RM
Balance as at 01 October 2022	5,751,205	(7,704)	5,743,501
Movement in net asset value:			
Total comprehensive income for the financial period	-	88,684	88,684
Creation of units from applications	92,868	-	92,868
Creation of units from distributions	80,917	-	80,917
Cancellation of units	(90,364)	-	(90,364)
Distributions (Note 11)	-	(80,917)	(80,917)
Balance as at 31 March 2023	<u>5,834,626</u>	<u>63</u>	<u>5,834,689</u>
Balance as at 01 October 2023	5,376,023	36,641	5,412,664
Movement in net asset value:			
Total comprehensive income for the financial period	-	97,180	97,180
Creation of units from applications	106,395	-	106,395
Creation of units from distributions	1,992	-	1,992
Cancellation of units	(108,854)	-	(108,854)
Distributions (Note 11)	-	(70,043)	(70,043)
Balance as at 31 March 2024	<u>5,375,556</u>	<u>63,778</u>	<u>5,439,334</u>

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

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024**

	01.10.2023 to 31.03.2024	01.10.2022 to 31.03.2023
	RM	RM
CASH FLOWS FROM/(FOR) OPERATING ACTIVITIES		
Proceeds from sale of investments	-	1,012,342
Proceeds of redemption from unquoted sukuk	500,000	1,750,000
Purchase of investments	(511,924)	(3,550,247)
Profit income received from unquoted sukuk	82,726	106,730
Profit income received from Islamic deposits with licensed financial institutions	2,228	19,888
Management fee paid	(5,443)	(5,739)
Trustee's fee paid	(680)	(717)
Payment for other fees and expenses	(73)	(207)
Net cash generated from/(used in) operating activities	<u>66,834</u>	<u>(667,950)</u>
CASH FLOWS (FOR)/FROM FINANCING ACTIVITIES		
Proceeds from creation of units	108,387	173,785
Payments for cancellation of units	(108,854)	(90,364)
Payment for distributions	(70,043)	(80,917)
Net cash (used in)/generated from financing activities	<u>(70,510)</u>	<u>2,504</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3,676)	(665,446)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	126,419	1,687,397
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>122,743</u>	<u>1,021,951</u>
Cash and cash equivalents comprise:		
Islamic deposits with a licensed financial institution	90,960	983,398
Bank balance	31,783	38,553
	<u>122,743</u>	<u>1,021,951</u>

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

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024

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

A Basis of preparation of the financial statements

The financial statements of the Fund are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards (“MFRSs”) and International Financial Reporting Standards (“IFRSs”).

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported financial period. 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 on complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note K.

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

- Amendments to MFRS 3 'Reference to Conceptual Framework' (effective 1 January 2022) replace the reference to Framework for Preparation and Presentation of Financial Statements with 2018 Conceptual Framework.
- Annual Improvements to MFRS 9 'Fees in the 10% test for derecognition of financial liabilities' (effective 1 January 2022).
- Amendments to MFRS 137 'Onerous contracts—cost of fulfilling a contract' (effective 1 January 2022) clarify that direct costs of fulfilling a contract include both the incremental cost of fulfilling the contract as well as an allocation of other costs directly related to fulfilling contracts.

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

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

A Basis of preparation of the financial statements (continued)

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

- Amendments to MFRS 101, MFRS Practice Statement 2 and MFRS 108 on disclosure of accounting policies and definition of accounting estimates (effective 1 January 2023).
- Amendments to MFRS 101 'Classification of liabilities as current or non-current' (effective 1 January 2024) clarify that a liability is classified as non-current if an entity has a substantive right at the end of the reporting period to defer settlement for at least 12 months after the reporting period.

A liability is classified as current if a condition is breached at or before the reporting date and a waiver is obtained after the reporting date.

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

B Income recognition

Profit income from Islamic deposits with licensed financial institutions and unquoted sukuk are recognised based on effective profit rate method on an accrual basis.

Profit income is calculated by applying the effective profit rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets, the effective profit rate is applied to the net carrying amount of the financial assets (after deduction of the loss allowance).

Realised gain and loss on sale of unquoted sukuk is measured by the difference between the net disposal proceeds and the carrying amounts of investment, determined on cost adjusted for accretion of discount or amortisation of premium.

C Distribution

Distributions are at the discretion of the Fund. A distribution to the Fund's unitholders is accounted for as a deduction from realised reserve. A proposed distribution is recognised as a liability in the period in which it is approved by the Trustee.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

D Taxation

Current tax expense is determined according to the Malaysian tax laws and includes all taxes based upon the taxable income earned during the financial period.

E Presentation and functional 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 presentation and functional currency.

F Financial assets

Classification

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

- those to be measured subsequently at fair value (either other comprehensive income or through profit or loss), and
- those to be measured at amortised cost.

The Fund classifies its investments based on both the Fund’s business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets’ performance and make decisions. The contractual cash flows of the Fund’s investment in sukuk are solely principal and profit. However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund’s business model’s objective. Consequently, all investments are measured at fair value through profit or loss.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

F Financial assets (continued)

Classification (Continued)

The Fund classifies cash and cash equivalents and amount due from Manager as financial assets measured at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

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. Subsequent to initial recognition, financial assets at fair value through profit or loss are measured at fair value.

Financial assets are de-recognised 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’ category are recognised in profit or loss in the financial period in which they arise.

Unquoted sukuk denominated in Ringgit Malaysia are revalued on a daily basis based on fair value prices quoted by a bond pricing agency (“BPA”) registered with the Securities Commission of Malaysia (“SC”) as per the SC Guidelines on Unit Trust Funds. Refer to Note L for further explanation.

Islamic deposits with a licensed financial institution are stated at cost plus accrued profit calculated on the effective profit method over the period from the date of placement to the date of maturity of the respective deposits, which is a reasonable estimate of fair value due to the short-term nature of the deposits.

Financial assets at amortised cost are subsequently carried at amortised cost using the effective profit method.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

F Financial assets (continued)

Impairment of financial assets

The Fund measures credit risk and expected credit losses using probability of default and loss given default. Management considers both historical analysis and forward-looking information in determining any expected credit loss. Management considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

Significant increase in credit risk

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

Definition of default and credit-impaired financial assets

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

Write-off

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

G Financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

The Fund classifies amount due to Manager and amount due to Trustee as financial liabilities measured at amortised cost.

A financial liability is de-recognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired. Gains and losses are recognised in profit or loss when the liabilities are de-recognised, and through the amortisation process.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

H Cash and cash equivalents

Cash and cash equivalents consist of cash at bank and short term placements with licensed Islamic financial institutions which are readily convertible to known amount of cash, are subjected to insignificant risk of changes in fair value with original maturities of 3 months or less, and are used by the Fund in the management of its short-term commitments.

I Unitholders' capital

The unitholder's contributions to the Fund meet the criteria of definition of puttable instruments classisified as equity instrument under MFRS 132 'Financial Instruments: Presentation'. Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's net assets value;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial period 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.

J Fair value of financial instruments

Financial instruments comprise financial assets and financial liabilities. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The information presented herein represents the estimates of fair values as at the date of the statement of financial position.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

K Critical accounting estimates and judgements in applying accounting policies

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

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

Estimates of fair value of unquoted sukuk

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the SC's Guidelines on Unit Trust Funds.

Ringgit-denominated unquoted sukuk are valued using fair value prices quoted by a BPA. Where the Manager is of the view that the price quoted by BPA for a specific unquoted sukuk differs from the market price by more than 20 bps, the Manager may use market price, provided that the Manager:

- (i) records its basis for using a non-BPA price;
- (ii) obtain necessary internal approvals to use the non-BPA price; and
- (iii) keeps an audit trail of all decisions and basis for adopting the market price.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024

1 INFORMATION ON THE FUND

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND (hereinafter referred to as ‘the Fund’) was constituted pursuant to the execution of a deed dated 27 February 2020 as amended by a First Supplemental Deed dated 12 May 2022 and a Second Supplemental Deed dated 3 October 2023 between Opus Asset Management Sdn. Bhd. as the Manager and SCBMB Trustee Berhad as the Trustee. The Fund was launched on 6 May 2020 and will continue to be in operation until determined otherwise by the Manager or the Trustee as provided under the Deed.

The principal place of business is located at B-19-2, Northpoint Offices, Mid Valley City, No.1, Medan Syed Putra Utara, 59200 Kuala Lumpur.

The objective of the Fund is to achieve higher returns than Maybank 1-Month Islamic Fixed Deposit Rate over the short term, while preserving capital by investing in sukuk issued or guaranteed by the government of Malaysia and/or BNM.

The Manager, Opus Asset Management Sdn. Bhd., a company incorporated in Malaysia, is principally engaged in the business of fund management and the provision of financial advisory services.

The financial statements were authorised for issue by the Manager on 27 May 2024.

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks which include management risk, market risk (inclusive of price risk and interest rate risk), credit risk, liquidity risk, non-compliance risk, Shariah specific risk and capital risk management.

Financial risk management is carried out through internal control processes adopted by the Manager and adherence to the investment restrictions as stipulated in the Fund’s Prospectus.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Financial instruments of the Fund are as follows:

	Financial assets at fair value through <u>profit or loss</u> RM	Amortised <u>cost</u> RM	<u>Total</u> RM
<u>31.03.2024 (Unaudited)</u>			
Unquoted sukuk	5,317,636	-	5,317,636
Cash and cash equivalents	-	122,743	122,743
	<u>5,317,636</u>	<u>122,743</u>	<u>5,440,379</u>
<u>30.09.2023 (Audited)</u>			
Unquoted sukuk	5,287,256	-	5,287,256
Cash and cash equivalents	-	126,419	126,419
	<u>5,287,256</u>	<u>126,419</u>	<u>5,413,675</u>

Management risk

Poor management of the Fund may jeopardise the investment of each unitholder. Therefore, it is important for the Manager to set the investment policies and appropriate strategies to be in line with the investment objective before any investment activities can be considered. However, there can be no guarantee that these measures will produce the desired results.

Price risk

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

The Fund's overall exposure to price risk was as follows:

	<u>Unaudited</u> <u>31-Mar-24</u> RM	<u>Audited</u> <u>30-Sep-23</u> RM
Financial assets at fair value through profit or loss	5,268,580	5,245,035
Profit receivables	49,056	42,221
	<u>5,317,636</u>	<u>5,287,256</u>

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Price risk (continued)

The table below summarises the sensitivity of the Fund's net asset value and profit after tax to movements in prices of investments. The analysis is based on the assumption that the price of the investments fluctuates by 5% with all other variables held constant.

	Change in price of investments	Market value	Impact on profit after tax and net asset value
	%	RM	RM
<u>31.03.2024 (Unaudited)</u>	-5	5,005,151	(263,429)
	0	5,268,580	-
	5	5,532,009	263,429
<u>30.09.2023 (Audited)</u>	-5	4,982,783	(262,252)
	0	5,245,035	-
	5	5,507,287	262,252

Interest rate risk

In general, when interest rates rise, unquoted sukuk prices will tend to fall and vice versa. Therefore, the net asset value of the Fund may also tend to fall when interest rates rise or are expected to rise. However, investors should be aware that should the Fund hold an unquoted sukuk till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the net asset value shall not be affected at maturity. In order to mitigate interest rates exposure of the Fund, the Manager will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future interest rate trend of the Manager, which is based on its continuous fundamental research and analysis.

This risk is crucial since sukuk portfolio management depends on forecasting interest rate movements. Unquoted sukuk with longer maturity and lower yield profit rates are more susceptible to interest rate movements. It does not in any way suggest that this Fund will invest in conventional financial instruments. All the investments carried out for this Fund are in accordance with Shariah requirements.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Interest rate risk (continued)

Investors should note that unquoted sukuk (such as the sukuk held by the Fund) and Islamic money market instruments are subject to interest rate fluctuations. Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to make payments of profit and principal, especially if the issuers are highly leveraged. An increase in interest rates may therefore increase the potential for default by an issuer.

The table below summarises the sensitivity of the Fund's net asset value to movements in prices of unquoted sukuk held by the Fund as a result of movement in interest rate. The analysis is based on the assumptions that the interest rate increased and decreased by 1% with all other variables held constant.

<u>% change in interest rate</u>	Impact on profit after tax/ net asset value	
	Unaudited 31-Mar-24	Audited 30-Sep-23
	RM	RM
+1%	(1,928)	(2,787)
-1%	1,782	2,436

Credit risk

This refers to the likelihood that the company issuing the sukuk and/or financial institutions where liquid assets of the Fund are deposited may default. Securities are subject to varying degrees of credit risk, which are often reflected in credit ratings.

Credit risk can be managed by performing continuous fundamental credit research and analysis to ascertain the creditworthiness of its issuer and/or financial institution. This risk refers to the possibility that the issuer of an instrument and/or financial institution will not be able to make timely payments of profit or principal payment on the maturity date, where applicable. This may lead to a default in the payment of principal and profit and ultimately a reduction in the value of the Fund.

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

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Credit risk (continued)

The Manager considers these banks and financial institutions have low credit risks. Therefore, the Manager is of the view that the loss allowance is immaterial and hence, it is not provided for.

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

	Unquoted sukuk securities RM	Cash and cash equivalents RM	Total RM
<u>31.03.2024 (Unaudited)</u>			
AAA	-	122,743	122,743
NR-GOVT	1,246,935	-	1,246,935
NR-GG	4,070,701	-	4,070,701
	<u>5,317,636</u>	<u>122,743</u>	<u>5,440,379</u>
<u>30.09.2023 (Audited)</u>			
AAA	-	126,419	126,419
NR-GOVT	1,230,645	-	1,230,645
NR-GG	4,056,611	-	4,056,611
	<u>5,287,256</u>	<u>126,419</u>	<u>5,413,675</u>

NR-GOVT - Unrated (Government)

NR-GG - Unrated (Government guaranteed)

The financial assets of the Fund are neither past due nor impaired.

Liquidity risk

Liquidity risk exists when particular investments are difficult to sell, possibly preventing the Fund from selling such illiquid securities at an advantageous time or price. Unit trust fund with principal investment strategies that involve securities or securities with substantial market and/or credit risk tend to have the greater exposure to liquidity risk. As part of its risk management, the Manager will attempt to manage the liquidity of the Fund through asset allocation and diversification strategies within the portfolio. The Manager will also conduct constant fundamental research and analysis to forecast future liquidity of its investments.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Liquidity risk (Continued)

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

Maturity Analysis

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
<u>31.03.2024 (Unaudited)</u>			
Amount due to Manager	929	-	929
Amount due to Trustee	116	-	116
	<u>1,045</u>	<u>-</u>	<u>1,045</u>
<u>30.09.2023 (Audited)</u>			
Amount due to Manager	899	-	899
Amount due to Trustee	112	-	112
	<u>1,011</u>	<u>-</u>	<u>1,011</u>

Non-compliance risk

This is the risk of the Manager not complying with the internal policies, the Deeds of the Fund, all applicable laws or guidelines issued by the regulators. This may occur as a result of system failure or the inadvertence of the Manager. The magnitude of such risk and its impact on the Fund and/or unitholders are dependent on the nature and severity of the non-compliance. Non-compliance may adversely affect the Fund especially if the investment of the Fund has to be disposed at a lower price to rectify the non-compliance.

Shariah specific risk

The risk that the investments do not conform to the principle of Shariah may result in those investments being not Shariah compliant. Should the situation arise, necessary steps shall be taken to dispose of such investments in accordance with the rules of divestment of non Shariah-compliant investments. If this occurs, the Fund could suffer losses from the disposal and thus, adversely affecting the value of the Fund.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

2 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

Capital risk management

	Unaudited <u>31-Mar-24</u> RM	Audited <u>30-Sep-23</u> RM
The capital of the Fund is represented by equity consisting of :-		
Unitholders' capital	5,375,556	5,376,023
Retained earnings	<u>63,778</u>	<u>36,641</u>

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 unitholders. 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 unitholders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

3 FAIR VALUE ESTIMATION

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price).

The fair values of financial assets traded in active market (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the financial year end date.

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

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at each year end date. Valuation techniques used for non-standardised financial instruments such as options, currency swaps and other over-the-counter derivatives, include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

For instruments for which there is no active market, the Fund may use internally developed models, which are usually based on valuation methods and techniques generally recognised as standard within the industry. Valuation models are used primarily to value unlisted equity, and sukuk for which market were or have been inactive during the financial year. Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds.

Valuations are therefore adjusted, where appropriate, to allow for additional factors including model risk, liquidity risk and counterparty risk.

The fair values are based on the following methodologies and assumptions:

- (i) For bank balances, Islamic deposits and placements with financial institutions with maturities less than 1 year, the carrying value is a reasonable estimate of fair value.
- (ii) The carrying value less impairment of receivables and payables are assumed to approximate their fair values. The carrying values of financial assets and financial liabilities approximate their fair values due to their short term nature.

Fair value hierarchy

The Fund adopted MFRS 13 'Fair Value Measurement' in respect of disclosures about the degree of reliability of fair value measurement. This requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active market for identical assets or liabilities.
- Level 2: 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 3: Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs).

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

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

3 FAIR VALUE ESTIMATION (CONTINUED)

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

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
<u>31.03.2024 (Unaudited)</u>				
Financial assets at FVTPL				
- Unquoted sukuk	-	5,317,636	-	5,317,636
<u>30.09.2023 (Audited)</u>				
Financial assets at FVTPL				
- Unquoted sukuk	-	5,287,256	-	5,287,256

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. Level 2 instruments include unquoted sukuk. As Level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or nontransferability, which are generally based on available market information. The Fund's policies on valuation of these financial assets are stated in Note F.

4 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	Unaudited <u>31-Mar-24</u> RM	Audited <u>30-Sep-23</u> RM
Financial assets designated as FVTPL:		
- Unquoted sukuk	5,317,636	5,287,256
Net profit/(loss) on financial assets at FVTPL comprised:		
- net realised loss on sale of financial assets at FVTPL	(1,800)	(7,698)
- net unrealised gain on changes in fair value	20,195	27,074
	18,395	19,376

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)**

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

Financial assets designated as FVTPL as at 31 March 2024 are as follows:

Name of counter	Nominal value	Cost RM	Fair value as at 31.03.2024 RM	Fair value as at 31.03.2024 expressed as a percentage of value of the Fund %
UNQUOTED SUKUK				
FINANCE				
3.02% SMALL MEDIUM ENTERPRISE DEVELOPMENT BANK MALAYSIA BHD 23/04/2025 NR-GG	1,000,000	1,003,171	1,008,761	18.55
INFRASTRUCTURE				
3.87% DANAINFRA NASIONAL BERHAD 19/07/2024 NR-GG	1,000,000	1,013,872	1,008,922	18.55
4.47% PRASARANA MALAYSIA BERHAD 26/02/2026 NR-GG	500,000	512,743	511,643	9.41
		<u>1,526,615</u>	<u>1,520,565</u>	<u>27.96</u>
TOLL ROAD				
4.30% JAMBATAN KEDUA SDN BERHAD 28/05/2025 NR-GG	1,000,000	1,026,426	1,025,076	18.85

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)**

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

Financial assets designated as FVTPL as at 31 March 2024 are as follows: (continued)

Name of counter	Nominal value	Cost RM	Fair value as at 31.03.2024 RM	Fair value as at 31.03.2024 expressed as a percentage of value of the Fund %
UNQUOTED SUKUK (CONTINUED)				
WATER				
4.40% PENGURUSAN AIR SPV BERHAD 17/06/2026 NR-GG	500,000	516,179	<u>516,299</u>	<u>9.49</u>
TOTAL UNQUOTED SUKUK		4,072,391	<u><u>4,070,701</u></u>	<u><u>74.85</u></u>
MALAYSIAN GOVERNMENT SECURITIES				
4.07% GOVERNMENT OF MALAYSIA 30/09/2026 NR-GOVT	250,000	256,917	258,865	4.67
0.00% GOVERNMENT OF MALAYSIA 15/08/2024 NR-GOVT	1,000,000	967,976	988,070	18.17
		<u>1,224,893</u>	<u>1,246,935</u>	<u>22.84</u>
TOTAL MALAYSIAN GOVERNMENT SECURITIES		1,224,893	<u><u>1,246,935</u></u>	<u><u>22.84</u></u>
TOTAL UNQUOTED FIXED INCOME SECURITIES		5,297,284	<u><u>5,317,636</u></u>	<u><u>97.69</u></u>
ACCUMULATED UNREALISED LOSS		<u>20,352</u>		
TOTAL FINANCIAL ASSETS AT FVTPL		<u><u>5,317,636</u></u>		

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)**

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

Financial assets designated as FVTPL as at 30 September 2023 are as follows:

Name of counter	Nominal value	Cost RM	Fair value as at 30.09.2023 RM	Fair value as at 30.09.2023 expressed as a percentage of value of the Fund %
UNQUOTED SUKUK				
FINANCE				
3.02% Small Medium Enterprise Development Bank Malaysia Bhd 23/04/25 NR-GG	1,000,000	1,004,676	1,003,646	18.54
4.03% Small Medium Enterprise Development Bank Malaysia Bhd 22/03/24 NR-GG	500,000	501,143	501,902	9.27
		<u>1,505,819</u>	<u>1,505,548</u>	<u>27.81</u>
GOVERNMENT				
0.00% Government of Malaysia 15/08/2024 NR- GOVT	1,000,000	971,803	972,030	17.96
4.07% Government of Malaysia 30/09/2026 NR- GOVT	250,000	259,487	258,615	4.78
		<u>1,231,290</u>	<u>1,230,645</u>	<u>22.74</u>
TOLL ROAD				
4.30% Jambatan Kedua Sdn. Bhd. 28/05/2025 NR-GG	500,000	512,265	513,098	9.48

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2023 (CONTINUED)**

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

Financial assets designated as FVTPL as at 30 September 2023 are as follows: (continued)

Name of counter	Nominal value	Adjusted cost RM	Fair value as at 30.09.2023 RM	Fair value as at 30.09.2023 expressed as a percentage of value of the Fund %
UNQUOTED SUKUK (CONTINUED)				
WATER				
4.40% Pengurusan Air SPV Berhad 17/06/2026 NR-GG	500,000	515,574	514,923	9.51
INFRASTRUCTURE				
3.87% Danainfra Nasional Berhad 19/07/2024 NR-GG	1,000,000	1,011,400	1,011,420	18.69
4.47% Prasarana Malaysia Berhad 26/02/2026 NR-GG	500,000	510,751	511,622	9.45
		<u>1,522,151</u>	<u>1,523,042</u>	<u>28.14</u>
TOTAL UNQUOTED SUKUK		5,287,099	<u>5,287,256</u>	<u>97.68</u>
ACCUMULATED UNREALISED GAIN		157		
TOTAL FINANCIAL ASSETS AT FVTPL		<u>5,287,256</u>		

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

5 CASH AND CASH EQUIVALENTS

	Unaudited 31-Mar-24 RM	Audited 30-Sep-23 RM
Islamic deposit with licensed financial institutions*	90,960	94,036
Bank balance	31,783	32,383
	<u>122,743</u>	<u>126,419</u>
*Islamic deposit with licensed financial institutions include profit receivable (RM)	21	14
Weighted average rate of return (%)	2.80	2.80
Average maturity (days)	2	1

6 UNITS IN CIRCULATION

	Unaudited 31-Mar-24 Units	Audited 30-Sep-23 Units
At the beginning of the financial period	5,359,200	5,730,584
Creation of units during the financial period		
Arising from distributions during the financial period	1,967	106,992
Arising from applications during the financial period	105,107	512,197
Cancellation of units during the financial period	(107,292)	(990,573)
At the end of the financial period	<u>5,358,982</u>	<u>5,359,200</u>

7 MANAGEMENT FEE

In accordance with the Deed, the Manager is entitled to a management fee at a rate not exceeding 3.00% per annum of the net asset value of the Fund, calculated on a daily basis.

The management fee provided in the financial statements is 0.20% per annum based on the net asset value of the Fund, calculated on a daily basis for the financial year.

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

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

8 TRUSTEE'S FEE

In accordance with the Deed, the Trustee is entitled to a Trustee's fee at a rate not exceeding 0.20% per annum of the net asset value of the Fund, subject to a minimum of RM12,000 per annum calculated on a daily basis and payable on a monthly basis.

The Trustee's fee provided in the financial statements is 0.025% per annum based on the net asset value of the Fund, calculated on a daily basis for the financial year.

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

The Trustee fee for the current financial period amounted to RM684. The remaining RM5,316 of the trustee fee is borne by the Manager.

9 AUDIT FEE AND TAX AGENT'S FEE

No accruals were made in respect of auditors' remuneration and tax agent's fees for the current and previous financial periods as the amounts were borne by the Manager.

10 TAXATION

(a) Tax charge for the financial period

	01.10.2023 to 31.03.2024	01.10.2022 to 31.03.2023
	RM	RM
Current taxation	-	-

(b) Numerical reconciliation of income tax expense

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

	01.10.2023 to 31.03.2024	01.10.2022 to 31.03.2023
	RM	RM
Profit before taxation	97,180	88,684
Tax calculated at a tax rate of 24% (31.03.2023: 24%)	23,323	21,284
Tax effects of:		
Investment income not subject to tax	(24,818)	(22,896)
Expenses not deductible for tax purposes	182	223
Restriction on tax deductible expenses for unit trust funds	1,313	1,389
	-	-

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

11 DISTRIBUTIONS

	01.10.2023 to 31.03.2024	01.10.2022 to 31.03.2023
	RM	RM
Distributions to unitholders are from the following sources:		
Profit income from unquoted sukuk at FVTPL	66,885	90,263
Profit income from Islamic deposits with licensed financial institutions at amortised cost	2,060	16,734
Realised loss on sale of investments	(1,696)	(45,626)
Prior years' realised income	8,474	25,080
Gross realised income	<u>75,723</u>	<u>86,451</u>
Less: Expenses	<u>(5,680)</u>	<u>(5,534)</u>
Gross distribution amount	70,043	80,917
Less: Taxation	-	-
Net distribution amount	<u><u>70,043</u></u>	<u><u>80,917</u></u>

	Entitlement date	Payment date	Gross distribution per unit (sen)	Net distribution per unit (sen)
01.10.2023 to 31.03.2024	24-Oct-2023	28-Oct-2023	0.15	0.15
	22-Nov-2023	26-Nov-2023	0.15	0.15
	20-Dec-2023	23-Dec-2023	0.35	0.35
	23-Jan-2024	27-Jan-2024	0.20	0.20
	26-Feb-2024	27-Feb-2024	0.20	0.20
	25-Mar-2024	26-Mar-2024	0.25	0.25
			<u>1.30</u>	<u>1.30</u>
01.10.2022 to 31.03.2023	21-Oct-2022	22-Oct-2022	0.20	0.20
	25-Nov-2022	26-Nov-2022	0.25	0.25
	23-Dec-2022	26-Dec-2022	0.20	0.20
	20-Jan-2023	23-Jan-2023	0.20	0.20
	21-Feb-2023	24-Feb-2023	0.30	0.30
	22-Mar-2023	25-Mar-2023	0.25	0.25
			<u>1.40</u>	<u>1.40</u>

Gross distribution is derived using total income less total expenses.

Gross distribution per unit is derived from gross realised income less expenses divided by the number of units in circulation, while net distribution per unit is derived from gross realised income less expenses and taxation divided by the number of units in circulation.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)**

11 DISTRIBUTIONS (CONTINUED)

	<u>01.10.2023</u> <u>to 31.03.2024</u>	<u>01.10.2022</u> <u>to 31.03.2023</u>
	RM	RM
Unrealised gain incurred during the financial period	<u>20,195</u>	<u>27,074</u>

Composition of distribution payment source and payment mode during the financial year are as follows:-

	<u>Composition</u>	<u>01.10.2023</u> <u>to 31.03.2024</u>
	%	RM
Composition of distribution source:		
Income distribution	100	70,043
Capital distribution	-	-
Total distribution	<u>100</u>	<u>70,043</u>

	<u>Composition</u>	<u>01.10.2022</u> <u>to 31.03.2023</u>
	%	RM
Composition of distribution source:		
Income distribution	100	80,917
Capital distribution	-	-
Total distribution	<u>100</u>	<u>80,917</u>

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

**NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)**

12 TOTAL EXPENSE RATIO (“TER”)

	01.10.2023 to 31.03.2024	01.10.2022 to 31.03.2023
	%	%
TER	<u>0.11</u>	<u>0.12</u>

Total expense ratio includes management fee, Trustee’s fee, audit fee, tax agent’s fee and other expenses which is calculated as follows:

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

- A = Management fee
- B = Trustee’s fee
- C = Other expenses
- D = Average net asset value of the Fund for the financial period, calculated on a daily basis

	01.10.2023 to 31.03.2024	01.10.2022 to 31.03.2023
	RM	RM
The average net asset value of the Fund calculated on a daily basis	<u>5,465,581</u>	<u>5,801,964</u>

13 PORTFOLIO TURNOVER RATIO (“PTR”)

	01.10.2023 to 31.03.2024	01.10.2022 to 31.03.2023
PTR (times)	<u>0.05</u>	<u>0.39</u>

PTR is derived from the following calculation:

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

	01.10.2023 to 31.03.2024	01.10.2022 to 31.03.2023
	RM	RM
where:		
Total acquisition for the financial period	<u>511,924</u>	<u>3,550,247</u>
Total disposal for the financial period	<u>-</u>	<u>1,012,342</u>

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

14 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>
Opus Asset Management Sdn Bhd	The Manager
Persons connected with the Manager	(a) Employees and related to the Manager (b) A wholesale fund that is managed by the Manager

The number of units held by the Manager is as follows:

	<u>31.03.2024 (Unaudited)</u>		<u>30.09.2023 (Audited)</u>	
	Units	RM	Units	RM
The Manager	11	11	11	11
Person connected with the Manager	<u>57,889</u>	<u>58,757</u>	<u>79,024</u>	<u>79,812</u>

The units are held beneficially by the Manager for booking purposes and were transacted at the prevailing market price.

The Manager is of the opinion that all transactions with the related parties have been entered into agreed terms between the related parties.

Other than the related party disclosures mentioned elsewhere in the financial statements, there are no other significant related party transactions during the financial year or balances as at the end of the financial year.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MARCH 2024 (CONTINUED)

15 TRANSACTIONS WITH BROKERS

Broker/ <u>financial institution</u>	Value of <u>trades</u>[^] RM	Percentag e of total <u>trades</u> %	Brokerage <u>fees</u> RM	Percentage of total brokerage <u>fees</u> %
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Details of transactions by the Fund for the financial period ended 31 March 2024 are as follows:

Malayan Banking Bhd*	511,924	100.00	-	-
	<u>511,924</u>	<u>100.00</u>	<u>-</u>	<u>-</u>

Details of transactions by the Fund for the financial period ended 31 March 2023 are as follows:

RHB Investment Bank Bhd*	1,517,459	33.26	-	-
Malayan Banking Bhd*	1,023,476	22.43	-	-
CIMB Islamic Bank Bhd	1,012,342	22.19	-	-
Hong Leong Bank Bhd	1,009,312	22.12	-	-
	<u>4,562,589</u>	<u>100.00</u>	<u>-</u>	<u>-</u>

[^] Includes purchase price plus accrued profit at acquisition.

* Included in transactions with brokers and dealers are cross trades conducted between portfolios managed by the Manager.

OPUS SHARIAH SHORT TERM LOW RISK ASSET FUND

CORPORATE INFORMATION

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