

INTERIM REPORT

TA DANA FOKUS

For the 6 month ended
31 October 2021



TA INVESTMENT

A MEMBER OF THE TA GROUP

199501011387 (340588-T)

TA Dana Fokus

(For the 6 months ended 31 October 2021)

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Key Performance Data

	6 months ended 31/10/2021	6 months ended 31/10/2020	6 months ended 31/10/2019
PORTFOLIO COMPOSITION (% of NAV)			
Consumer Products & Services	4.37	5.74	10.52
Trading/Services	3.26	-	-
Industrial Products	28.13	34.27	13.89
Finance	2.29	2.95	3.68
Healthcare	-	5.24	5.97
Plantation	-	3.59	-
Telecommunication & Media	2.23	-	3.71
Constructions	5.52	2.39	5.08
Transport	-	-	1.96
Energy	-	11.39	17.10
Utilities	3.91	5.17	9.04
Technology	31.88	20.12	18.56
Oil & Gas	-	-	2.13
Quoted Shariah-compliant Equity	81.59	90.86	91.64
Islamic Derivatives	3.22	-	-
Islamic deposits	15.19	9.14	8.36
Total Shariah-compliant Investment	100.00	100.00	100.00

Total Net Asset Value (RM'000)	15,589 #	8,881	9,221
Units In Circulation (Units '000)	16,798	15,357	18,087
Net Asset Value Per Unit (RM)	0.9280 #	0.5783	0.5098
Management Expense Ratio (MER) (%) *	0.90	0.95	1.03
Portfolio Turnover Ratio (PTR) (times) **	0.38	0.70	0.31

Refer to unaudited account Note 11.

* The MER for current interim period has decreased as compared to previous interim period due to increase in total management expenses of the Fund.

** The PTR for current interim period has decreased as compared to previous interim period due to decrease in total transaction value of the Fund.

UNIT PRICES ^

NAV Per Unit (RM)	0.9280	0.5783	0.5098
Highest NAV Per Unit for the Period (RM)	0.9331	0.6350	0.5098
Lowest NAV Per Unit for the Period (RM)	0.6538	0.4498	0.4636

^ Ex-distribution

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	6 months ended 31/10/2021	6 months ended 31/10/2020	6 months ended 31/10/2019
TOTAL RETURN (%)			
Capital Return	24.03	27.02	3.93
Income Return	-	-	-
Total Return of Fund	24.03	27.02	3.93
Total Return of the Benchmark - FTSE Bursa Malaysia EMAS Shariah Index	-5.13	17.00	-0.06

AVERAGE TOTAL RETURN (%)

	Fund	Benchmark
Period		
1 Year (31/10/2020 - 31/10/2021)	71.19	-1.18
3 Years (31/10/2018 - 31/10/2021)	29.04	2.27
5 Years (31/10/2016 - 31/10/2021)	16.23	0.33

ANNUAL TOTAL RETURN (%)

	Fund	Benchmark
Period		
31/10/2020 - 31/10/2021	71.19	-1.18
31/10/2019 - 31/10/2020	13.44	7.71
31/10/2018 - 31/10/2019	10.73	0.49
31/10/2017 - 31/10/2018	-13.43	-10.02
31/10/2016 - 31/10/2017	13.97	5.64

Source : Lipper for Investment Management

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

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Manager's Report

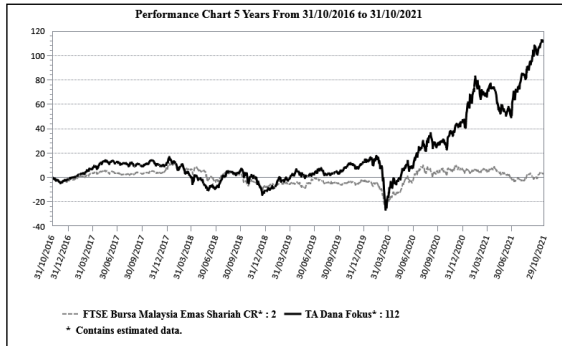
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Fund Category/Type	Equity (Islamic) / Growth & Income		
Fund Objective	The Fund aims to achieve total return over the medium to long-term period by investing in a focused portfolio, mainly equities that comply with Shariah requirements.		
Performance Benchmark	FTSE Bursa Malaysia EMAS Shariah Index (FBM EMAS Shariah)		
Fund's Distribution Policy	The Fund may declare annual/interim distribution (if any) during its financial year.		
Fund's Performance and Investment Strategies Employed	The Fund was managed within its investment objective for the interim period under review and met its objective. The Fund posted a return of 24.03% for the period under review, outperforming the benchmark which returned -5.13%.		
Analysis of Fund's Performance	31/10/21	30/04/21	% Change
NAV/unit (RM)	0.9280 [^]	0.7482	24.03
Total NAV (RM'000)	15,589 [^]	10,521	48.17
[^] Refer to unaudited account Note 11.			
	Income Distribution (%)	Capital Return # (%)	Total Return (%)
	-	24.03	24.03
# Capital Return components:			
	❖ Shariah-compliant Equity		
	❖ Islamic Deposits		
	31/10/21	30/04/21	% Change
FBM EMAS Shariah	12,591.59	13,272.50	-5.13

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Performance Chart



Source: Lipper Investment Management

Past performance is not necessarily indicative of future performance.

Distribution/Unit Split

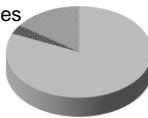
None were declared for the interim period under review ended 31 October 2021.

Asset Allocation

31/10/21

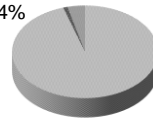
30/04/21

Islamic Deposits 15.19%
Islamic Derivatives 3.22%



Quoted Shariah-compliant equity 81.59%

Islamic Derivatives 0.94%
Islamic Deposits 3.89%



Quoted Shariah-compliant equity 95.17%

Asset allocation during the financial period under review was primarily in quoted Shariah-compliant equities, with the remainder in Islamic derivative and Islamic deposits.

Top Investments

Top 5 Shariah-compliant Stocks

As at 31/10/21

% NAV

Genetec Technology Berhad	10.46
Kelington Group Berhad	6.52
UWC Berhad	5.68
Frontken Corporation Berhad	5.54
Nextgreen Global Berhad	4.90

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	As at 30/04/21	% NAV
	UWC Berhad	10.18
	Sarawak Corporation Berhad	6.87
	Frontken Corporation Berhad	6.78
	Kelington Group Berhad	6.06
	Serba Dinamik Holdings Berhad	5.55

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

Market Review

The FBM KLCI fell into monthly contraction mode in May 2021 (-1.1%) as sentiment was dented by raging new Coronavirus Disease of 2019 (“COVID-19”) cases and death rates and the government’s implementation of a nationwide MCO 3.0 from 12 May 2021 to 7 June 2021. The FBM Emas Shariah Index declined more by 3.8%. This was subsequently superseded by a full lockdown for two weeks from 1 June 2021 as new COVID-19 cases continued to rise unabated. Investors were profit-taking throughout the month as all sectors, except financials (+0.9%), recorded losses Month-on-Month (“MoM”). Mid and Small Cap stocks fell sharply as reflected in the FBM Small Cap Index’s drop of 7%. The FBM KLCI fell 3.2% in June 2021, continuing the downward trend from the previous month, thereby dragging the year-to-date contraction to 5.8%. The FBM Emas Shariah Index eased 4.7%. Market sentiment was hit by persistently high new daily COVID-19 cases which led to the month-long national lockdown which started on 1 June 2021 and was further extended for another 2 weeks from June 28 (after Movement Control Order “MCO” 3.0 restrictions didn’t seem effective). Sentiment remained depressed despite the unveiling of a RM40 billion stimulus package (1 June 2021), dubbed PEMERKASA+, of which RM5 billion is a direct fiscal injection which was followed by another (29 June 2021) RM150 billion stimulus package, dubbed PEMULIH, of which RM10 billion is a direct fiscal injection.

The FBM KLCI fell 2.5% in July 2021 to hit the lowest month-end level for this year of 1,494 points. The weak performance was due to daily new Coronavirus Disease of 2019 (“COVID-19”) cases hitting new record highs despite restricted movement controls and growing political concerns. The best performing sectors in July 2021 were technology and industrial sectors while the worst performing sectors were energy, plantation and transport. The broader FBM Emas Shariah Index fell 1.1%. The FBM KLCI saw a strong rebound in August 2021, rising 7.1% and this was its strongest monthly gain since October 2011. The market surged on the back of net buying by foreign investors on optimism that political concerns will subside following the appointment of a new Prime Minister on 21 August 2021. The FBM Emas Shariah Index rose 5.8%.

The Malaysian market fell in September 2021, with the FBM KLCI closing the month lower by 4% due to a sharp fall in the glove counters, concerns about interest waivers for three months which could impact bank earnings. For both September 2021 and the 9 months of this year (-5.5%), the local bourse is the worst performing when compared to its ASEAN neighbours. The FBM Emas Shariah Index dropped 3.1%. The decline was in line with a regional sell-down with the Asia Pacific dipping 2.3% generally, dragged lower by Hong Kong, South Korea and Taiwan. In the US, investors looked out for Congress to pass a bill to fund the government through early December 2021 and avert a government shutdown. In China, worries about a potential capital gains tax as well as negative news from China over the Evergrande debt crisis, power shortages and COVID-19 outbreaks also kept investors cautious. Also in September 2021, Malaysia launched the 12th Malaysia Five Year Plan (12MP) which is focused towards the fourth Industrial Revolution, enhancing the digital economy, raising Small-Medium Enterprises (“SMEs”) contribution to the economy and renewable energy. The FBM Small Cap Index managed to gain 0.8%. The FBM KLCI gained 1.6% in October 2021, attributed mainly to net buying by foreign investors on optimism that Malaysia’s economy will rebound with the reopening of all sectors and interstate travel. All

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sectors except healthcare (mainly gloves) posted gains with the best-performing sectors in October 2021 being property, energy and plantation sectors. Foreign investors also bought RM1.6 billion (“bn”) worth of Malaysian equities in the month, their third consecutive month of net buying and highest monthly net buy since January 2018. On the last trading day of the month, the Budget 2022 was unveiled with two negative surprises, the one-off *Cukai Makmur* and higher stamp duty on the trading of shares, both of which could dampen market sentiment in the remaining months of 2021. The FBM Emas Shariah Index climbed 1.9% as sentiment on mid and small cap stocks regained attention, as indicated by the FBM Small Cap Index’s rise of 7%.

Economic Outlook

Malaysia’s Manufacturing Purchasing Managers’ Index (“PMI”) rose to 52.2 in October 2021 (from 48.1 in September 2021), its first expansion since May 2021 and the strongest since April 2021. Manufacturing conditions improved mainly due to the relaxation of COVID-19 restrictions as more states moved to phase 3 and phase 4 of the National Recovery Plan, with more manufacturing subsectors resuming operation amid rapid progress of vaccination rate. Output and new orders returned to expansion. The relaxation of COVID-19 pandemic restrictions boosted business confidence and uplifted production level. However, external demand moderated, although the pace of reduction was mild, thanks to stronger demand in Europe and the US.

The Bank Negara Malaysia (“BNM”) Monetary Policy Committee (“MPC”) will meet on 3 November 2021 and the consensus view is that the Overnight Policy Rate (“OPR”) will remain unchanged at 1.75%. BNM highlighted that the global growth outlook continues to recover but, overall, the balance of risks is tilted to the downside. The recent strong rebound in PMI and allowing more economic sectors to recommence will further boost domestic economic activities. We expect the BNM will continue its supportive policies to mitigate the earlier adverse impacts from the lockdown. Our opinion is that the BNM will leave OPR unchanged at 1.75%. Going forward, we believe that while downside risks remain, the Malaysian economy is expected to gradually recover from here together with the regional recovery.

Market Outlook And Investment Strategy

The global equity market managed to pass through the volatile past few months relatively unscathed despite concerns about the US Federal Reserve’s plan to start tapering soon and possibly raise interest rates by next year. We still see new record highs being achieved in such liquidity driven market triggered by strong corporate earnings growth. However, money flows are extremely unpredictable at these high levels and are sensitive to shocks and policy decisions. We would advise some amount of caution on the global outlook.

On the domestic front, Malaysia has unveiled its refreshed 5-year development plan (the 12th Malaysian Plan) and its budget for year 2022. Both called for increased spending to boost the economy. If well executed and implemented with no distractions, Malaysia’s

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development growth trend should be pretty decent and this would provide good support for the market. We remain positive on Malaysia while we review the on-going progress of our economic recovery.

Going forward, the Fund intends to bring down the Shariah-compliant equity level to the targeted level of 80%. The fund shall continue looking for undervalued and strong fundamental Shariah-compliant stocks and some recovery Shariah-compliant stocks.

Size Of Unitholdings

- As at 31 October 2021

Size of Holdings (units)	No. of Unitholders	% of Unitholders	No. of Units Held ('000)	% of Unit Held
5,000 and below	220	26.67%	558	3.32%
5,001-10,000	175	21.21%	1,256	7.48%
10,001-50,000	366	44.36%	8,309	49.46%
50,001-500,000	64	7.76%	6,675	39.74%
500,001 and above	-	-	-	-
Total	825	100.01%	16,798	100.00%

Soft Commission

The Manager retains soft commissions received from brokers only if the goods and services are of demonstrable benefits to the unitholders as allowed under the Securities Commission's Guidelines on Unit Trust Funds. The soft commission received include research and advisory services which are used to support the investment decision making process and are of demonstrable benefit to Unitholders of the Fund.

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TRUSTEE'S REPORT FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2021

TO THE UNITHOLDERS OF TA DANA FOKUS

We, **UNIVERSAL TRUSTEE (MALAYSIA) BERHAD ('the Trustee')**, being the Trustee of **TA DANA FOKUS ('the Fund')** are of the opinion that **TA INVESTMENT MANAGEMENT BERHAD ('the Manager')**, acting in the capacity as Manager of the Fund, has fulfilled its duties in the following manner for the financial period ended 31 October 2021.

In our opinion:

- (a) The Fund has been managed in accordance with the limitations imposed on the investment powers of the Manager and the Trustee under the Deed, other provisions of the Deed, the Securities Commission's Guidelines on Unit Trust Funds in Malaysia, the Capital Markets and Services Act 2007 and other applicable laws during the financial period ended 31 October 2021;
- (b) Valuation/pricing has been carried out in accordance with the Deed and relevant regulatory requirement; and
- (c) Creation and cancellation of units have been carried out in accordance with the Deeds and relevant regulatory requirements.

For and on behalf of the Trustee
Universal Trustee (Malaysia) Berhad

ONG TEE VANN
Chief Executive Officer

Kuala Lumpur, Malaysia
27 December 2021

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STATEMENT BY THE MANAGER

We, CHOO SWEE KEE and MOHAMMED A'REEFF BIN ABDUL KHALID, being two of the directors of TA INVESTMENT MANAGEMENT BERHAD, do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements set out on page 13 to 34, are drawn up so as to give a true and fair view of the financial position of TA DANA FOKUS as at 31 October 2021 and of its unaudited financial performance and unaudited cash flows for the financial period ended on that date in accordance with Malaysian Financial Reporting Standards and International Reporting Standards.

On behalf of the Manager,

CHOO SWEE KEE

MOHAMMED A'REEFF BIN ABDUL KHALID

Kuala Lumpur, Malaysia
27 December 2021

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SHARIAH ADVISER'S REPORT

TO THE UNITHOLDERS OF TA DANA FOKUS ("FUND")

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, TA Investment Management Berhad has operated and managed the Fund for the period covered by these financial statements namely, the period ended 31 October 2021, in accordance with 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 instruments that have been classified as Shariah compliant.

For and on behalf of the Shariah Adviser,
BIMB SECURITIES SDN BHD

NURUSSA'ADAH NASARUDIN
Designated Shariah Officer

Kuala Lumpur, Malaysia
27 December 2021

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UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2021

		01.05.2021 to 31.10.2021 RM	01.05.2020 to 31.10.2020 RM
	Note		
INCOME			
Dividend income		67,788	69,281
Profit income from Islamic deposits with financial institutions and other income		12,312	8,440
Net gain on:			
- financial assets at fair value through profit or loss ("FVTPL")	6	3,351,005	2,160,381
		<u>3,431,105</u>	<u>2,238,102</u>
EXPENSES			
Manager's fee	3	97,561	67,569
Trustee's fee	4	5,740	4,838
Auditors' remuneration		3,600	3,300
Tax agent's fee		1,630	1,620
Investment committee's remuneration		3,600	3,600
Brokerage and other transaction fees		48,406	56,035
Administrative fees and expenses		5,776	4,635
		<u>166,313</u>	<u>141,597</u>
Net income before tax		3,264,792	2,096,505
Less: Income tax expense	5	-	136
Net income after tax, representing total comprehensive income for the financial period		<u>3,264,792</u>	<u>2,096,641</u>
Net income after tax is made up of the following:			
Net realised income		1,625,395	672,502
Net unrealised income		1,639,397	1,424,139
		<u>3,264,792</u>	<u>2,096,641</u>

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

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UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 OCTOBER 2021

	Note	31.10.2020 RM	30.04.2021 RM
ASSETS			
Shariah-compliant investments	6	13,195,246	10,083,073
Islamic deposits with financial institutions	7	2,119,904	568,406
Dividend receivable		8,750	4,800
Profit receivable		279	25
Amount due from the Manager		223,951	456,232
Cash at bank		59,624	132,603
TOTAL ASSETS		<u>15,607,754</u>	<u>11,245,139</u>
LIABILITIES			
Amount due to the Manager	9	26,750	29,914
Amount due to Trustee		740	1,033
Distribution payables		-	703,042
Other payables and accruals		20,930	15,700
TOTAL LIABILITIES		<u>48,420</u>	<u>749,689</u>
EQUITY			
Unitholders' capital	10(a)	10,064,177	8,265,085
Retained Earnings	10(b),(c)	5,495,157	2,230,365
NET ASSET VALUE ("NAV")			
ATTRIBUTABLE TO UNITHOLDERS		<u>15,559,334</u>	<u>10,495,450</u>
TOTAL EQUITY AND LIABILITIES		<u>15,607,754</u>	<u>11,245,139</u>
NUMBER OF UNITS IN CIRCULATION	10(a)	<u>16,797,688</u>	<u>14,060,832</u>
NAV PER UNIT	11	<u>0.9263</u>	<u>0.7464</u>

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

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UNAUDITED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2021

	Unitholders' capital Note 10(a) RM	Accumulated losses/ Retained earnings Note 10(b),(c) RM	Total NAV RM
At 1 May 2020	10,082,845	(2,462,562)	7,620,283
Total comprehensive income for the period	-	2,096,641	2,096,641
Creation of units	140,399	-	140,399
Cancellation of units	(994,965)	-	(994,965)
Balance at 31 October 2020	<u>9,228,279</u>	<u>(365,921)</u>	<u>8,862,358</u>
At 1 May 2021	8,265,085	2,230,365	10,495,450
Total comprehensive income for the period	-	3,264,792	3,264,792
Creation of units	11,459,632	-	11,459,632
Reinvestment of units	701,143	-	701,143
Cancellation of units	(10,361,683)	-	(10,361,683)
Balance at 31 October 2021	<u>10,064,177</u>	<u>5,495,157</u>	<u>15,559,334</u>

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

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UNAUDITED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2021

	01.05.2021 to 31.10.2021 RM	01.05.2020 to 31.10.2020 RM
CASH FLOWS FROM OPERATING AND SHARIAH-COMPLIANT INVESTING ACTIVITIES		
Proceeds from sale of Shariah-compliant investments	5,025,163	6,483,168
Purchase of Shariah-compliant investments	(4,834,738)	(6,062,568)
Dividend received	63,838	63,251
Profit income received	12,058	8,450
Manager's fee paid	(91,009)	(65,284)
Trustee's fee paid	(6,033)	(5,000)
Payment for other fees and expenses	(9,375)	(14,899)
Net cash generated from operating and Shariah-compliant investing activities	<u>159,904</u>	<u>407,118</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from units created	11,691,913	140,399
Cash paid on units cancelled	(10,371,399)	(1,003,133)
Cash distribution paid	(1,899)	-
Net cash generated from/(used in) financing activities	<u>1,318,615</u>	<u>(862,734)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		
	1,478,519	(455,616)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD		
	<u>701,009</u>	<u>1,281,465</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD		
	<u>2,179,528</u>	<u>825,849</u>
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash at bank	59,624	47,330
Islamic deposits with financial institutions	2,119,904	778,519
Cash and cash equivalents	<u>2,179,528</u>	<u>825,849</u>

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

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NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 31 OCTOBER 2021

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

TA Dana Fokus ("the Fund") was constituted pursuant to the execution of a Deed of Trust ("the Deed") dated 19 March 2008 between the Manager, TA Investment Management Berhad, the Trustee, Universal Trustee (Malaysia) Berhad and the registered holders of the Fund.

The principal activity of the Fund is to invest in "Permitted Investments" as defined under Division 7.1 of the Deed, which include Shariah-compliant securities of companies quoted on Bursa Malaysia Securities Berhad ("Bursa Malaysia") and short term Shariah-compliant investments. The Fund commenced operations on 17 June 2008 and will continue its operations until terminated in accordance with the provisions under Clause 23 of the Deed.

The Manager, TA Investment Management Berhad, a company incorporated in Malaysia, is a wholly owned subsidiary of TA Securities Holdings Berhad. Its ultimate holding company is TA Enterprise Berhad. Its principal activities are the establishment and management of unit trust funds and fund management. The Manager is licensed to carry out dealing in securities and fund management activities under the Capital Markets and Services Act 2007.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

(a) Statement of compliance

The financial statements of the Fund have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") and International Financial Reporting Standards ("IFRS"), collectively known as the "Standards".

The following are accounting standards, amendments and interpretations of the MFRS framework that have been issued by the Malaysian Accounting Standards Board ("MASB") but have not been adopted by the Fund:

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 June 2020

- Amendment to MFRS 16, *Leases – Covid-19-Related Rent Concessions*

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2021

- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement*, MFRS 7, *Financial Instruments: Disclosures*, MFRS 4, *Insurance Contracts* and MFRS 16, *Leases – Interest Rate Benchmark Reform – Phase 2*

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.1 Basis of Preparation (contd.)

(a) Statement of compliance (contd.)

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 April 2021

- Amendment to MFRS 16, *Leases – Covid-19-Related Rent Concessions beyond 30 June 2021*

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2022

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to MFRS 3, *Business Combinations – Reference to the Conceptual Framework*
- Amendments to MFRS 9, *Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to Illustrative Examples accompanying MFRS 16, *Leases (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to MFRS 116, *Property, Plant and Equipment – Proceeds before Intended Use*
- Amendments to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract*
- Amendments to MFRS 141, *Agriculture (Annual Improvements to MFRS Standards 2018–2020)*

MFRSs, interpretations and amendments effective for annual periods beginning on or after 1 January 2023

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current and Disclosures of*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

MFRSs, interpretations and amendments effective for annual periods beginning on or after a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.1 Basis of Preparation (contd.)

(a) Statement of compliance (contd.)

The Fund plans to apply the abovementioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 May 2021 for those amendments that are effective for annual periods beginning on or after 1 January 2021, except for amendments which are not applicable to the Fund.
- from the annual period beginning on 1 May 2022 for the accounting standard that is effective for annual periods beginning on or after 1 June 2022 and 1 January 2022.
- from the annual period beginning on 1 May 2023 for those amendments that are effective for annual periods beginning on or after 1 January 2023, except for amendments which are not applicable to the Fund.

The Fund does not plan to apply MFRS 17, Insurance Contracts that is effective for annual periods beginning on or after 1 January 2022 as it is not applicable to the Fund.

The initial application of the abovementioned accounting standards, amendments and interpretations is not expected to have any material impact to the current period financial statements of the Fund.

(b) Basis of measurement

The financial statements of the Fund have been prepared on the historical cost basis, unless otherwise indicated in Note 2.2.

(c) Functional and presentation currency

The financial statements are presented in Ringgit Malaysia ("RM"), which is the Fund's functional currency.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies

(a) Financial Assets

Financial assets are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss ("FVTPL"), directly attributable transaction costs.

A financial asset is derecognised when the asset is disposed of and the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the financial statement when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

The Fund determines the classification of its financial assets at initial recognition, and the categories include financial assets at FVTPL and receivables.

(i) Financial assets at FVTPL

FVTPL category comprises financial assets that are held for trading, including Islamic derivatives (except for an Islamic derivative that is a financial guarantee contract or a designated and effective hedging instrument) or financial assets that are specifically designated into this category upon initial recognition.

Islamic derivatives that are linked to and must be settled by delivery of unquoted Shariah-compliant equity instruments whose fair values cannot be reliably measured are measured at cost.

Other financial assets categorised as FVTPL are subsequently measured at their fair values with the gain or loss recognised in profit or loss.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (Contd.)

(a) Financial Assets (Contd.)

(ii) Receivables

Financial assets with fixed or determinable payments that are not quoted in an active market are classified as receivables. The Fund includes short-term receivables in this classification.

Subsequent to initial recognition, financial assets categorised as receivables are measured at amortised cost using the effective profit rate method. Gains and losses are recognised in profit or loss when such financial assets are derecognised or impaired, and through the amortisation process.

(b) Impairment of Financial Assets

All financial assets (except for financial assets categorised as fair value through profit or loss) are assessed at each reporting date whether there is any objective evidence of impairment as a result of one or more events having an impact on the estimated future cash flows of the asset. Losses expected as a result of future events, no matter how likely, are not recognised. For an investment in a Shariah-compliant equity instrument, a significant or prolonged decline in the fair value below its cost is an objective evidence of impairment. If any such objective evidence exists, then the impairment loss of the financial asset is estimated.

An impairment loss in respect of receivables is recognised in profit or loss and is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the asset's original effective profit rate. The carrying amount of the asset is reduced through the use of an allowance account.

If, in a subsequent period, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss, the impairment loss is reversed, to the extent that the asset's carrying amount does not exceed what the carrying amount would have been had the impairment not been recognised at the date the impairment is reversed. The amount of the reversal is recognised in profit or loss. For the purposes of the investments made by the Fund, debt securities refer to sukuk.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(c) Classification of Realised and Unrealised Gains and Losses

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior year's unrealised gains and losses for financial instruments which were realised (i.e. sold, redeemed or matured) during the financial period.

The realised gain/(loss) on sale of investments is measured as the difference between the net disposal proceeds and the carrying amount of the investments. The carrying amount for determining the realised gain/(loss) on sale of investments is based on the weighted average cost method.

(d) Financial Liabilities

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

Financial liabilities, within the scope of MFRS 139, *Financial Instruments: Recognition and Measurement* are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

The Fund's financial liabilities are recognised initially at fair value plus any directly attributable transaction costs and subsequently measured at amortised cost using the effective profit rate method.

A financial liability is derecognised when the obligation under the liability is extinguished. Gains and losses are recognised in profit or loss when the liabilities are derecognised.

(e) Unitholders' Capital

The unitholders' capital of the Fund is classified as an equity instrument.

Distribution equalisation represents the average distributable amount included in the creation and cancellation prices of units. This amount is either refunded to unitholders by way of distribution and/or adjusted accordingly when units are cancelled.

(f) Distribution

Distribution is at the discretion of the Fund. A distribution to the Fund's unitholders is accounted for as a deduction from realised reserves except where distribution is sourced out of distribution equalisation which is accounted for as a deduction from unitholders' capital. A proposed distribution is recognised as a liability in the period in which it is approved.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(g) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and short-term Islamic deposit with a financial institution that are readily convertible to known amount of cash and which are subject to an insignificant risk of changes in value.

(h) Income Recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the income can be reliably measured. Income is measured at the fair value of consideration received or receivable.

Profit income is recognised using the effective profit rate method.

(i) Income Tax

Current tax assets or liabilities position as at reporting date are measured at the net amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the tax expense for the financial period are those that are enacted or substantively enacted by the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

Deferred tax is provided for, using the liability method, on taxable temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts in the financial statements. In principle, deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised.

(j) Segment Reporting

For management purposes, the Fund is managed by two main portfolios, namely Shariah-compliant equity securities and Islamic money market instruments. Each segment engages in separate investing activities and the operating results are regularly reviewed by the Investment Manager and Investment Committee. The Investment Committee assumes the role of chief operating decision maker, for performance assessment purposes and to make decisions about resources allocated to each investment segment.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 Significant Accounting Policies (contd.)

(k) Significant Accounting Estimates and Judgments

The preparation of the Fund's financial statements requires the Manager to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability in the future.

The Manager classifies its Islamic fixed income instruments as financial instruments at FVTPL as the Fund is a close-ended fund that may sell its investments in the short-term for profit-taking or to meet unitholders' redemptions.

No other major judgments have been made by the Manager in applying the Fund's accounting policies. There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

3. MANAGER'S FEE

Manager's fee is computed on a daily basis at 1.5% (2020: 1.5%) per annum of the NAV of the Fund, as agreed by the Trustee and the Manager.

4. TRUSTEE'S FEE

Trustee's fee is computed on a daily basis at 0.055% (2020: 0.055%) per annum of the NAV of the Fund, subject to minimum of RM12,000 (2020: RM12,000) per annum.

5. INCOME TAX EXPENSE

Domestic income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the financial period. Dividend, profit and other income derived from sources outside Malaysia are exempted from Malaysian income tax. However, such income may be subjected to tax in the country from which it is derived.

The taxation charge for the financial period is in relation to the taxable income earned by the Fund after deducting tax allowance expenses. In accordance with Schedule 6 of the Income Tax Act 1967, profit income earned by the Fund is exempted from Malaysian tax.

A reconciliation of income tax expense applicable to net income before tax at the statutory income tax rate to income tax expense at the effective income tax rate of the Fund is as follows:

	01.05.2021 to 31.10.2021 RM	01.05.2020 to 31.10.2020 RM
Net income before tax	3,264,792	2,096,505
Taxation at Malaysian statutory rate of 24%	783,550	503,160
Effects of profit income from Islamic deposits not subject to tax	(823,465)	(537,144)
Effects of expenses not deductible for tax purposes	15,636	16,975
Restriction on tax deductible expenses for Islamic unit trust funds	24,279	17,009
Under provision in prior years	-	136
Income tax expense for the financial period	-	136

TA Dana Fokus

(For the 6 months ended 31 October 2021)

6. SHARIAH-COMPLIANT INVESTMENTS

	31.10.2021 RM	30.04.2021 RM
Financial assets at FVTPL:		
Quoted Shariah-compliant equity securities in Malaysia	12,693,432	9,984,493
Quoted Islamic derivative in Malaysia	501,814	98,580
	<u>13,195,246</u>	<u>10,083,073</u>
Net gain on financial assets at FVTPL comprises:		
Net realised gain on disposals	1,711,608	1,741,824
Net unrealised gain on changes in fair value	1,639,397	3,780,279
	<u>3,351,005</u>	<u>5,522,103</u>

Financial assets at FVTPL as at 31 October 2021 are as detailed below:

(a) Quoted Shariah-compliant equity securities in Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
Constructions				
Econpile Holdings Bhd	400,000	167,095	160,000	1.03
Ekovest Bhd	1,100,000	483,500	451,000	2.90
WCT Holdings Bhd	400,000	257,500	248,000	1.59
	<u>1,900,000</u>	<u>908,095</u>	<u>859,000</u>	<u>5.52</u>
Consumer Product & Services				
Perak Transit Bhd	1,000,000	704,408	680,000	4.37
Financial Services				
Bank Islam Malaysia Bhd	86,500	340,413	275,935	1.77
Syarikat Takaful Malaysia Keluarga Bhd	20,482	-	81,109	0.52
	<u>106,982</u>	<u>340,413</u>	<u>357,044</u>	<u>2.29</u>
Telecommunication				
Telekom Malaysia Bhd	60,000	357,220	347,400	2.23
Trading/Services				
Dagang Nexchange Bhd	650,000	541,500	507,000	3.26
Utilities				
Tenaga Nasional Bhd	63,000	711,206	608,580	3.91

TA Dana Fokus

(For the 6 months ended 31 October 2021)

6. SHARIAH-COMPLIANT INVESTMENTS (CONTD.)

(a) Quoted Shariah-compliant equity securities in Malaysia (Contd.)

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
Technology				
Frontken Corporation Bhd	227,250	68,765	861,278	5.54
Genetec Technology Bhd	35,000	152,680	1,627,500	10.46
Greatech Technology Bhd	80,000	252,360	573,600	3.69
JF Technology Bhd	250,000	363,000	370,000	2.38
JHM Consolidation Bhd	100,000	187,830	196,000	1.26
Mi Technovation Bhd	85,000	321,852	325,550	2.09
My E.G. Services Bhd	300,000	219,000	312,000	2.01
Revenue Group Bhd	230,000	294,700	418,600	2.69
Unisem (M) Bhd	64,000	242,762	273,920	1.76
	1,371,250	2,102,949	4,958,448	31.88
Industrial Products				
Cypark Resources Bhd	320,000	294,400	316,800	2.04
DRB-HICOM Bhd	120,000	243,467	198,000	1.27
Kelington Group Bhd	600,000	271,576	1,014,000	6.52
Nextgreen Global Bhd	600,000	252,400	762,000	4.90
P.A. Resources Bhd	500,000	213,000	225,000	1.45
P.I.E. Industrial Bhd	100,000	210,740	384,000	2.47
QES Group Bhd	800,000	179,269	592,000	3.80
UWC Bhd	144,000	198,230	884,160	5.68
	3,184,000	1,863,082	4,375,960	28.13
Total Quoted Shariah-compliant Securities in Malaysia	8,335,232	7,528,873	12,693,432	81.59

(b) Quoted Islamic derivative in Malaysia

Name of Counter	Quantity Unit	Cost RM	Fair Value RM	% of NAV %
Shariah-compliant Warrant				
Frontken Corporation Bhd-WB	575,750	183,500	336,814	2.16
Kelington Group Bhd-WB	200,000	-	165,000	1.06
Total Quoted Islamic Derivative in Malaysia	775,750	183,500	501,814	3.22
TOTAL FINANCIAL ASSETS AT FVTPL	9,110,982	7,712,373	13,195,246	84.81
EXCESS OF FAIR VALUE OVER COST			5,482,873	

TA Dana Fokus

(For the 6 months ended 31 October 2021)

7. ISLAMIC DEPOSIT WITH FINANCIAL INSTITUTION

	31.10.2021 RM	30.04.2021 RM
Islamic deposit with financial institution is short-term placement with:		
- Licensed Islamic bank	2,119,904	568,406

The weighted average effective profit rate ("WAEPR") per annum ("p.a") and average remaining maturity of Islamic deposit with financial institution as at the reporting date are as follows:

	WAEPR (% p.a.)		Average Remaining Maturity (Days)	
	31.10.2021	30.04.2021	31.10.2021	30.04.2021
Short-term placement	1.60	1.60	1	3

8. SHARIAH INFORMATION OF THE FUND

The Shariah Adviser confirmed that the investment portfolio of the Fund is Shariah-compliant, which comprises:

- (i) Equity securities listed on Bursa Malaysia Berhad which have been classified as Shariah-compliant by the Shariah Advisory Council of the Securities Commission; and
- (ii) Cash placements and liquid assets in local market, which are placed in Shariah-compliant instruments.

9. AMOUNT DUE TO THE MANAGER

Amount due from/(to) the Manager relate to amounts receivable from/payable to the Manager arising from creation/cancellation of units and accruals for Manager's fee at the end of the financial period. The normal credit term for creation and cancellation is 10 days (2020: 10 days) and the normal credit term for Manager's fee is 30 days (2020: 30 days).

TA Dana Fokus

(For the 6 months ended 31 October 2021)

10. NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS

	Note	31.10.2021 RM	30.04.2021 RM
Unitholders' capital	(a)	10,064,177	8,265,085
Retained Earnings			
- Realised reserve	(b)	12,283	(1,613,112)
- Unrealised reserve	(c)	5,482,874	3,843,477
		<u>15,559,334</u>	<u>10,495,450</u>

(a) Unitholders' capital

	31.10.2021		30.04.2021	
	No of units	RM	No of units	RM
At beginning of the financial period/year	14,060,832	8,265,085	16,804,652	10,082,845
Creation of units	13,710,020	11,459,632	3,267,160	2,471,595
Reinvestment of units	954,976	701,143	-	-
Cancellation of units	(11,928,139)	(10,361,683)	(6,010,980)	(4,289,355)
At end of the financial period/year	<u>16,797,688</u>	<u>10,064,177</u>	<u>14,060,832</u>	<u>8,265,085</u>

(b) Realised reserve

	31.10.2021 RM	30.04.2021 RM
At beginning of the financial period/year	(1,613,112)	(2,525,760)
Net realised income for the financial period/year	1,625,395	1,615,690
Distribution out of realised income	-	(703,042)
Net realised income for the financial period/year	<u>1,625,395</u>	<u>912,648</u>
At end of the financial period/year	<u>12,283</u>	<u>(1,613,112)</u>

(c) Unrealised reserve

	31.10.2021 RM	30.04.2021 RM
At beginning of the financial period/year	3,843,477	63,198
Net unrealised income for the financial period/year	<u>1,639,397</u>	<u>3,780,279</u>
At end of the financial period/year	<u>5,482,874</u>	<u>3,843,477</u>

TA Dana Fokus

(For the 6 months ended 31 October 2021)

11. NAV PER UNIT

The quoted financial assets have been valued at the bid prices at the close of business. In accordance with the Deed, quoted financial assets are stated at the last done market price in the calculation of NAV attributable to unitholders per unit for the issuance and redemption of units.

A reconciliation of NAV attributable to unitholders for issuing/redeeming units at 31 October 2021/30 April 2021 and the NAV attributable to unitholders per the financial statements is as follows:

	31.10.2021		30.04.2021	
	RM	RM/Unit	RM	RM/Unit
NAV attributable to unitholders for issuance/redemption of unit	15,588,778	0.9280	10,520,601	0.7482
Effect from adopting bid prices as fair value	(29,444)	(0.0017)	(25,151)	(0.0018)
NAV attributable to unitholders per financial statements	<u>15,559,334</u>	<u>0.9263</u>	<u>10,495,450</u>	<u>0.7464</u>

12. TRANSACTIONS WITH INVESTMENT BANKS/BROKERS

Details of the transactions with investment banks/brokers during the financial period are as follows:

Name of investment banks/brokers	Value of trade RM	Percentage to total value of trade %	Brokerage fees and commission RM	Percentage to total brokerage fees and commission %
TA Securities Holdings Bhd *	5,113,066	51.60	25,244	52.15
Public Investment Bank Bhd	1,888,971	19.06	9,374	19.37
Affin Investment Bank Bhd	1,280,844	12.93	6,184	12.78
Alliance Investment Bank Bhd	736,650	7.43	3,494	7.22
RHB Investment Bank Bhd	658,517	6.65	2,955	6.10
Maybank Investment Bank Bhd	230,258	2.33	1,154	2.38
	<u>9,908,306</u>	<u>100.00</u>	<u>48,405</u>	<u>100.00</u>

TA Dana Fokus

(For the 6 months ended 31 October 2021)

12. TRANSACTIONS WITH INVESTMENT BANKS/BROKERS (CONTD.)

* Immediate holding company to the Manager.

The directors of the Manager are of the opinion that the dealings with the immediate holding company to the Manager have been transacted on an arm's length basis.

13. MANAGEMENT EXPENSE AND PORTFOLIO TURNOVER RATIOS

(a) Management Expense Ratio

The management expense ratio for the financial period ended 31 October 2021 is 0.90% (2020: 0.95%). This ratio represents total management expenses expressed as an annualised percentage of the Fund's average NAV, calculated on a daily basis. Brokerage and other transaction fees on financial assets at FVTPL are trades related and are not classified as management expenses.

(b) Portfolio Turnover Ratio

The portfolio turnover ratio for the financial period ended 31 October 2021 is 0.38 times (2020: 0.70 times). This ratio represents the average of the total acquisitions and disposals of the Fund for the financial period over the average NAV of the Fund for the financial period calculated on a daily basis.

14. SEGMENT INFORMATION

The Manager and the Investment Committee of the Fund are responsible for allocating resources available to the Fund in accordance with the overall investment strategies as set out in the Investment Guidelines of the Fund. The Fund is managed by two segments:

- A portfolio of Shariah-compliant equity securities; and
- A portfolio of Islamic money market instruments

The investment objective is to achieve total return over the medium to long-term period by investing in a focused portfolio, mainly Shariah-compliant equity securities. There have been no changes in reportable segments in the current financial period.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES

The Fund maintains investment portfolio in a variety of listed and unlisted financial instruments as dictated by its Trust Deed and investment management strategy.

The Fund is exposed to a variety of financial risks, which include market risk, single issuer risk, interest rate risk, credit risk, liquidity risk and Shariah status reclassification risk. The overall financial risk management objective of the Fund is to mitigate capital losses, ensure preservation of value and minimal erosion of capital.

Risk management is carried out through strict adherence to the Manager's internal policies and control procedures and also to the powers and restrictions vested by the regulators as contained in the Securities Commission's Guidelines on Unit Trust Funds ("the Guidelines").

(a) Market Risk

Market risk arises when the value of Shariah-compliant securities fluctuate in response to the activities of individual companies, and general market or economic conditions. The market risk is managed through portfolio diversification and asset allocation whereby the Shariah-compliant securities exposure will be reduced in the event of anticipated market conditions.

(b) Single Issuer Risk

The Fund is restricted to invest in Shariah-compliant securities issued by any issuer of not more than a certain percentage of its net asset value. Under such restriction, the exposure to the Shariah-compliant securities of any single issuer is mitigated.

(c) Interest Rate Risk

The risk refers to the exposure of the Fund's assets to movements in interest rates. In this regards, the Fund's exposure to the interest rate risk is mainly confined to Islamic deposits placement with financial institutions.

Interest rate is a general economic indicator that will have an impact on the management of the fund regardless of whether it is an Islamic fund or otherwise. The reason for this is because a high level of interest rates will inevitably effect corporate profits and this will have an impact on the value of Shariah-compliant equity.

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.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (CONTD.)

(d) Credit Risk

Credit risk refers to the ability of issuers and counterparties to honour obligations to make timely payments on profit and principal and proceeds from realisation of investments. This is managed by the internal policy of setting a ceiling or limit to the exposure and also the constant process of credit evaluation to mitigate such risks to an acceptable level.

(e) Liquidity Risk

The Fund maintains sufficient level of Islamic liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellation of units by unitholders. Islamic liquid assets comprise cash, Islamic deposits with licensed institutions and other Shariah-compliant instruments, which are capable of being converted into cash within 7 business days. The Fund's policy is to always maintain a prudent level of Islamic liquid assets so as to reduce the liquidity risk.

(f) Shariah Status Reclassification Risk

- Shariah-compliant equity securities

The risk refers to the risk that the currently held Shariah-compliant securities in the portfolio of Islamic funds may be reclassified as Shariah non-compliant in the periodic review of the securities by the Shariah Advisory Council of the Securities Commission ("SAC of the SC"), the Shariah Adviser or the Shariah Supervisory Boards of relevant Islamic indices. If this occurs, the Manager will take the necessary steps to dispose of such securities.

Opportunity loss could occur due to the restriction on the Fund to retain the excess capital gains derived from the disposal of the reclassified Shariah non-compliant securities. In such an event, the Fund is required:

- (i) to dispose of such securities with immediate effect or within one (1) calendar month if the value of the securities exceeds or is equal to the investment cost on the effective date of reclassification of the list of Shariah-compliant securities ("Reclassification") by the SAC of the SC or date of review ("Review") by the Shariah Adviser or the Shariah Supervisory Boards of relevant Islamic indices. The Fund is allowed to keep dividends received and capital gains from the disposal of the securities up to the effective date of Reclassification or Review. However, any dividends received and excess capital gains from the disposal of the Shariah non-compliant securities after the effective date of Reclassification or Review should be channelled to *baitulmal* and/or charitable bodies approved by the Shariah Adviser;

TA Dana Fokus

(For the 6 months ended 31 October 2021)

15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (CONTD.)

(f) Shariah Status Reclassification Risk (Contd.)

- (ii) to hold such securities if the value of the said securities is below the investment cost on the effective date of Reclassification or Review until the total subsequent dividends received (if any) and the market price of the securities is equal to the cost of investment at which time disposal has to take place within one (1) calendar month, excess capital gains (if any) from the disposal of the securities should be channelled to *baitulmal* and/or charitable bodies approved by the Shariah Adviser; or
- (iii) to dispose of such securities at a price lower than the investment cost which will result in a decrease in the Fund's value.

- Islamic fixed income instruments or Islamic money market instruments or Islamic deposits.

This risk refers to the risk of a possibility that the currently held Islamic fixed income instruments or Islamic money market instruments or Islamic deposits invested by Islamic funds may be declared as Shariah non-compliant by the relevant authority or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of or withdraw such fixed income instruments or money market instruments or deposits.

16. COMPARATIVE FIGURES

The current period's figures and comparative figures are presented as follows:

- The unaudited Statement of Fund Financial Position and its relevant notes are as at 31 October 2021 and 30 April 2021, respectively.
- The unaudited Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows and its relevant notes are for the period from 1 May 2021 to 31 October 2021 and 1 May 2020 to 31 October 2020 respectively.

17. UNAUDITED ACCOUNT

The financial accounts for the six months ended 31 October 2021 are unaudited.

TA Dana Fokus

(For the 6 months ended 31 October 2021)

Corporate Information

Manager	TA Investment Management Berhad (340588-T)
Registered Office	34th Floor, Menara TA One 22 Jalan P. Ramlee 50250 Kuala Lumpur
Board of Directors	En. Mohammed A'reeff Bin Abdul Khalid (Non-Independent / Executive Director) Mr. Choo Swee Kee (Non-Independent / Executive Director) Mr. Chew Chin Guan (Independent / Non-Executive Director) Mr. Ngiam Kee Tong (Independent / Non-Executive Director)
Investment Committee Members	Nor Asma Binti Mohamed (Non-Independent) Nor Aziah Binti Ab Halim (Non-Independent) Choo Swee Kee (Non-Independent) Kaladher A/L Govindan (Non-Independent) Dato' Tay Kian Chuan (Independent) Ngiam Kee Tong (Independent)
Trustee of the Fund	Universal Trustee (Malaysia) Berhad No. 1, Jalan Ampang (3 rd Floor) 50450 Kuala Lumpur
Auditor of the Manager and the Fund	KPMG PLT Chartered Accountants Level 10, KPMG Tower 8 First Avenue, Bandar Utama 47800 Petaling Jaya, Selangor
Banker	Malayan Banking Bhd Ground Floor, Wisma Genting Jalan Sultan Ismail 50250 Kuala Lumpur
Shariah Adviser	BIMB Securities Sdn Bhd Level 32, Menara Multi Purpose Capital Square No. 8, Jalan Munshi Abdullah 50100 Kuala Lumpur
Company Secretaries	Chuah Wen Pin (MAICSA 7014581) Tan Kit Yee (MAICSA 7061042)

TA Dana Fokus

(For the 6 months ended 31 October 2021)

Corporate Information (cont'd)

Management Staff	Wong Mien Chief Executive Officer	Tee Ling Ling Head of Sales & Marketing
	Mohd Isyazwan Bin Fauzi Compliance Officer	Alicia Khor Head of Operations
Investment Team	Choo Swee Kee Chief Investment Officer	
	Jennifer Mak Fong Ching Fund Manager	Lam Chee Mun Fund Manager
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