

## FUND OBJECTIVE

To invest in Shariah-compliant listed equities to provide capital growth over the medium to long term through a diversified, but growth-oriented portfolio.

## INVESTOR RISK PROFILE

Suitable for investors who is mainly interested in growth and willing to accept higher risk in investment return.

## FUND MANAGER

Takaful Ikhlas Sdn Bhd (593075-U)

Appointed External Fund Manager :  
CIMB-Principal Islamic Asset Management Berhad

## FUND DATA

|                      |  |
|----------------------|--|
| NAV/Unit             | RM 1.1335                              |
| Fund Value           | RM 10,567,932.67                       |
| Units in circulation | 9,323,195.90                           |
| Fund Inception Date  | 16 December 2006                       |
| Management Fee       | 1.5% p.a. of the NAV                   |
| Benchmark            | FTSE Bursa Malaysia Emas Shariah Index |
| Target Fund          | CIMB Islamic Dali Equity Growth Fund   |

| TOP 5 HOLDINGS      | %    | TOP 5 SECTORS      | %     |
|---------------------|------|--------------------|-------|
| Axiata Group Bhd    | 9.79 | Trading / Services | 33.31 |
| Tenaga Nasional Bhd | 9.77 | Plantations        | 14.62 |
| Sime Darby Bhd      | 7.02 | Industrials        | 14.59 |
| Petronas Gas Bhd    | 6.38 | IPC                | 10.74 |
| Gamuda Bhd          | 4.28 | Construction       | 6.95  |

## TOTAL RETURNS

|               | 1 Month | 6 Month | 1 Year | 3 Years | 5 Years |
|---------------|---------|---------|--------|---------|---------|
| Growth (%)    | 3.04    | 4.56    | 11.15  | 21.57   | 20.55   |
| Benchmark (%) | 2.70    | 1.62    | 7.66   | 25.94   | 29.53   |

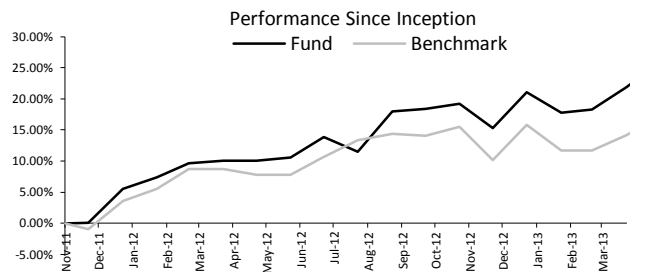
## REVIEW & INVESTMENT STRATEGY

The Fund was up 3.25% for the month, outperforming by 0.55%. The outperformance was contributed by the Utility, Oil & GAs and Finance sectors. At the stock level, our overweight in Tenaga, Dayang and BIMB contributed positively. In Healthcare, our underweight of IHH and overweight in Top Glove also paid off. YTD, the Fund is up 4.00% for an outperformance against its benchmark by 2.76%.

The US economy rebounded by +2.5% QOQ in 1Q13 as consumer spending and residential investment held firm. However, this is unlikely to be sustained in 2Q13 given the follow through impact of sequester cuts as well as weaker global manufacturing as excess inventories run down. The Eurozone economy continues to struggle, resulting in the ECB cutting interest rates by 25 bps to a record low of 0.5%. Nevertheless, markets have rallied on the back of low interest rates and reduced uncertainty, resulting in a reduction of risk premiums.

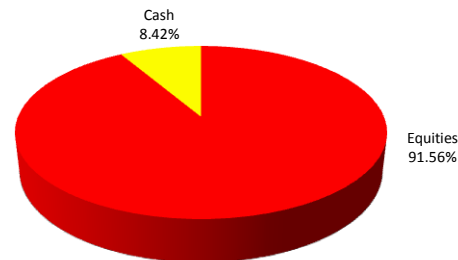
With the General Elections out of the way, stock have rallied. Fortunately, the portfolio was positioned. We have since increased beta by increasing weightings in selected cyclicals and small caps. As the market climbs higher, we will reduce weightings in overvalued stocks and rotate into undervalued ones.

## FUND PERFORMANCE



|             | <u>2012</u> | <u>2011</u> | <u>2010</u> | <u>2009</u> | <u>2008</u> |
|-------------|-------------|-------------|-------------|-------------|-------------|
| Target Fund | 13.32       | 8.90        | 23.68       | 37.54       | -32.16      |
| Benchmark   | 11.85       | 2.41        | 18.20       | 43.03       | -43.52      |

## ASSET ALLOCATION



## FINANCIAL YEAR PERFORMANCE

|         | Growth (%) | Benchmark (%) | 12-month GIA | Highest NAV | Lowest NAV |
|---------|------------|---------------|--------------|-------------|------------|
| 2008/09 | -23.00     | -31.21        | 3.68         | 1.2041      | 0.7627     |
| 2009/10 | 28.01      | 47.12         | 2.60         | 1.1104      | 0.8291     |
| 2010/11 | 11.53      | 16.22         | 2.87         | 1.2022      | 0.9052     |
| 2011/12 | -0.47      | 0.69          | 2.55         | 1.1960      | 0.9650     |
| 2012/13 | 7.82       | 4.08          | 2.90         | 1.1080      | 1.0183     |

## FUND OBJECTIVE

To attain medium to long-term capital growth via investments into Shariah-compliant listed equities, debt securities and other Shariah-compliant assets. This fund is to provide a balanced mix of income and equities.

## INVESTOR RISK PROFILE

Suitable for investors who are prepared to accept moderate investment risks over the medium to long term.

## FUND MANAGER

Takaful Ikhlas Sdn Bhd (593075-U)

Appointed External Fund Manager :  
CIMB-Principal Islamic Asset Management Berhad

## FUND DATA

|                      |   |
|----------------------|---|
| NAV/Unit             | RM 1.2751   |
| Fund Value           | RM 7,025,006.55   |
| Units in circulation | 5,509,536.28  |
| Fund Inception Date  | 16 December 2006  |
| Management Fee       | 1.0% - 1.5% p.a. of the NAV   |
| Benchmark            | 60% FTSE Bursa Malaysia Emas Shariah Index & 40% CIMB Islamic 1-Month GIA |
| Target Fund          | CIMB Islamic Balanced Growth Fund   |

| TOP 5 HOLDINGS      | %    | TOP 5 SECTORS      | %     |
|---------------------|------|--------------------|-------|
| Tenaga Nasional Bhd | 5.89 | Sukuk              | 34.67 |
| Axiata Group Bhd    | 5.58 | Trading / Services | 17.78 |
| Maxis Bhd           | 3.68 | Industrials        | 8.24  |
| Sime Darby Bhd      | 3.34 | IPC                | 6.43  |
| Petronas Gas Bhd    | 2.88 | Properties         | 6.26  |

## TOTAL RETURNS

|               | 1 Month | 6 Month | 1 Year | 3 Years | 5 Years |
|---------------|---------|---------|--------|---------|---------|
| Balanced (%)  | 1.70    | 2.29    | 7.79   | 18.40   | 22.10   |
| Benchmark (%) | 1.71    | 1.68    | 5.50   | 20.06   | 24.19   |

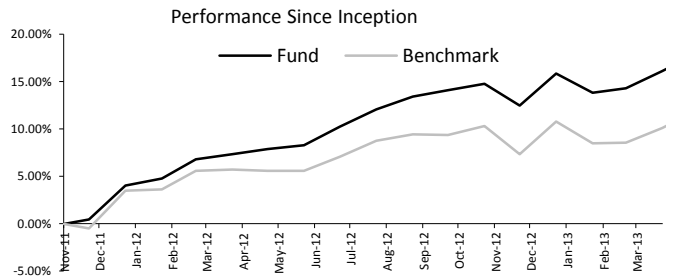
## REVIEW & INVESTMENT STRATEGY

The Fund gained 1.64% in April, underperforming the benchmark by 0.07%. YTD, the Fund gained 1.90% while the benchmark gained 1.14%. During the month, both Equity and Fixed Income outperformed but this was more than offset by cash drag. The outperformance from Equity came mainly from overweighting Aeon Co (M) and KLCC Property Holdings. For fixed income, the main contributors were the toll road, banking, and power bonds in the Fund.

The US economy rebounded by +2.5% QOQ in 1Q13 as consumer spending and residential investment held firm. However, this is unlikely to be sustained in 2Q13 given the follow through impact of sequester cuts as well as weaker global manufacturing as excess inventories are built down. The Eurozone economy continues to struggle, resulting in the ECB cutting interest rates by 25 bps to a record low of 0.5%. Nevertheless, markets have rallied on the back of low interest rates and reduced uncertainty, resulting in a reduction of risk premiums.

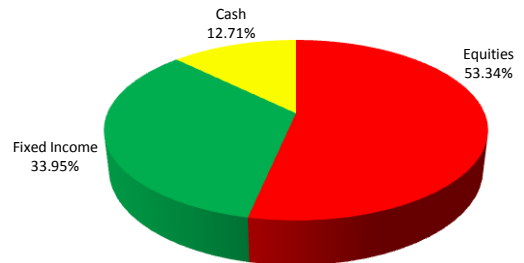
For equities, we have increased our positions in property, construction and oil & gas sector on top of our defensives as we expect a Barisan Nasional victory in the coming general elections. For fixed income, we will maintain a trading stance on government securities and continue to overweight corporate bonds with focus on higher rated issues. We will remain long duration against the benchmark.

## FUND PERFORMANCE



|             | <u>2012</u> | <u>2011</u> | <u>2010</u> | <u>2009</u> | <u>2008</u> |
|-------------|-------------|-------------|-------------|-------------|-------------|
| Target Fund | 13.99       | 7.39        | 15.57       | 32.84       | -33.31      |
| Benchmark   | 8.24        | 2.77        | 11.72       | 25.42       | -27.65      |

## ASSET ALLOCATION



## FINANCIAL YEAR PERFORMANCE

|         | Balanced (%) | Benchmark (%) | 12-month GIA | Highest NAV | Lowest NAV |
|---------|--------------|---------------|--------------|-------------|------------|
| 2008/09 | -17.43       | -24.04        | 3.68         | 1.5000      | 0.8409     |
| 2009/10 | 24.76        | 37.11         | 2.60         | 1.1426      | 0.9089     |
| 2010/11 | 12.18        | 12.82         | 2.87         | 1.2773      | 1.0471     |
| 2011/12 | -0.84        | -0.53         | 2.55         | 1.2460      | 1.108      |
| 2012/13 | 6.33         | 3.70          | 2.90         | 1.2612      | 1.1726     |

## FUND OBJECTIVE

The portfolio seeks to provide capital preservation over the short to medium term period by investing primarily in the Malaysian Shariah-compliant fixed income securities and money market instruments.

## INVESTOR RISK PROFILE

Suitable for investors who prefer a lower level of risk and are less concerned about capital appreciation.

## FUND MANAGER

Takaful Ikhlas Sdn Bhd (593075-U)

Appointed External Fund Manager :  
CIMB-Principal Islamic Asset Management Berhad

## FUND DATA

|                      |                           |
|----------------------|---------------------------|
| NAV/Unit             | RM 1.0666                 |
| Fund Value           | RM 6,966,267.80           |
| Units in circulation | 6,531,519.82              |
| Fund Inception Date  | 16 December 2006          |
| Management Fee       | 1.0% p.a. of the NAV      |
| Benchmark            | CIMB Islamic 12-Month GIA |
| Target Fund          | CIMB Islamic Sukuk Fund   |

| TOP 5 HOLDINGS         | %    | TOP 5 SECTORS | %     |
|------------------------|------|---------------|-------|
| Malakoff Power Bhd     | 4.45 | Sukuk         | 71.23 |
| Amlslamic Bank Bhd     | 4.25 | Cash          | 28.77 |
| Govt Investment Issues | 4.24 |               |       |
| Nur Power Sdn Bhd      | 3.76 |               |       |
| Tj Bin Power Sdn Bhd   | 2.75 |               |       |

## TOTAL RETURNS

|                  | 1 Month | 6 Month | 1 Year | 3 Years | 5 Years |
|------------------|---------|---------|--------|---------|---------|
| Fixed Income (%) | 0.40    | 1.86    | 4.92   | 15.50   | 23.18   |
| Benchmark (%)    | 0.24    | 1.44    | 2.88   | 8.75    | 14.81   |

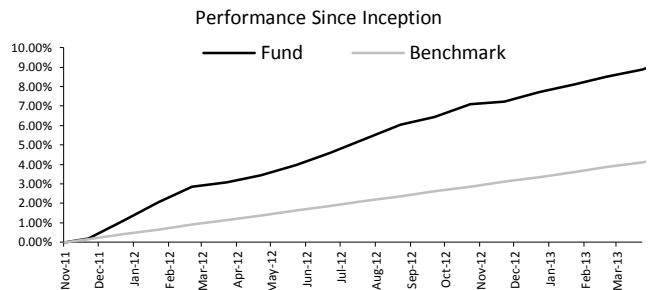
## REVIEW & INVESTMENT STRATEGY

The Fund's performance for the month of April at 0.50% overperformed its benchmark return by 0.26%.

We expect the overnight policy rate ("OPR") to normalise in 2H13 as BNM may increase the policy rate to 3.25% at the end of fiscal year 2013 ("FY13") depending on the global economic conditions as inflation is expected to rise with subsidy rationalisation back on course with Barisan Nasional renewing its reign of Malaysia. Despite the risk of rate normalisation by BNM, massive liquidity is still a dominant factor in the market. Intensification of easing by the BoJ and the continuation of current QE by both the Fed and the Bank of England ("BoE") will keep yields capped. The interplay of the expected hike and liquidity will exert polarising forces to yields and thus we expect high rates volatility going forward.

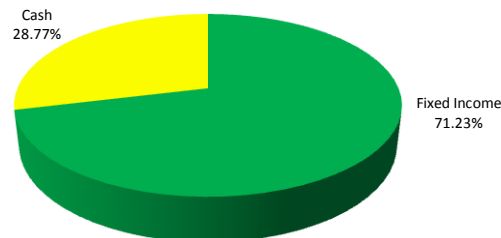
Our strategy remains unchanged and we continue to remain fully invested with higher weightings in corporate bonds versus government bonds. We maintain an opportunistic trading strategy on government bonds and aim to take profit on some of the existing holdings and switch to new issuances if valuations of the switch are attractive.

## FUND PERFORMANCE



|             | 2012 | 2011 | 2010 | 2009 | 2008 |
|-------------|------|------|------|------|------|
| Target Fund | 5.59 | 6.05 | 3.45 | 4.85 | 1.97 |
| Benchmark   | 4.01 | 4.40 | 5.41 | 0.07 | 8.81 |

## ASSET ALLOCATION



## FINANCIAL YEAR PERFORMANCE

|         | Fixed Income (%) | Bench-mark (%) | 12-month GIA | Highest NAV | Lowest NAV |
|---------|------------------|----------------|--------------|-------------|------------|
| 2008/09 | 2.20             | 3.68           | 3.68         | 1.0496      | 0.9674     |
| 2009/10 | 4.71             | 2.60           | 2.60         | 1.0796      | 0.9190     |
| 2010/11 | 4.68             | 2.87           | 2.87         | 0.9805      | 0.8908     |
| 2011/12 | 5.67             | 2.55           | 2.55         | 1.0220      | 0.9640     |
| 2012/13 | 4.67             | 2.88           | 2.90         | 1.0606      | 1.0182     |

## GROWTH FUND

|                                |   |
|--------------------------------|---|
| Investment Strategy & Approach | The fund will invest in Shariah compliant equities listed on Bursa Malaysia whereby the target investments will be large cap stocks with growth prospects and where trading is fairly liquid.   |
| Asset Allocation               | <p>The investment portfolio is subjected to the following:</p> <ul style="list-style-type: none"> <li>• Up to 98% of the Portfolio shall be invested in Shariah compliant equity securities</li> <li>• At least 2% of the Portfolio will be invested in Shariah based liquid assets</li> <li>• The value of the Portfolio's holding of the share capital of any single issuer must not exceed 10% of total asset of Portfolio</li> <li>• The value of the Portfolio's holding in transferable securities issued by any single issuer must not exceed 15% of the Portfolio's NAV</li> <li>• The value of the Portfolio's holding of the share capital of any group of companies must not exceed 20% of total asset of the Portfolio;</li> <li>• Shariah-compliant deposits can only be placed in licensed Financial Institutions by BNM</li> </ul> |

## BALANCED FUND

|                                |   |
|--------------------------------|---|
| Investment Strategy & Approach | The Portfolio will invest in diversified portfolio of Shariah compliant equities listed on Bursa Malaysia and Sukuk investments. The strategy of the fund is to maintain a balanced portfolio between Shariah compliant equities and fixed income investments in the ratio of 60:40. The Sukuk portion of the Fund is to provide some capital stability to the Fund whilst the equity portion will provide the added return in a rising market.   |
| Asset Allocation               | <p>The investment portfolio is subjected to the following:</p> <ul style="list-style-type: none"> <li>• Up to 60% of the Portfolio shall be invested in Shariah compliant equity securities;</li> <li>• Investment in fixed income securities and liquid assets shall not be less than 40% of the Portfolio's Net Asset Value ("NAV");</li> <li>• At least 2% of the Portfolio will be invested in Shariah based liquid assets;</li> <li>• The value of the Portfolio's holding of the share capital of any single issuer must not exceed 10% of total asset of Portfolio;</li> <li>• The value of the Portfolio's holding in transferable securities issued by any single issuer must not exceed 15% of the Portfolio's NAV;</li> <li>• The value of the Portfolio's holding of the share capital of any group of companies must not exceed 20% of total asset of the Portfolio;</li> <li>• Minimum Long Term Issuer Credit Rating of "A3" as assessed by Rating Agency Malaysia Berhad ("RAM") or equivalent by Malaysia Rating Corporation Berhad ("MARC");</li> <li>• Minimum Short Term Issuer Credit Rating of "P3" as assessed by RAM or equivalent by MARC;</li> <li>• Shariah-compliant deposits can only be placed in licensed Financial Institutions by Bank Negara Malaysia ("BNM").</li> </ul> |

## FIXED INCOME FUND

|                                |  |
|--------------------------------|--|
| Investment Strategy & Approach | The investment strategy of the fund is to invest in a diversified portfolio consisting of Sukuk, short term money market instruments and other permissible investments under the Shariah principles and aim to provide a steady stream of income.  |
| Asset Allocation               | <p>The investment portfolio is subjected to the following:</p> <ul style="list-style-type: none"> <li>• Up to 98% of the Portfolio shall be invested in Shariah compliant fixed income securities;</li> <li>• At least 2% of the Portfolio will be invested in Shariah based liquid assets;</li> <li>• Minimum Long Term Issuer Credit Rating of "A3" as assessed by RAM or equivalent by MARC;</li> <li>• Minimum Short Term Issuer Credit Rating of "P3" as assessed by RAM or equivalent by MARC;</li> <li>• The exposure to any single entity for sukuk (not applicable to government securities, BNM's securities, quasi and low risk assets granted by BNM) shall not exceed 20% of the Net Asset Value ("NAV") of the Portfolio;</li> <li>• The value of the Portfolio's holding in sukuk (not applicable to government securities, BNM's securities, quasi and low risk assets granted by BNM) of any group of companies must not exceed 30% of the NAV of the Portfolio;</li> <li>• The Malaysian Islamic Money Market Instruments must be rated at least P3 by RAM or equivalent;</li> <li>• Shariah-compliant deposits can only be placed in licensed Financial Institutions by BNM.</li> </ul> |

The investment is subject to the following risks:-

1. **Market risk** - The risk that arises due to developments in the market environment and typically includes changes in regulations, politics, technology and the economy. Diversification of the Fund's investments into different unit trust funds of different types (equity or non-equity etc.) and with different investment policy and strategies may help to mitigate its exposure to market uncertainties and fluctuations in the market.
2. **Profit rate risk** - This risk is crucial in a Sukuk fund since Sukuk portfolio management depends on forecasting interest rate movements. Generally, demand for Sukuk move inversely to interest rate movements therefore as interest rates rise, the demand for Sukuk decrease and vice versa. Furthermore, Sukuk with longer maturity and lower profit rates are more susceptible to interest rate movements. Sukuk are subject to interest rate fluctuations with longer maturity and lower profit rates Sukuk being more susceptible to such interest rate movements. This risk can be mitigated through continuous monitoring and evaluation of macro-economic variables to ensure the most appropriate strategy is in place for the Fund's portfolio.
3. **Credit / Default Risk** - Bonds are subject to credit/default risk in the event that the issuer of the instrument is faced with financial difficulties, which may decrease their credit worthiness. This in turn may lead to a default in the payment of principal and interest/ profit.
4. **Liquidity Risk** - Liquidity refers to the ease of converting an investment into cash without incurring an overly significant loss in value. Should there be negative developments on any of the issuers, this will increase liquidity risk of the particular security. This is because there are generally less ready buyers of such securities as the fear of a credit default increases. The risk is managed by taking greater care in security selection and diversification.
5. **Non-compliance risk** - Non-adherence with laws, rules, regulations, prescribed practices, internal policies and procedures may result in tarnished reputation, limited business opportunities and reduced expansion potential for the management company. Investor's investment goals may also be affected should the fund manager not adhere to the investment mandate. This risk can be mitigated through internal controls and compliance monitoring.
6. **Inflation Risk** - Inflation risk can be defined as potential intangible losses that may arise from the increase in prices of goods and services in an economy over a period of time. Inflation causes the reduction in purchasing power and if the rate of inflation is constantly higher than the rate of returns on investments, the eventual true value of investments could be negative.
7. **Issuer risk** - This risk refers to the individual risk of the respective companies issuing the securities. Specific risk includes, but is not limited to changes in consumer tastes and demand, legal suits, competitive operating environments, changing industry conditions and management omissions and errors. However, this risk is minimised through investing in a wide range of companies in different sectors and thus function independently from one another.
8. **Country risk** - The foreign investments may be affected by risks specific to the country in which investments are made such as changes in a country's economic fundamentals, social and political stability, currency movements, foreign investment policies and etc. This risk may be mitigated by conducting thorough research on the respective markets, their economies, companies, politics and social conditions as well as minimising or omitting investments in such markets.
9. **Management Risk** - There is risk that the management may not adhere to the investment mandate of the respective fund. With close monitoring by the investment committee, back office system is being incorporated with limits and controls, and regular reporting to the senior management team, the management company is able to manage such as risk.
10. **Fund Management Risk** - Poor management of the fund due to lack of experience, knowledge, expertise and poor management techniques would have an adverse impact on the performance of the fund. This may result in investors suffering loss on their investment of the fund.
11. **Shariah risk** - The risk that arises from potential revision on the status of the securities in the unit trust fund from Shariah compliant to non-Shariah compliant and the possibility of investing in non-Shariah compliant unit trust funds. This risk may be mitigated by conducting periodic review by Shariah Compliance Department and Shariah Committee. Thus necessary action to be taken by Fund Manager to dispose such securities as per advice by Shariah Compliance Department and Shariah Committee.

## NOTES ON FEES AND CHARGES

Actual Returns  
(Net of Tax and Charges)

1. Past performance of the fund is not an indication of its future performance.
2. This is strictly the performance of the investment fund, and not the returns earned on the actual contributions paid of the investment-linked product.
3. Units are created and cancelled at the next pricing date following receipt of contribution or notification of claim respectively.
4. Past performance is calculated based on the Net Asset Value (NAV). The formula of calculation is as follows:

$$\text{Investment Return} = \left\{ \left( \frac{\text{NAV 30 April Year X}}{\text{NAV 30 April Year (X-1)}} \right) - 1 \right\} \times 100$$

## OTHER INFORMATION

Basis & Frequency of  
Unit Valuation

1. The unit price on any valuation date of a fund shall be obtained by dividing the NAV on the business day before the valuation date by the number of units in issue of the relevant fund.
2. The NAV shall be determined as follows:-
  - a) The last transacted market price at which those assets could be purchased or sold,
  - b) Plus the amount of cash held uninvested
  - c) Plus any accrued or anticipated income
  - d) Less any expenses incurred in purchasing or selling assets
  - e) Less any amount for the liabilities of the Fund
  - f) Less the amount in respect of managing, maintaining and valuing the assets
3. To ensure fair treatment to all unit holders, the Fund Manager may impute the transaction costs of acquiring or disposing of assets of the Fund, if the costs are significant. To recoup the cost of acquiring and disposing of assets, the Manager shall make a dilution or transaction cost adjustment to the NAV per unit to recover any amount which the Fund had already paid or reasonably expects to pay for the creation or cancellation of units.
4. Unit valuation is performed on a daily basis on each Business Day.

Exceptional Circumstances

The Manager may take the following actions that may become necessary due to change of circumstances, as a means to protect the interest of Participants:-

1. Subject to at least three (3) months written notice, the Manager may:-
  - a) Close the Fund or cease to allow the allocation of additional contribution or to transfer the assets to a new fund which has similar investment objectives;
  - b) Change the name of the Fund
  - c) Split or combine existing units of the Fund;
  - d) Make any changes that may be required due to regulatory requirement and/or legislation.
2. The Manager may also choose to, without prior notice, suspend unit pricing and Certificate transactions if any of the exchanges or unit trust management company in which the Fund is invested is temporarily suspended for trading.

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