

BOSWM DYNAMIC ISLAMIC INCOME FUND

QUARTERLY REPORT
For the financial period from
1 July 2022 to 31 December 2022

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FUND INFORMATION
As At 31 December 2022

Name Of Fund	: BOSWM Dynamic Islamic Income Fund
Manager Of Fund	: BOS Wealth Management Malaysia Berhad 199501006861 (336059-U)
Launch Date	: Class BOS MYR – 1 June 2021 The Fund will continue its operations until terminated as provided under Clause 25 of the Deed.
Category Of Fund	: Islamic (wholesale)
Type Of Fund	: Growth and income
Investment Objective	: BOSWM Dynamic Islamic Income Fund aims to deliver total return. Note: <ul style="list-style-type: none">• Any material change to the investment objective of the Fund would require Unit Holders' approval.• 'total return' refers to a combination of income (in the form of income distribution) and potential capital growth.
Performance Benchmark	: Maybank Islamic Overnight Deposit rate
Distribution Policy	: Declaration of income distribution (if any) is at least once a year.
Fund Size	: Class BOS MYR – 10.17 million units

FUND PERFORMANCE**For The Financial Period From 1 July 2022 To 31 December 2022****Market And Fund Review**Market Review

Markets ended the year on a mixed note in the final quarter with bond yields edged up towards the end of Q4, reflecting some market disappointment at the hawkish tone from some central banks, despite mounting evidence of slowing economic growth. Fears that have driven negative investor sentiment for most of 2022 returned with no end in sight for monetary tightening and uncertainty over the duration and severity of the economic slowdown that started in 2022. The Federal Reserve (Fed) raised rates by 130 basis points (bps) during the quarter, ending at 4.5%. The Bank of England announced two rate hikes, bringing the UK interest rate to 3.5% at the end of Q4, while the Bank of Japan announced a modification to its yield curve control policy. The 2-year Treasury yield rose 14bps to 4.42% while the 10-year ended 4bps higher at 3.87%.

The local yield curve mirrored a bull flattening trend led by declining long-term yields, partially ignoring the hawkish rhetoric emanating out of US. Development on domestic politics appears to be taken by the market as a positive catalyst, supporting asset prices. Yields trended considerably lower following the appointment of Datuk Seri Anwar Ibrahim as Malaysia's 10th Prime Minister and the confirmation of a unity government led by Pakatan with the almost week-long political impasse from a hung parliament draw to a close. Towards year-end, local bonds remained mostly well bid despite a lack of domestic catalysts, steered by the stronger Ringgit amid weaker Dollar as markets price in lower Fed terminal rate and smaller hikes in 2023. The MGS curve flattened with the 3/10 spread narrowing to 40bps. Despite the hikes in OPR, yields have declined by 12-45bps across the curve led by the 20-year yields while the 3-year declined 12bps to 3.64%.

Fund Review

Total NAV amounted to RM10,401,694 while NAV per unit increased to RM1.0230 from RM1.0028 in the September quarter on higher sukuk valuations.

As at 31 December 2022, the Fund was 92.61% invested in sukuk and 7.39% in cash and Islamic money market instruments. Throughout the quarter, portfolio rebalancing activities were muted on stable fund flows. The fundamentals of the underlying sukuk portfolio remained satisfactory with decent earnings expectations and rating stability.

Fund Returns

	Total Returns	
	Class BOS MYR	
	Fund	Benchmark
1.7.2022 To 30.9.2022	-0.27%	0.18%
1.10.2022 To 31.12.2022	2.00%	0.26%
1 Year's Period (1.1.2022 To 31.12.2022)	2.14%	0.60%
Financial Year-To-Date (1.7.2022 To 31.12.2022)	1.20%	1.56%
Since Investing Date To 31.12.2022	2.49%	0.74%

Note:

- BOSWM Dynamic Islamic Income Fund Class BOS MYR – Launch date: 1.6.2021;
Investing date: 10.6.2021

Source: Lipper, Bloomberg

Asset Allocation

Sukuk
Cash And Islamic Money Market Instruments

As At 31 December 2022

92.61%
7.39%
100.00%

Income Distribution

Nil

Net Asset Value (NAV) Per Unit

(as at 31 December 2022)

Class BOS MYR

RM1.0230

SHARIAH ADVISER'S REPORT

TO THE UNITHOLDERS OF BOSWM DYNAMIC ISLAMIC INCOME FUND ("FUND"),

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, **BOS Wealth Management Malaysia Berhad** has operated and managed the Fund for the period covered by these financial statements namely, the period ended 31 December 2022, in accordance with Shariah principles and requirements and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia pertaining to Shariah matters; and
2. The assets of the Fund comprise instruments that have been classified as Shariah compliant.

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

IR.DR.MUHAMAD FUAD ABDULLAH

Designated Shariah Person

Kuala Lumpur, Malaysia
10 February 2023

UNAUDITED STATEMENT OF FINANCIAL POSITION
As At 31 December 2022

	31.12.2022
	RM
Assets	
Investments	9,632,950
Profit receivable	106,655
Cash and cash equivalents	685,817
Total Assets	<u>10,425,422</u>
Liabilities	
Amount due to Manager	4,405
Other payables	19,322
Total Liabilities	<u>23,727</u>
Net Asset Value Of The Fund	<u>10,401,695</u>
Equity	
Unitholders' capital	9,858,307
Retained earnings	543,388
Net Asset Value Attributable To Unitholders	<u>10,401,695</u>
Total Equity And Liabilities	<u>10,425,422</u>
Number Of Units In Circulation (Units)	<u>10,168,148</u>
Net Asset Value Per Unit	<u>RM1.0230</u>

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
For The Financial Period From 1 July 2022 To 31 December 2022

	1.7.2022 to 31.12.2022 RM
Investment Income	
Profit income	262,551
Net unrealised gain on changes in value of financial assets at fair value through profit or loss	120,850
	<u>383,401</u>
Expenses	
Audit fee	3,024
Tax agent's fee	1,558
Manager's fee	45,977
Trustee's fee	1,839
Administration expenses	7,465
	<u>59,863</u>
Net Income Before Taxation	323,538
Taxation	-
Net Income After Taxation, Representing Total Comprehensive Income for the Period	<u>323,538</u>
Total Comprehensive Income	<u>323,538</u>
Total Comprehensive Income Is Made Up As Follows:	
Realised Income	202,688
Unrealised Income	120,850
	<u>323,538</u>

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BOS WEALTH MANAGEMENT MALAYSIA BERHAD 199501006861 (336059-U)

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INSTITUTIONAL UNIT TRUST ADVISERS (IUTA)

For more details on the list of appointed IUTA (if any), please contact the Manager. Our IUTA may not carry the complete set of our funds. Investments made via our IUTA may be subject to different terms and conditions.

IMPORTANT NOTICES

Beware of phishing scams

Kindly be alert of any email or SMS that requires you to provide your personal information and/or to login to your account via an unsolicited link. Do not click on email links or URLs without verifying the sender of the email. Please ensure the actual internet address is displayed i.e. www.boswealthmanagement.com.my

If you suspect your account may be compromised and/or would like to seek clarification, please contact us as above.

Update of particulars

Investors are advised to furnish us with updated personal details on a timely basis. You may do so by downloading and completing the Update of Particulars Form available at www.boswealthmanagement.com.my, and e-mail to customercare@boswm.com. Alternatively, you may call us as above.