

DAIWA FTSE SHARIAH JAPAN 100

(Constituted under a Trust Deed in the Republic of Singapore)

FINANCIAL STATEMENTS

SEMI-ANNUAL REPORTS (UNAUDITED)

For the financial period from 1 January 2009 to 30 June 2009

DAIWA FTSE SHARIAH JAPAN 100

(Constituted under a Trust Deed in the Republic of Singapore)

FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

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DAIWA FTSE SHARIAH JAPAN 100

(Constituted under a Trust Deed in the Republic of Singapore)

MANAGER'S INVESTMENT REPORT

Fund's Features

Daiwa FTSE Shariah Japan 100 (the "Fund") seeks to track the performance of FTSE Shariah Japan 100 Index (the "Index") that measures the investment return of the largest and the most liquid Shariah compliant listed companies in Japan. The Fund allows investors an instant access to the top 100 Shariah compliant Japanese listed companies by market capitalisation. It is designed to meet the investment requirements of both Islamic and conventional investors internationally. Shariah-screening at the Index level and the Fund level is undertaken by Yasaar Limited.

Fund Details

Listing Date on SGX-ST:	27 May 2008
SGX-ST Trading Code:	F1F
Trading Currency:	US Dollar
Board Lot:	100 units
Current Management Fee:	0.75%
Number of units (as at 30 June 2009):	2,000,000 units
Net Asset Value (as at 30 June 2009):	US\$14.07 million
NAV per Unit (as at 30 June 2009):	US\$7.04 per unit

Performance

The cumulative performance of the Fund vs Index* since inception date can be summarised as follow:

	Period (~ 30 June 2009)	Fund's Performance	Index's Performance
1 Month	29 May 2009-	2.60%	2.51%
3 Months	31 Mar 2009-	21.92%	22.34%
6 Months	30 Dec 2009 -	3.05%	3.44%
12 Months	30 June 2009 -	-26.42%	-26.08%

* FTSE Shariah Japan 100 Index (US\$)

Creation/Redemption History

No new units were created or units redeemed during the period under review.

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

DAIWA FTSE SHARIAH JAPAN 100

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Investment and Borrowing Restrictions of the Fund

The Fund, being a Non-Specialised Fund, is subject to the investment and borrowing guidelines in the Non-Specialised Funds Investment Guidelines of the Code of Collective Investment Schemes ("Guidelines") (save to the extent waived, exempted or varied by the Authority), of which Guidelines may be amended from time to time by the Authority. In addition to the Non-Specialised Funds Investments Guidelines, the Fund will be subject to the Shariah Investment Guidelines as set out in Appendix III of the Prospectus, prepared by and which may be amended from time to time by Yasaar Limited, the Shariah adviser to the Manager in relation to the Fund ("Shariah Adviser"). For detailed description on these restrictions, please refer to the latest Prospectus.

Further, the Fund currently does not invest in financial derivative instruments ("FDIs"). Whilst the Manager currently does not intend for the Fund to invest in any FDIs, the Manager may in consultation with and subject to the approval of the Investment Adviser and the Shariah Adviser, decide to invest in FDIs in the future, for the purposes of hedging or meeting the investment objective of the Fund or both. In the event that the Manager decides to invest in FDIs, the Unitholders will be given at least one month's prior notice and an announcement posted on the SGXNET and on the Manager's website, and the Prospectus will be updated, supplemented or replaced as appropriate.

During the financial period under review, the Fund has no exposure to other form of investments, including unit trusts, mutual funds and collective investment schemes and had no borrowings.

Investments at market value and as a percentage of NAV as at 30 June 2009 classified by:

Top Ten Holdings at Market Value and as a Percentage of NAV

Name of Company	Industry	Cost USD	Market Value USD	% of Total Net Assets
Toyota Motor Corporation	Automobiles & Parts	2,163,851	1,642,234	11.64
Canon Inc	Technology	1,143,661	725,803	5.14
Panasonic Corporation	Personal & Household Goods	885,303	552,884	3.92
NTT Docomo Incorporated	Telecommunications	446,150	440,096	3.12
Takeda Pharmaceutical Company Limited	Health Care	550,688	396,141	2.81
Mitsubishi Corporation	Industrial Goods & Services	644,450	394,591	2.80
Nippon Telegraph and Telephone Corp	Telecommunications	402,811	356,699	2.53
Nippon Steel Corporation	Basic Resources	545,638	328,051	2.32
East Japan Railway Company	Travel & Leisure	389,895	303,839	2.15
KDDI Corporation	Telecommunications	361,040	299,299	2.12
		<u>7,533,487</u>	<u>5,439,637</u>	<u>38.55</u>

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

DAIWA FTSE SHARIAH JAPAN 100

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MANAGER'S INVESTMENT REPORT (continued)

Exposure to Derivatives

There is no derivative exposure as at 30 June 2009.

Expense & Turnover Ratios

Expense ratio ¹	0.81%
Portfolio turnover ratio ²	20.66%

¹ The expense ratio is computed in accordance with the revised Investment Management Association of Singapore ("IMAS") guidelines on disclosure of expense ratios dated 25 May 2005. Refer to note 10 for details.

² The portfolio turnover ratio is calculated in accordance with the formula stated in the "Code on Collective Investment Schemes". Refer to Note 10 for details.

Soft Dollar Commissions

During the financial period under review, no soft dollar commissions were received from the brokers.

Information on the Manager and the Investment Adviser

The Manager of the Fund is Daiwa Asset Management (Singapore) Ltd. (Company Registration Number 199400016R), a public company limited by shares incorporated in Singapore on 3 January 1994, with a share capital of S\$2 million consisting of 2,000,000 ordinary shares and holds a Capital Market Services Licence from the Authority. The duration of the appointment of the Manager is indefinite. The Manager can be removed and has an option to retire in accordance with terms and conditions stated in Clause 30.5 and Clause 30.7 of the Trust Deed respectively. Currently, the management fee is set at 0.75% per annum.

The Investment Adviser of the Fund is Daiwa Asset Management Co. Ltd., a company incorporated in Japan. The Manager has appointed the Investment Adviser under an investment advisory agreement with an indefinite term. However, the agreement can be terminated by either party by a written notice at least three (3) months prior to the termination date. As mentioned in the Prospectus, the Investment Adviser's fee is borne by the Manager.

Other Information

There is no other material information that will adversely impact the valuation of the Fund.

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

DAIWA FTSE SHARIAH JAPAN 100

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STATEMENT BY THE MANAGER

In the opinion of the directors of Daiwa Asset Management (Singapore) Ltd., the accompanying financial statements set out on pages 5 to 21, comprising the Statement of Total Return, Balance Sheets, Portfolio Statement and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position of Daiwa FTSE Shariah Japan 100 (the "Fund") as at 30 June 2009 (unaudited) and the total gain for the period then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Certified Public Accountants of Singapore. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of directors of
Daiwa Asset Management (Singapore) Ltd.

Yoshinori Okada
Director
28 August 2009

Osamu Yamashita
Director
28 August 2009

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

DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)***STATEMENT OF TOTAL RETURN***For the financial period from 1 January 2009 to 30 June 2009*

		For the financial period from 01 January 2009 to 30 June 2009
	Note	USD (UNAUDITED)
Income		
Dividend income		134,365
Other income		64,286
		<u>198,651</u>
Less: Expenses		
Preliminary expenses	3	-
Management fees	4	47,509
Miscellaneous expenses		4,307
		<u>51,816</u>
Net Income		<u>146,835</u>
Net gains or losses on investments		
Net realised losses on investments sold		(1,370,916)
Net loss on foreign exchange		(15,770)
Net change in fair value of investments		<u>1,866,170</u>
Total gain for the period before income tax		626,319
Less Income tax	5	10,227
Total gain for the period		<u>616,092</u>

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

DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)*

BALANCE SHEET*As at 30 June 2009*

ASSETS	Note	As at 30 June 2009 USD (UNAUDITED)	As at 31 December 2008 USD (AUDITED)
Investments		13,955,687	13,516,635
Dividend Receivables		3,428	15,428
Cash and Bank balances		179,592	277,375
Total assets		14,138,707	13,809,438
LIABILITIES			
Accrued Expenses	6	26,692	13,514
Payables to the Manager		-	300,000
Net assets attributable to Unitholders	7	14,112,015	13,495,924
Total liabilities		14,138,707	13,809,438

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

DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)***PORTFOLIO STATEMENT***As at 31 December 2008*

	Holdings as at 30 June 2009	Fair value at 30 June 2009 USD	Percentage of total net assets attributable to unitholders at 30 June 2009 %
Primary - By Industry			
Quoted			
EQUITIES			
Automobiles & Parts			
Bridgestone Corporation	10,100	160,041	1.13
Sumitomo Electric Industries Limited	9,800	111,110	0.79
Toyota Industries Corporation	1,900	47,495	0.34
Denso Corporation	7,300	188,589	1.34
Toyota Motor Corporation	42,900	1,642,234	11.64
Mitsubishi Motors Corporation	68,000	128,020	0.91
Aisin Seiki Company Limited	2,200	48,091	0.34
Mazda Motor Corporation	10,000	25,834	0.18
Daihatsu Motor Company Limited	3,000	28,177	0.20
Suzuki Motor Corporation	6,700	151,715	1.08
Yamaha Motor Company Limited	2,100	23,502	0.17
		2,554,808	18.12
Basic Resources			
Nippon Steel Corporation	85,000	328,051	2.32
Kobe Steel Limited	39,000	73,015	0.52
JFE Holdings Incorporated	7,600	258,341	1.83
Hitachi Metals Limited	2,000	17,132	0.12
Sumitomo Metal Mining Company Limit	10,000	142,558	1.01
		819,097	5.80
Chemicals			
Asahi Kasei Corporation	17,000	86,947	0.62
Sumitomo Chemical Company Limited	21,000	95,105	0.67
Shin-Etsu Chemical Company Limited	5,300	247,788	1.76
JSR Corporation	2,800	48,380	0.34
Mitsubishi Chemical Holdings	18,500	78,946	0.56
Nitto Denko Corporation	2,200	67,305	0.48
Kuraray Company Limited	6,500	72,879	0.52
Taiyo Nippon Sanso Corporation	5,000	48,321	0.34
		745,671	5.29

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DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)*

Primary - By Industry (continued)	Holdings as at 30 June 2009	Fair value at 30 June 2009 USD	Percentage of total net assets attributable to unitholders at 30 June 2009 %
Quoted EQUITIES			
Construction & Materials			
Asahi Glass Company Limited	15,000	121,117	0.86
Panasonic Electric Works Co Ltd	4,000	38,239	0.27
Shimizu Corporation	10,000	43,928	0.31
JS Group Corporation	3,900	60,738	0.43
		264,022	1.87
Health Care			
Takeda Pharmaceutical Company Limit	10,100	396,141	2.81
Shionogi And Company Limited	4,000	78,109	0.55
Mitsubishi Tanabe Pharma Corporatio	3,000	34,672	0.25
Chugai Pharmaceutical Co Ltd	3,300	63,473	0.45
Ono Pharmaceutical Co Ltd	1,500	66,834	0.47
Taisho Pharmaceutical Co Ltd	4,000	76,352	0.54
Terumo Corporation	2,600	115,846	0.82
Daiichi Sankyo Company Limited	9,100	164,087	1.16
Kyowa Hakko Kirin Company	4,000	45,560	0.32
		1,041,074	7.37
Industrial Goods & Services			
Ibiden Company Limited	1,700	48,185	0.34
Nippon Electric Glass Co Ltd	4,000	45,100	0.32
Japan Steel Works Ltd	5,000	62,337	0.44
SMC Corporation	900	97,427	0.69
Komatsu Limited	16,700	260,081	1.84
Kubota Corporation	11,000	91,695	0.65
Daikin Industries Ltd	3,600	117,101	0.83
Hitachi Limited	42,000	131,785	0.93
Toshiba Corporation	51,000	186,696	1.32
Nidec Corporation	1,000	61,186	0.43
TDK Corporation	1,600	75,975	0.54
Kyocera Corporation	3,200	242,318	1.72
Murata Manufacturing Company Ltd	3,700	158,666	1.12
Mitsubishi Heavy Industries	56,000	234,285	1.66
Isuzu Motors Limited	19,000	30,802	0.22
Toppan Printing Company Limited	9,000	91,214	0.65
Mitsui & Co Ltd	23,000	275,201	1.95
Mitsubishi Corporation	21,100	394,591	2.80
Nippon Express Co Ltd	12,000	54,973	0.39

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DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)*

Primary - By Industry (continued)	Holdings as at 30 June 2009	Fair value at 30 June 2009 USD	Percentage of total net assets attributable to unitholders at 30 June 2009 %
Quoted EQUITIES			
Industrial Goods & Services (Cont'd)			
Yamato Holdings Company Limited	6,000	80,515	0.57
Mitsui Osk Lines Ltd	15,000	97,898	0.69
Secom Co Ltd	2,900	118,900	0.84
Toyo Seikan Kaisha Limited	2,700	57,609	0.41
NGK Insulators Limited	4,000	82,418	0.58
Hitachi Construction Machine	1,400	23,062	0.16
Kurita Water Industries	1,700	55,298	0.39
Kawasaki Heavy Industries	21,000	58,425	0.41
Omron Corporation	4,000	58,320	0.41
		<u>3,292,063</u>	<u>23.30</u>
Media			
Dai Nippon Printing Co Ltd	9,000	124,255	0.88
		<u>124,255</u>	<u>0.88</u>
Oil & Gas			
Inpex Corporation	12	96,643	0.68
Nippon Oil Corporation	18000	106,934	0.76
Showa Shell Sekiyu Kk	1900	20,310	0.14
		<u>223,887</u>	<u>1.58</u>
Personal & Household Goods			
Daiwa House Industry Co Ltd	7000	76,070	0.54
Sekisui House Ltd	8000	82,000	0.58
Kao Corporation	9,000	198,149	1.40
Konica Minolta Holdings Inc	6,000	63,194	0.45
Shiseido Company Limited	5,000	82,680	0.59
Panasonic Corporation	40,600	552,884	3.92
Sharp Corporation	14,000	146,282	1.04
Nikon Corporation	5,000	87,543	0.62
Sanyo Electric Company Ltd	23,000	59,659	0.42
Shimano Incorporation	1,200	46,313	0.33
Unicharm Corp	600	46,188	0.33
		<u>1,440,961</u>	<u>10.22</u>
Retail			
Yamada Denki Company Limited	1,580	92,873	0.66
Benesse Corporation	1,300	52,348	0.37
Nitori Company Ltd	450	32,193	0.23
		<u>177,414</u>	<u>1.26</u>

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DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)*

Primary - By Industry (continued)	Holdings as at 30 June 2009	Fair value at 30 June 2009 USD	Percentage of total net assets attributable to unitholders at 30 June 2009 %
Quoted EQUITIES			
Technology			
Sumco Corporation	1,500	21,572	0.15
Yahoo! Japan Corporation	300	96,172	0.68
Fujifilm Holdings Corporation	6,400	204,832	1.45
NEC Corporation	25,000	98,839	0.70
Fujitsu Limited	26,000	142,224	1.03
Seiko Epson Corporation	2,200	36,172	0.26
Canon Inc	22,100	725,803	5.14
Tokyo Electron Limited	2,200	107,458	0.76
NTT Data Corporation	17	55,475	0.39
Nomura Research Institute Limited	2,800	62,671	0.44
		1,551,218	11.00
Telecommunications			
Nippon Telegraph And Telephone Corp	8,700	356,699	2.53
KDDI Corporation	56	299,299	2.12
NTT Docomo Incorporated	298	440,096	3.12
		1,096,094	7.77
Travel & Leisure			
East Japan Railway Company	5,000	303,839	2.15
Japan Airlines Corp	13,000	25,290	0.18
Central Japan Railway Company	28	173,664	1.23
		502,793	3.56
Utilities			
Tokyo Gas Company Limited	34,000	122,330	0.87
		122,330	0.87
Investments		13,955,687	98.89
Other net assets		156,328	1.11
Net assets attributable to unitholders		14,112,015	100.00

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

DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)*

Primary - By Industry (summary)	Fair value at 30 June 2009 USD	Percentage of total net assets attributable to unitholders at 30 June 2009 %
Quoted		
EQUITIES		
Automobiles & Parts	2,554,808	18.12
Basic Resources	819,097	5.80
Chemicals	745,671	5.29
Construction & Materials	264,022	1.87
Health Care	1,041,074	7.37
Industrial Goods & Services	3,292,063	23.30
Media	124,255	0.88
Oil & Gas	223,887	1.58
Personal & Household Goods	1,440,961	10.22
Retail	177,414	1.26
Technology	1,551,218	11.00
Telecommunications	1,096,094	7.77
Travel & Leisure	502,793	3.56
Utilities	122,330	0.87
Investments	13,955,687	98.89
Other net assets	156,328	1.11
Net assets attributable to unitholders	14,112,015	100.00

Secondary - By Geography	Fair value at 30 June 2009 USD	Percentage of total net assets attributable to unitholders at 30 June 2009 %
Quoted		
EQUITIES		
Japan	13,955,687	98.89
Investments	13,955,687	98.89
Other net assets	156,328	1.11
Net assets attributable to unitholders	14,112,015	100.00

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

DAIWA FTSE SHARIAH JAPAN 100

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General

Daiwa FTSE Shariah Japan 100 ("the Fund") is a Singapore standalone unit trust constituted by a Trust Deed dated 25 April 2008, as supplemented by the First Supplemental Deed dated 09 May 2008 (thereafter referred to as "Trust Deed") between Daiwa Asset Management (Singapore) Ltd (the "Manager") and DBS Trustee Limited (the "Trustee"). The Trust Deed is governed by the law of the Republic of Singapore. The Fund was listed on the Singapore Exchange Securities Trading Limited on 27 May 2008.

The investment objective of the Fund is to provide investment results that, before expenses, closely correspond to the performance of the FTSE SHARIAH JAPAN 100 Index. The Index is a tradable index launched by FTSE and is designed to represent the performance of the largest and most liquid Shariah compliant Japanese companies.

2. Significant Accounting Policies

(a) Basis of Accounting

The financial statements are prepared under the historical cost convention modified by the revaluation of financial assets at fair value through profit and loss, and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" ("RAP 7") issued by the Institute of Certified Public Accountants of Singapore ("ICPAS").

(b) Recognition of Income

Dividend income is recorded gross in the Statement of Total Return in the accounting period in which the security is quoted ex-dividend.

Interest income is recognised on a time proportion basis using the effective interest method.

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

2. Significant Accounting Policies (continued)

(c) Financial assets at fair value through profit or loss

Investments are classified as financial assets, at fair value through profit or loss.

(i) *Initial recognition*

Purchase of investments are recognised on trade date. Investments are recorded at fair value on initial recognition.

(ii) *Subsequent measurement*

Investments are subsequently carried at fair value. Net change in fair value on investments are included in the Statement of Total Return in the period which they arise.

(iii) *Derecognition*

Investments are derecognised on the trade date of disposal. The resultant realised gains and losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price net of transaction costs, and are taken up in the Statement of Total Return.

(d) Basis of valuation of investments

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. The quoted market price for the investments held by the Fund is the current market quoted bid price.

(e) Receivables

Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

(f) Payables

Trade and other payables are initially recognised at their fair values and subsequently carried at amortised cost using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

2. Significant Accounting Policies (continued)

(g) Foreign Currency Translation

(i) *Functional and presentation currency*

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The financial statements are presented in United States dollars, which is the Fund's functional and presentation currency.

(ii) *Transactions and balances*

Foreign currency translations are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Total Return. Translation differences on non-monetary financial assets and liabilities such as equities are recognised in the Statement of Total Return within net change in fair value of investments.

(h) Preliminary Expenses

Preliminary expenses incurred by the Fund are expensed off to the Statement of Total Return in the period in which they were incurred.

(i) Distribution

The Manager may in consultation with the Shariah Adviser to decide on distributing income to unitholders at such times as it may determine in each financial year. The amount to be distributed to unitholders will be derived from the net income of the Fund. Distributors will only be paid to the extent that they are available for distribution pursuant to the Trust Deed.

3. Preliminary expenses

Preliminary Expense includes the costs of establishing the Fund, the costs of preparation of the initial Prospectus and the costs of seeking and obtaining authorisation from the MAS as well as the SGX-ST listing and all initial legal and printing costs in respect of the Fund which will be borne by the Fund. The maximum amount payable by the Fund was set at US\$300,000. The amount shall be expensed off to the Statement of Total Return in the period in which it was incurred in accordance with RAP 7 but, for calculation of issuing/redemption units, will be amortised over a period of one year from the date when the initial Units are issued.

DAIWA FTSE SHARIAH JAPAN 100

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

4. Management fees

The management fees for the Fund is currently set at 0.75% of its net asset value per annum (maximum 1.00% per annum).

The fees of the Trustee, Custodian, Investment Adviser, Shariah Adviser, Index Provider and Auditors will be borne by the Manager and will not be charged to the Fund.

5. Income tax

The Fund was granted the status of Designated Unit Trust and, therefore, the following income is exempted from tax in accordance with Section 35(12) and (12A) of the Income Tax Act (Cap 134):

- (a) gains or profits derived from Singapore or elsewhere from the disposal of securities;
- (b) interest (other than interest for which tax has been deducted under Section 45 of the Income Tax Act);
- (c) dividends derived from outside Singapore and received in Singapore;
- (d) gains or profits derived from foreign exchange transactions, transactions in futures contracts, transactions in interest rate or currency forwards, swaps or option contracts and transactions in forwards, swaps or option contracts relating to any securities or financial index; and
- (e) distributions from foreign unit trusts derived from outside Singapore and received in Singapore.

The overseas income tax represents tax deducted at source on dividends derived from outside Singapore.

	For the financial period from 01 January 2009 to 30 June 2009 USD
Overseas income tax	10,227

6. Accruals

	2008 USD
Accrued management fee	26,692

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

DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial period from 1 January 2009 to 30 June 2009***7. Net assets attributable to unitholders**

	2009 USD	2008 USD
At the beginning of financial period	13,495,924	-
Operations		
Change in net assets attributable to unitholders resulting from operations	616,092	(7,185,317)
Unitholders' contributions/(withdrawals)		
Creations of units	-	20,681,241
Cancellation of units	-	-
Change in net assets attributable to unit holders resulting from net creation and cancellation of units	-	20,681,241
Total increase in net assets attributable to unitholders	616,092	13,495,924
At the end of financial period	<u>14,112,016</u>	<u>13,495,924</u>
Units in issue (note 8)	<u>2,000,000</u>	<u>2,000,000</u>
	USD	USD
Net assets attributable to unitholders Per Unit	<u>7.06</u>	<u>6.75</u>

Reconciliation of net assets attributable to unitholders per unit for issuing/redemption units at financial period end and the net assets attributable to unitholders per unit per the financial statements:

	2009 USD
Net assets attributable to unitholders per unit for issuing/redeeming units	7.04
Effect of adopting bid prices as fair value	0.02
Net assets attributable to unitholders per unit per the financial statements	<u>7.06</u>

Quoted investments have been valued at the current bid prices in accordance with the recommendations of RAP 7. For the purpose of the net assets attributable to unitholders per unit calculation for the issuance and redemption of units, quoted investments are stated at the last available transacted price, in accordance with the Code on Collective Investment Schemes.

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DAIWA FTSE SHARIAH JAPAN 100

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

8. Units in issue

	2009 Units	2008 Units
Units at the beginning and at the end of the financial period	2,000,000	2,000,000

9. Financial risk management

The Fund's activities expose it to a variety of financial risk (including currency risk, fair value risk, interest rate risk and price risk), credit risk and liquidity risk. The Fund's overall risk management programme seeks to minimise potential adverse effects on the Fund's financial performance. Specific guideline on exposures to individual securities and certain industries are in place for the Fund at any time as part of the overall financial risk management to reduce the Fund's risk exposure.

The Fund's assets principally consist of financial instruments such as equity investments and cash. They are held in accordance with the published investment policies of the Fund. The allocation of assets between the various types of investments is determined by the Manager to achieve their investment objectives.

The following is a summary of the main risks and risk management policies:

(a) Market risk

Market risk is the risk of loss arising from uncertainty concerning movements in market prices, credit spreads, exchange rates, and others that may be only indirectly observable such as volatilities and correlations. Market risk includes such factors as changes in economic environment, consumption pattern and investor's expectation etc. which may have significant impact on the value of the investments. The Fund's investments are substantially dependent on changes in market prices. The Fund's investments are monitored by the Manager on a regular basis.

The Fund is an exchange traded fund with primary objective in tracking the performance of FTSE Shariah Japan 100 Index (the "Index") that measures the investment return of the largest and most liquid Shariah compliant listed companies in Japan. As such, the Manager will generally adopt a Replication Strategy with substantially all the Index Securities in substantially the same weightings (i.e. proportions) as the Index. Rebalancing will be carried out quarterly in line with the Index in March, June, September and December during any given calendar year.

The Fund's market risk is affected primarily by changes in two components: changes in actual market prices and foreign exchange movements.

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

DAIWA FTSE SHARIAH JAPAN 100*(Constituted under a Trust Deed in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial period from 1 January 2009 to 30 June 2009*

(a) Market risk (continued)

(i) Price risk

The Fund's sensitivity to the market is measured using its beta, a ratio that describes how the expected return of a portfolio is correlated to the return of the financial market as a whole. The daily fund price movements are measured against the daily price movement of the benchmark to derive the beta. As at 30 June 2009, the Fund beta was 0.9906 which is calculated based on the preceding 6 month Fund and benchmark returns.

The table below summarises the impact of increases/decreases from the Fund's underlying investments in equities on the Fund's net assets attributable to the unitholders as at 30 June 2009. The analysis is based on the assumptions that the index components within the benchmark increased/decreased by a reasonable possible shift, with all variables held constant and that the fair value of the Fund's investments moved according to the beta.

As At 30 June 2009		Benchmark increase/decrease by 8%
Fund	Benchmark	Impact on Net Assets attributable to unitholders
Daiwa FTSE Shariah Japan 100	FTSE Shariah Japan 100	USD1,118,349

(ii) Currency risk

The Fund has securities denominated in currencies other than US Dollars and the Fund may be affected favourably or unfavourably by exchange rate regulators or changes in the exchange rates between the US Dollars and such other currencies.

The table below summarises the on-balance sheet exposure to currency risk for the Fund.

As At 30 June 2009	USD USD	JPY USD	Total USD
Assets			
Investments	-	13,955,687	13,955,687
Dividend receivables	-	3,428	3,428
Cash and bank balances	62,937	116,655	179,592
Total assets	62,937	14,075,770	14,138,707
Liabilities			
Accrued expenses			
Payables	26,692	-	26,692
Net assets attributable to unitholders	14,112,015	-	14,112,015
Total liabilities	14,138,707	-	14,138,707

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

DAIWA FTSE SHARIAH JAPAN 100

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

(ii) *Currency risk (continued)*

The following table shows the Fund's sensitivity to foreign currency exposure should the currency increase or decrease by 8% with all other variables held constant.

As At 30 June 2009		USD/JPY exchange rate increase/decrease by 8%
Fund	Currency	Impact on Net Assets attributable to unitholders
Daiwa FTSE Shariah Japan 100	JPY	USD1,126,062

(b) *Liquidity risk*

Liquidity risk is the risk that the Fund will encounter difficulty in settling a liability, including a redemption request.

The Fund invests the majority of its assets in investments that are traded in an active market and can be readily disposed of. Investments which are neither listed nor quoted are restricted to a maximum of 10% of the net asset value. In accordance with the Fund's policies, the Manager monitors the Fund's liquidity position on a daily basis.

The Fund does not invest in currency forward contracts or any other financial derivative instruments in consistent with Investment and Borrowing Restrictions of the Fund as mentioned in the Prospectus.

Currently, redemptions can only be carried out in-kind (index securities) and/or in correct amount of cash equivalent, where the Manager decides to pay the cash equivalent in lieu of the index securities at its absolute discretion. The Manager does not allow cash only redemption request at this moment.

As At 30 June 2009	Less than 3 months
	USD
Accrued expenses	26,692

(c) *Credit risk*

Credit risk is the risk that counterparty will fail to perform contractual obligations, either in whole or in part, under a contract.

In accordance with the Fund's Investment and Borrowing Restrictions, the Fund does not invest in any financial derivative instrument or debt securities.

All transactions in listed securities are settled/paid upon delivery using approved broker. The risk of default is minimal, as delivery of securities is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

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

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

(c) Credit risk (continued)

Credit risk also arises from cash and cash equivalents positions held with financial institutions. The table below summarizes the credit rating of banks and custodians in which the Fund's assets are held as at 30 June 2009.

As At 30 June 2009	Amount	Credit rating [#]	Source of credit rating
	USD		
<u>Custodian</u>			
DBS Bank Ltd	13,955,687	AA-	S&P
<u>Bank</u>			
Islamic Bank of Asia	179,592	AA-	S&P

[#] Group credit rating will be presented for unrated subsidiaries.

(d) Capital management

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

10. Related party transactions

The Fund is managed by Daiwa Asset Management (Singapore) Ltd. The Trustee of the Fund is DBS Trustee Limited. Daiwa Asset Management (Singapore) Ltd. is a wholly owned subsidiary of Daiwa Asset Management Co. Ltd. DBS Trustee Limited is a wholly owned subsidiary of DBS Group Holdings Ltd.

The Manager has appointed DBS Bank Limited as the custodian of the Fund. DBS Bank Limited is a subsidiary of DBS Group Holdings Ltd.

Management fees paid or payable by the Fund are shown in the Statement of Total Return and on terms set out in the Trust Deed. All other fees are borne by the Manager as set out in Note 4.

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

DAIWA FTSE SHARIAH JAPAN 100

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 1 January 2009 to 30 June 2009

11. Financial ratios

	30 June 2009
	USD
Expense ratio ¹	0.81%
Portfolio turnover ratio ²	20.66%

¹ The expense ratio is computed in accordance with the revised Investment Management Association of Singapore ("IMAS") guidelines on disclosure of expense ratios dated 25 May 2005. Brokerage and other transaction costs, interest expense, foreign exchange gains/losses, tax deducted at source or arising on income received and dividends paid to unitholders are not included in the expense ratio.

² The portfolio turnover ratio is calculated in accordance with the formula stated in the "Code on Collective Investment Schemes". In accordance with the Fund's Trust Deed, units are issued through a creation of an Index Basket. For each creation Unit (comprising 1,000,000 units), the Fund receives an Index Basket consisting of constituent shares plus or minus a cash payment as determined by the Manager on a daily basis. For the purpose of computation of the portfolio turnover ratio, the value of the Index Baskets received is not considered as part of purchases or sales.

12. Comparatives

There are no comparative figures as the Fund was launched on 20 May 2008 and this is the first set of semi-annual financial statements since its launch.

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