

# CIMB-Principal Asia Pacific Dynamic Growth Fund

Unaudited Interim Report

For The Six Months Financial Period Ended 31 August 2019

**CIMB-PRINCIPAL ASIA PACIFIC DYNAMIC GROWTH FUND**

**UNAUDITED FINANCIAL STATEMENTS**

**FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2019**

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**INVESTORS' LETTER**

Dear Valued Investors,

We have recently announced through the media our collaboration with the Employee Provident Fund (“EPF”) that consumers can now invest in our Unit Trust Funds at 0% sales fee\*, as part of our offering for the EPF’s newly launched i-Invest online platform within the i-Akaun (Member) portal facility.

The online facility enables EPF i-Akaun members to invest in Unit Trust Funds using their EPF savings without needing to complete and submit physical forms and enables them to perform various transactions including purchase, redeem and switch funds - anytime, anywhere.

In today’s era of dynamic change, there is a growing need to accommodate the emergence of more tech savvy investors. We’re glad to have the opportunity to partner with the EPF and are excited to bring our global experience and expertise to make saving for retirement faster and easier for those who prefer to manage their money, their way. The Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (“Principal Malaysia”) online platform is just one more tool we offer to help you save enough and have enough in retirement and complements our other methods of investing. To find out more on how you can maximise your retirement savings, please visit <https://www.principal.com.my/en/unit-trust-investment-through-epf-i-akaun-investment>.

As of August 2019, our Assets under Management (“AUM”) stood at RM56.5 billion. Going forward we will be launching a new global Fund with a unique combination that will help cushion the impact of any unforeseen eventualities. We look forward to introducing it to you.

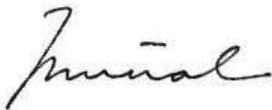
Thank you for your continuous support and allowing us to help you achieve your financial goals and live your best life.

Thank you.

Yours faithfully,

for **Principal Asset Management Berhad**

(*formerly known as CIMB-Principal Asset Management Berhad*)



**Munirah Khairuddin**  
Chief Executive Officer

\*The 0% sales fee is subject to change

## MANAGER'S REPORT

### FUND OBJECTIVE AND POLICY

#### What is the investment objective of the Fund?

The Fund aims to achieve capital appreciation over the medium to long term.

#### Has the Fund achieved its objective?

The Fund has achieved its objective of capital appreciation over the medium to long-term.

#### What are the Fund investment policy and principal investment strategy?

The Fund will be managed with the aim of achieving a stable and positive investment return regardless of market conditions.

As the Fund is an equity fund, under general market conditions, the Fund will invest in equities of companies which the Manager believes will exhibit good growth potential when compared against its peers or the overall market. The Fund may also invest up to 38% of its assets in debt securities, money market instruments and/or Deposits to be in line with the Fund's investment objective. At the discretion of the Manager, the Fund may opt to access into the equities and/or debt securities market via the investment in units of other Collective Investment Schemes, subject to the requirements of the Securities Commission Malaysia ("SC") Guidelines and the Standards of Qualifying Collective Investment Schemes. The Manager may also utilise derivative instruments such as futures contracts to hedge the portfolio. The use of derivatives is subject to the prevailing SC Guidelines and Standards of Qualifying Collective Investment Schemes.

The Fund will focus its investment in the Asia Pacific ex Japan region, i.e. companies that are domiciled in, listed in, and/or have operations or businesses that focus in the Asia Pacific ex Japan region, where the regulatory authority is an ordinary or associate member of the International Organisation of Securities Commission ("IOSCO"), which include but not limited to Australia, the People's Republic of China, Hong Kong Special Administrative Region ("SAR"), India, Indonesia, South Korea, Malaysia, New Zealand, the Philippines, Singapore, Taiwan, Thailand and Vietnam. If the investment is a listed security, the investment must be traded in an exchange that is a member of World Federation of Exchanges ("WFE").

The asset allocation strategy for this Fund is as follows:

- Between 60% to 98% (both inclusive) of the Fund's Net Asset Value ("NAV") will be invested in equities;
- Up to 38% of the Fund's NAV may be invested in debt instruments, money market instruments and/or Deposits.
- Up to 20% of the Fund's NAV may be invested in units of other Collective Investment Schemes; and
- At least 2% of the Fund's NAV in liquid assets.

#### Base Currency

US Dollar ("USD")

#### Fund category/type

Equity/Growth

#### How long should you invest for?

Recommended three (3) years or more

#### Indication of short-term risk (low, moderate, high)

High

#### When was the Fund launched?

25 April 2016

**FUND OBJECTIVE AND POLICY (CONTINUED)**

**What was the size of the Fund as at 31 August 2019?**

USD122.18 million (314.70 million units)

**What is the Fund's benchmark?**

The performance of this Fund cannot be compared directly with any specific publicly available benchmark. However, the Fund has a target return of nine percent (9%) per annum.

This is not a guaranteed return and is only a measurement of the Fund's performance. The Fund may not achieve the target return in any particular financial year but targets to achieve this growth over the medium to long term.

**What is the Fund distribution policy?**

Given the Fund's investment objective, the Class of the Fund is not expected to make any distribution. Distributions, if any, are at the discretion of the Manager and will vary from period to period depending on the availability of realised income for distribution and performance of the Fund.

**What was the net income distribution for the six months financial period ended 31 August 2019?**

There was no distribution made for the six months financial period ended 31 August 2019.

**PERFORMANCE DATA**

Details of portfolio composition of the Fund for the last three unaudited financial periods are as follows:

	<b>31.08.2019</b>	<b>31.08.2018</b>	<b>31.08.2017</b>
	%	%	%
Quoted securities			
- Communication Services	8.16	2.92	4.92
- Consumer Discretionary	11.84	12.10	14.12
- Consumer Staples	2.54	4.18	-
- Energy	2.24	6.61	-
- Financials	10.62	17.18	20.19
- Health Care	2.83	3.73	-
- Industrials	16.35	11.77	8.31
- Information Technology	9.57	16.50	28.45
- Materials	2.97	10.39	8.95
- Real Estate	20.02	5.31	4.86
Cash and other net assets	12.86	9.31	10.20
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

Note: The Fund had applied the Global Industry Classification Standard ("GICS") sectors classification for the current year.

**PERFORMANCE DATA (CONTINUED)**

Performance details of the Fund for the last three unaudited financial periods are as follows:

	<b>31.08.2019</b>	<b>31.08.2018</b>	<b>31.08.2017</b>
NAV (USD Million)			
- Class AUD	19.89	24.20	9.50
- Class MYR	85.44	108.94	51.90
- Class SGD	7.39	9.07	2.33
- Class USD	9.46	12.26	8.33
Units in circulation (Million)			
- Class AUD	21.48	24.81	10.13
- Class MYR	277.40	335.74	166.37
- Class SGD	8.14	9.48	2.53
- Class USD	7.68	9.45	6.68
NAV per unit (USD)			
- Class AUD	0.9258	0.9753	0.9375
- Class MYR	0.3080	0.3244	0.3119
- Class SGD	0.9084	0.9570	0.9200
- Class USD	1.2310	1.2968	1.2466
	<b>01.03.2019</b>	<b>01.03.2018</b>	<b>01.03.2017</b>
	<b>to 31.08.2019</b>	<b>to 31.08.2018</b>	<b>to 31.08.2017</b>
Highest NAV per unit (USD)			
- Class AUD	0.9861	1.1205	0.9386
- Class MYR	0.3280	0.3728	0.3122
- Class SGD	0.9676	1.0995	0.9211
- Class USD	1.3111	1.4899	1.2480
Lowest NAV per unit (USD)			
- Class AUD	0.9075	0.9419	0.7596
- Class MYR	0.3019	0.3133	0.2527
- Class SGD	0.8905	0.9243	0.7454
- Class USD	1.2067	1.2524	1.0100
Total return (%)			
- Class AUD	(0.44)	(4.25)	18.12
- Class MYR	(0.91)	(6.26)	17.80
- Class SGD	(0.83)	(7.76)	18.46
- Class USD	(0.94)	(10.67)	22.42
Capital growth (%)			
- Class AUD	(0.44)	(4.25)	18.12
- Class MYR	(0.91)	(6.26)	17.80
- Class SGD	(0.83)	(7.76)	18.46
- Class USD	(0.94)	(10.67)	22.42
Income distribution (%)			
- Class AUD	-	-	-
- Class MYR	-	-	-
- Class SGD	-	-	-
- Class USD	-	-	-

**PERFORMANCE DATA (CONTINUED)**

Performance details of the Fund for the last three unaudited financial periods are as follows:  
(continued)

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 31.08.2018</b>	<b>01.03.2017 to 31.08.2017</b>
Management Expense Ratio ("MER") (%) ^	0.97	1.03	1.10
Portfolio Turnover Ratio ("PTR") (times) #	0.43	0.44	0.72

^ The Fund's MER decreased from 1.03% to 0.97% due to decreased in expenses during the financial period under review.

# The Fund's PTR has remained relatively stable for the period under review. The stock markets have not seen any significant increase in volatility as compared to the previous year.

	<b>31.08.2019 %</b>	<b>31.08.2018 %</b>	<b>31.08.2017 %</b>	<b>Since inception to 31.08.2016 %</b>
Annual total return				
- Class AUD	(4.84)	14.30	12.71	4.58
- Class MYR	(5.68)	0.76	25.20	6.42
- Class SGD	(5.55)	5.46	18.29	5.55
- Class USD	(5.69)	4.76	18.72	5.00

(Launch date: 25 April 2016)

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures for the financial period have been extracted from Lipper.

**MARKET REVIEW (1 MARCH 2019 TO 31 AUGUST 2019)**

For the financial period under review, the Asia Pacific ex-Japan stock markets declined after a relatively strong start to the year. It lost 5.0% as measured by the Morgan Stanley Capital International ("MSCI") Asia Pacific Ex-Japan index. The stock markets started the year on a positive as investors were relieved to see stabilising economic data from China, easing trade tensions between the US and China, easing monetary policies among the Asian Central Banks. However, the positive investor soon dissipated. Investor sentiment was subsequently buffeted by the on again off again trade talks between the US and China. It then escalated further as the US raise tariffs further after talks broke down. In recent months, the economic data were also not encouraging with the manufacturing sector suffering contraction and exports slowing. This was compounded by lower investments as investors delayed their investment decisions with a series of elections across Asia.

However, the stock markets managed to stave off a more serious decline. The mitigating factors are the easing monetary policies among the most Central Banks and in a few cases, the return of incumbent business friendly leaders in Asia in their respective general elections.

**FUND PERFORMANCE**

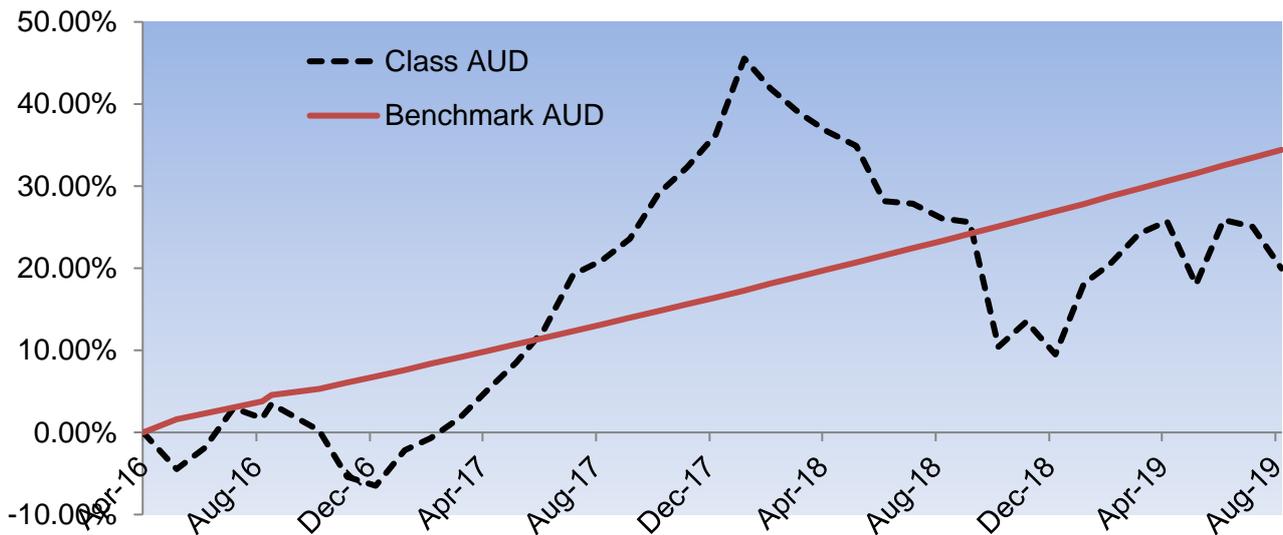
	6 months to 31.08.2019				1 year to 31.08.2019			
	Class	Class	Class	Class	Class	Class	Class	Class
	AUD	MYR	SGD	USD	AUD	MYR	SGD	USD
	%	%	%	%	%	%	%	%
Income	-	-	-	-	-	-	-	-
Capital	(0.44)	(0.91)	(0.83)	(0.94)	(4.84)	(5.68)	(5.55)	(5.69)
Total Return	(0.44)	(0.91)	(0.83)	(0.94)	(4.84)	(5.68)	(5.55)	(5.69)
Benchmark	4.40	4.40	4.40	4.40	9.00	9.00	9.00	9.00
Average Total Return	N/A	N/A	N/A	N/A	(4.84)	(5.68)	(5.55)	(5.69)

	3 years to 31.08.2019				Since inception to 31.08.2019			
	Class	Class	Class	Class	Class	Class	Class	Class
	AUD	MYR	SGD	USD	AUD	MYR	SGD	USD
	%	%	%	%	%	%	%	%
Income	-	-	-	-	-	-	-	-
Capital	17.96	17.43	17.21	17.30	19.98	20.41	22.67	23.17
Total Return	17.96	17.43	17.21	17.30	19.98	20.41	22.67	23.17
Benchmark	29.50	29.50	29.50	29.50	34.42	34.42	34.42	34.42
Average Total Return	5.66	5.50	5.43	5.46	5.58	5.69	6.28	6.41

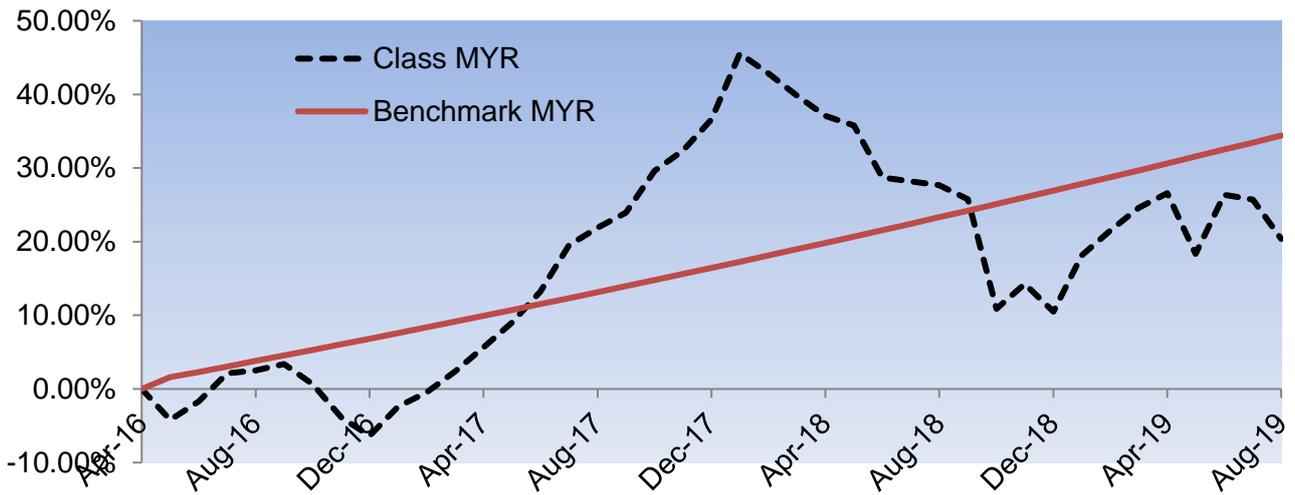
For the financial period under review, the Class AUD, Class MYR, Class SGD and Class USD were declined by 0.44%, 0.91%, 0.83% and 0.94% respectively. This was a result of the weak market conditions during the review period.

**Class AUD**

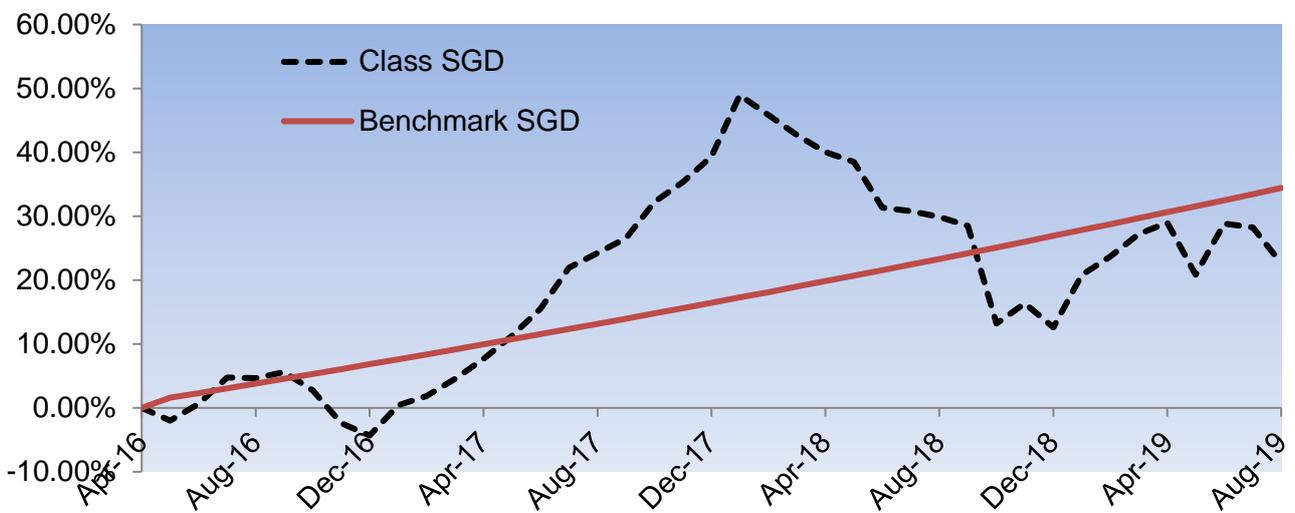


FUND PERFORMANCE (CONTINUED)

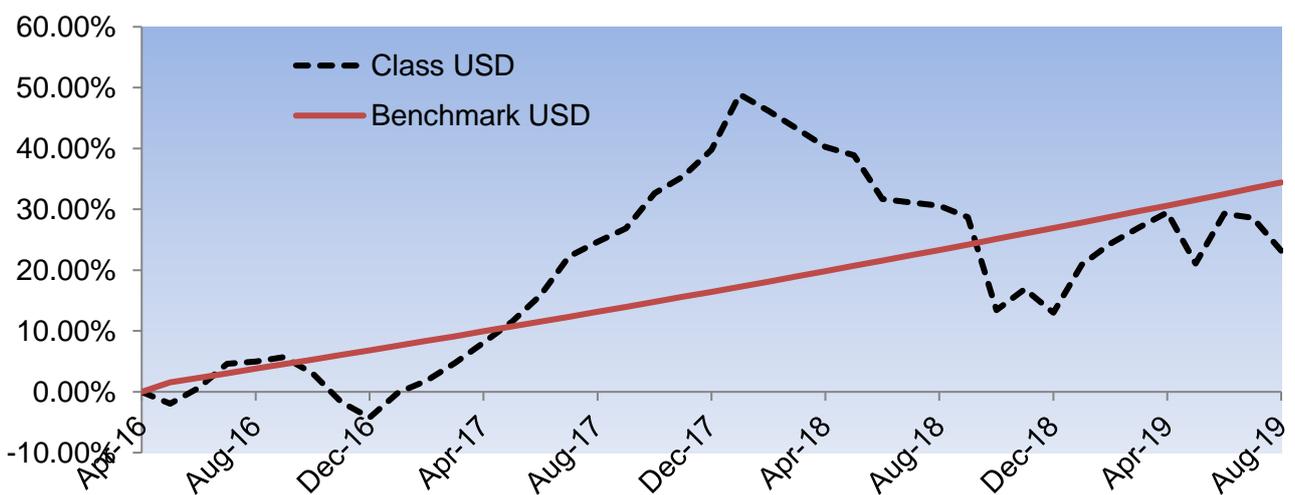
Class MYR



Class SGD



Class USD



**FUND PERFORMANCE (CONTINUED)**

**Changes in NAV**

**CLASS AUD**

	<b>31.08.2019</b>	<b>28.02.2019</b>	<b>Changes</b>
		<b>Audited</b>	<b>%</b>
NAV (USD Million)	19.89	22.46	(11.44)
NAV/Unit (USD)	0.9258	0.9349	(0.97)

**CLASS MYR**

	<b>31.08.2019</b>	<b>28.02.2019</b>	<b>Changes</b>
		<b>Audited</b>	<b>%</b>
NAV (USD Million)	85.44	100.57	(15.04)
NAV/Unit (USD)	0.3080	0.3110	(0.96)

**CLASS SGD**

	<b>31.08.2019</b>	<b>28.02.2019</b>	<b>Changes</b>
		<b>Audited</b>	<b>%</b>
NAV (USD Million)	7.39	8.75	(15.54)
NAV/Unit (USD)	0.9084	0.9174	(0.98)

**CLASS USD**

	<b>31.08.2019</b>	<b>28.02.2019</b>	<b>Changes</b>
		<b>Audited</b>	<b>%</b>
NAV (USD Million)	9.46	11.31	(16.36)
NAV/Unit (USD)	1.2310	1.2431	(0.97)

The NAV of the various Fund classes declined by 11.44% to 16.36% during the financial period under review. This was largely attributed to redemptions of units. The NAV per unit for Class AUD, Class MYR, Class SGD and Class USD were declined by 0.97%, 0.96%, 0.98% and 0.97% respectively due to weak market conditions.

Performance data represents the combined income and capital return as a result of holding units in the Fund for the specified length of time, based on NAV to NAV price. The performance data assumes that all earnings from the Fund are reinvested and are net of management and trustee fees. Past performance is not reflective of future performance and income distributions are not guaranteed. Unit prices and income distributions, if any, may fall and rise. All performance figures for the financial period have been extracted from Lipper.

**PORTFOLIO STRUCTURE**

**Asset allocation**

<b>(% of NAV)</b>	<b>31.08.2019</b>	<b>28.02.2018</b>
		<b>Audited</b>
Quoted securities	87.14	95.57
Cash and other net assets	12.86	4.43
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>

As at 31 August 2019, the Fund held 87.14% in quoted securities with the rest in cash and other net assets. The cash held has risen in the Fund compared to the last financial year.

**MARKET OUTLOOK\***

In the near term, the stock markets in Asia is likely to be pressured by the relatively weak economic outlook and the rising geopolitical risk globally. These include the rising risk of further escalation of the trade war between the US & China, Iran’s seizures of tankers, Japan-Korea trade spat and the unrest in Hong Kong SAR, China. We expect these uncertainties to lead to more earnings downgrades in Asia.

However, Central Banks globally are easing monetary policies to support economic growth. The US Federal Reserve (the “Fed”) is also stopping the balance sheet from contracting. We also expect China to increase economic stimulus in the near term to shore up their weakening economy. This should help to mitigate downside pressure for equities.

\* This market outlook does not constitute an offer, invitation, commitment, advice or recommendation to make a purchase of any investment. The information given in this article represents the views of Principal Malaysia or based on data obtained from sources believed to be reliable by Principal Malaysia. Whilst every care has been taken in preparing this, Principal Malaysia makes no guarantee, representation or warranty and is under no circumstances liable for any loss or damage caused by reliance on, any opinion, advice or statement made in this market outlook.

**INVESTMENT STRATEGY**

The Fund will adopt a two-prong strategy of buying high yield stocks and high-quality growth companies in the near term. We like companies with sustainable high yield as we expect the interest rates to head lower and to subsequently stay low for an extended period of time. At the same time, we expect quality growth stocks with relatively high visibility to see strong investor interest as quality growth becomes scarce as the economic growth slows in the region.

Over the longer term, we remain positive on the outlook for Asian equities due to the young and growing population, growing middle class and strong economic growth potential.

**UNIT HOLDINGS STATISTICS**

Breakdown of unit holdings by size as at 31 August 2019 are as follows:

**CLASS AUD**

<b>Size of unit holdings (units)</b>	<b>No. of unit holders</b>	<b>No. of units held (million)</b>	<b>% of units held</b>
5,000 and below	1	0.00	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	3	0.70	3.26
500,001 and above	5	20.78	96.74
<b>Total</b>	<b>9</b>	<b>21.48</b>	<b>100.00</b>

**CLASS MYR**

<b>Size of unit holdings (units)</b>	<b>No. of unit holders</b>	<b>No. of units held (million)</b>	<b>% of units held</b>
5,000 and below	488	1.27	0.46
5,001 - 10,000	313	2.28	0.82
10,001 - 50,000	630	14.79	5.33
50,001 - 500,000	221	26.83	9.67
500,001 and above	11	232.23	83.72
<b>Total</b>	<b>1,663</b>	<b>277.40</b>	<b>100.00</b>

**UNIT HOLDINGS STATISTICS (CONTINUED)**

Breakdown of unit holdings by size as at 31 August 2019 are as follows: (continued)

**CLASS SGD**

<b>Size of unit holdings (units)</b>	<b>No. of unit holders</b>	<b>No. of units held (million)</b>	<b>% of units held</b>
5,000 and below	1	0.00	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	2	0.07	0.86
50,001 - 500,000	2	0.77	9.46
500,001 and above	3	7.30	89.68
<b>Total</b>	<b>8</b>	<b>8.14</b>	<b>100.00</b>

**CLASS USD**

<b>Size of unit holdings (units)</b>	<b>No. of unit holders</b>	<b>No. of units held (million)</b>	<b>% of units held</b>
5,000 and below	1	0.00	0.00
5,001 - 10,000	1	0.01	0.13
10,001 - 50,000	1	0.03	0.39
50,001 - 500,000	5	1.08	14.06
500,001 and above	2	6.56	85.42
<b>Total</b>	<b>10</b>	<b>7.68</b>	<b>100.00</b>

**SOFT COMMISSIONS AND REBATES**

Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the "Manager") and the Trustee will not retain any form of rebate or soft commission from, or otherwise share in any commission with, any broker in consideration for directing dealings in the investments of the Funds unless the soft commission received is retained in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds. All dealings with brokers are executed on best available terms.

During the financial period under review, the Manager and Trustee did not receive any rebates from the brokers or dealers but the Manager has retained soft commission in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF  
CIMB-PRINCIPAL ASIA PACIFIC DYNAMIC GROWTH FUND**

We, being the Directors of Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements set out on pages 13 to 45 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 August 2019 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial period then ended in accordance with the provisions of the Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and International Accounting Standards (“IAS”) 34 - Interim Financial Reporting.

For and on behalf of the Manager

**Principal Asset Management Berhad (Company No.: 304078-K)**

*(formerly known as CIMB-Principal Asset Management Berhad)*

**MUNIRAH KHAIRUDDIN**

Chief Executive Officer/Executive Director

**JUAN IGNACIO EYZAGUIRRE BARAONA**

Director

Kuala Lumpur

17 October 2019

**TRUSTEE'S REPORT TO THE UNIT HOLDERS OF  
CIMB-PRINCIPAL ASIA PACIFIC DYNAMIC GROWTH FUND**

We have acted as Trustee of CIMB-Principal Asia Pacific Dynamic Growth Fund (the "Fund") for the financial period ended 31 August 2019. To the best of our knowledge, Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the "Manager"), has operated and managed the Fund in accordance with the following:

- (a) limitations imposed on the investment powers of the Manager and the Trustee under the Deed, the Securities Commission's Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) valuation/pricing is carried out in accordance with the Deed and any regulatory requirements; and
- (c) creation and cancellation of units are carried out in accordance with the Deed and any regulatory requirements.

For **HSBC (Malaysia) Trustee Berhad**

**Tan Bee Nie**  
Manager, Investment Compliance Monitoring

Kuala Lumpur  
17 October 2019

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2019**

	<b>Note</b>	<b>01.03.2019 to 31.08.2019 USD</b>	<b>01.03.2018 to 31.08.2018 USD</b>
<b>INCOME/(LOSS)</b>			
Dividend income		2,258,790	2,560,840
Interest income		35,368	16,277
Net loss on financial assets at fair value through profit or loss	<b>7</b>	(1,084,423)	(18,309,404)
Net foreign exchange loss		<u>(143,005)</u>	<u>(490,884)</u>
		<u>1,066,730</u>	<u>(16,223,171)</u>
<b>EXPENSES</b>			
Management fee	<b>4</b>	1,241,738	1,389,988
Trustee's and custodian fees	<b>5</b>	73,046	82,216
Audit fee		2,461	5,331
Tax agent's fee		3,816	4,275
Transaction costs		284,607	381,038
Other expenses		<u>228,058</u>	<u>56,650</u>
		<u>1,833,726</u>	<u>1,919,498</u>
<b>LOSS BEFORE TAXATION</b>		(766,996)	(18,142,669)
Taxation	<b>6</b>	<u>-</u>	<u>(231,702)</u>
<b>DECREASE IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>		<u>(766,996)</u>	<u>(18,374,371)</u>
Decrease in net assets attributable to unit holders is made up as follows:			
Realised amount		1,967,757	(3,172,965)
Unrealised amount		<u>(2,734,753)</u>	<u>(15,201,406)</u>
		<u>(766,996)</u>	<u>(18,374,371)</u>

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION  
AS AT 31 AUGUST 2019**

		<b>31.08.2019</b>	<b>28.02.2019</b>
	<b>Note</b>	<b>USD</b>	<b>Audited USD</b>
<b>ASSETS</b>			
Cash and cash equivalents	<b>8</b>	15,331,863	6,203,748
Financial assets at fair value through profit or loss	<b>7</b>	106,472,410	136,774,283
Amount due from stockbrokers		549,506	843,728
Amount due from Manager		275,060	821,932
Dividends receivable		114,075	96,850
<b>TOTAL ASSETS</b>		<u>122,742,914</u>	<u>144,740,541</u>
<b>LIABILITIES</b>			
Amount due to stockbrokers		-	697,611
Amount due to Manager		362,722	745,106
Accrued management fee		188,413	194,400
Amount due to Trustee		5,234	5,400
Other payables and accruals		4,122	4,094
<b>TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)</b>		<u>560,491</u>	<u>1,646,611</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>122,182,423</u>	<u>143,093,930</u>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>		<u>122,182,423</u>	<u>143,093,930</u>

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION (CONTINUED)  
AS AT 31 AUGUST 2019 (CONTINUED)**

	<b>Note</b>	<b>31.08.2019 USD</b>	<b>28.02.2019 Audited USD</b>
<b>REPRESENTED BY:</b>			
<b>FAIR VALUE OF OUTSTANDING UNITS (USD)</b>			
- Class AUD		19,890,795	22,458,786
- Class MYR		85,444,694	100,574,203
- Class SGD		7,390,622	8,750,658
- Class USD		9,456,312	11,310,283
		<u>122,182,423</u>	<u>143,093,930</u>
<b>NUMBER OF UNITS IN CIRCULATION (UNITS)</b>			
- Class AUD		21,484,669	24,021,184
- Class MYR		277,403,204	323,329,931
- Class SGD		8,135,085	9,537,957
- Class USD		7,681,800	9,098,039
	<b>9</b>	<u>314,704,758</u>	<u>365,987,111</u>
<b>NET ASSET VALUE PER UNIT (USD)</b>			
- Class AUD		0.9258	0.9349
- Class MYR		0.3080	0.3110
- Class SGD		0.9084	0.9174
- Class USD		1.2310	1.2431
<b>NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES</b>			
- Class AUD		AUD1.3752	AUD1.3085
- Class MYR		MYR1.2951	MYR1.2642
- Class SGD		SGD1.2584	SGD1.2365
- Class USD		USD1.2310	USD1.2431

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

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2019**

	<b>01.03.2019 to 31.08.2019 USD</b>	<b>01.03.2018 to 31.08.2018 USD</b>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	143,093,930	146,644,090
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class AUD	4,318,353	11,930,227
- Class MYR	5,480,005	32,531,283
- Class SGD	334,229	2,552,522
- Class USD	709,355	2,818,428
	<u>10,841,942</u>	<u>49,832,460</u>
Cancellation of units		
- Class AUD	(6,803,981)	(3,578,378)
- Class MYR	(20,064,884)	(15,530,073)
- Class SGD	(1,643,256)	(1,521,212)
- Class USD	(2,474,332)	(3,000,003)
	<u>(30,986,453)</u>	<u>(23,629,666)</u>
Decrease in net assets attributable to unit holders during the financial period	<u>(766,996)</u>	<u>(18,374,371)</u>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD</b>	<u>122,182,423</u>	<u>154,472,513</u>

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

**UNAUDITED STATEMENT OF CASH FLOWS  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2019**

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 31.08.2018</b>
	<b>USD</b>	<b>USD</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from disposal of quoted securities	72,887,755	55,215,903
Purchase of quoted securities	(44,439,851)	(80,959,804)
Dividend income received	2,012,855	2,337,823
Interest income received from current account	35,368	16,277
Management fee paid	(1,247,725)	(1,344,528)
Trustee's and custodian fees paid	(73,212)	(80,953)
Payments for other fees and expenses	(10,627)	(81,546)
Net realised foreign exchange loss	(101,734)	(160,308)
<b>Net cash generated from/(used in) operating activities</b>	<b>29,062,829</b>	<b>(25,057,136)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash proceeds from units created	11,399,434	53,953,094
Payments for cancellation of units	(31,318,310)	(22,758,788)
<b>Net cash (used in)/generated from financing activities</b>	<b>(19,918,876)</b>	<b>31,194,306</b>
Net increase in cash and cash equivalents	9,143,953	6,137,170
Effects of foreign exchange differences	(15,838)	(227,039)
Cash and cash equivalents at the beginning of the financial period	6,203,748	7,108,777
Cash and cash equivalents at the end of the financial period	15,331,863	13,018,908
<u>Cash and cash equivalents comprised of:</u>		
Bank balance	15,331,863	13,018,908
Cash and cash equivalents at the end of the financial period	15,331,863	13,018,908

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2019**

**1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES**

CIMB-Principal Asia Pacific Dynamic Growth Fund (the “Fund”) is governed by Principal Deed dated 23 November 2015 (the “Deed”), made between Principal Asset Management Berhad (formerly known as CIMB-Principal Asset Management Berhad) (the “Manager”) and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund will be managed with the aim of achieving a stable and positive investment return regardless of market conditions.

As the Fund is an equity fund, under general market conditions, the Fund will invest in equities of companies which the Manager believes will exhibit good growth potential when compared against its peers or the overall market. The Fund may also invest up to 38% of its assets in debt securities, money market instruments and/or Deposits to be in line with the Fund’s investment objective. At the discretion of the Manager, the Fund may opt to access into the equities and/or debt securities market via the investment in units of other Collective Investment Schemes, subject to the requirements of the SC Guidelines and the Standards of Qualifying Collective Investment Schemes. The Manager may also utilise derivative instruments such as futures contracts to hedge the portfolio. The use of derivatives is subject to the prevailing SC Guidelines and Standards of Qualifying Collective Investment Schemes.

The Fund will focus its investment in the Asia Pacific ex Japan region, i.e. companies that are domiciled in, listed in, and/or have operations or businesses that focus in the Asia Pacific ex Japan region, where the regulatory authority is an ordinary or associate member of the IOSCO, which include but not limited to Australia, the People’s Republic of China, Hong Kong SAR, India, Indonesia, South Korea, Malaysia, New Zealand, the Philippines, Singapore, Taiwan, Thailand and Vietnam. If the investment is a listed security, the investment must be traded in an exchange that is a member of WFE.

The asset allocation strategy for this Fund is as follows:

- Between 60% to 98% (both inclusive) of the Fund’s NAV will be invested in equities;
- Up to 38% of the Fund’s NAV may be invested in debt instruments, money market instruments and/or Deposits.
- Up to 20% of the Fund’s NAV may be invested in units of other Collective Investment Schemes; and
- At least 2% of the Fund’s NAV in liquid assets.

All investments are subjected to the SC Guidelines on Unit Trust Funds, SC requirements, the Deed, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The Manager, is a joint venture between Principal Financial Group®, a member of the FORTUNE 500® and a Nasdaq-listed global financial services and CIMB Group Holdings Berhad, one of Southeast Asia’s leading universal banking groups. The principal activities of the Manager are the establishment and management of unit trust funds and fund management activities.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

### (a) Basis of preparation

The financial statements have been prepared in accordance with the provisions of the MFRS and International Financial Reporting Standards ("IFRS").

The financial statements have been prepared under the historical cost convention, as modified by financial assets at fair value through profit or loss.

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period.

It also requires the Manager to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and assumptions are based on the Manager's best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(l).

#### Standard that is effective and relevant:

The Fund has applied the following amendments for the first time for the financial period beginning 1 March 2019:

#### (i) Financial period beginning on/after 1 March 2019

- Amendments to MFRS 112 'Income Taxes' (effective from 1 January 2019) clarify that where income tax consequences of dividends on financial instruments classified as equity is recognised (either in profit or loss, other comprehensive income ("OCI") or equity) depends on where the past transactions that generated distributable profits were recognised.

Accordingly, the tax consequences are recognised in profit or loss when an entity determines payments on such instruments are distribution of profits (that is, dividends). Tax on dividend should not be recognised in equity merely on the basis that it is related to a distribution to owners.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 March 2019 that have a material effect on the financial statements of the Fund.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****(b) Financial assets and financial liabilities**Classification

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

- those to be measured subsequently at fair value through profit or loss, and
- those to be measured at amortised cost.

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through OCI.

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

The Fund classifies amount due to stockbrokers, amount due to Manager, accrued management fee, amount due to Trustee, and other payables and accruals as financial liabilities measured at amortised cost.

Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

Financial liabilities 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.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial period which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Recognition and measurement (continued)

Quoted securities in Malaysia are valued at the last traded market price quoted on Bursa Malaysia Securities Bhd (“Bursa Securities”) at the date of the statement of financial position.

Foreign quoted securities are valued at the last traded market price quoted on the respective foreign stock exchanges at the close of the business day of the respective foreign stock exchanges.

If a valuation based on the market price does not represent the fair value of the quoted securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the quoted securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Financial assets at amortised cost and other financial liabilities are carried at amortised cost using the effective interest method.

Impairment for assets carried at amortised cost

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

Significant increase in credit risk

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

Definition of default and credit-impaired financial assets

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

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****(b) Financial assets and financial liabilities (continued)**Write-off

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

**(c) Income recognition**

Dividend income is recognised on the ex-dividend date when the right to receive payment is established.

Realised gain or loss on disposal of quoted securities are accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

**(d) Foreign currency**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 USD, which is the Fund's functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in USD primarily due to the following factors:

- i) Significant portion of the Fund's expenses are denominated in USD.
- ii) Significant portion of the cash is denominated in USD for the purpose of making settlement of foreign trades.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****(e) Creation and cancellation of units**

The unit holders' contributions to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "Financial Instruments: Presentation".

The Fund issues cancellable units, in four classes of units, known respectively as the Class AUD, Class MYR, Class SGD and Class USD, which are cancelled at the unit holder's option. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the unit to the Fund.

Units are created and cancelled at the unit holders' option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to unit holders of respective classes with the total number of outstanding units of respective classes.

**(f) Cash and cash equivalents**

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances which is subject to an insignificant risk of changes in value.

**(g) Taxation**

Current tax expense is determined according to Malaysian tax laws at the current rate based upon the taxable profit earned during the financial period.

Tax on dividend income from foreign quoted securities is based on the tax regime of the respective countries that the Fund invests in.

Withholding taxes on investment income from investments are based on tax regime of the respective countries that the Fund invests in. Such withholding taxes are not "income tax" in nature and are recognised and measured based on the requirements of MFRS 137. They are presented within other expenses line in the statement of comprehensive income.

**(h) Transaction costs**

Transaction costs are costs incurred to acquire or dispose financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisors, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(i) Amount due from/to stockbrokers**

Amounts due from and amount due to stockbrokers represent receivables for quoted securities sold and payables for quoted securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

These amounts are measured at amortised cost. At each reporting date, the Fund measure the loss allowance on amounts due from broker at an amount equal to the lifetime ECL if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month ECL. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

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

**(j) Increase/Decrease in net assets attributable to unit holders**

Income not distributed is included in net assets attributable to unit holders.

**(k) Segment information**

Operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The chief operating decision-maker is responsible for allocating resources and assessing performance of the operating segments.

**(l) Critical accounting estimates and judgements in applying accounting policies**

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

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

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

However, the Manager is of the opinion that in applying this accounting policy, no significant judgement was required.

### 3. RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund aims to achieve capital appreciation over the medium to long term.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk and currency risk), credit risk and liquidity risk.

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated in the Deed and SC Guidelines on Unit Trust Funds.

#### (a) Market risk

##### (i) Price risk

Price risk is the risk that the fair value of an investment in quoted securities will fluctuate because of changes in market prices (other than those arising from currency risk). The value of quoted securities may fluctuate according to the activities of individual companies, sector and overall political and economic conditions. Such fluctuation may cause the Fund's NAV and prices of units to fall as well as rise, and income produced by the Fund may also fluctuate.

The price risk is managed through diversification and selection of quoted securities and other financial instruments within specified limits according to the Deed.

##### (ii) Currency risk

Currency risk is associated with investments that are quoted and/or priced in foreign currency denomination. Foreign currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Manager will evaluate the likely directions of a foreign currency versus USD based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels, and technical chart considerations.

#### (b) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligation resulting in financial loss to the Fund.

For amount due from Manager, the settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC Guidelines on Unit Trust Funds.

For amount due from stockbrokers, the settlement terms are governed by the relevant rules and regulations as prescribed by respective stock exchanges. The credit risk is minimal as all transactions in quoted securities are settled/paid upon delivery using approved stockbrokers.

**3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**

**(c) Liquidity risk**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balance and other instruments, which are capable of being converted into cash within 7 business days. Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

**(d) Capital risk management**

The capital of the Fund is represented by net assets attributable to unit holders. The amount of capital can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns to unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

**(e) Fair value estimation**

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

The fair value of financial assets traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the financial period end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of the fair value.

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

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

**3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**

**(e) Fair value estimation (continued)**

**(i) Fair value hierarchy**

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

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

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

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
<b>31.08.2019</b>				
Financial assets at fair value through profit or loss:				
- Quoted securities	<u>106,472,410</u>	<u>-</u>	<u>-</u>	<u>106,472,410</u>
<b>28.02.2019</b>				
<b>Audited</b>				
Financial assets at fair value through profit or loss:				
- Quoted securities	<u>136,774,283</u>	<u>-</u>	<u>-</u>	<u>136,774,283</u>

**3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**

**(e) Fair value estimation (continued)**

(i) Fair value hierarchy (continued)

Investments whose values are based on quoted market prices in active markets and are therefore classified within Level 1, include active listed equities. The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

(ii) The carrying values of cash and cash equivalents, amount due from stockbrokers, amount due from Manager, dividends receivable and all current liabilities are a reasonable approximation of their fair values due to their short term nature.

**4. MANAGEMENT FEE**

In accordance with the Deed, the Manager is entitled to a maximum management fee of 3.00% per annum for each class, calculated daily based on the NAV of the Fund.

For the six months financial period ended 31 August 2019 and 31 August 2018, the management fee for the respective classes is recognised at the following rates:

<b>Class AUD</b>	<b>Class MYR</b>	<b>Class SGD</b>	<b>Class USD</b>
1.80%	1.80%	1.80%	1.80%

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

**5. TRUSTEE'S AND CUSTODIAN FEES**

In accordance with the Deed, the Trustee is entitled to a maximum fee of 0.08% per annum, calculated daily based on the NAV of the Fund. The Trustee's fee includes local custodian fees and charges but excludes foreign sub-custodian fees and charges.

For the six months financial period ended 31 August 2019, the Trustee's fee is recognised at a rate of 0.05% per annum (31.08.2018: 0.05% per annum) for each unit class.

There is no further liability to the Trustee and custodian in respect of Trustee's and custodian fees other than amounts recognised above.

**6. TAXATION**

	<b>01.03.2019 to 31.08.2019 USD</b>	<b>01.03.2018 to 31.08.2018 USD</b>
Tax charged for the financial period:		
- Withholding tax	<u>-</u>	<u>231,702</u>

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

	<b>01.03.2019 to 31.08.2019 USD</b>	<b>01.03.2018 to 31.08.2018 USD</b>
Loss before taxation	<u>(766,996)</u>	<u>(18,142,669)</u>
Taxation at Malaysian statutory rate of 24% (31.08.2018: 24%)	(184,079)	(4,354,241)
Tax effects of:		
(Loss not deductible for tax purposes)/Income not subject to tax	(256,015)	3,893,561
Expenses not deductible for tax purposes	141,270	115,405
Restriction on tax deductible expenses for Unit Trust Funds	298,824	345,275
Investment income subject to withholding tax	<u>-</u>	<u>231,702</u>
Taxation	<u>-</u>	<u>231,702</u>

**7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>31.08.2019 USD</b>	<b>28.02.2019 Audited USD</b>
At fair value through profit or loss:		
- Quoted securities	<u>106,472,410</u>	<u>136,774,283</u>

	<b>01.03.2019 to 31.08.2019 USD</b>	<b>01.03.2018 to 31.08.2018 USD</b>
Net loss on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	1,632,823	(3,331,458)
- Unrealised fair value loss	<u>(2,717,246)</u>	<u>(14,977,946)</u>
	<u>(1,084,423)</u>	<u>(18,309,404)</u>

**7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)**

<b>Name of counter</b>	<b>Quantity Units</b>	<b>Aggregate cost USD</b>	<b>Market value USD</b>	<b>Percentage of NAV %</b>
<b>31.08.2019</b>				
<b>QUOTED SECURITIES</b>				
<b>AUSTRALIA</b>				
<b>Consumer Discretionary</b>				
Aristocrat Leisure Ltd	145,553	3,056,616	2,915,189	2.39
<b>Health Care</b>				
CSL Ltd	21,305	2,670,874	3,454,799	2.83
<b>Industrials</b>				
Cleanaway Waste Management Ltd	2,000,890	2,333,606	2,788,381	2.28
Seven Group Holdings Ltd	277,287	4,041,483	3,106,285	2.54
Transurban Group	235,747	2,003,894	2,372,717	1.94
	<u>2,513,924</u>	<u>8,378,983</u>	<u>8,267,383</u>	<u>6.76</u>
<b>Materials</b>				
Amcor Ltd	152,228	1,696,684	1,481,908	1.21
<b>Real Estate</b>				
Goodman Group	123,298	1,245,250	1,205,261	0.99
<b>TOTAL AUSTRALIA</b>	<b><u>2,956,308</u></b>	<b><u>17,048,407</u></b>	<b><u>17,324,540</u></b>	<b><u>14.18</u></b>
<b>CAYMAN ISLANDS</b>				
<b>Consumer Discretionary</b>				
Alibaba Group Holding Ltd	31,680	5,135,495	5,544,950	4.54
<b>TOTAL CAYMAN ISLANDS</b>	<b><u>31,680</u></b>	<b><u>5,135,495</u></b>	<b><u>5,544,950</u></b>	<b><u>4.54</u></b>
<b>CHINA</b>				
<b>Consumer Discretionary</b>				
China International Travel Service Corporation Ltd	84,144	1,018,305	1,122,993	0.92
<b>Industrials</b>				
Centre Testing International Group Ltd	1,286,123	1,714,743	2,200,419	1.80
<b>TOTAL CHINA</b>	<b><u>1,370,267</u></b>	<b><u>2,733,048</u></b>	<b><u>3,323,412</u></b>	<b><u>2.72</u></b>

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
<b>31.08.2019 (CONTINUED)</b>				
<b>QUOTED SECURITIES (CONTINUED)</b>				
<b>HONG KONG</b>				
<b>Communication Services</b>				
Tencent Holdings Ltd	105,700	4,358,448	4,381,841	3.59
<b>Consumer Discretionary</b>				
Galaxy Entertainment Group Ltd	155,000	1,234,975	973,335	0.80
Sands China Ltd	270,000	1,384,320	1,226,816	1.00
Shenzhou International Group	121,300	1,534,119	1,648,831	1.35
	546,300	4,153,414	3,848,982	3.15
<b>Financials</b>				
AIA Group Ltd	392,000	2,930,295	3,814,973	3.12
<b>Industrials</b>				
Techtronic Industries Co Ltd	547,500	3,000,883	3,787,468	3.10
<b>Information Technology</b>				
Sunny Optical Technology (Group) Ltd	148,800	1,821,756	2,064,420	1.69
<b>Real Estate</b>				
Henderson Land Development Co Ltd	39,900	214,792	185,879	0.15
Link Real Estate Investment Trust ("REIT")	303,500	2,940,540	3,408,843	2.79
	343,400	3,155,332	3,594,722	2.94
<b>TOTAL HONG KONG</b>	<b>2,083,700</b>	<b>19,420,128</b>	<b>21,492,406</b>	<b>17.59</b>
<b>INDIA</b>				
<b>Energy</b>				
Reliance Industries Ltd	156,411	2,360,883	2,735,411	2.24
<b>Financials</b>				
Housing Development Finance Corporation Ltd	63,406	2,009,571	1,924,103	1.57

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
<b>31.08.2019 (CONTINUED)</b>				
<b>QUOTED SECURITIES (CONTINUED)</b>				
<b>INDIA (CONTINUED)</b>				
<b>Industrials</b>				
Larsen & Toubro Ltd	<u>92,029</u>	<u>2,034,581</u>	<u>1,712,197</u>	<u>1.40</u>
<b>Real Estate</b>				
Godrej Properties Ltd	<u>154,954</u>	<u>1,921,843</u>	<u>1,954,826</u>	<u>1.60</u>
<b>TOTAL INDIA</b>	<b><u>466,800</u></b>	<b><u>8,326,878</u></b>	<b><u>8,326,537</u></b>	<b><u>6.81</u></b>
<b>INDONESIA</b>				
<b>Communication Services</b>				
Telekomunikasi Tbk PT	<u>4,901,000</u>	<u>1,347,994</u>	<u>1,535,738</u>	<u>1.26</u>
<b>Consumer Discretionary</b>				
Ace Hardware Indonesia Tbk PT	<u>8,490,800</u>	<u>714,354</u>	<u>1,031,360</u>	<u>0.84</u>
<b>Consumer Staples</b>				
Gudang Garam Tbk PT	<u>106,200</u>	<u>573,137</u>	<u>519,548</u>	<u>0.43</u>
<b>Financials</b>				
Bank Rakyat Indonesia Tbk PT	<u>10,112,900</u>	<u>2,407,739</u>	<u>3,040,717</u>	<u>2.49</u>
<b>Materials</b>				
Semen Indonesia Persero Tbk PT	<u>2,308,500</u>	<u>2,019,892</u>	<u>2,153,863</u>	<u>1.76</u>
<b>Real Estate</b>				
Ciputra Development Tbk PT	<u>22,271,600</u>	<u>1,699,872</u>	<u>1,717,268</u>	<u>1.41</u>
Summarecon Agung Tbk PT	<u>16,679,600</u>	<u>1,423,615</u>	<u>1,244,984</u>	<u>1.02</u>
	<u>38,951,200</u>	<u>3,123,487</u>	<u>2,962,252</u>	<u>2.43</u>
<b>TOTAL INDONESIA</b>	<b><u>64,870,600</u></b>	<b><u>10,186,603</u></b>	<b><u>11,243,478</u></b>	<b><u>9.21</u></b>

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
<b>31.08.2019 (CONTINUED)</b>				
<b>QUOTED SECURITIES (CONTINUED)</b>				
<b>PHILIPPINES</b>				
<b>Financials</b>				
Ayala Corporation	74,960	1,388,062	1,330,696	1.09
<b>Industrials</b>				
Megawide Construction Corporation	3,215,500	1,056,192	1,172,491	0.96
<b>TOTAL PHILIPPINES</b>	<b>3,290,460</b>	<b>2,444,254</b>	<b>2,503,187</b>	<b>2.05</b>
<b>SINGAPORE</b>				
<b>Communication Services</b>				
NetLink NBN Trust	3,269,600	1,991,219	2,100,557	1.72
Singapore Technologies Engineering Ltd	1,002,600	2,493,808	2,851,503	2.33
<b>Real Estate</b>				
Capitaland Ltd	911,600	2,460,290	2,283,409	1.87
CapitaLand Mall Trust	1,049,200	1,610,642	2,007,031	1.64
CDL Hospitality Trusts	1,708,200	2,231,356	1,972,916	1.61
Frasers Logistics & Industrial Trust	3,810,100	3,235,185	3,355,414	2.75
Keppel DC REIT	2,698,900	2,913,464	3,565,232	2.92
	10,178,000	12,450,937	13,184,002	10.79
<b>TOTAL SINGAPORE</b>	<b>14,450,200</b>	<b>16,935,964</b>	<b>18,136,062</b>	<b>14.84</b>
<b>SOUTH KOREA</b>				
<b>Information Technology</b>				
Samsung Electronics Co. Ltd	102,775	4,207,067	3,732,534	3.05
<b>TOTAL SOUTH KOREA</b>	<b>102,775</b>	<b>4,207,067</b>	<b>3,732,534</b>	<b>3.05</b>

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
<b>31.08.2019 (CONTINUED)</b>				
<b>QUOTED SECURITIES (CONTINUED)</b>				
<b>TAIWAN</b>				
<b>Information Technology</b>				
Taiwan Semiconductor Manufacturing Co Ltd	<u>714,000</u>	<u>5,679,559</u>	<u>5,901,800</u>	<u>4.83</u>
<b>TOTAL TAIWAN</b>	<b><u>714,000</u></b>	<b><u>5,679,559</u></b>	<b><u>5,901,800</u></b>	<b><u>4.83</u></b>
<b>THAILAND</b>				
<b>Communication Services</b>				
Intouch Holdings PCL - NVDR <sup>2</sup>	<u>931,600</u>	<u>1,862,543</u>	<u>1,946,285</u>	<u>1.59</u>
<b>Consumer Staples</b>				
CP ALL PCL - NVDR <sup>2</sup>	<u>940,100</u>	<u>2,095,280</u>	<u>2,577,807</u>	<u>2.11</u>
<b>Real Estate</b>				
Amata Corporation Public Co. Ltd - NVDR <sup>2</sup>	<u>1,787,800</u>	<u>1,368,201</u>	<u>1,546,542</u>	<u>1.27</u>
<b>TOTAL THAILAND</b>	<b><u>3,659,500</u></b>	<b><u>5,326,024</u></b>	<b><u>6,070,634</u></b>	<b><u>4.97</u></b>
<b>UNITED STATES</b>				
<b>Financials</b>				
HDFC Bank Ltd	<u>26,650</u>	<u>2,425,470</u>	<u>2,872,870</u>	<u>2.35</u>
<b>TOTAL UNITED STATES</b>	<b><u>26,650</u></b>	<b><u>2,425,470</u></b>	<b><u>2,872,870</u></b>	<b><u>2.35</u></b>
<b>TOTAL QUOTED SECURITIES</b>	<b><u>94,022,940</u></b>	<b><u>99,868,897</u></b>	<b><u>106,472,410</u></b>	<b><u>87.14</u></b>
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>6,603,513</u>		
<b>TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>106,472,410</u></b>		

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
<b>28.02.2019</b>				
<b>Audited</b>				
<b>QUOTED SECURITIES</b>				
<b>AUSTRALIA</b>				
<b>Consumer Discretionary</b>				
Aristocrat Leisure Ltd	84,546	1,917,544	1,487,175	1.04
<b>Energy</b>				
Oil Search Ltd	324,953	2,131,208	1,943,242	1.36
<b>Health Care</b>				
CSL Ltd	26,548	3,328,156	3,675,165	2.57
<b>Industrials</b>				
Cleanaway Waste Management Ltd	2,172,066	2,533,246	3,367,547	2.35
Seven Group Holdings Ltd	342,309	4,989,185	4,732,387	3.31
Transurban Group	369,687	3,128,510	3,293,681	2.30
	<u>2,884,062</u>	<u>10,650,941</u>	<u>11,393,615</u>	<u>7.96</u>
<b>Materials</b>				
BHP Group Ltd	113,859	2,393,161	3,028,596	2.12
<b>TOTAL AUSTRALIA</b>	<b><u>3,433,968</u></b>	<b><u>20,421,010</u></b>	<b><u>21,527,793</u></b>	<b><u>15.05</u></b>
<b>CAYMAN ISLANDS</b>				
<b>Consumer Discretionary</b>				
Alibaba Group Holding Ltd	31,276	4,787,783	5,724,446	4.00
<b>TOTAL CAYMAN ISLANDS</b>	<b><u>31,276</u></b>	<b><u>4,787,783</u></b>	<b><u>5,724,446</u></b>	<b><u>4.00</u></b>
<b>CHINA</b>				
<b>Financials</b>				
Industrial and Commercial Bank	5,914,000	4,484,361	4,550,088	3.18
Ping An Insurance Group Co. - H <sup>1</sup>	347,000	3,123,423	3,653,203	2.55
	<u>6,261,000</u>	<u>7,607,784</u>	<u>8,203,291</u>	<u>5.73</u>

**7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)**

<b>Name of counter</b>	<b>Quantity Units</b>	<b>Aggregate cost USD</b>	<b>Market value USD</b>	<b>Percentage of NAV %</b>
<b>28.02.2019 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>QUOTED SECURITIES (CONTINUED)</b>				
<b>CHINA (CONTINUED)</b>				
<b>TOTAL CHINA</b>	<b>6,261,000</b>	<b>7,607,784</b>	<b>8,203,291</b>	<b>5.73</b>
<b>HONG KONG</b>				
<b>Communication Services</b>				
Tencent Holdings Ltd	105,700	4,134,208	4,521,236	3.16
<b>Consumer Discretionary</b>				
Galaxy Entertainment Group Ltd	455,000	3,725,690	3,231,155	2.26
Haier Electronics Group Co Ltd	495,000	1,363,974	1,475,443	1.03
Sands China Ltd	366,800	1,746,228	1,831,542	1.28
Shenzhou International Group	111,000	1,345,951	1,385,640	0.97
	<u>1,427,800</u>	<u>8,181,843</u>	<u>7,923,780</u>	<u>5.54</u>
<b>Consumer Staples</b>				
China Mengniu Dairy Co. Ltd	538,000	1,555,919	1,661,864	1.16
<b>Financials</b>				
AIA Group Ltd	498,400	3,725,660	4,983,669	3.48
<b>Industrials</b>				
Techtronic Industries Co	708,500	3,883,335	4,733,549	3.31
<b>Information Technology</b>				
Sunny Optical Technology (Group) Ltd	118,300	1,448,752	1,401,423	0.98
<b>Real Estate</b>				
China Resources Land Ltd	612,000	2,284,342	2,284,129	1.60
Henderson Land Development Co Ltd	242,000	1,368,661	1,368,673	0.96
Link REIT	466,500	4,519,808	5,273,774	3.69
	<u>1,320,500</u>	<u>8,172,811</u>	<u>8,926,576</u>	<u>6.25</u>
<b>TOTAL HONG KONG</b>	<b>4,717,200</b>	<b>31,102,528</b>	<b>34,152,097</b>	<b>23.88</b>

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
<b>28.02.2019 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>QUOTED SECURITIES</b>				
<b>(CONTINUED)</b>				
<b>INDIA</b>				
<b>Energy</b>				
Reliance Industries Ltd	<u>290,631</u>	<u>4,386,813</u>	<u>5,060,867</u>	<u>3.54</u>
<b>Financials</b>				
Indusind Bank Ltd	<u>67,759</u>	<u>1,737,729</u>	<u>1,412,627</u>	<u>0.99</u>
<b>TOTAL INDIA</b>	<b><u>358,390</u></b>	<b><u>6,124,542</u></b>	<b><u>6,473,494</u></b>	<b><u>4.53</u></b>
<b>INDONESIA</b>				
<b>Communication Services</b>				
Telekomunikasi Tbk PT	<u>4,901,000</u>	<u>1,347,994</u>	<u>1,344,494</u>	<u>0.94</u>
<b>Consumer Discretionary</b>				
Ace Hardware Indonesia Tbk PT	<u>14,991,400</u>	<u>1,261,268</u>	<u>1,869,848</u>	<u>1.31</u>
Mitra Adiperkasa Tbk PT	<u>15,081,500</u>	<u>746,477</u>	<u>1,136,154</u>	<u>0.79</u>
	<u>30,072,900</u>	<u>2,007,745</u>	<u>3,006,002</u>	<u>2.10</u>
<b>Consumer Staples</b>				
Gudang Garam Tbk PT	<u>366,200</u>	<u>1,976,297</u>	<u>2,222,610</u>	<u>1.55</u>
<b>Financials</b>				
Bank Rakyat Indonesia Tbk PT	<u>10,112,900</u>	<u>2,407,739</u>	<u>2,767,091</u>	<u>1.93</u>
<b>Materials</b>				
Semen Indonesia Persero Tbk PT	<u>1,629,400</u>	<u>1,413,026</u>	<u>1,464,891</u>	<u>1.02</u>
<b>Real Estate</b>				
Ciputra Development Tbk PT	<u>17,369,600</u>	<u>1,272,170</u>	<u>1,080,152</u>	<u>0.75</u>
<b>TOTAL INDONESIA</b>	<b><u>64,452,000</u></b>	<b><u>10,424,971</u></b>	<b><u>11,885,240</u></b>	<b><u>8.29</u></b>

**7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)**

<b>Name of counter</b>	<b>Quantity Units</b>	<b>Aggregate cost USD</b>	<b>Market value USD</b>	<b>Percentage of NAV %</b>
<b>28.02.2019 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>QUOTED SECURITIES (CONTINUED)</b>				
<b>MALAYSIA</b>				
<b>Consumer Staples</b>				
British American Tobacco Bhd	126,300	1,084,740	1,047,063	0.73
<b>TOTAL MALAYSIA</b>	<b>126,300</b>	<b>1,084,740</b>	<b>1,047,063</b>	<b>0.73</b>
<b>PHILIPPINES</b>				
<b>Financials</b>				
Bank Of Philippine Islands	716,770	1,283,556	1,164,182	0.81
<b>Industrials</b>				
Megawide Construction Corporation	3,215,500	1,056,192	1,243,485	0.87
<b>TOTAL PHILIPPINES</b>	<b>3,932,270</b>	<b>2,339,748</b>	<b>2,407,667</b>	<b>1.68</b>
<b>SINGAPORE</b>				
<b>Financials</b>				
DBS Group Holdings Ltd	194,400	3,399,555	3,582,649	2.50
Oversea-Chinese Banking Corporation Ltd	166,100	1,395,142	1,362,954	0.95
	360,500	4,794,697	4,945,603	3.45
<b>Industrials</b>				
Singapore Technologies Engineering Ltd	1,344,000	3,342,987	3,729,299	2.61
<b>Information Technology</b>				
Venture Corporation Ltd	204,800	2,547,035	2,704,621	1.89
<b>Real Estate</b>				
CapitaLand Mall Trust	1,699,500	2,578,913	3,026,138	2.11
CDL Hospitality Trusts	2,448,600	3,198,511	2,870,327	2.01
Keppel DC REIT	2,577,400	2,773,638	2,810,965	1.96
	6,725,500	8,551,062	8,707,430	6.08
<b>TOTAL SINGAPORE</b>	<b>8,634,800</b>	<b>19,235,781</b>	<b>20,086,953</b>	<b>14.03</b>

**7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)**

<b>Name of counter</b>	<b>Quantity Units</b>	<b>Aggregate cost USD</b>	<b>Market value USD</b>	<b>Percentage of NAV %</b>
<b>28.02.2019 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>QUOTED SECURITIES (CONTINUED)</b>				
<b>SOUTH KOREA</b>				
<b>Information Technology</b>				
Samsung Electronics Co. Ltd	152,970	6,322,008	6,135,056	4.29
<b>TOTAL SOUTH KOREA</b>	<b>152,970</b>	<b>6,322,008</b>	<b>6,135,056</b>	<b>4.29</b>
<b>TAIWAN</b>				
<b>Financials</b>				
CTBC Financial Holding Co. Ltd	2,649,000	1,756,657	1,793,500	1.25
<b>Information Technology</b>				
Taiwan Semiconductor Manufacturing Co Ltd	554,000	4,329,310	4,299,531	3.00
<b>TOTAL TAIWAN</b>	<b>3,203,000</b>	<b>6,085,967</b>	<b>6,093,031</b>	<b>4.25</b>
<b>THAILAND</b>				
<b>Consumer Staples</b>				
CP ALL PCL - NVDR <sup>2</sup>	1,039,000	2,315,707	2,559,118	1.79
<b>Financials</b>				
Bangkok Bank PCL - NVDR <sup>2</sup>	315,300	2,005,648	2,087,587	1.46
<b>TOTAL THAILAND</b>	<b>1,354,300</b>	<b>4,321,355</b>	<b>4,646,705</b>	<b>3.25</b>
<b>UNITED STATES</b>				
<b>Communication Services</b>				
Autohome Inc - ADR <sup>3</sup>	20,940	1,732,027	1,969,407	1.38
<b>Consumer Discretionary</b>				
Huazhu Group Ltd	63,022	1,861,688	2,210,182	1.54

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
<b>28.02.2019 (CONTINUED)</b>				
<b>Audited (Continued)</b>				
<b>QUOTED SECURITIES</b>				
<b>(CONTINUED)</b>				
<b>UNITED STATES</b>				
<b>(CONTINUED)</b>				
<b>Financials</b>				
HDFC Bank Ltd	29,005	2,639,804	2,932,986	2.05
ICICI Bank Ltd - ADR <sup>3</sup>	129,703	1,361,788	1,278,872	0.89
	<u>158,708</u>	<u>4,001,592</u>	<u>4,211,858</u>	<u>2.94</u>
<b>TOTAL UNITED STATES</b>	<b><u>242,670</u></b>	<b><u>7,595,307</u></b>	<b><u>8,391,447</u></b>	<b><u>5.86</u></b>
<b>TOTAL QUOTED SECURITIES</b>	<b><u>96,900,144</u></b>	<b>127,453,524</b>	<b><u>136,774,283</u></b>	<b><u>95.57</u></b>
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>9,320,759</u></b>		
<b>TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>136,774,283</u></b>		

<sup>1</sup> H shares refer to the shares of companies incorporated in the Chinese mainland that are listed on the Hong Kong Stock Exchange or other foreign exchange. H shares are still regulated by Chinese law, but they are denominated in Hong Kong dollars and trade the same as other equities on the Hong Kong Stock exchange.

<sup>2</sup> NVDR, or non-voting depository receipt, is a trading instrument issued by Thai NVDR Company Limited, a subsidiary wholly owned by the Stock Exchange of Thailand ("SET"). It is a valid security as specified by the United States Securities and Exchange Commission ("SEC") and is automatically regarded as a listed security by the SET. The underlying security is a listed security in the SET.

<sup>3</sup> ADR, or American depository receipt, is a negotiable certificate issued by a U.S. bank representing a specified number of shares (or one share) in a foreign stock that is traded on a U.S. exchange. ADRs are denominated in U.S. dollars, with the underlying security held by a U.S. financial institution overseas. ADRs help to reduce administration and duty costs that would otherwise be levied on each transaction.

**8. CASH AND CASH EQUIVALENTS**

	<b>31.08.2019</b>	<b>28.02.2019</b>
	<b>USD</b>	<b>Audited USD</b>
Bank balances	<u>15,331,863</u>	<u>6,203,748</u>

**9. NUMBER OF UNITS IN CIRCULATION (UNITS)**

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 28.02.2019</b>
	<b>No. of units</b>	<b>Audited No. of units</b>
Class AUD (i)	21,484,669	24,021,184
Class MYR (ii)	277,403,204	323,329,931
Class SGD (iii)	8,135,085	9,537,957
Class USD (iv)	7,681,800	9,098,039
	<u>314,704,758</u>	<u>365,987,111</u>

(i) Class AUD

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 28.02.2019</b>
	<b>No. of units</b>	<b>Audited No. of units</b>
At the beginning of the financial period/year	24,021,184	16,694,968
Add: Creation of units from applications	4,560,697	14,024,772
Less: Cancellation of units	<u>(7,097,212)</u>	<u>(6,698,556)</u>
At the end of the financial period/year	<u>21,484,669</u>	<u>24,021,184</u>

(ii) Class MYR

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 28.02.2019</b>
	<b>No. of units</b>	<b>Audited No. of units</b>
At the beginning of the financial period/year	323,329,931	287,338,601
Add: Creation of units from applications	17,185,831	114,239,309
Less: Cancellation of units	<u>(63,112,558)</u>	<u>(78,247,979)</u>
At the end of the financial period/year	<u>277,403,204</u>	<u>323,329,931</u>

(iii) Class SGD

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 28.02.2019</b>
	<b>No. of units</b>	<b>Audited No. of units</b>
At the beginning of the financial period/year	9,537,957	8,442,474
Add: Creation of units from applications	364,845	3,032,487
Less: Cancellation of units	<u>(1,767,717)</u>	<u>(1,937,004)</u>
At the end of the financial period/year	<u>8,135,085</u>	<u>9,537,957</u>

**9. NUMBER OF UNITS IN CIRCULATION (UNITS) (CONTINUED)**

(iv) Class USD

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 28.02.2019</b>
		<b>Audited</b>
	<b>No. of units</b>	<b>No. of units</b>
At the beginning of the financial period/year	9,098,039	9,608,523
Add: Creation of units from applications	557,289	2,390,173
Less: Cancellation of units	<u>(1,973,528)</u>	<u>(2,900,657)</u>
At the end of the financial period/year	<u>7,681,800</u>	<u>9,098,039</u>

**10. MANAGEMENT EXPENSE RATIO (“MER”)**

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 31.08.2018</b>
	<b>%</b>	<b>%</b>
MER	<u>0.97</u>	<u>1.03</u>

MER is derived from the following calculation:

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

- A = Management fee
- B = Trustee’s and custodian fees
- C = Audit fee
- D = Tax agent’s fee
- E = Other expenses excluding withholding tax
- F = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is USD136,835,419 (31.08.2018: USD149,100,209).

**11. PORTFOLIO TURNOVER RATIO (“PTR”)**

	<b>01.03.2019 to 31.08.2019</b>	<b>01.03.2018 to 31.08.2018</b>
PTR	<u>0.43</u>	<u>0.44</u>

PTR is derived based on the following calculation:

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

where:

- total acquisition for the financial period = USD43,622,980 (31.08.2018: USD76,934,817)
- total disposal for the financial period = USD72,840,430 (31.08.2018: USD55,611,933)

**12. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES**

The related parties and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationship</u>
Principal Asset Management Berhad <i>(formerly known as CIMB-Principal Asset Management Berhad)</i>	The Manager
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the Manager
Principal International (Asia) Ltd	Shareholder of the Manager
Subsidiaries and associates of Principal Financial Group Inc., other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of the Manager
Subsidiaries and associates of CIMB Group Holdings Bhd, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of the shareholder of the Manager
CIMB Investment Bank Bhd	Fellow related party to the Manager
CGS-CIMB Securities International Pte Ltd	Fellow related party to the Manager

Units held by the Manager and parties related to the Manager

	<b>31.08.2019</b>		<b>28.02.2019</b>	
	<b>No. of units</b>	<b>USD</b>	<b>No. of units</b>	<b>Audited USD</b>
<b>Manager</b>				
Principal Asset Management Berhad <i>(formerly known as CIMB-Principal Asset Management Berhad)</i>				
- Class AUD	111	103	104	98
- Class MYR	102,631	31,610	50,081	15,575
- Class SGD	1,354	1,230	962	883
- Class USD	254	313	195	243

Units held by the Manager and parties related to the Manager (continued)

In the opinion of the Manager, the above units were transacted at the prevailing market price.

The units are held beneficially by the Manager for booking purposes. Other than the above, there were no units held by the Directors or parties related to the Manager.

There are no significant related party transactions during the six months financial period ended 31 August 2019 (31.08.2019: Nil) and no other significant related party balances.

**13. TRANSACTIONS WITH BROKERS**

Details of transactions with the top 10 brokers for the six months financial period ended 31 August 2019 are as follows:

<b>Brokers</b>	<b>Value of trades USD</b>	<b>Percentage of total trades %</b>	<b>Brokerage fees USD</b>	<b>Percentage of total brokerage fees %</b>
Citigroup Global Markets Ltd	18,103,934	15.54	22,764	11.71
Credit Suisse Securities (Hong Kong) Ltd	16,464,550	14.14	37,317	19.19
J.P. Morgan Securities LLC	13,766,407	11.82	4,130	2.12
CLSA (Hong Kong) Ltd	12,597,439	10.82	17,967	9.24
DBS Vickers Securities (Singapore) Pte Ltd	6,604,101	5.67	12,018	6.18
Instinet Pacific Ltd	6,206,032	5.33	16,846	8.66
CGS-CIMB Securities International Pte Ltd #	6,164,439	5.29	13,172	6.77
Morgan Stanley Securities Ltd	6,089,761	5.23	15,078	7.75
CLSA Securities (M) Sdn Bhd	5,229,933	4.49	1,569	0.81
Macquarie Capital Securities (M) Sdn Bhd	4,455,645	3.83	13,262	6.82
Others	20,781,169	17.84	40,344	20.75
	<u>116,463,410</u>	<u>100.00</u>	<u>194,467</u>	<u>100.00</u>

Details of transactions with the top 10 brokers for the six months financial period ended 31 August 2018 are as follows:

<b>Brokers</b>	<b>Value of trades USD</b>	<b>Percentage of total trades %</b>	<b>Brokerage fees USD</b>	<b>Percentage of total brokerage fees %</b>
Credit Suisse Securities (Hong Kong) Ltd	14,413,094	10.88	32,356	11.52
Sanford C. Bernstein & Co. LLC	13,476,085	10.17	26,984	9.61
DBS Vickers Securities (Singapore) Pte Ltd	11,739,288	8.86	23,902	8.51
J.P. Morgan Securities LLC	10,853,072	8.19	3,256	1.16
CLSA (Hong Kong) Ltd	10,611,396	8.01	30,633	10.91
Instinet Pacific Ltd	9,204,758	6.95	23,584	8.40
Shenwan Hongyuan Securities Co Ltd	7,430,709	5.61	11,146	3.97
Citigroup Global Markets Ltd	6,239,822	4.71	11,387	4.05
Macquarie Capital Securities (Singapore) Pte Ltd	6,027,380	4.55	17,787	6.33
JP Morgan Securities Singapore Pte Ltd	5,969,450	4.51	16,743	5.96
Others #	36,531,569	27.56	83,061	29.58
	<u>132,496,623</u>	<u>100.00</u>	<u>280,839</u>	<u>100.00</u>

**13. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)**

# Included in the transactions are trades conducted with CGS-CIMB Securities International Pte Ltd and CIMB Investment Bank Bhd, fellow related parties to the Manager amounting to USD6,164,439 (31.08.2018: Nil) and Nil (31.08.2018: USD551,815) respectively. The Manager is of the opinion that all transactions with the related company have been entered into at agreed terms between the related parties.

**14. SEGMENT INFORMATION**

The internal reporting provided to the chief operating decision-maker for the Fund's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of MFRS and IFRS. The chief operating decision-maker is responsible for the performance of the Fund and considers the business to have a single operating segment located in Malaysia. Asset allocation decisions are based on a single, integrated investment strategy and the Fund's performance is evaluated on an overall basis.

The investment objective of the Fund is to achieve capital appreciation over the medium to long term. The reportable operating segment derives its income by seeking investments to achieve targeted returns consummate with an acceptable level of risk within the portfolio. These returns consist of interest income and dividend income earned from investments and gains on the appreciation in the value of investments, which are derived from quoted securities listed on the Bursa Securities, Malaysia, and foreign equities of companies domiciled in, listed in and/or have significant operations in countries in the Asia Pacific ex Japan.

There were no changes in reportable operating segment during the financial period.

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