

CIMB-Principal Asia Pacific Dynamic Income Fund - Class MYR

30 November 2019

Available under the EPF Members Investment Scheme.



Fund Objective

Aims to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long term.

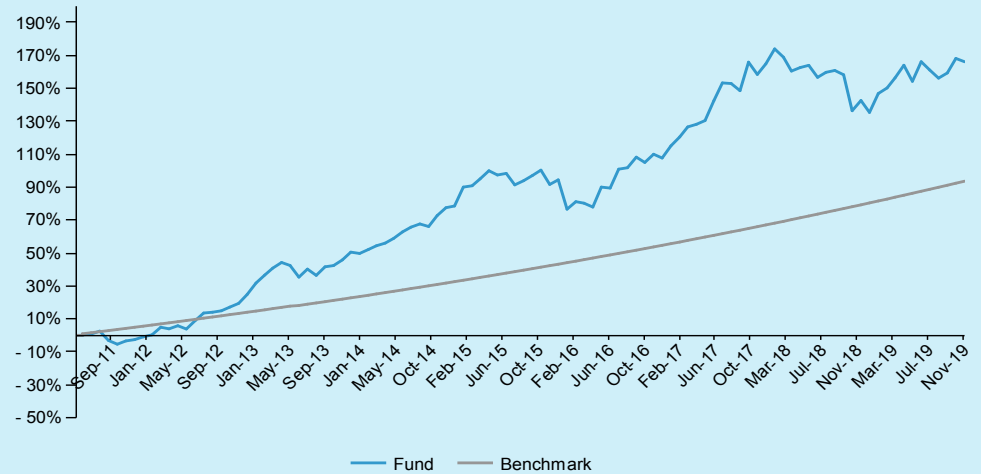
Currency: MYR ISIN Code: MYU1000DP009

Bloomberg Ticker: CPASPDI MK

Fund Information

Domicile	Malaysia
Base Currency	U.S Dollar
Fund Inception	16 May 2011
Benchmark	8% p.a.
Application Fee	Principal Agency Distributor: Up to 6.50% of the NAV per unit IUTAs: Up to 5.50% of the NAV per unit
Management Fee	Up to 1.80% p.a. of the NAV
Trustee Fee	Up to 0.05% p.a. of the NAV
Fund Size (MYR)	MYR 3.52 billion
NAV per unit (As at 30 November 2019)	MYR 0.3655

Fund Performance



Past performance does not guarantee future results. Asset allocation and diversification do not ensure a profit or protect against a loss.

Cumulative Performance (%)

	YTD	1 Month	3 Months	6 Months	1-Year	3-Year	5-Year	Since Inception
Fund	13.05	-0.76	3.87	4.65	9.67	26.72	49.90	166.07
Benchmark	7.31	0.64	1.94	3.92	8.00	25.97	46.93	93.59

Calendar Year Returns (%)

	2018	2017	2016	2015	2014	2013
Fund	-11.13	27.52	6.82	8.91	18.57	20.58
Benchmark	8.00	8.00	8.00	8.00	8.00	8.00

Most Recent Fund Distributions

	2019 Oct	2019 Jul	2019 Mar	2018 Dec	2018 Jul	2018 Apr
Gross (Sen/Unit)	0.31	0.26	0.24	0.14	0.37	0.38
Annualised Yield (%)	3.48	2.76	2.72	1.48	3.96	4.04

Most Recent Unit Splits

Ratio	2014 Oct
Ratio	2:5

Note: May 2011 to November 2019.

Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested. Annualised yield is calculated as the most recent monthly dividend distribution multiplied by the Fund's dividend frequency and divided by the latest NAV.

Source : Lipper

Top 10 Holdings

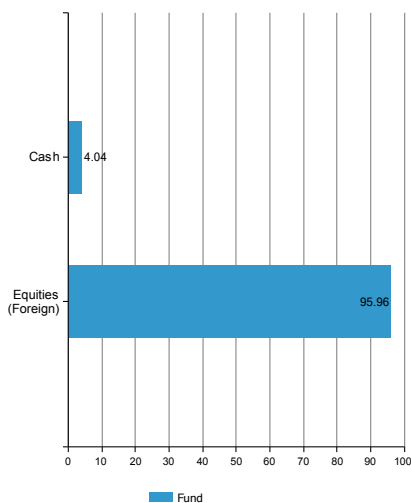
	Country	% of net assets
Taiwan Semiconductor Manuf	Taiwan	5.88
Samsung Electronics Co. Ltd	South Korea	5.78
HDFC Bank Ltd	India	3.93
AIA Group Ltd	HK SAR China	3.68
Alibaba Group Holding Ltd	Cayman Islands	3.41
Ping An Insurance Group Co.	China	2.95
Reliance Industries Ltd	India	2.50
Tencent Hldg Ltd	HK SAR China	2.38
Techtronic Industries Co	HK SAR China	2.30
Lendlease Global Commercial	Singapore	2.15

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

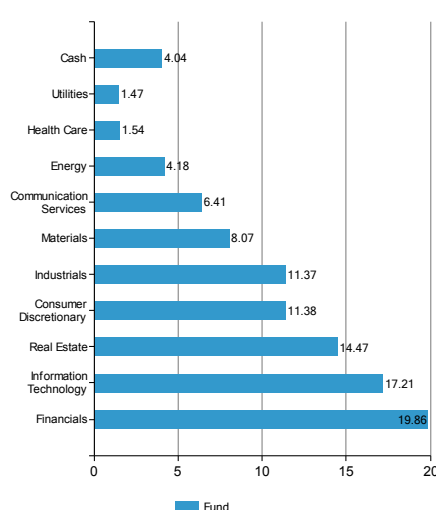
Fund Risk Statistics

Beta	-0.01
Information Ratio	-0.04
Sharpe Ratio	0.40
3 years monthly data	

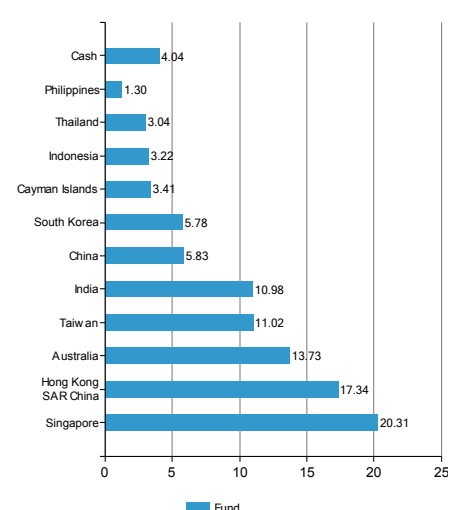
Asset Allocation (%)



Sector Allocation (%)



Regional Allocation (%)



Source: Factset. Fund holdings and allocations shown are unaudited and may not be representative of current or future investments. Percentages may not add up to 100% due to rounding and/or inclusion or exclusion of cash will not be reflected in the top holdings list.

Fund Manager's Report

The Fund was down 0.76% in MYR terms in November. YTD, the Fund has gained 13.05% or 574bps above the absolute return benchmark. Sector wise, Industrials contributed positively while Financials and Consumer were drags.

Asia Pacific ex-Japan equities were flat in US\$ terms in November as investors digest the progress of a limited trade deal between US and China. Year-to-date, Asia Pacific ex-Japan equities rose +9.7% in US\$ terms, Australia was the best performing market, benefiting from investors' appetite for high quality dividend yielders, followed by Taiwan. Malaysia was the worst performing market amidst political uncertainty and broad-based slowdown. We expect economic growth in Asia to bottom in the near future. Several Asian governments, including China and India are putting in place fiscal stimulus to provide support to their economies. After reducing policy rates throughout the year, most Asian central banks will probably be on hold for the next 6 months except for India and Philippines. Nevertheless, we expect Asian central banks to remain dovish in the absence of inflation. Earnings recovery is likely to be led by Asia internet, semiconductor and industrial stocks. Asia Pacific ex Japan equity valuation at 13.5x PER FY20 is slightly expensive vs 5-year average of 12.9x. We reiterate our positive view on Asian equities as the markets should be supported by stable EPS forecast revisions, transmission of monetary easing that was recently implemented and fiscal stimulus. Furthermore, the Fed's resumption of balance sheet expansion places a tailwind for fund flows into Asia. Taiwan and India are seeing pickup in foreign fund inflows recently. As such, we are fully invested and had deployed cash into selected countries which are expected to do well in 2020, including India and China, where lower interest rates coupled with fiscal stimulus could trigger a new cycle of credit growth. The portfolio has been reducing REITs in favour of cyclical and growth in the financials and technology sectors. Our least preferred sectors continued to be utilities and consumer staples.

[^]Based on the fund's portfolio returns as at 15 November 2019, the Volatility Factor (VF) for this fund is 10.870 and is classified as "High" (source: Lipper). "High" includes funds with VF that are above 8.845 but not more than 11.185. The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

We recommend that you read and understand the contents of CIMB-Principal Asia Pacific Dynamic Income Fund Prospectus Issue No. M3 dated 31 May 2017, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Fund Prospectus for your record. Any issue of units to which the Fund Prospectus relates to will only be made upon receipt of the completed application form referred to in and accompanying the Fund Prospectus, subject to the terms and conditions therein. Investments in the Fund are exposed to country risk, credit and default risk, currency risk, interest rate risk, liquidity risk, risk of investing in emerging markets and stock specific risk. You can obtain a copy of the Fund Prospectus from the head office of Principal Asset Management Berhad (formerly known as CIMB-Principal Asset Management Berhad) or from any of our approved distributors. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the Fund. We suggest that you consider these charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Financing for Investment in Unit Trust Risk Disclosure Statement/Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. Where a unit split/distribution is declared, you are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in Malaysian ringgit will remain unchanged after the distribution of the additional units.

Carefully consider a fund's objective, risks, charges and expenses.

Visit www.principal.com.my for a prospectus containing this and other information. Please read it carefully before investing.

Principal Asset Management Berhad

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