

CIMB-Principal Equity Growth & Income Fund

Unaudited Interim Report

For The Six Months Financial Period Ended 31 October 2019

CIMB-PRINCIPAL EQUITY GROWTH & INCOME FUND

UNAUDITED INTERIM REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2019

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INVESTORS' LETTER

Dear Valued Investors,

Thank you for your continued support and for the confidence that you have placed in us.

Don't miss out on the Private Retirement Schemes ("PRS") Tax Relief for 2019. As you are well aware, you can enjoy personal tax relief for the first RM3,000 per year until 2021, on top of the RM6,000 per year tax relief for the mandatory retirement savings contribution and life insurance premiums. This could be as much as RM840 per year¹ (depending on your tax bracket).

The tax incentive that is available for a period of 10 years, ending year 2021 was specially introduced to encourage you to save more for your retirement.

Why retirement savings is crucial?

1. Longer lifespan

The average Malaysian is expected to live beyond 75 years. The longer you live, the greater the risk of outliving your retirement income.

2. Inflation Challenge

Over the course of time, the impact of inflation can be significant, and it may reduce your purchasing power. Rising costs of living and healthcare are important factors to consider.

3. Inadequacy of Saving

59% of EPF active members in 2016 do not achieve basic savings requirement for retirement. You want to be able to sustain your current lifestyle.

As of October 2019, our Assets under Management ("AUM") stood at RM57.53 billion.

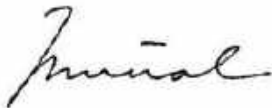
Thank you for your continuous support and allowing us to help you achieve your financial goals and live your best life.

Thank you.

Yours faithfully,

for **Principal Asset Management Berhad**

(formerly known as CIMB-Principal Asset Management Berhad)



Munirah Khairuddin

Chief Executive Officer

¹ www.ppa.my

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 through all types of investments that have the potential for above average growth over time.

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 may invest between 70% to 98% (both inclusive) of its Net Asset Value ("NAV") in equities in order to gain long-term capital growth. The Fund may opt to invest in foreign equities up to a maximum of 30% of its NAV. Such foreign equities must be equity securities of companies domiciled in, listed in, and/or have significant operations in Asia ex Japan. 'Significant operations' means major businesses of the company. For example, the Fund can invest in a company with significant business/operations in Thailand but listed on the New York Stock Exchange ("NYSE"). The threshold for 'significant operations' would be if more than 30% of total group revenue derives from countries in Asia ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). In line with its objective, the investment policy and strategy of the Fund will be to invest primarily in equities, with a bias towards growth stocks that have the potential to deliver long-term capital appreciation and to a lesser extent focus on dividend yielding stocks that provides income. The Fund may opt to seek investment exposure via Collective Investment Schemes that is in line with the Fund's objective, subject to the requirement of the Securities Commission Malaysia ("SC") Guidelines. To a lesser extent, the Fund invests in liquid assets primarily for the purpose of cash management.

The investment management function for the foreign investments of this Fund has been delegated to Principal Asset Management (S) Pte Ltd (formerly known as CIMB-Principal Asset Management (S) Pte Ltd) ("Principal (S)") with the approval of the SC. Principal (S) will be responsible for investing and managing these foreign investments in accordance with the investment objective and within the investment restrictions.

Fund category/type

Equity/Growth

How long should you invest for?

Recommended between three (3) years and five (5) years or more

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

High

When was the Fund launched?

15 May 1991

What was the size of the Fund as at 31 October 2019?

RM165.26 million (135.46 million units)

What is the Fund's benchmark?

70% Financial Times Stock Exchange ("FTSE") Bursa Malaysia ("FBM") Top 100 ("FBM100") Index + 30% Morgan Stanley Capital International ("MSCI") All Country ("AC") Asia ex Japan Index

Note: The benchmark is for performance comparison only. The benchmark is customised as such to align it closer to the structure of the portfolio and to reflect the composition of the portfolio in line with the markets they operate in. Investors are cautioned that the risk profile of the Fund is higher than the benchmark.

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund distribution policy?

The Manager has the discretion to distribute part or all of the Fund's distributable income. The distribution (if any) may vary from period to period depending on the investment objective and the performance of the Fund.

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

The Fund distributed a total net income of RM7.21 million to unit holders for the six months financial period ended 31 October 2019. As a result, the NAV per unit dropped from RM1.2919 to RM1.2374 on 18 July 2019.

PERFORMANCE DATA

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

	31.10.2019	31.10.2018	31.10.2017
	%	%	%
Collective investment schemes	1.15	1.03	1.22
Quoted securities			-
- Communication Services	8.79	1.23	6.57
- Consumer Discretionary	6.79	12.56	7.05
- Consumer Staples	3.56	13.24	4.15
- Energy	4.06	10.14	6.26
- Financials	19.56	17.97	19.12
- Health Care	2.87	6.77	-
- Industrials	18.18	10.03	19.94
- Information Technology	10.75	10.13	9.17
- Materials	3.92	3.32	10.37
- Real Estate Investment Trusts ("REITs")	8.37	3.45	3.79
- Utilities	7.63	0.81	5.23
Cash and other net assets	4.37	9.32	7.13
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

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

	31.10.2019	31.10.2018	31.10.2017
NAV (RM Million)	165.26	162.15	166.19
Units in circulation (Million)	135.46	133.80	121.17
NAV per unit (RM)	1.2200	1.2118	1.3714
	01.05.2019 to 31.10.2019	01.05.2018 to 31.10.2018	01.05.2017 to 31.10.2017
Highest NAV per unit (RM)	1.3104	1.4163	1.3842
Lowest NAV per unit (RM)	1.1797	1.1942	1.3064
Total return (%)	0.71	(8.96)	8.94
- Capital growth (%)	3.69	(14.07)	3.26
- Income distribution (%)	4.40	5.56	5.50

PERFORMANCE DATA (CONTINUED)

	01.05.2019 to 31.10.2019	01.05.2018 to 31.10.2018	01.05.2017 to 31.10.2017
Management Expense Ratio ("MER") (%) ^	0.81	0.83	0.87
Portfolio Turnover Ratio ("PTR") (times) #	0.61	0.68	0.27

^ The Fund's MER decreased from at 0.83% to 0.81% during the six months financial period under review compared to the same period last year mainly due to decreased in other expenses.

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

	18.07.2019	26.07.2018	27.07.2017
Date of distribution			
Gross/Net distribution per unit (sen)	5.45	7.75	7.25

	31.10.2019	31.10.2018	31.10.2017	31.10.2016	31.10.2015
	%	%	%	%	%
Annual total return	5.54	(6.43)	18.34	2.88	3.68

(Launch date: 15 May 1991)

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 MAY 2019 TO 31 OCTOBER 2019)

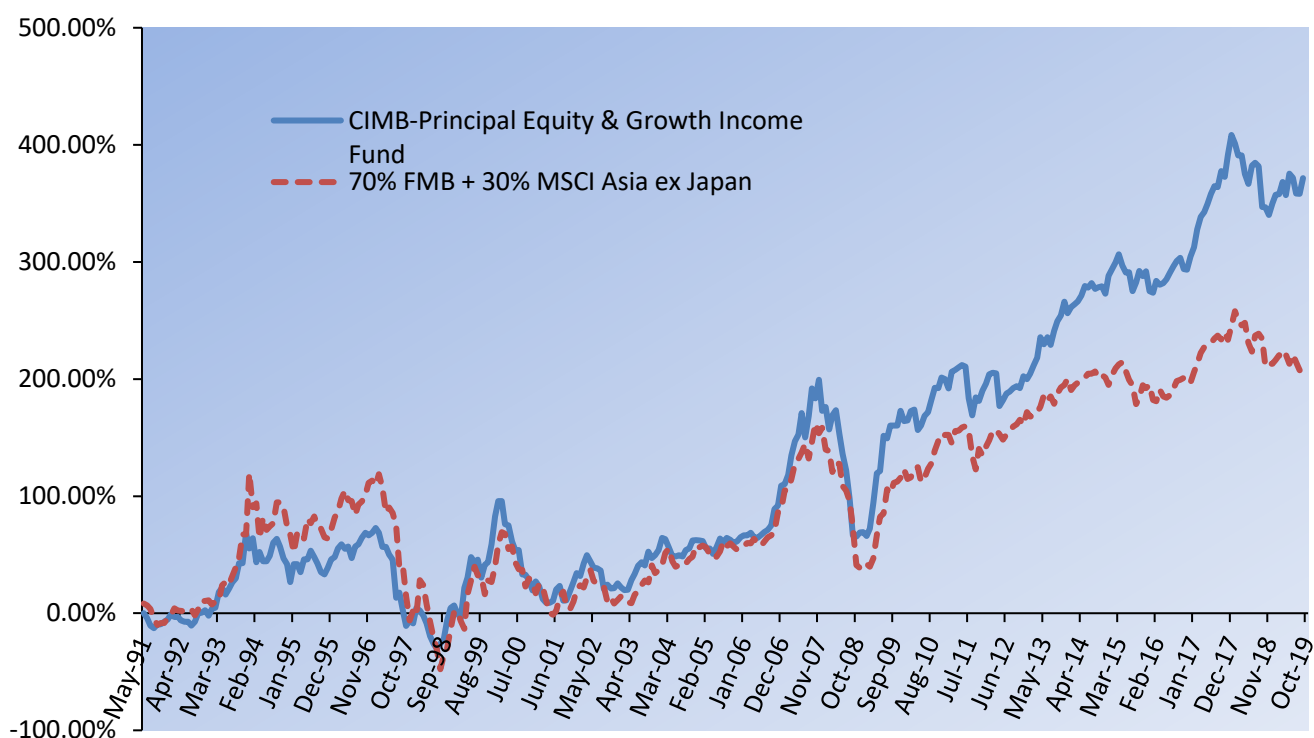
For the financial period under review, the Asia Pacific ex-Japan stock markets declined after a relatively strong start to the year. It lost 4.5% as measured by the MSCI Asia Ex-Japan Index. The stock markets started the year on a positive as investors were relieved to see stabilising economic data from China, easing trade tensions between the United States ("US") and China, easing monetary policies among the Banks. However, the positive investor sentiment 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 once again 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. As for FBM Kuala Lumpur Composite Index ("KLCI"), it has fallen 2.0% during the financial period under review.

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 31.10.2019	1 year to 31.10.2019	3 years to 31.10.2019	5 years to 31.10.2019	Since inception to 31.10.2019
	%	%	%	%	%
Income	4.40	4.40	15.27	30.27	229.39
Capital	(3.69)	1.14	1.60	(5.61)	142.31
Total Return	0.71	5.54	16.87	24.66	371.70
Benchmark	(3.11)	0.04	3.30	3.23	210.99
Average Total Return	N/A	5.54	5.33	4.51	5.57

For the financial period under review, the Fund outperformed the benchmark by 0.71% helped by the income received.



Changes in NAV

	31.10.2019	30.04.2019 Audited	Changes %
NAV (RM Million)	165.26	168.63	(1.99)
NAV/Unit (RM)	1.2200	1.2692	(3.88)

The NAV for the Fund declined by 1.99% while the NAV per unit declined more at 3.88%. The decline in the NAV indicates the fall in the prices of the underlying assets while the fall in the NAV per unit is due to the distributed net income paid to unit holders during the interim period.

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

(% of NAV)	31.10.2019	30.04.2019
		Audited
Collective investment schemes	1.15	1.16
Quoted securities – local	68.31	67.83
Quoted securities – foreign	26.17	27.91
Cash and other net assets	4.37	3.10
TOTAL	100.00	100.00

As at 31 October 2019, the Fund held 68.31% in local quoted securities, 26.17% in foreign quoted securities, 1.15% in collective investment schemes with the rest in cash and other net assets. This is similar to the asset allocation at the end of April 2019.

MARKET OUTLOOK

In the near term, the stock markets in Asia is likely to be supported by the likelihood of an interim deal to resolve the trade war between the US and China. We are also likely to see a rebound in economic activity going forward after a long hiatus by businesses due to their reticence to invest with an uncertain global economic backdrop.

Beyond that, Central Banks globally are easing monetary policies to support economic growth. The US Federal Reserve (the “Fed”) has also stopped the balance sheet from contracting. We also expect China, India and other Asian nations to increase economic stimulus in the near term to shore up their weakening economy.

Investor sentiment will however, remain cautious as the Asian economies remain weak and this will likely cap a sharp rise in stock prices.

For Malaysia, we view Budget 2020 positively as the Government focuses on reinventing Malaysia in the digital space over the medium term by attracting foreign and domestic investments. Various tax incentives have been proposed to attract these investments which are expected to create high-paying jobs, especially those in the manufacturing and technology sectors. In view of the need to spur the domestic economy amid external challenges, the Federal Government has also lowered its fiscal deficit target to 3.2% versus 3.0% earlier. This raises the prospect for resumption of infrastructure spending by the government with the resumption of mega projects under review such as East Coast Rail Link (“ECRL”) and Pan Borneo Highway. Another positive is the absence of another special dividend from PetroliaM Nasional Bhd (“Petronas”) which is a boost to its capex plan in 2020, a clear re-rating catalyst for the domestic oil & gas service providers.

*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. 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.

While we are maintaining a neutral stance on Malaysia, we are turning constructively more positive going into 2020. In view of that, we will be taking a tactical 5% more exposure into high growth mid-small caps companies going into first quarter of 2020, whilst at the same time maintaining the core long term strategy in investing into high dividend yields particularly in REITS, Banks, Consumer and Utilities. We also like to accumulate selective growth stocks on weakness within the construction, oil and gas, and technology sectors.

UNIT HOLDINGS STATISTICS

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

Size of unit holdings (units)	No of unit holders	No of units held (million)	% of units held
5,000 and below	62,685	7.20	5.98
5,001 to 10,000	1,287	9.28	7.01
10,001 to 50,000	2,524	56.94	44.06
50,001 to 500,000	476	43.85	32.94
500,001 and above	11	18.19	10.01
Total	66,983	135.46	100.00

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 year under review, the Manager and the Trustee did not receive any rebates from the brokers or the 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 EQUITY GROWTH & INCOME 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 10 to 43 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 October 2019 and of its financial performance, changes in equity and cash flows for the financial period then ended in accordance with 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

12 December 2019

**TRUSTEE'S REPORT TO THE UNIT HOLDERS OF
CIMB-PRINCIPAL EQUITY GROWTH & INCOME FUND**

We, AMANAHRAYA TRUSTEES BHD, have acted as Trustee of CIMB-PRINCIPAL EQUITY GROWTH & INCOME FUND for the six months financial period ended 31 October 2019. In our opinion, Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*), the Manager, has operated and managed CIMB-Principal Equity Growth & Income Fund in accordance with the limitations imposed on the investment powers of the management company under the Deeds, securities laws and the applicable Guidelines on Unit Trust Funds for the six months financial period ended 31 October 2019.

We are of the opinion that:

- (a) Valuation and pricing is carried out in accordance with the Deeds and any regulatory requirement;
- (b) Creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement; and
- (c) The distribution of income made by CIMB-PRINCIPAL EQUITY GROWTH & INCOME FUND as declared by the Manager is appropriate and reflects the investment objective OF CIMB-PRINCIPAL EQUITY GROWTH & INCOME FUND.

Yours faithfully

AMANAHRAYA TRUSTEES BERHAD

HABSAH BINTI BAKAR

Chief Executive Officer

Kuala Lumpur, Malaysia
12 December 2019

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

	Note	01.05.2019 to 31.10.2019 RM	01.05.2018 to 31.10.2018 RM
INCOME/(LOSS)			
Dividend income		3,192,223	3,014,641
Interest income from deposits with licensed financial institutions at amortised cost		61,209	167,071
Net loss on financial assets at fair value through profit or loss	8	(219,827)	(16,710,531)
Net foreign exchange (loss)/gain		<u>(510,204)</u>	<u>121,057</u>
		<u>2,523,401</u>	<u>(13,407,762)</u>
EXPENSES			
Management fee	4	1,236,927	1,269,031
Trustee's and custodian fees	5	76,288	82,104
Transaction costs		564,053	643,717
Audit fee		9,055	8,550
Tax agent's fee		13,264	3,400
Other expenses		<u>64,312</u>	<u>23,669</u>
		<u>1,963,899</u>	<u>2,030,471</u>
PROFIT/(LOSS) BEFORE TAXATION		559,502	(15,438,233)
Taxation	6	<u>-</u>	<u>(63,616)</u>
PROFIT/(LOSS) AFTER TAXATION AND TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD		<u>559,502</u>	<u>(15,501,849)</u>
Profit/(Loss) after taxation is made up as follows:			
Realised amount		2,121,668	(781,290)
Unrealised amount		<u>(1,562,166)</u>	<u>(14,720,559)</u>
		<u>559,502</u>	<u>(15,501,849)</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 OCTOBER 2019**

		31.10.2019	30.04.2019
	Note	RM	Audited RM
ASSETS			
Cash and cash equivalents	9	10,137,308	6,002,317
Financial assets at fair value through profit or loss	8	158,046,190	163,402,633
Amount due from stockbrokers		2,845,446	684,702
Amount due from Manager		77,951	230,314
Amount due from Manager of collective investment schemes			
- Management fee rebate		35,931	17,658
Dividends receivable		222,621	98,764
Tax recoverable		214,108	214,108
TOTAL ASSETS		<u>171,579,555</u>	<u>170,650,496</u>
LIABILITIES			
Amount due to stockbrokers		5,766,559	1,696,983
Amount due to Manager		319,220	98,354
Accrued management fee		206,315	203,834
Amount due to Trustee		9,768	9,663
Other payables and accruals		14,551	14,946
TOTAL LIABILITIES		<u>6,316,413</u>	<u>2,023,780</u>
NET ASSET VALUE OF THE FUND		<u>165,263,142</u>	<u>168,626,716</u>
EQUITY			
Unit holders' capital		95,960,212	92,668,890
Retained earnings		69,302,930	75,957,826
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>165,263,142</u>	<u>168,626,716</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)	10	<u>135,461,479</u>	<u>132,857,812</u>
NET ASSET VALUE PER UNIT (RM) (EX-DISTRIBUTION)		<u>1.2200</u>	<u>1.2692</u>

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

**UNAUDITED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 OCTOBER 2019**

	Note	Unit holders' capital RM	Retained earnings RM	Total RM
Balance as at 1 May 2019		92,668,890	75,957,826	168,626,716
Movement in unit holders' contributions:				
- Creation of units from applications		5,332,441	-	5,332,441
- Creation of units from distribution		6,755,721	-	6,755,721
- Cancellation of units		(8,796,840)	-	(8,796,840)
Total comprehensive income for the financial period		-	559,502	559,502
Distribution	7	-	(7,214,398)	(7,214,398)
Balance as at 31 October 2019		<u>95,960,212</u>	<u>69,302,930</u>	<u>165,263,142</u>
Balance as at 1 May 2018		72,307,779	93,332,017	165,639,796
Movement in unit holders' contributions:				
- Creation of units from applications		20,060,264	-	20,060,264
- Creation of units from distribution		9,221,663	-	9,221,663
- Cancellation of units		(7,668,916)	-	(7,668,916)
Total comprehensive loss for the financial period		-	(15,501,849)	(15,501,849)
Distribution	7	-	(9,600,590)	(9,600,590)
Balance as at 31 October 2018		<u>93,920,790</u>	<u>68,229,578</u>	<u>162,150,368</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 OCTOBER 2019**

	01.05.2019 to 31.10.2019	01.05.2018 to 31.10.2018
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of quoted securities	101,607,041	107,088,709
Purchase of quoted securities	(95,079,090)	(120,998,727)
Dividend income received	3,079,069	2,878,513
Interest income received from deposits with licensed financial institutions	61,209	167,071
Management fee paid	(1,234,668)	(1,244,081)
Management fee rebate received	2,917	12,146
Trustee's and custodian fees paid	(76,183)	(81,714)
Payments for other fees and expenses	(37,385)	(57,713)
Net realised foreign exchange loss	(568,563)	(18,385)
Net cash generated from/(used in) from operating activities	<u>7,754,347</u>	<u>(12,254,181)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	5,484,804	20,740,303
Payments for cancellation of units	(8,575,974)	(7,534,681)
Distribution paid	(458,677)	(378,927)
Net cash (used in)/generated from financing activities	<u>(3,549,847)</u>	<u>12,826,695</u>
Net increase in cash and cash equivalents	4,204,500	572,514
Effects of foreign exchange differences	(69,509)	176,890
Cash and cash equivalents at the beginning of the financial period	<u>6,002,317</u>	<u>10,390,117</u>
Cash and cash equivalents at the end of the financial period	<u><u>10,137,308</u></u>	<u><u>11,139,521</u></u>
<u>Cash and cash equivalents comprised of:</u>		
Bank balances	4,094,784	5,351,003
Deposits with licensed financial institutions	<u>6,042,524</u>	<u>5,788,518</u>
Cash and cash equivalents at the end of the financial period	<u><u>10,137,308</u></u>	<u><u>11,139,521</u></u>

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 OCTOBER 2019****1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES**

CIMB-Principal Equity Growth & Income Fund (the “Fund”) is governed by a Principal Master Deed dated 15 May 2008, a Third Supplemental Master Deed dated 14 July 2008, a Sixth Supplemental Master Deed dated 16 July 2009, a Seventh Supplemental Master Deed dated 11 February 2010, Thirteenth Supplemental Master Deed dated 26 June 2012, and an Eighteenth Supplemental Master Deed dated 25 March 2015 (collectively referred to as the “Deeds”), made between Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the “Manager”) and AmanahRaya Trustees Bhd (the “Trustee”).

The Fund may invest between 70% to 98% (both inclusive) of its NAV in equities in order to gain long-term capital growth. The Fund may opt to invest in foreign equities up to a maximum of 30% of its NAV. Such foreign equities must be equity securities of companies domiciled in, listed in, and/or have significant operations in Asia ex Japan. “Significant operations” means major businesses of the company. For example, the Fund can invest in a company with significant business/operations in Thailand but listed on the NYSE. The threshold for “significant operations” would be if more than 30% of total group revenue derives from countries in Asia ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). In line with its objective, the investment policy and strategy of the Fund will be to invest primarily in equities, with a bias towards growth stocks that have the potential to deliver long-term capital appreciation and to a lesser extent focus on dividend yielding stocks that provides income. The Fund may opt to seek investment exposure via Collective Investment Schemes that is in line with the Fund’s objective, subject to the requirement of the SC Guidelines. To a lesser extent, the Fund invests in liquid assets primarily for the purpose of cash management.

The investment management function for the foreign investments of this Fund has been delegated to Principal Asset Management (S) Pte Ltd (*formerly known as CIMB-Principal Asset Management (S) Pte Ltd*) (“Principal (S)”) with the approval of the SC. Principal (S) will be responsible for investing and managing these foreign investments in accordance with the investment objective and within the investment restrictions.

All investments are subject to the SC Guidelines on Unit Trust Funds, SC requirements, the Deeds, 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

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:

The Fund has applied the following standard for the first time for the financial period beginning 1 May 2019:

(i) Financial year beginning on/after 1 May 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 May 2019 that have a material effect on the financial statements of the Fund.

(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.

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

Investments in collective investment schemes are debt instruments with contractual cash flows that do not represent payments of principal and interest ("SPPI"), and therefore are classified as fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from stockbrokers, amount due from Manager, amount due from Manager of collective investment schemes 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.

Collective investment schemes are valued based on the most recent published NAV per unit or share of such collective investment schemes or, if unavailable, the last published price of such unit or share (excluding any sales charge included in such selling price).

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.

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

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.

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated on the effective interest method over the period from the date of placement to the date of maturity of the respective deposits.

Loans and receivables and other financial liabilities are subsequently 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.

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) Foreign currencyFunctional 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 Ringgit Malaysia (“RM”), which is the Fund’s functional and presentation currency.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) Foreign currency (continued)

Functional and presentation currency (continued)

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgment 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 RM primarily due to following factors:

Functional and presentation currency (continued)

- i. The Fund's units are denominated in RM.
- ii. Significant portion of the Fund's expenses are denominated in RM.
- iii. Significant portion of the Fund's NAV is invested in investment denominated in RM.

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 statement of comprehensive income, except when deferred in OCI as qualifying cash flow hedges.

(d) Income recognition

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

Interest income from deposits with licensed financial institutions is recognised on a time proportionate basis using effective interest rate method on an accrual basis.

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

(e) Cash and cash equivalents

For the purpose of statement of cash flow, cash and cash equivalent comprise bank balances and deposits held in highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) Distribution

A distribution to the Fund's unit holders is accounted for as a deduction from realised reserve. A proposed distribution is recognised as a liability in the financial period in which it is approved by the Trustee.

(h) Transactions 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, advisers, brokers and dealers. Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as expenses.

(i) Unit holders' capital

The unit holders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's NAV;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial year if unit holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at prices based on the Fund's NAV per unit at the time of creation or cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units.

(j) Amount due from/to stockbrokers

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

These amounts are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment for amount due from stockbrokers. A provision for impairment of amount due from stockbrokers is established when there is objective evidence that the Fund will not be able to collect all amounts due from the relevant stockbrokers. Significant financial difficulties of the stockbrokers, probability that the brokers will enter bankruptcy or financial reorganisation, and default in payments are considered indicators that the amount due from stockbrokers is impaired. Once a financial asset or a group of similar financial assets has been written down as a result of an impairment loss, interest income is recognised using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(k) Management fee rebate

Management fee rebate is derived from the collective investment schemes held by the Fund on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of collective investment schemes held.

(l) Critical accounting estimates and judgments 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 Fund's results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgment 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 these accounting policies, no significant judgment was required.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES

The investment objective of the Fund is to achieve capital appreciation over the medium to long-term through all types of investments that have the potential for above average growth over time.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk, interest rate 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 Deeds and SC Guidelines on Unit Trust Funds.

(a) Market risk

(i) Price risk

This is the risk that the fair value of investments in collective investment schemes and quoted securities will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk). The value of collective investment schemes and 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 collective investment schemes, quoted securities and other financial instruments within specified limits according to the Deeds.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**(a) Market risk (continued)****(ii) Interest rate risk**

Interest rate is a general economic indicator that will have an impact on the management of the Fund.

Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

The Fund's exposure to fair value interest rate risk arises from investment in money market instruments. The interest rate risk is expected to be minimal as the Fund's investments comprise mainly short term deposits with approved licensed financial institutions.

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Fund is not exposed to cash flow interest rate risk as the Fund does not hold any financial instruments at variable interest rate.

As at the end of each financial year, the Fund is not exposed to a material level of interest rate risk.

(iii) 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 RM 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 a counterparty will default on its contractual obligation resulting in financial loss to the Fund.

The credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

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 Manager of collective investment schemes, the Fund will invest with an investment management company of the collective investment schemes which is authorised or approved by the relevant regulatory authority in its home jurisdiction.

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 collective investment schemes 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 balances, deposits with licensed financial institutions 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 fund 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 equity consisting of unit holders' capital and retained earnings. 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 values 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 judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment 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 RM	Level 2 RM	Level 3 RM	Total RM
31.10.2019				
Financial assets at fair value through profit or loss:				
- Collective investment schemes	1,900,833	-	-	1,900,833
- Quoted securities - Local	112,896,069	-	-	112,896,069
- Quoted securities - Foreign	<u>43,249,288</u>	<u>-</u>	<u>-</u>	<u>43,249,288</u>
	<u>158,046,190</u>	<u>-</u>	<u>-</u>	<u>158,046,190</u>

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
30.04.2019				
Audited				
Financial assets at fair value through profit or loss:				
- Collective investment schemes	1,955,280	-	-	1,955,280
- Quoted securities - Local	114,405,915	-	-	114,405,915
- Quoted securities - Foreign	47,041,438	-	-	47,041,438
	<u>163,402,633</u>	<u>-</u>	<u>-</u>	<u>163,402,633</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include collective investment schemes and quoted securities. 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, amount due from Manager of collective investment schemes, 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 Deeds, the Manager is entitled to a management fee of up to 1.50% per annum calculated daily based on the NAV of the Fund.

For the six months financial period ended 31 October 2019, the management fee is recognised at a rate of 1.50% per annum (31.10.2018: 1.50% per annum).

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

5. TRUSTEE'S AND CUSTODIAN FEES

In accordance the Deeds, the Trustee is entitled to a fee not exceeding 0.07% per annum calculated daily based on the NAV of the Fund.

The foreign sub-custodian fee is dependent on the country invested and is charged monthly in arrears.

For the six months financial period ended 31 October 2019, the Trustee's fee is recognised at a rate of 0.07% per annum (31.10.2018: 0.07% per annum) while the foreign custodian fee is recognised at RM22,883 (31.10.2018: RM29,890).

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

6. TAXATION

	01.05.2019 to 31.10.2019 RM	01.05.2018 to 31.10.2018 RM
Tax charged for the financial period:		
- Current taxation – local	-	-
- Current taxation – foreign	-	63,616
	<u>-</u>	<u>63,616</u>

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

	01.05.2019 to 31.10.2019 RM	01.05.2018 to 31.10.2018 RM
Profit/(Loss) before taxation	<u>609,143</u>	<u>(15,438,232)</u>
Taxation at Malaysian statutory rate of 24% (31.10.2018: 24%)	146,194	(3,705,176)
Tax effects of:		
Investment income not subject to tax	(605,616)	3,217,863
Expenses not deductible for tax purposes	157,567	176,566
Restriction on tax deductible expenses for Unit Trust Funds	301,855	310,747
Effects of foreign tax on foreign taxable income	<u>-</u>	<u>63,616</u>
Taxation	<u>-</u>	<u>63,616</u>

7. DISTRIBUTION

Distribution to unit holders is derived from the following sources:

	01.05.2019 to 31.10.2019	01.05.2018 to 31.10.2018
	RM	RM
Dividend income	1,692,673	723,941
Interest income from deposits with licensed financial institutions	18,047	30,955
Net realised gain on disposal of quoted securities	628,565	1,482,032
Prior financial year's realised income	4,876,312	7,473,842
	<u>7,215,597</u>	<u>9,710,770</u>
Less:		
Expenses	(1,199)	(110,180)
Taxation	-	-
Net distribution amount	<u>7,214,398</u>	<u>9,600,590</u>

Distribution on 18 July 2019

Gross/Net distribution per unit (sen)	<u>5.45</u>	<u>-</u>
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Distribution on 26 July 2018

Gross/Net distribution per unit (sen)	<u>-</u>	<u>7.75</u>
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Gross distribution is derived using total income less total expenses. Net distribution above is mainly sourced from current and prior financial periods' realised income.

Gross distribution per unit is derived from gross realised income less expense, divided by the number of units in circulation. Net distribution per unit is derived from net realised income less expenses and taxation, divided by the number of units in circulation.

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.10.2019	30.04.2019
	RM	Audited RM
At fair value through profit or loss at inception:		
- Collective investment schemes	1,900,833	1,955,280
- Quoted securities – local	112,896,069	114,405,915
- Quoted securities – foreign	43,249,288	47,041,438
	<u>158,046,190</u>	<u>163,402,633</u>
	01.05.2019 to 31.10.2019	01.05.2018 to 31.10.2018
	RM	RM
Net loss on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	1,256,081	(2,199,149)
- Unrealised fair value loss	(1,496,876)	(14,543,969)
- Management fee rebate #	20,968	32,587
	<u>(219,827)</u>	<u>(16,710,531)</u>

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Other income represents the Fund's entitlement to management fee rebate from the Manager of collective investment schemes the Fund invests in.

For the six months financial period ended 31 October 2019, the rebate is recognised at a rate of 2.00% and 1.75% per annum respectively for PT CIMB-Principal Indo Domestic Equity Fund (31.10.2018: 2.00%) and PT CIMB-Principal RD Smart Equity Fund calculated and accrued daily based on the NAV of the collective investment schemes.

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.10.2019				
COLLECTIVE				
INVESTMENT SCHEMES				
PT CIMB-Principal Asset Management Indo Domestic Equity Fund	3,567,578	943,147	997,932	0.60
PT CIMB-Principal Asset Management RD Smart Equity Fund	<u>2,846,196</u>	<u>973,942</u>	<u>902,901</u>	<u>0.55</u>
TOTAL COLLECTIVE INVESTMENT SCHEMES	<u>6,413,774</u>	<u>1,917,089</u>	<u>1,900,833</u>	<u>1.15</u>
 ACCUMULATED				
UNREALISED LOSS ON				
COLLECTIVE				
INVESTMENT SCHEMES				
AT FAIR VALUE				
THROUGH PROFIT OR				
LOSS				
		<u>(16,256)</u>		
 TOTAL COLLECTIVE				
INVESTMENT SCHEMES				
AT FAIR VALUE				
THROUGH PROFIT OR				
LOSS				
		<u><u>1,900,833</u></u>		

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.10.2019 (CONTINUED)				
QUOTED SECURITIES - LOCAL				
Communication Services				
Axiata Group Bhd	577,900	2,682,887	2,484,970	1.50
Digi.com Bhd	781,200	3,773,021	3,671,640	2.22
Time Dotcom Bhd	262,800	2,235,550	2,399,364	1.45
	<u>1,621,900</u>	<u>8,691,458</u>	<u>8,555,974</u>	<u>5.17</u>
Consumer Discretionary				
Aeon Co. M Bhd	1,373,800	2,141,881	2,280,508	1.38
Bermaz Auto Bhd	438,800	1,100,107	1,000,464	0.61
Genting Bhd	78,500	609,009	456,085	0.28
Genting Malaysia Bhd	631,600	2,103,364	2,027,436	1.23
	<u>2,522,700</u>	<u>5,954,361</u>	<u>5,764,493</u>	<u>3.50</u>
Consumer Staples				
Carlsberg Brewery Malaysia Bhd	46,000	1,121,531	1,276,040	0.77
Nestle Malaysia Bhd	8,400	1,209,402	1,215,480	0.74
Sime Darby Plantation Bhd	525,200	2,506,149	2,578,732	1.56
	<u>579,600</u>	<u>4,837,082</u>	<u>5,070,252</u>	<u>3.07</u>
Energy				
Dayang Enterprise Holding Bhd	1,099,800	1,985,106	2,144,610	1.30
Dialog Group Bhd	381,900	989,832	1,329,012	0.80
Hibiscus Petroleum Bhd	1,235,000	1,254,361	1,160,900	0.70
	<u>2,716,700</u>	<u>4,229,299</u>	<u>4,634,522</u>	<u>2.80</u>
Financials				
CIMB Group Holdings Bhd	1,727,492	9,036,354	9,069,333	5.49
Hong Leong Bank Bhd	135,200	2,270,249	2,328,144	1.41
Malayan Banking Bhd	1,268,417	11,217,988	10,908,386	6.60
Public Bank Bhd	71,610	1,432,146	1,453,683	0.88
RHB Bank Bhd	354,200	1,955,144	2,036,650	1.23
	<u>3,556,919</u>	<u>25,911,881</u>	<u>25,796,196</u>	<u>15.61</u>
Health Care				
Hartalega Hldg Bhd	7,100	35,500	37,346	0.02
IHH Healthcare Bhd	736,400	4,244,898	4,197,480	2.54
Top Glove Corporation Bhd	117,100	547,130	509,385	0.31
	<u>860,600</u>	<u>4,827,528</u>	<u>4,744,211</u>	<u>2.87</u>
Industrials				
Econpile Holdings Bhd	2,998,200	1,660,077	2,158,704	1.31
Gamuda Bhd	1,175,500	3,455,354	4,396,370	2.66
IJM Corporation Bhd	1,448,000	2,684,487	3,113,200	1.88
I-STONE Group Bhd	4,600,000	797,925	1,104,000	0.67

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.10.2019				
(CONTINUED)				
QUOTED SECURITIES - LOCAL (CONTINUED)				
Industrials (Continued)				
Lingkar Trans Kota Holding Bhd	349,500	1,722,716	1,611,195	0.97
Malaysia Airports Holding Bhd	208,500	1,509,318	1,651,320	1.00
MISC Bhd	263,900	1,793,162	2,198,287	1.33
Pentamaster Corporation Bhd	103,932	281,077	479,127	0.29
Sime Darby Bhd	1,634,300	3,765,837	3,709,861	2.24
Westports Holdings Bhd	620,400	2,324,542	2,655,312	1.61
	<u>13,402,232</u>	<u>19,994,495</u>	<u>23,077,376</u>	<u>13.96</u>
Information Technology				
JHM Consolidation	1,888,200	2,474,142	2,511,306	1.52
Malaysian Pacific Industries	218,700	2,333,322	2,340,090	1.42
Revenue Group Bhd – Warrant	2,827,800	1,910,306	1,965,321	1.19
Uchi Technologies Bhd	546,300	1,665,251	1,507,788	0.91
Vitrox Corp Bhd	427,400	2,975,710	3,303,802	2.00
	<u>5,908,400</u>	<u>11,358,731</u>	<u>11,628,307</u>	<u>7.04</u>
Materials				
Petronas Chemicals Group Bhd	227,700	1,854,486	1,700,919	1.03
Press Metal Aluminium Holding Bhd	643,100	3,134,282	3,061,156	1.85
	<u>870,800</u>	<u>4,988,768</u>	<u>4,762,075</u>	<u>2.88</u>
Real Estate				
IGB REIT	713,200	1,212,055	1,362,212	0.82
Sime Darby Property Bhd	862,100	657,057	625,023	0.38
Sunway Bhd	1,242,400	2,104,998	2,112,080	1.28
Sunway REIT	625,400	1,129,035	1,131,974	0.68
UOA Development Bhd	516,100	1,191,337	1,032,200	0.62
	<u>3,959,200</u>	<u>6,294,482</u>	<u>6,263,489</u>	<u>3.78</u>
Utilities				
Taliworks Corp Bhd	1,130,600	1,014,395	1,028,845	0.63
Tenaga Nasional Bhd	834,800	11,287,795	11,570,329	7.00
	<u>1,965,400</u>	<u>12,302,190</u>	<u>12,599,174</u>	<u>7.63</u>
TOTAL QUOTED SECURITIES- LOCAL	<u>37,964,451</u>	<u>109,390,275</u>	<u>112,896,069</u>	<u>68.31</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.10.2019 (CONTINUED) QUOTED SECURITIES - FOREIGN				
CAYMAN ISLAND				
Consumer Discretionary Anhui Conch Cement Co. Ltd	3,925	2,649,241	2,896,803	1.75
TOTAL CAYMAN ISLAND	3,925	2,649,241	2,896,803	1.75
CHINA				
Industrials Centre Testing International - A	229,000	1,288,390	1,902,248	1.15
TOTAL CHINA	229,000	1,288,390	1,902,248	1.15
HONG KONG SAR, CHINA				
Communication Services Tencent Holding Ltd	10,600	1,343,206	1,812,796	1.10
Consumer Product Galaxy Entertainment Group Ltd	58,000	1,686,610	1,674,307	1.01
Shenzhou International Group	15,100	886,197	874,209	0.53
	<u>73,100</u>	<u>2,572,807</u>	<u>2,548,516</u>	<u>1.54</u>
Financials AIA Group Ltd	59,700	1,640,997	2,496,755	1.51
Industrials Techtronic Industries Co	65,000	1,402,145	2,131,067	1.29
Information Technology Riverhill Holding Ltd	2,165,000	-	-	-
TOTAL HONG KONG SAR, CHINA	2,373,400	6,959,155	8,989,134	5.44
INDIA				
Energy Reliance Industries Ltd	24,210	1,501,539	2,088,118	1.26
Financials HDFC Bank Ltd	22,728	1,649,014	2,469,334	1.49

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.10.2019 (CONTINUED)				
QUOTED SECURITIES - FOREIGN (CONTINUED)				
INDIA (CONTINUED)				
Industrials				
Larsen & Toubro Ltd	13,040	1,202,582	1,131,385	0.68
TOTAL INDIA	59,978	4,353,135	5,688,837	3.43
INDONESIA				
Financials				
Bank Rakyat Indonesia	1,258,900	1,313,910	1,576,211	0.95
Materials				
Semen Indonesia Persero Tbk	456,300	1,609,543	1,716,651	1.04
TOTAL INDONESIA	1,715,200	2,923,453	3,292,862	1.99
SINGAPORE				
Communication Services				
NetLink NBN Trust	899,700	2,348,985	2,566,809	1.55
Industrials				
Singapore Technologies Engineering Ltd	148,100	1,575,512	1,812,762	1.10
Real Estate				
Capitaland Ltd	150,400	1,664,223	1,660,975	1.01
Keppel DC REIT	391,125	1,814,754	2,399,708	1.45
Lendlease Global Commercial	1,205,200	3,221,606	3,512,332	2.13
	1,746,725	6,700,583	7,573,015	4.59
TOTAL SINGAPORE	2,794,525	10,625,080	11,952,586	7.24
SOUTH KOREA				
Consumer Staples				
LG HouseHold & Health Care, Ltd	176	792,582	796,484	0.49
Information Technology				
Samsung Electronics Co. Ltd	10,515	1,256,769	1,901,907	1.16
TOTAL SOUTH KOREA	10,691	2,049,351	2,698,391	1.65

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.10.2019 (CONTINUED)				
QUOTED SECURITIES - FOREIGN (CONTINUED)				
TAIWAN				
Information Technology				
Taiwan Semiconductor Manufacturing Co.Ltd	103,000	2,953,700	4,218,283	2.55
TOTAL TAIWAN	103,000	2,953,700	4,218,283	2.55
THAILAND				
Communication Services				
Intouch Holdings PCL - NVDR	176,200	1,534,603	1,610,144	0.97
TOAL THAILAND	176,200	1,534,603	1,610,144	0.97
TOTAL QUOTED SECURITIES - FOREIGN	7,465,919	35,336,108	43,249,288	26.17
TOTAL QUOTED SECURITIES	45,430,370	144,726,384	156,145,357	94.48
ACCUMULATED UNREALISED GAIN ON QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		11,418,974		
TOTAL QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		156,145,357		

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.04.2019				
Audited				
COLLECTIVE				
INVESTMENT SCHEMES				
PT CIMB-Principal Indo Domestic Equity Fund	3,567,578	943,147	1,026,771	0.61
PT CIMB-Principal Smart Equity Fund	<u>2,846,196</u>	<u>973,942</u>	<u>928,509</u>	<u>0.55</u>
TOTAL COLLECTIVE INVESTMENT SCHEMES	<u>6,413,774</u>	<u>1,917,089</u>	<u>1,955,280</u>	<u>1.16</u>
ACCUMULATED				
UNREALISED GAIN ON				
COLLECTIVE				
INVESTMENT SCHEMES				
AT FAIR VALUE				
THROUGH PROFIT OR				
LOSS				
		<u>38,191</u>		
TOTAL COLLECTIVE INVESTMENT SCHEMES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u><u>1,955,280</u></u>		

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.04.2019				
Audited (CONTINUED)				
QUOTED SECURITIES - LOCAL				
Basic Materials				
Petronas Chemicals Group Bhd	643,500	5,240,938	5,791,500	3.43
Consumer Products				
Astro Malaysia Holding Bhd	1,034,000	1,178,256	1,499,300	0.89
Bermaz Auto Bhd	94,600	208,062	227,040	0.13
British American Tobacco Bhd	76,200	2,623,083	2,656,332	1.58
Fraser & Neave Holdings Bhd	49,500	1,738,381	1,727,550	1.02
Genting Bhd	548,500	4,255,307	3,861,440	2.29
Genting Malaysia Bhd	870,100	2,685,340	2,766,918	1.64
IOI Corporation Bhd	509,000	2,315,950	2,295,590	1.36
Kuala Lumpur Kepong Bhd	96,700	2,385,724	2,392,358	1.42
Nestle Malaysia Bhd	8,400	1,209,402	1,227,240	0.73
UMW Hldg Bhd	109,700	591,152	597,865	0.35
	<u>3,396,700</u>	<u>19,190,657</u>	<u>19,251,633</u>	<u>11.41</u>
Energy				
Dialog Group Bhd	1,279,700	3,316,807	4,120,634	2.44
Hibiscus Petroleum Bhd	1,480,000	1,574,774	1,687,200	1.00
Petronas Dagangan Bhd	45,100	1,232,153	1,090,518	0.65
Sapura Energy Bhd	9,600,000	3,216,210	3,120,000	1.85
	<u>12,404,800</u>	<u>9,339,944</u>	<u>10,018,352</u>	<u>5.94</u>
Financial Services				
Alliance Bank Malaysia Bhd	272,100	1,134,267	1,104,726	0.66
AMMB Holding Bhd	578,000	2,602,557	2,583,660	1.53
CIMB Group Holdings Bhd	347,792	2,028,221	1,832,864	1.09
Hong Leong Bank Bhd	65,500	1,170,507	1,308,690	0.78
Malayan Banking Bhd	986,749	9,100,112	9,127,428	5.41
Public Bank Bhd	136,010	2,842,784	3,060,225	1.81
RHB Bank Bhd	769,900	4,226,858	4,588,604	2.72
	<u>3,156,051</u>	<u>23,105,306</u>	<u>23,606,197</u>	<u>14.00</u>
Health Care				
IHH Healthcare Bhd	318,500	1,863,336	1,770,860	1.05

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.04.2019				
Audited (CONTINUED)				
QUOTED SECURITIES -				
LOCAL (CONTINUED)				
Industrials				
Econpile Holdings Bhd	1,661,000	727,396	1,071,345	0.64
Gamuda Bhd	685,300	1,583,301	2,398,550	1.42
HSS Engineers Bhd	1,109,300	1,200,444	1,231,323	0.73
IJM Corp Bhd	1,298,000	2,331,987	3,037,320	1.80
Malaysia Airports Hldg Bhd	137,100	1,064,076	1,046,073	0.62
MISC Bhd	332,900	2,124,045	2,297,010	1.36
Pentamaster Corp Bhd	170,888	272,186	738,236	0.44
Ranhill Holdings Bhd	256,800	274,576	300,456	0.18
Sime Darby Bhd	1,367,200	3,158,561	3,171,904	1.88
Sime Darby Plantation Bhd	658,000	3,398,965	3,395,280	2.01
TRC Synergy Bhd	3,900,000	2,463,580	2,866,500	1.70
Uchi Technologies Bhd	546,300	1,665,251	1,556,955	0.92
Westports Holdings Bhd	620,400	2,324,542	2,357,520	1.40
Yinson Holdings Bhd	492,500	2,263,119	2,383,700	1.41
	<u>13,235,688</u>	<u>24,852,029</u>	<u>27,852,172</u>	<u>16.51</u>
REITs				
IGB Reit	1,338,000	2,273,877	2,488,680	1.48
Sunway Reit	1,234,000	2,227,740	2,307,580	1.37
	<u>2,572,000</u>	<u>4,501,617</u>	<u>4,796,260</u>	<u>2.85</u>
Technology				
Globetronics Technology Bhd	168,600	290,079	320,340	0.19
JHM Consolidation	1,888,200	2,474,142	2,398,014	1.42
	<u>2,056,800</u>	<u>2,764,221</u>	<u>2,718,354</u>	<u>1.61</u>
Telecommunications				
Axiata Group Bhd	571,500	2,314,251	2,268,855	1.35
Digi.Com Bhd	528,600	2,424,830	2,431,560	1.44
Time Dotcom Bhd	262,800	2,235,550	2,352,060	1.39
	<u>1,362,900</u>	<u>6,974,631</u>	<u>7,052,475</u>	<u>4.18</u>
Utilities				
Tenaga Nasional Bhd	940,400	12,715,672	11,548,112	6.85
TOTAL QUOTED SECURITIES - LOCAL	<u>40,087,339</u>	<u>110,548,351</u>	<u>114,405,915</u>	<u>67.83</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.04.2019				
Audited (CONTINUED)				
QUOTED SECURITIES - FOREIGN				
CAYMAN ISLAND				
Consumer Products				
Alibaba Group Holdings Ltd	2,627	1,687,398	2,014,806	1.19
TOTAL CAYMAN ISLANDS	2,627	1,687,398	2,014,806	1.19
CHINA				
Financial Services				
Industrial and Commercial Bank	450,000	1,232,181	1,396,283	0.83
Ping An Insurance Group Co. - H ²	36,500	1,253,880	1,816,103	1.08
	486,500	2,486,061	3,212,386	1.91
Industrials				
Centre Testing International	306,800	1,726,104	1,877,183	1.11
Hangzhou Hikvision Digital Technology Co.	78,000	1,697,191	1,564,346	0.93
	384,800	3,423,295	3,441,529	2.04
TOTAL CHINA	871,300	5,909,356	6,653,915	3.95
HONG KONG				
Consumer Products				
Galaxy Entertainment Group Ltd	39,000	1,246,081	1,204,976	0.71
Techtronic Industries Co	65,000	1,402,145	1,941,521	1.15
	104,000	2,648,226	3,146,497	1.86
Financial Services				
AIA Group Ltd	56,700	1,185,009	2,388,071	1.42
China Resources Land Ltd	90,000	1,480,322	1,619,120	0.96
Henderson Land Development	64,000	1,677,509	1,628,444	0.97
	210,700	4,342,840	5,635,635	3.35
REITs				
Link REIT	44,500	1,773,795	2,144,998	1.27
Technology				
Riverhill Holdings Ltd	2,165,000	-	-	-
Tencent Hldg Ltd	10,600	1,343,206	2,166,623	1.28
	2,175,600	1,343,206	2,166,623	1.28
TOTAL HONG KONG	2,534,800	10,108,067	13,093,753	7.76

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.04.2019				
Audited (CONTINUED)				
QUOTED SECURITIES - FOREIGN (CONTINUED)				
INDIA				
Energy				
Reliance Industries Ltd	46,402	2,877,918	3,838,945	2.28
Financial Services				
HDFC Bank Ltd	11,347	808,960	1,561,989	0.93
ICICI Bank Ltd	57,679	1,264,729	1,396,149	0.83
	<u>69,026</u>	<u>2,073,689</u>	<u>2,958,138</u>	<u>1.76</u>
TOTAL INDIA	<u>115,428</u>	<u>4,951,607</u>	<u>6,797,083</u>	<u>4.04</u>
INDONESIA				
Financial Services				
Bank Rakyat Indonesia	1,258,900	1,313,910	1,594,304	0.95
Industrials				
Semen Indonesia Persero TBK	239,800	851,476	938,170	0.56
TOTAL INDONESIA	<u>1,498,700</u>	<u>2,165,386</u>	<u>2,532,474</u>	<u>1.51</u>
PHILIPPINES				
Industrials				
Megawide Construction Corporation	234,600	327,335	416,434	0.25
TOTAL PHILIPPINES	<u>234,600</u>	<u>327,335</u>	<u>416,434</u>	<u>0.25</u>
SINGAPORE				
Financial Services				
CDL Hospitality Trusts	191,400	993,154	930,908	0.55
DBS Group Holdings Ltd	18,000	1,134,054	1,545,738	0.92
Keppel DC REIT	221,000	991,401	1,014,412	0.60
	<u>430,400</u>	<u>3,118,609</u>	<u>3,491,058</u>	<u>2.07</u>
Industrials				
Singapore Technologies Engineering Ltd	148,100	1,575,512	1,782,770	1.06
Venture Corporation Ltd	19,500	840,788	1,005,915	0.60
	<u>167,600</u>	<u>2,416,300</u>	<u>2,788,685</u>	<u>1.66</u>
TOTAL SINGAPORE	<u>598,000</u>	<u>5,534,909</u>	<u>6,279,743</u>	<u>3.73</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED)				
QUOTED SECURITIES - FOREIGN (CONTINUED)				
SOUTH KOREA				
Consumer Products				
LG HouseHold & Healthcare	111	495,581	558,382	0.33
Samsung Electronics Co. Ltd	15,891	1,899,316	2,577,504	1.53
	<u>16,002</u>	<u>2,394,897</u>	<u>3,135,886</u>	<u>1.86</u>
TOTAL SOUTH KOREA	<u>16,002</u>	<u>2,394,897</u>	<u>3,135,886</u>	<u>1.86</u>
TAIWAN				
Technology				
Taiwan Semiconductor Manufacturing Co.Ltd	103,000	2,953,700	3,566,715	2.12
TOTAL TAIWAN	<u>103,000</u>	<u>2,953,700</u>	<u>3,566,715</u>	<u>2.12</u>
THAILAND				
Consumer Products				
CP All Public Company Ltd - NVDR ¹	92,200	788,928	925,285	0.54
TOTAL THAILAND	<u>92,200</u>	<u>788,928</u>	<u>925,285</u>	<u>0.54</u>
UNITED STATES				
Consumer Products				
Huazhu Group Ltd	9,275	1,216,016	1,625,344	0.96
TOTAL UNITED STATES	<u>9,275</u>	<u>1,216,016</u>	<u>1,625,344</u>	<u>0.96</u>
TOTAL QUOTED SECURITIES - FOREIGN	<u>6,075,932</u>	<u>38,037,599</u>	<u>47,041,438</u>	<u>27.91</u>
TOTAL QUOTED SECURITIES	<u>46,163,271</u>	<u>148,585,950</u>	<u>161,447,353</u>	<u>95.74</u>
ACCUMULATED UNREALISED GAIN ON QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>12,861,403</u>		
TOTAL QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>161,447,353</u>		

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

¹ 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.

² 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.

³ 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 exchange.

9. CASH AND CASH EQUIVALENTS

	31.10.2019	30.04.2019
	RM	Audited RM
Deposits with licensed financial institutions	6,042,524	938,085
Bank balances	4,094,784	5,064,232
	<u>10,137,308</u>	<u>6,002,317</u>

The weighted average effective interest rate per annum is as follows:

	31.10.2019	30.04.2019
	%	Audited %
Deposits with licensed financial institutions	<u>3.17</u>	<u>3.30</u>

Deposits with licensed financial institutions of the Fund have an average maturity of Nil (30.04.2019: 1 days).

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.05.2019 to 31.10.2019	01.05.2018 to 30.04.2019
	No. of units	Audited No. of units
At the beginning of the financial period/year	132,857,812	117,518,163
Add : Creation of units from applications	4,304,972	22,724,799
Add : Creation of units from distribution	5,459,610	7,066,408
Less: Cancellation of units	(7,160,915)	(14,451,558)
At the end of the financial period/year	<u>135,461,479</u>	<u>132,857,812</u>

11. MANAGEMENT EXPENSE RATIO (“MER”)

	01.05.2019 to 31.10.2019 %	01.05.2018 to 31.10.2018 %
MER	<u>0.81</u>	<u>0.83</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 RM165,844,392 (31.10.2018: RM168,004,166).

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	01.05.2019 to 31.10.2019	01.05.2018 to 31.10.2018
PTR (times)	<u>0.61</u>	<u>0.68</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 = RM104,840,001 (31.10.2018: RM117,840,001)
- total disposal for the financial period = RM98,900,928 (31.10.2018: RM109,203,130)

13. 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
PT Principal Asset Management <i>(formerly known as PT CIMB-Principal Asset Management Berhad)</i>	Subsidiary 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 Bank Bhd	Fellow related party to the Manager
CIMB Investment Bank Bhd	Fellow related party to the Manager
CGS-CIMB Securities Sdn Bhd	Fellow related party to the Manager

Units held by the Manager and parties related to the Manager

	31.10.2019		30.04.2019	
	No. of units	RM	No. of units	RM
Manager				
Principal Asset Management Berhad <i>(formerly known as CIMB-Principal Asset Management Berhad)</i>	122,446	149,384	94,492	119,929

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.

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

	01.05.2019 to 31.10.2019 RM	01.05.2018 to 31.10.2018 RM
<u>Significant related party transactions</u>		
Interest income from deposits with licensed financial institution:		
- CIMB Bank Bhd	<u>8,626</u>	<u>-</u>
Cash placements with licensed financial institution:		
- CIMB Bank Bhd	<u>51,476,000</u>	<u>-</u>

There were no significant related party balances as at the end of each financial period/year.

14. TRANSACTIONS WITH BROKERS/DEALERS

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

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CLSA Securities (M) Sdn Bhd	28,995,607	14.29	53,131	13.30
Macquarie Capital Securities (M) Sdn Bhd	22,757,259	11.22	44,220	11.07
KAF-Seagroatt & Campbell Sec	21,793,110	10.74	47,923	12.00
Maybank Investment Bank Bhd	19,773,218	9.74	42,860	10.73
Hong Leong Investment Bank Bhd	13,662,497	6.73	30,741	7.69
UBS Securities Malaysia Sdn Bhd	13,048,773	6.43	24,430	6.11
RHB Investment Bank Bhd	11,018,662	5.43	24,282	6.08
Affin Hwang Investment Bank Bhd	10,922,533	5.38	23,982	6.00
CGS-CIMB Securities Sdn Bhd #	8,045,764	3.97	14,490	3.63
Citigroup Global Markets Ltd	7,515,345	3.70	7,587	1.90
Others	45,384,739	22.37	85,868	21.49
	<u>202,917,507</u>	<u>100.00</u>	<u>399,514</u>	<u>100.00</u>

14. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

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

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
Macquarie Malaysia Sdn Bhd	38,650,680	17.02	84,750	17.01
RHB Investment Bank Bhd	23,667,129	10.42	52,604	10.56
KAF-Seagroatt & Campbell Securities Bhd	23,158,496	10.20	50,858	10.20
CLSA Securities (M) Sdn Bhd	15,360,145	6.77	33,981	6.82
Affin Hwang Investment Bank Bhd	15,252,277	6.72	33,316	6.68
CIMB Investment Bank Bhd #	15,074,515	6.64	32,827	6.59
J.P. Morgan Sec (M) Sdn Bhd	14,111,131	6.22	30,683	6.16
Maybank Investment Bank Bhd	9,191,143	4.05	20,235	4.06
Credit Suisse Securities (Malaysia) Sdn Bhd	8,686,060	3.83	18,947	3.80
Hong Leong Investment Bank Bhd	6,513,822	2.87	14,656	2.94
Others #	57,358,046	25.26	125,514	25.18
	<u>227,023,444</u>	<u>100.00</u>	<u>498,371</u>	<u>100.00</u>

Included in the transactions are trades conducted with CIMB Investment Bank Bhd, CIMB Securities (S) Pte Ltd and CGS-CIMB Securities Sdn Bhd, fellow related parties to the Manager amounting to Nil (31.10.2018: RM15,074,515), Nil (31.10.2018: RM1,159,281) and RM8,045,764 (31.10.2018: Nil). The Manager is of the opinion that all transactions with the related company have been entered into in the normal course of business at agreed terms between the related parties.

DIRECTORY

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