

CIMB Principal PRS Plus Growth

Annual Report

For The Financial Year Ended 31 January 2020

CIMB-PRINCIPAL PRS PLUS GROWTH

ANNUAL REPORT

FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2020

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MEMBERS' LETTER

Dear Valued Members,

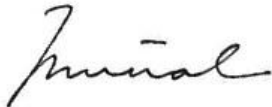
At Principal, we believe just like every cloud has a silver lining – there are opportunities in every market condition. We have seen an unexpected softening in Malaysia's economic growth due to the COVID-19 outbreak, local political changes and ongoing uncertainties already in place globally – such as Brexit, the US Presidential election and ongoing trade discussions. While these factors create heightened market volatility, it can offer good opportunities for investors to invest at attractive valuations.

We believe in investing in fundamentals – not quick wins or fads. We'll work with you to manage your investment portfolio with an understanding of your risk appetite, goals and time horizon for investing. Because we know that integrity, honesty, and comprehensive expertise is the surest path to helping you reach your long-term financial goals.

Around the world, Principal manages USD735.3 billion in assets and across Southeast Asia, we manage RM88.1 billion (as of December 2019). We're uniquely positioned to help you with global and local insights and offer a wide portfolio of fixed income and equity solutions. We're focusing our investment strategy on utility, telecommunication, consumers and REITs sectors for defensive and high yielding qualities.

We appreciate your continuous support and the trust you place in us. We're here to help you navigate these changing market conditions and keep your portfolio balanced to your risk tolerance. Please check out www.principal.com.my or our Facebook account (@PrincipalMY) for ongoing investment updates and educational articles and tips.

Yours faithfully,
for **Principal Asset Management Berhad**
(formerly known as *CIMB-Principal Asset Management Berhad*)



Munirah Khairuddin
Chief Executive Officer

PRS PROVIDER'S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund seeks to provide capital growth over the long-term by investing in a portfolio of primarily equities with some exposure in fixed income instruments.

Has the Fund achieved its objective?

Yes, the Fund has achieved its objective of capital appreciation over the medium to long-term by investing in a portfolio of primarily equities with some exposure in fixed income instruments.

What are the Fund investment policy and principal investment strategy?

The Fund will invest in a portfolio of mixed assets, primarily in equities with some exposure in fixed income instruments, to provide capital growth to the Fund.

The investments by the Fund in equities which include foreign exposure shall not exceed 70% of the Fund's NAV and investments in both local and foreign fixed income instruments shall not be less than 30% of its NAV with a minimum credit rating of "BBB3" or "P2" by RAM Ratings ("RAM") or equivalent rating by Malaysia Rating Corporation Berhad ("MARC") or "BBB" by Standard & Poor's ("S&P") or equivalent rating by Moody's or Fitch.

The fixed income portion will provide capital stability to the Fund whilst the equity portion will provide the added return in a rising market. The Fund may opt to invest in fixed income instruments and equities either directly or via collective investment schemes.

Fund category/type

Core (Growth)

When was the Fund launched?

12 November 2012

What was the size of the Fund as at 31 January 2020?

RM67.73 million (95.38 million units)

What is the Fund's benchmark?

70% Financial Times Stock Exchange ("FTSE") Bursa Malaysia ("FBM") Top 100 ("FBM100") Index + 30% Quant shop Malaysian Government Securities ("MGS") Short Index

Note: The risk profile of the Fund is not the same as the risk profile of the benchmark.

What is the Fund distribution policy?

The Fund is not expected to pay any distribution.

PERFORMANCE DATA

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

	31.01.2020	31.01.2019	31.01.2018
	%	%	%
Quoted securities			
- Communication Services	6.38	4.13	6.60
- Consumer Discretionary	9.28	8.97	9.79
- Consumer Staples	2.75	5.04	1.88
- Energy	1.04	2.32	1.34
- Financials	14.24	18.23	19.84
- Health Care	0.80	0.72	7.19
- Industrials	6.44	9.15	-
- Information Technology	7.11	4.53	5.73
- Materials	4.76	6.69	10.60
- Real Estate	12.00	6.14	5.44
Unquoted fixed income securities	32.32	31.34	29.75
Cash and other net assets	2.88	2.74	1.84
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

Note: The Fund had applied the Global Industry Classification Standard (“GICS”) sectors classification.

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

	31.01.2020	31.01.2019	31.01.2018
NAV (RM Million)			
- Class A	29.94	22.43	17.66
- Class C	3.62	2.82	2.15
- Class X	34.17	26.15	21.51
Units in circulation (Million)			
- Class A	42.16	33.58	24.30
- Class C	5.11	4.23	2.96
- Class X	48.11	39.15	29.58
NAV per unit (RM)			
- Class A	0.7101	0.6678	0.7269
- Class C	0.7093	0.6678	0.7270
- Class X	0.7102	0.6679	0.7270
Highest NAV per unit (RM)			
- Class A	0.7390	0.7279	0.7335
- Class C	0.7383	0.7280	0.7336
- Class X	0.7392	0.7280	0.7336
Lowest NAV per unit (RM)			
- Class A	0.6626	0.6279	0.6059
- Class C	0.6626	0.6280	0.6061
- Class X	0.6628	0.6281	0.6061

PERFORMANCE DATA (CONTINUED)

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

	31.01.2020	31.01.2019	31.01.2018
Total return (%)			
- Class A	6.33	(7.81)	19.87
- Class C	6.23	(7.83)	19.87
- Class X	6.32	(7.80)	19.87
Capital growth (%)			
- Class A	6.33	(7.81)	19.87
- Class C	6.23	(7.83)	19.87
- Class X	6.32	(7.80)	19.87
Income distribution (%)			
- Class A	-	-	-
- Class C	-	-	-
- Class X	-	-	-
Management Expense Ratio ("MER") (%) ^	1.55	0.47	0.20
Portfolio Turnover Ratio ("PTR") (times) #	0.21	0.31	1.63

^ The Fund's MER increased from 0.47% to 1.55% mainly due to higher expenses during the financial year under review.

The Fund's PTR decreased from 0.31 times to 0.21 times. This is low and similar to the previous year in 2019. There no significant change in view of the stock markets and hence there were insignificant changes to the portfolio.

	31.01.2020	31.01.2019	31.01.2018	31.01.2017	31.01.2016
	%	%	%	%	%
Annual total return					
- Class A	6.33	(7.81)	19.87	14.65	(5.54)
- Class C	6.23	(7.83)	19.87	14.64	(5.54)
- Class X	6.32	(7.80)	19.87	14.64	(5.55)

(Launch date: 12 November 2012)

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 year have been extracted from Lipper.

MARKET REVIEW (1 FEBRUARY 2019 TO 31 JANUARY 2020)

Equity

For the year under review, the Asia Pacific Ex-Japan stock markets gained despite a brewing trade war between the US & China in the background. There were several factors which supported the stock market rally throughout this period. 1) As the Chinese economy stumbled, the authorities incrementally stepped up fiscal & monetary stimulus 2) The developed economies' central banks further eased including introducing new programs to purchase bonds 3) improving manufacturing outlook led by the technology sector 4) finally, receding trade tensions with a interim deal reached between the US & China at the end of year.

MARKET REVIEW (1 FEBRUARY 2019 TO 31 JANUARY 2020) (CONTINUED)**Fixed Income**

During the financial year under review, Bank Negara Malaysia (“BNM”) lowered the Overnight Policy Rate (“OPR”) by a total of 50 basis points (“bps”). On 7 May 2019, BNM lowered the OPR by 25 bps to 3.00% as widely anticipated by the market. The adjustment to the OPR was a pre-emptive move by the central bank to preserve the degree of monetary accommodativeness in the country. Following the OPR cut in May 2019, the rates remained flat at 3.00% for the rest of 2019. The next OPR cut was at the Monetary Policy Committee’s (“MPC”) first meeting in January 2020. This cut by the central bank came as a surprise to most. In its statement, BNM stated that the adjustment to the OPR is a pre-emptive measure to secure the improving growth trajectory amid price stability. They also mentioned that despite the dissipation of trade tensions pointing towards improving global trade activity as well as monetary easing across major economies helping to ease financial conditions, the downside risks continue to remain on the back of geopolitical tensions and policy uncertainties in some countries.

In the second month of 2019, the Consumer Price Index (“CPI”) declined by -0.4% year-on-year (“y-o-y”). It continued to rise at a slow pace of 0.2% y-o-y in the following months of March 2019, April 2019 and May 2019. In the following three months of June 2019, July 2019 and August 2019, it inched higher by rising 1.50%, 1.40% and 1.50% y-o-y respectively, on the back of the low base seen in the prior year due to the zeroisation of Goods and Services Tax (“GST”) in prior year 2018. In September 2019 and October 2019, it eased slightly to 1.1% y-o-y for two consecutive months. It continued to ease further in the month of November 2019 as it grew only 0.9% y-o-y as food and beverages and transport component prices weakened. The CPI for the month December 2019 was up 1% y-o-y, bringing in full year inflation for 2019 at 0.7%.

The local bond market saw some volatility following the announcement made by FTSE Russell to place Malaysia in their Watch list in the month of April 2019. In the month of September 2019, the index provider announced that Malaysia would continue to be on the Watch list up until the next review in March 2020. As for now, Malaysia continues to be in the index provider’s World Government Bond Index (“WGBI”). In the month of May 2019, the central bank announced measures to boost bond market accessibility, likely in response to the action taken by the index provider. The measures include boosting repo market liquidity and flexibility and enhancing the delivery mechanism for settlement of government securities futures contracts. The local bond market also saw a mild boost following the central bank’s recent announcement in early November 2019 whereby they cut the Statutory Reserve Requirement (“SRR”) ratio to 3% from 3.5% to enhance liquidity in the domestic financial system. The 10-year Malaysian Government Security (“MGS”) began the year at 4.10% and ended the year at 3.32%. Government bond yields across all tenors moved lower by 32-93 bps in 2019. Following the rate cut seen in January 2020, the yields on all the Malaysian govies went down between 15 to 25 bps with the longer tenures moving the most. Yields continued to move lower at the end of January 2020 as investors across all markets became rattled by the new 2019 COVID-19 which was first identified in Wuhan, Hubei province, China.

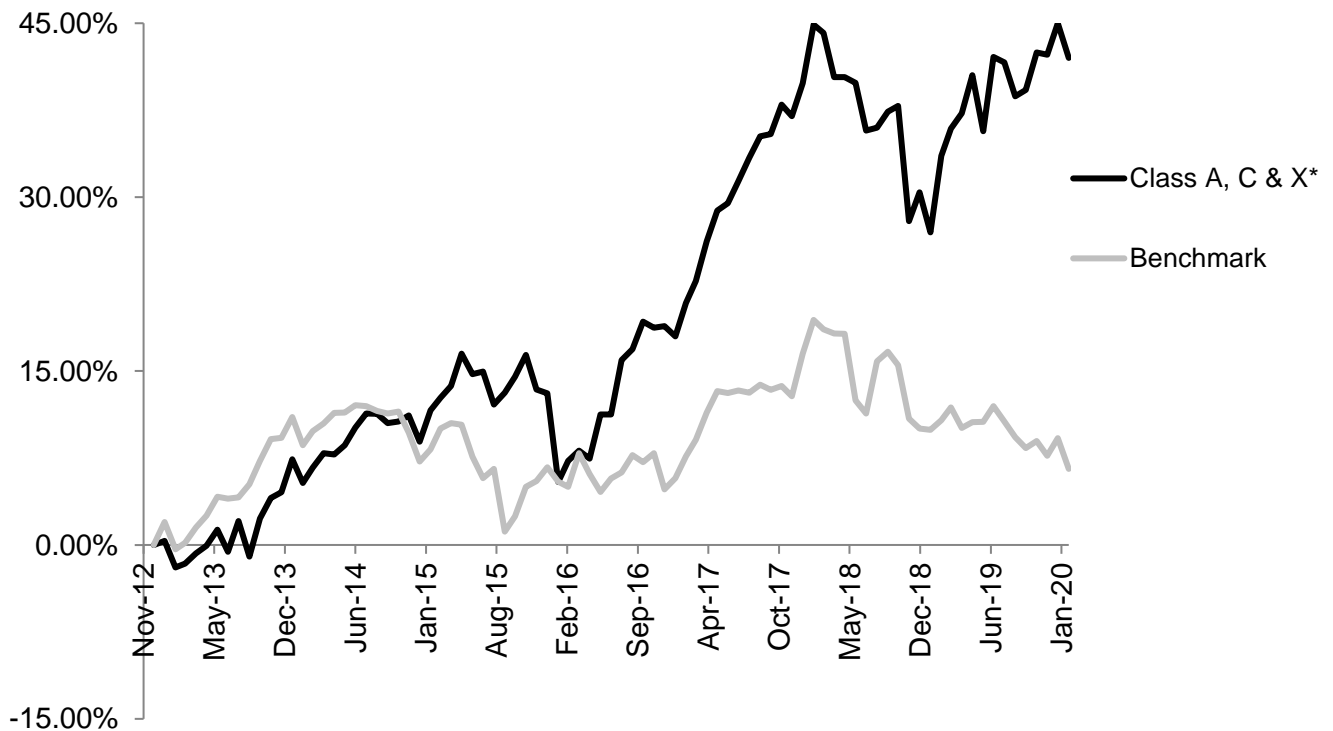
Meanwhile, the country’s economy expanded by 4.4% in the third quarter of 2019, slower than the 4.9% growth recorded in the second quarter of 2019 and the 4.5% growth seen in the first quarter of 2019. We saw the fourth quarter of 2019 (“4Q2019”) Gross Domestic Product (“GDP”) coming in at a low of 3.6% due to the weaker manufacturing and agriculture sectors. According to the Statistics Department, GDP expanded at 4.3% in 2019 which was slower than the 4.7% in 2018. The growth in 2019 was the weakest since 2009.

FUND PERFORMANCE

	1 year to 31.01.2020			3 years to 31.01.2020		
	Class A	Class C	Class X	Class A	Class C	Class X
	%	%	%	%	%	%
Income	-	-	-	-	-	-
Capital	6.33	6.23	6.32	17.51	17.37	17.50
Total Return	6.33	6.23	6.32	17.51	17.37	17.50
Benchmark	(3.78)	(3.78)	(3.78)	(1.01)	(1.01)	(1.01)
Average Total Return	6.33	6.23	6.32	5.53	5.48	5.52

	5 years to 31.01.2020			Since inception to 31.01.2020		
	Class A	Class C	Class X	Class A	Class C	Class X
	%	%	%	%	%	%
Income	-	-	-	-	-	-
Capital	27.26	27.11	27.23	42.02	41.88	42.04
Total Return	27.26	27.11	27.23	42.02	41.88	42.04
Benchmark	(1.71)	(1.71)	(1.71)	6.56	6.56	6.56
Average Total Return	4.94	4.91	4.93	4.98	4.96	4.98

The Fund rose by 6.33%, 6.23%, 6.32% for Classes A, C, X, respectively, during the financial year under review, outperforming the benchmark return of -3.78%.



* Performance of Class A, Class C and Class X are almost the same. Slight variation was due to different timing of units created for each of the class.

FUND PERFORMANCE (CONTINUED)

Changes in NAV

CLASS A	31.01.2020	31.01.2019	Changes %
NAV (RM Million)	29.94	22.43	33.48
NAV/Unit (RM)	0.7101	0.6678	6.33
CLASS C	31.01.2020	31.01.2019	Changes %
NAV (RM Million)	3.63	2.82	28.72
NAV/Unit (RM)	0.7093	0.6678	6.21
CLASS X	31.01.2020	31.01.2019	Changes %
NAV (RM Million)	34.17	26.15	30.67
NAV/Unit (RM)	0.7102	0.6679	6.33

The NAV of the Fund rose by 33.48%, 28.72% and 30.67% for Classes A, C, X, respectively, due to the increase in NAV per unit and strong fund unit creation in the respective classes.

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 year have been extracted from Lipper.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	31.01.2020	31.01.2019
Quoted securities	64.80	65.92
Unquoted fixed income securities	32.32	31.34
Cash and other net assets	2.88	2.74
TOTAL	100.00	100.00

As at 31 January 2020, the Fund held 64.80% in quoted securities, 32.32% in fixed income securities with the rest in cash. The cash level is slightly higher than the previous year as there are expected near term volatility expected.

MARKET OUTLOOK*

Equity

In the near term, the stock market is likely to be clouded by the uncertainty surrounding the global COVID-19 pandemic. We expect sharp drop in economic activities globally as the authorities urgently strive to contain the spread of the virus. Banning of mass gatherings, travel restrictions, temporary closures of malls, schools and most drastically, lockdowns are causing widespread fear that the global economy will suffer a recession. The ensuing demand and supply shocks will put a strain on many companies' profitability and cash flows. Financial conditions will also be tight as the banks remain wary of extending credit.

Beyond this, while the situation remains fluid, we expect this outbreak to be eventually contained. Globally, the authorities have taken unprecedented measures such as strict travel restrictions in a bid to contain the spread of the disease. China, being the epicenter of the virus outbreak has seen massive improvements as the numbers of infections have dropped drastically. The rest of the world, especially, Europe & the US albeit with a delay, have now taken draconian steps to contain the virus. We expect the drop in infections will take the same profile as that of China's eventually. To resolve the tight financial and economic conditions, we expect central banks and the government to stimulate the economy via massive fiscal and monetary stimulus. This will allow companies to tide over weak cash flows and eventually recover over time.

Fixed Income

The Malaysian Government on Monday (16 March 2020) night announced measures to contain the spread of the COVID-19. The number of confirmed cases accelerated over the last few days – with 790 confirmed cases as of writing compared with less than 50 cases two weeks ago. Movement control is akin to enforced social distancing. The end game is to allow the epidemic curve to flatten. The countries that have achieved a flattening are China, Taiwan, Singapore, South Korea and Hong Kong. Malaysia has borrowed a page from these countries on their containment policies. The containment policy would have a drag effect on domestic economic activities especially consumption arising from closure of government and private business premises.

Whilst trade war factors have dissipated currently, it is replaced by the fallout from the COVID-19 outbreak in China and now the rest of the world. BNM has acted swiftly by cutting policy rate by 25 bps twice in January 2020 and March 2020. In addition, BNM highlighted that there is ample room to cut interest rate given the slow economic growth and moderate inflation. At time of report writing, BNM has cut the OPR by 50 bps in total at the MPC meetings held on 22 January 2020 as well as on 3 March 2020. The likelihood of a third rate cut therefore has increased with the timing to be determined by BNM. Nevertheless, should the developed world's efforts to fight COVID-19 be prolonged, the possibility of a fourth OPR cut should not be discounted. To cushion the fallout from the COVID-19 breakout, policymakers have announced a RM20 billions fiscal stimuli that includes: - (1) targeted special relief financing facility for sectors, e.g. hotels and tour operators, negatively affected by COVID-19 outbreak; (2) reduction in employees' contribution to EPF, which would put money directly into consumers' hands; and (3) front-loading of existing spending such as Bantuan Sara Hidup and other infrastructure projects.

For now, we continue to expect the domestic bond market to remain supported but at time of report writing, we are seeing the bond market being sold off on the back of the plunge in oil prices, regional market rates coming off as well as the weaker Ringgit. Additionally, we highlight the possibility of a negative impact to the country's sovereign credit ratings by the three foreign rating agencies. We were expecting some primary issuances in the first half of 2020 but supply seems fairly limited in this current environment. We expect investors to be watching closely BNM's next move, FTSE Russell's verdict on whether Malaysia will remain on their WGBI index in early April 2020 and the success of the containment measures.

* 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

Equity

With the expected sell-off in the stock market in the near term, we expect an indiscriminate selling of stocks. This will present the fund an opportunity to accumulate quality companies with a fundamentally and structurally strong long-term growth profile at more reasonable prices. These companies include leading internet companies and leading semiconductor companies among others.

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. Our strategy will be to discover and exposed to stocks in these growing sectors early.

Fixed Income

For fixed income, we continue to prefer corporate bonds for the portfolio with a preference for credits which are in the AA-bucket with stronger fundamentals.

MEMBERS STATISTICS AS AT 31 JANUARY 2020

CLASS A

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	6,174	13.08	31.02
5,001-10,000	1,224	8.23	19.52
10,001-50,000	903	16.38	38.85
50,001-500,000	24	3.11	7.38
500,001 and above	1	1.36	3.23
Total	8,326	42.16	100.00

CLASS C

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	552	1.22	23.87
5,001-10,000	155	1.08	21.14
10,001-50,000	99	1.77	34.64
50,001-500,000	6	1.04	20.35
500,001 and above	-	-	-
Total	812	5.11	100.00

CLASS X

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	4,960	4.63	9.62
5,001-10,000	1,009	7.41	15.40
10,001-50,000	1,345	27.73	57.64
50,001-500,000	121	8.34	17.34
500,001 and above	-	-	-
Total	7,435	48.11	100.00

SOFT COMMISSIONS AND REBATES

Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the “PRS Provider”) 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 PRS Provider and the Trustee did not receive any rebates from the brokers or dealers but the PRS Provider has retained soft commissions 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 THE PRS PROVIDER TO THE MEMBERS OF
CIMB-PRINCIPAL PRS PLUS GROWTH**

We, being the Directors of Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the “PRS Provider”), do hereby state that, in the opinion of the PRS Provider, the accompanying audited financial statements set out on pages 17 to 57 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 January 2020 and of its financial performance, changes in net assets attributable to members and cash flows for the financial year then ended in accordance with the provisions of the Malaysian Financial Reporting Standards (“MFRS”) and International Financial Reporting Standards (“IFRS”).

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
23 March 2020

**TRUSTEE'S REPORT TO THE MEMBERS OF
CIMB-PRINCIPAL PRS PLUS GROWTH**

We have acted as Trustee for CIMB-Principal PRS Plus Growth (the "Fund") for the financial year ended 31 January 2020. To the best of our knowledge for the financial year under review, Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the "PRS Provider") has operated and managed the Fund in accordance with the following:

- (a) limitations imposed on the investment powers of the PRS Provider and Trustee under the Deeds, the Securities Commission's Guidelines on Private Retirement Schemes, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) the valuation/pricing for the Fund is carried out in accordance with the Deeds of the Fund and applicable regulatory requirements; and
- (c) creation and cancellation of units for the Fund have been carried out in accordance with the Deeds and applicable regulatory requirements.

For **Deutsche Trustees Malaysia Berhad**

NG HON LEONG
Head, Trustee Operations

RICHARD LIM HOCK SENG
Chief Executive Officer

Kuala Lumpur
18 March 2020

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
CIMB-PRINCIPAL PRS PLUS GROWTH**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements of CIMB-Principal PRS Plus Growth (the "Fund") give a true and fair view of the financial position of the Fund as at 31 January 2020, and of its financial performance and its cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards.

What we have audited

We have audited the financial statements of the Fund, which comprise the statement of financial position as at 31 January 2020, and the statement of comprehensive income, statement of changes in net assets attributable to members and statement of cash flows for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 17 to 57.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the "Auditors' responsibilities for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and other ethical responsibilities

We are independent of the Fund in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
CIMB-PRINCIPAL PRS PLUS GROWTH (CONTINUED)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Information other than the financial statements and auditors' report thereon

The PRS Provider of the Fund is responsible for the other information. The other information comprises the PRS Provider's Report, but does not include the financial statements of the Fund and our auditors' report thereon.

Our opinion on the financial statements of the Fund does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Fund, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Fund or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the PRS Provider for the financial statements

The PRS Provider of the Fund is responsible for the preparation of the financial statements of the Fund that give a true and fair view in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards in Malaysia. The PRS Provider is also responsible for such internal control as the PRS Provider determine is necessary to enable the preparation of financial statements of the Fund that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Fund, the PRS Provider is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the PRS Provider either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
CIMB-PRINCIPAL PRS PLUS GROWTH (CONTINUED)****REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)**Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Fund as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the financial statements of the Fund, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the PRS Provider.
- (d) Conclude on the appropriateness of the PRS Provider's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Fund or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the financial statements of the Fund, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
CIMB-PRINCIPAL PRS PLUS GROWTH (CONTINUED)**

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditors' responsibilities for the audit of the financial statements (continued)

We communicate with the PRS Provider regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

OTHER MATTERS

This report is made solely to the members of the Fund and for no other purpose. We do not assume responsibility to any other person for the content of this report.

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146
Chartered Accountants

Kuala Lumpur
23 March 2020

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2020**

	Note	2020 RM	2019 RM
INCOME/(LOSS)			
Dividend income		1,189,137	931,383
Interest income from deposits with licensed financial institutions at amortised cost		18,038	19,551
Interest income from unquoted fixed income securities at fair value through profit or loss		826,718	636,729
Net gain/(loss) on financial assets at fair value through profit or loss	7	2,387,803	(4,473,586)
Net foreign exchange loss		(61,396)	(147,278)
		<u>4,360,300</u>	<u>(3,033,201)</u>
EXPENSES			
Management fee	4	837,424	140,596
Private Pension Administrator's fee	4	23,835	17,452
Trustee's and Custodian fees	5	37,385	30,403
Audit fee		10,500	10,500
Tax agent's fee		4,000	2,600
Transaction costs		42,863	52,788
Other expenses		84,933	3,993
		<u>1,040,940</u>	<u>258,332</u>
PROFIT/(LOSS) BEFORE TAXATION		3,319,360	(3,291,533)
Taxation	6	-	(38,385)
INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>3,319,360</u>	<u>(3,329,918)</u>
Increase/(Decrease) in net assets attributable to members is made up as follows:			
Realised amount		(447,292)	(60,951)
Unrealised amount		3,766,652	(3,268,967)
		<u>3,319,360</u>	<u>(3,329,918)</u>

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

**STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2020**

	Note	2020 RM	2019 RM
ASSETS			
Cash and cash equivalents	8	1,928,013	891,021
Financial assets at fair value through profit or loss	7	65,781,168	49,998,408
Amount due from the PRS Provider			
- Creation of units		103,918	569,862
Dividends receivable		37,850	24,238
TOTAL ASSETS		<u>67,850,949</u>	<u>51,483,529</u>
LIABILITIES			
Amount due to PRS Provider			
- Cancellation of units		17,678	3,466
- Management fees		82,515	59,025
Amount due to Trustee		2,349	1,680
Amount due to Private Pension Administrator		2,349	1,680
Other payables and accruals		14,500	13,300
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO MEMBERS)		<u>119,391</u>	<u>79,151</u>
NET ASSET VALUE OF THE FUND		<u>67,731,558</u>	<u>51,404,378</u>
NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>67,731,558</u>	<u>51,404,378</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class A		29,938,225	22,428,598
- Class C		3,625,400	2,824,987
- Class X		34,167,933	26,150,793
		<u>67,731,558</u>	<u>51,404,378</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class A		42,159,769	33,584,071
- Class C		5,110,519	4,230,204
- Class X		48,105,186	39,148,092
	9	<u>95,375,474</u>	<u>76,962,367</u>
NET ASSET VALUE PER UNIT (RM)			
- Class A		0.7101	0.6678
- Class C		0.7093	0.6678
- Class X		0.7102	0.6679

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

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO MEMBERS
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2020**

	2020	2019
	RM	RM
NET ASSETS ATTRIBUTABLE TO MEMBERS AT THE BEGINNING OF THE FINANCIAL YEAR	51,404,378	41,323,360
Movement due to units created and cancelled during the financial year:		
Creation of units from applications		
- Class A	7,019,247	7,267,407
- Class C	745,888	901,445
- Class X	8,880,991	8,074,046
	<u>16,646,126</u>	<u>16,242,898</u>
Cancellation of units		
- Class A	(918,162)	(1,156,088)
- Class C	(118,938)	(51,956)
- Class X	(2,601,206)	(1,623,918)
	<u>(3,638,306)</u>	<u>(2,831,962)</u>
Increase/(Decrease) in net assets attributable to members during the financial year	<u>3,319,360</u>	<u>(3,329,918)</u>
NET ASSETS ATTRIBUTABLE TO MEMBERS AT THE END OF THE FINANCIAL YEAR	<u><u>67,731,558</u></u>	<u><u>51,404,378</u></u>

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

**STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2020**

	Note	2020 RM	2019 RM
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of quoted securities		5,084,920	5,458,559
Proceeds from disposal of unquoted fixed income securities		-	961,139
Proceeds from redemption of unquoted fixed income securities		900,000	-
Purchase of quoted securities		(13,103,200)	(15,588,212)
Purchase of unquoted fixed income securities		(6,399,365)	(4,783,149)
Dividend income received		1,081,876	755,742
Interest income received from deposits with licensed financial institutions		18,038	19,551
Interest income received from unquoted fixed income securities		923,026	687,338
Management fee paid		(813,934)	(81,571)
Private Pension Administrator's fees paid		(23,166)	(17,150)
Trustee's and custodian fees paid		(36,716)	(30,101)
Payments for other fees and expenses		(22,720)	(19,795)
Net realised foreign exchange loss		(50,687)	(80,555)
Net cash used in operating activities		<u>(12,441,928)</u>	<u>(12,718,204)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash proceeds from units created		17,112,070	16,133,344
Payments for cancellation of units		(3,624,094)	(2,861,057)
Net cash generated from financing activities		<u>13,487,976</u>	<u>13,272,287</u>
Net increase in cash and cash equivalents		1,046,048	554,083
Effects of foreign exchange differences		(9,056)	(12,029)
Cash and cash equivalents at the beginning of the financial year		891,021	348,967
Cash and cash equivalents at the end of the financial year	8	<u>1,928,013</u>	<u>891,021</u>
<u>Cash and cash equivalents comprised of:</u>			
Deposits with licensed financial institutions		233,018	219,021
Bank balances		1,694,995	672,000
Cash and cash equivalents at the end of the financial year	8	<u>1,928,013</u>	<u>891,021</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2020****1. THE FUND, THE PRS PROVIDER AND ITS PRINCIPAL ACTIVITIES**

CIMB-Principal PRS Plus Growth (the "Fund") is governed by a Deed dated 8 November 2012, a First Supplemental Deed dated 2 January 2014 and a Second Supplemental Deed dated 25 November 2014 (collectively referred to as the "Deeds") made between Principal Asset Management Bhd (*formerly known as CIMB-Principal Asset Management Bhd*) (the "PRS Provider") and Deutsche Trustee Malaysia Berhad (the "Trustee").

The Fund offers three classes of units known respectively as Class A, Class C and Class X. In accordance with the Disclosure Document, Class A and Class C are for Members who have attained the age 18 years as of the date of opening a private pension account. Class A and C have different management fee. Class X is for members who participate via respective employers and is subject to a minimum of 200 participating employees per employer or 50 participating employees under payroll deduction per employer.

The Fund will invest in a portfolio of mixed assets, primarily in equities with some exposure in Fixed Income Instruments, to provide capital growth to the Fund.

The investments by the Fund in equities which include foreign exposure shall not exceed 70% of the Fund's Net Asset Value ("NAV") and investments in both local and foreign Fixed Income Instruments shall not be less than 30% of its NAV with a minimum credit rating of "BBB3" or "P2" by Rating Agency Malaysia ("RAM") or equivalent rating by Malaysian Rating Corporation Berhad ("MARC") or "BBB" by S&P or equivalent rating by Moody's or Fitch.

The fixed income portion will provide capital stability to the Fund whilst the equity portion will provide the added return in a rising market. The Fund may opt to invest in Fixed Income Instruments and equities either directly or via collective investment schemes.

All investments are subjected to the Securities Commission Malaysia's ("SC") Guidelines on Private Retirement Schemes ("PRS"), 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 PRS Provider, 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 PRS Provider 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 Malaysian Financial Reporting Standard ("MFRS") and International Financial Reporting Standard ("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 year.

It also requires the PRS Provider to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and judgement are based on the PRS Provider'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(k).

Standards, amendments to published standards or interpretations that are effective and relevant:

The Fund has applied the following amendments to published standard for the first time for the financial period beginning 1 February 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 February 2019 that have a material effect on the financial statements of the Fund.

There are no applicable standards, amendments to standards or interpretations that are effective for annual periods beginning on/after 1 February 2020 to 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.

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

The Fund has not taken the option to irrevocably designate any equity securities as fair value through OCI.

The contractual cash flows of the Fund's debt securities are solely principal and interest. However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from the PRS Provider and dividends receivable as financial assets 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 the PRS Provider, amount due to Trustee, amount due to Private Pension Administrator and other payables and accruals as other financial liabilities.

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 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 year 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.

Foreign quoted securities are valued based on the last traded market price quoted on the respective foreign stock exchange 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 PRS Provider, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Unquoted fixed income securities denominated in Ringgit Malaysia (“RM”) are revalued on a daily basis based on fair value prices quoted by a Bond Pricing Agency (“BPA”) registered with the SC as per the SC Guidelines on PRS. Refer to Note 2(k) for further explanation.

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.

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

Impairment for assets carried at amortised costs

The Fund measures credit risk and expected credit loss (“ECL”) using probability of default, exposure at default and loss given default. The PRS Provider consider both historical analysis and forward looking information in determining any ECL. The PRS Provider 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 the PRS Provider 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 year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(c) 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 and unquoted fixed income securities are recognised on a time proportionate basis using the effective interest rate method on an accrual basis.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

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

Realised gain or loss on disposal of unquoted fixed income securities is accounted for as the difference between the net disposal proceed and the carrying amount of investments, determined on cost adjusted for accretion of discount or amortisation of premium.

(d) Foreign currency

Functional and presentation currency

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

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

- i) The Fund's units are denominated in RM; and
- ii) Significant portion of the Fund's expenses are denominated in RM; and
- iii) Relatively more 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 year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(e) Members' contributions**

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

The Fund issues cancellable units, in three classes of units, known respectively as the Class A, Class C and Class X, which are cancelled at the member's option and do not have identical features subject to restrictions as stipulated in the Disclosure Document and SC Guidelines on PRS. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the unit to the Fund.

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

(f) Increase/Decrease in net assets attributable to members

Income not distributed is included in net assets attributable to members.

(g) Transaction costs

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

(h) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances and deposits held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(i) Taxation

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

Tax on investment 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)**(j) Realised and unrealised portions of increase/decrease in net assets attributable to members**

The analysis of realised and unrealised of increase/decrease in net assets attributable to members as presented on the statement of comprehensive income is prepared in accordance with SC Guidelines on PRS.

(k) Critical accounting estimates and judgements in applying accounting policies

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

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

Estimate of fair value of unquoted fixed income securities

In undertaking any of the Fund's investment, the PRS Provider 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 PRS.

Ringgit-denominated unquoted fixed income securities are valued using fair value prices quoted by a BPA. Where the PRS Provider is of the view that the price quoted by BPA for a specific unquoted fixed income securities differs from the market price by more than 20 bps, the PRS Provider may use market price, provided that the PRS Provider records its basis for using a non-BPA price, obtains necessary internal approvals to use the non-BPA price, and keeps an audit trail of all decisions and basis for adoption the use of non-BPA price.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial instruments of the Fund are as follows:

	Financial assets at fair value through profit or loss RM	Financial assets amortised at cost RM	Total RM
2020			
Cash and cash equivalents (Note 8)	-	1,928,013	1,928,013
Quoted securities (Note 7)	43,887,592	-	43,887,592
Unquoted fixed income securities (Note 7)	21,893,576	-	21,893,576
Amount due from the PRS Provider			
- Creation of units	-	103,918	103,918
Dividends receivable	-	37,850	37,850
	<u>65,781,168</u>	<u>2,069,781</u>	<u>67,850,949</u>
2019			
Cash and cash equivalents (Note 8)	-	891,021	891,021
Quoted securities (Note 7)	33,887,458	-	33,887,458
Unquoted fixed income securities (Note 7)	16,110,950	-	16,110,950
Amount due from the PRS Provider			
- Creation of units	-	569,862	569,862
Dividends receivable	-	24,238	24,238
	<u>49,998,408</u>	<u>1,485,121</u>	<u>51,483,529</u>

All current liabilities are financial liabilities which are carried at amortised cost.

The investment objective of the Fund is to provide capital growth over the long-term by a portfolio of primarily equities with some exposure in fixed income instruments.

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 PRS Provider and adherence to the investment restrictions as stipulated in the Deeds and SC Guidelines on PRS.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk

(i) Price risk

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

The price risk is managed through diversification and selection of quoted securities, unquoted fixed income securities and other financial instruments within specified limits according to the Deeds.

The Fund's overall exposure to price risk was as follows:

	2020 RM	2019 RM
Financial assets at fair value through profit or loss:		
- Quoted securities	43,887,592	33,887,458
- Unquoted fixed income securities*	21,893,576	16,110,950
	<u>65,781,168</u>	<u>49,998,408</u>

* Includes interest receivables of RM300,315 (2019: RM222,649).

The table below summarises the sensitivity of the Fund's profit or loss and NAV to movements in prices of quoted securities at the end of each financial year. The analysis is based on the assumptions that the price of the quoted securities fluctuate by 5% with all other variables held constant. This represents the PRS Provider's best estimate of a reasonable possible shift in the quoted securities, having regard to the historical volatility of the prices.

% Change in price of quoted securities	Market value RM	Impact on profit or loss/NAV RM
2020		
-5%	41,693,212	(2,194,380)
0%	43,887,592	-
+5%	46,081,972	2,194,380
2019		
-5%	32,193,085	(1,694,373)
0%	33,887,458	-
+5%	35,581,831	1,694,373

The Fund is exposed to price risk arising from interest rate fluctuation in relation to its investments of RM21,893,576 (2019: RM16,110,950) in unquoted fixed income securities. The Fund's exposure to price risk arising from interest rate fluctuation and the related sensitivity analysis are disclosed in "interest rate risk" below.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(ii) Interest rate risk

In general, when interest rates rise, unquoted fixed income securities prices will tend to fall and vice versa. Therefore, the NAV of the Fund may also tend to fall when interest rates rise or are expected to rise. However, investors should be aware that should the Fund holds an unquoted fixed income securities till maturity, such price fluctuations would dissipate as it approaches maturity, and thus the growth of the NAV shall not be affected at maturity. In order to mitigate interest rates exposure of the Fund, the PRS Provider will manage the duration of the portfolio via shorter or longer tenured assets depending on the view of the future interest rate trend of the PRS Provider, which is based on its continuous fundamental research and analysis.

Investors should note that the movement in prices of unquoted fixed income securities and money market instruments are benchmarked against interest rates. As such, the investments are exposed to the movement of the interest rates.

This risk is crucial since unquoted fixed income securities portfolio management depends on forecasting interest rate movements. Prices of unquoted fixed income securities move inversely to interest rate movements, therefore as interest rates rise, the prices of unquoted fixed income securities decrease and vice versa. Furthermore, unquoted fixed income securities with longer maturity and lower yield interest rates are more susceptible to interest rate movements.

Such investments may be subject to unanticipated rise in interest rates which may impair the ability of the issuers to meet the obligation under the instrument, especially if the issuers are highly leveraged. An increase in interest rates may therefore increase the potential for default by an issuer.

The table below summarises the sensitivity of the Fund's profit or loss and NAV to movements in prices of unquoted fixed income securities held by the Fund as a result of movement in interest rate at the end of each reporting year. The analysis is based on the assumptions that the interest rate changed by 1% with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the interest rate, having regard to the historical volatility of the interest rate.

% Change in interest rate	Impact on profit or loss/NAV	
	2020 RM	2019 RM
+1%	(18,449)	(21,487)
-1%	18,477	21,531

The Fund's exposure to interest rates risk associated with deposits with licensed financial institutions is not material as the deposits are held on short-term basis.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

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

	2020 %	2019 %
Deposits with licensed financial institutions	<u>2.75</u>	<u>3.45</u>

(iii) Currency risk

Currency risk of the Fund 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 PRS Provider 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.

The following table sets out the foreign currency risk concentrations arising from the denomination of the Fund's financial instruments in foreign currencies:

Financial assets	Cash and cash equivalents RM	Financial assets at fair value through profit or loss RM	Dividends receivable RM	Total RM
2020				
AUD	-	5,077,147	4,922	5,082,069
HKD	1,817	13,733,889	-	13,735,706
IDR	-	3,250,750	-	3,250,750
KRW	-	2,175,610	-	2,175,610
PHP	-	423,114	-	423,114
SGD	-	10,513,207	27,606	10,540,813
THB	-	1,630,125	-	1,630,125
TWD	-	736,576	-	736,576
USD	1,674,424	3,736,601	-	5,411,025
	<u>1,676,241</u>	<u>41,277,019</u>	<u>32,528</u>	<u>42,985,788</u>
2019				
AUD	-	5,188,535	5,466	5,194,001
HKD	1,798	11,972,511	13,350	11,987,659
IDR	-	2,866,699	-	2,866,699
KRW	-	781,969	-	781,969
PHP	-	454,533	-	454,533
SGD	-	5,775,906	5,422	5,781,328
THB	-	2,089,410	-	2,089,410
USD	647,661	1,966,397	-	2,614,058
	<u>649,459</u>	<u>31,095,960</u>	<u>24,238</u>	<u>31,769,657</u>

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES
(CONTINUED)

(a) Market risk (continued)

(iii) Currency risk (continued)

The table below summarises the sensitivity of the Fund's profit or loss and NAV to changes in foreign exchange movements at the end of each reporting year. The analysis is based on the assumption that the foreign exchange rate fluctuates by 5%, with all other variables remain constants. This represents management's best estimate of a reasonable possible shift in the foreign exchange rate, having regard to historical volatility of this rate. Disclosures below are shown in absolute terms, changes and impacts could be positive or negative.

	Change in foreign exchange rate	Impact on profit or loss/NAV	
		2020 RM	2019 RM
	%		
AUD	+/- 5	+/- 254,103	+/- 259,700
HKD	+/- 5	+/- 686,785	+/- 599,383
IDR	+/- 5	+/- 162,538	+/- 143,335
KRW	+/- 5	+/- 108,781	+/- 39,098
PHP	+/- 5	+/- 21,156	+/- 22,727
SGD	+/- 5	+/- 527,041	+/- 289,066
THB	+/- 5	+/- 81,506	+/- 104,471
TWD	+/- 5	+/- 36,829	-
USD	+/- 5	+/- 270,551	+/- 130,703
		<u>+/- 2,149,290</u>	<u>+/- 1,588,483</u>

(b) Credit risk

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

Investment in unquoted fixed income securities may involve a certain degree of credit/default risk with regards to the issuers. Generally, credit risk or default risk is the risk of loss due to the issuer's non-payment or untimely payment of the investment amount as well as the returns on investment. This will cause a decline in value of the defaulted unquoted fixed income securities and subsequently depress the NAV of the Fund. Usually credit risk is more apparent for an investment with a longer tenure, i.e. the longer the duration, the higher the credit risk.

Credit risk can be managed by performing continuous fundamental credit research and analysis to ascertain the creditworthiness of its issuer. In addition, the PRS Provider imposes a minimum rating requirement as rated by either local and/or foreign rating agencies and manages the duration of the investment in accordance with the objective of the Fund. For this Fund, the unquoted fixed income securities must satisfy a minimum rating requirement of at least "BBB3" or "P2" by RAM or equivalent rating by MARC or "BBB" by S&P or equivalent rating by Moody's or Fitch.

The credit risk arising from bank balances and 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 the PRS Provider, the settlement terms of the proceeds from the creation of units' receivable from the PRS Provider are governed by the SC Guidelines on PRS.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Credit risk (continued)

The following table sets out the credit risk concentration of the Fund:

	Financial assets at fair value through profit or loss RM	Cash and cash equivalents RM	Amount due from the PRS Provider RM	Dividends receivable RM	Total RM
2020					
- AAA	3,292,720	233,018	-	-	3,525,738
- AA1	3,778,007	1,694,995	-	-	5,473,002
- AA2	3,920,775	-	-	-	3,920,775
- AA3	9,363,677	-	-	-	9,363,677
- A1	1,435,087	-	-	-	1,435,087
- A2	103,310	-	-	-	103,310
- Not Rated	-	-	103,918	37,850	141,768
	<u>21,893,576</u>	<u>1,928,013</u>	<u>103,918</u>	<u>37,850</u>	<u>23,963,357</u>

	Financial assets at fair value through profit or loss RM	Cash and cash equivalents RM	Amount due from the PRS Provider RM	Dividends receivable RM	Total RM
2019					
- AAA	3,215,134	219,021	-	-	3,434,155
- AA1	3,686,314	672,000	-	-	4,358,314
- AA2	2,195,233	-	-	-	2,195,233
- AA3	7,014,269	-	-	-	7,014,269
- Not Rated	-	-	569,862	24,238	594,100
	<u>16,110,950</u>	<u>891,021</u>	<u>569,862</u>	<u>24,238</u>	<u>17,596,071</u>

Deposits with licensed financial institutions of the Fund have an average maturity of 3 days (2019: 4 day).

(c) Liquidity risk

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

The PRS Provider manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by members. Liquid assets comprise bank balances and deposits with licensed financial institutions, 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 PRS Provider 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.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Liquidity risk (continued)

The table below summarises the Fund's financial liabilities into relevant maturity groupings based on the remaining year as at the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	Less than 1 month RM	Between 1 month to 1 year RM	Total RM
2020			
Amount due to the PRS Provider			
- Cancellation of units	17,678	-	17,678
- Management fees	82,515	-	82,515
Amount due to Trustee	2,349	-	2,349
Amount due to Private Pension Administrator	2,349	-	2,349
Other payables and accruals	-	14,500	14,500
Net assets attributable to members*	67,731,558	-	67,731,558
Contractual undiscounted cash flows	67,836,449	14,500	67,850,949
2019			
Amount due to the PRS Provider			
- Cancellation of units	3,466	-	3,466
- Management fees	59,025	-	59,025
Amount due to Trustee	1,680	-	1,680
Amount due to Private Pension Administrator	1,680	-	1,680
Other payables and accruals	-	13,300	13,300
Net assets attributable to members*	51,404,378	-	51,404,378
Contractual undiscounted cash flows	51,470,229	13,300	51,483,529

* Outstanding units are redeemed on demand at the member's option. However, the PRS Provider does not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as members of these instruments typically retain them for medium to long term.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Capital risk management

The capital of the Fund is represented by net assets attributable to members of RM67,731,558 (2019: RM51,404,378). The amount of net assets attributable to members can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of the members. 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 the members 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 year 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 PRS Provider 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.

(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.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

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

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

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
2020				
Financial assets at fair value through profit or loss:				
- Quoted Securities	43,887,592	-	-	43,887,592
- Unquoted fixed income securities	-	21,893,576	-	21,893,576
	<u>43,887,592</u>	<u>21,893,576</u>	<u>-</u>	<u>65,781,168</u>
2019				
Financial assets at fair value through profit or loss:				
- Quoted securities	33,887,458	-	-	33,887,458
- Unquoted fixed income securities	-	16,110,950	-	16,110,950
	<u>33,887,458</u>	<u>16,110,950</u>	<u>-</u>	<u>49,998,408</u>

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

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. This includes unquoted fixed income securities. As Level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

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

4. MANAGEMENT FEE AND PRIVATE PENSION ADMINISTRATOR'S FEE

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

For the financial year ended 31 January 2020 and 31 January 2019, the management fee for the respective classes is recognised at the following rates:

Class A	Class C	Class X
1.40%	1.50%	1.40%

No management fee was charged on the Fund up until 15 November 2018 as the management fee was waived by the PRS Provider. Management fee is charged effective from 16 November 2018.

The Private Pension Administrator's fee is recognised at a rate of 0.04% per annum (2019: 0.04% per annum) for each unit class, calculated daily based on the NAV of the Fund.

There is no further liability in respect of management fee and Private Pension Administrator's fee other than the amount recognised above.

5. TRUSTEE'S AND CUSTODIAN FEES

In accordance with the Deeds, the Trustee is entitled to a maximum fee of 0.04% per annum for each unit class, calculated daily based on the NAV of the Fund. The Trustee's fee includes local custodian fees but excludes foreign custodian fees.

For the financial year ended 31 January 2020, the Trustee's fee is recognised at a rate of 0.04% per annum (2019: 0.04% per annum) for each unit class while the global custodian fee is recognised at RM13,550 (2019: RM12,951).

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

6. TAXATION

	2020	2019
	RM	RM
Tax charged for the financial year:		
- Withholding tax	<u>-</u>	<u>38,385</u>

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

	2020	2019
	RM	RM
Profit/(Loss) before taxation	<u>3,319,360</u>	<u>(3,291,533)</u>
Taxation at Malaysian statutory rate of 24% (2019: 24%)	796,646	(789,968)
Tax effects of:		
(Income not subject to tax)/Loss not deductible for tax purpose	(1,046,471)	727,969
Expenses not deductible for tax purposes	46,199	59,326
Restriction on tax deductible expenses for PRS Funds	203,626	2,673
Income subject to withholding tax	<u>-</u>	<u>38,385</u>
Taxation	<u>-</u>	<u>38,385</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2020	2019
	RM	RM
At fair value through profit or loss:		
- Quoted securities	43,887,592	33,887,458
- Unquoted fixed income securities	<u>21,893,576</u>	<u>16,110,950</u>
	<u>65,781,168</u>	<u>49,998,408</u>
Net gain/(loss) on financial assets at fair value through profit or loss:		
- Realised loss on disposals	(1,378,332)	(1,207,115)
- Unrealised fair value gain/(loss)	<u>3,766,135</u>	<u>(3,266,471)</u>
	<u>2,387,803</u>	<u>(4,473,586)</u>

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2020				
QUOTED SECURITIES				
AUSTRALIA				
Consumer Discretionary				
Aristocrat Leisure Ltd	3,516	327,193	348,821	0.52
Health Care				
CSL Ltd	636	311,647	543,910	0.80
Industrials				
Cleanaway Waste Management Ltd	100,626	487,834	562,582	0.83
Seven Group Holdings Ltd	16,227	985,146	900,997	1.33
	<u>116,853</u>	<u>1,472,980</u>	<u>1,463,579</u>	<u>2.16</u>
Materials				
Amcor Limited	6,491	291,762	282,671	0.42
BHP Group Ltd	14,825	1,332,962	1,600,798	2.36
James Hardie Industries SE	4,002	321,917	348,779	0.51
	<u>25,318</u>	<u>1,946,641</u>	<u>2,232,248</u>	<u>3.29</u>
Real Estate				
Goodman Group	11,973	482,854	488,589	0.72
TOTAL AUSTRALIA	<u>158,296</u>	<u>4,541,315</u>	<u>5,077,147</u>	<u>7.49</u>
CAYMAN ISLANDS				
Consumer Discretionary				
Alibaba Group Holding Ltd	2,477	1,848,295	2,096,276	3.10
TOTAL CAYMAN ISLANDS	<u>2,477</u>	<u>1,848,295</u>	<u>2,096,276</u>	<u>3.10</u>
CHINA				
Financials				
Industrial and Commercial Bank	437,000	1,480,418	1,203,301	1.78
Ping An Insurance Group Co. – H ¹	30,500	1,179,355	1,427,072	2.11
	<u>467,500</u>	<u>2,659,773</u>	<u>2,630,373</u>	<u>3.89</u>
Materials				
Anhui Conch Cement Co. Ltd	27,000	515,414	713,549	1.05

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2020 (CONTINUED) QUOTED SECURITIES (CONTINUED)				
CHINA (CONTINUED)				
Real Estate				
China Vanke Co Ltd -H	50,000	762,088	727,950	1.07
TOTAL CHINA	544,500	3,937,275	4,071,872	6.01
HONG KONG Special Administrative Region ("SAR"), CHINA				
Communication Services				
Tencent Holdings Ltd	9,400	1,889,492	1,849,521	2.73
Consumer Discretionary				
Galaxy Entertainment Grp Ltd	29,000	929,791	787,821	1.16
Sands China Ltd	25,600	446,065	513,152	0.76
Shenzhou International Group	11,400	654,359	624,201	0.92
	66,000	2,030,215	1,925,174	2.84
Consumer Staples				
China Mengniu Dairy Co. Ltd	61,000	704,038	926,712	1.37
Energy				
CNOOC Ltd	113,000	790,839	706,945	1.04
Financials				
AIA Group Ltd	45,400	1,493,247	1,861,996	2.75
Industrials				
Techtronic Industries Co	28,000	689,383	929,772	1.37
Information Technology				
Sunny Optical Tech	8,100	396,140	541,357	0.80
Real Estate				
China Resources Land Ltd	28,000	419,704	482,979	0.71
Link REIT	10,500	480,004	437,561	0.65
	38,500	899,708	920,540	1.36
TOTAL HONG KONG SAR, CHINA	369,400	8,893,062	9,662,017	14.26

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2020 (CONTINUED) QUOTED SECURITIES (CONTINUED)				
INDONESIA				
Communication Services				
PT Telekomunikasi TBK	373,400	424,947	425,534	0.63
Consumer Discretionary				
Ace Hardware Indonesia	1,098,600	410,761	566,689	0.84
Mitra Adiperkasa TBK PT	2,028,000	417,247	583,869	0.86
	3,126,600	828,008	1,150,558	1.70
Financials				
Bank Mandiri	151,300	330,058	342,580	0.51
Bank Rakyat Indonesia	448,500	453,102	599,893	0.89
	599,800	783,160	942,473	1.40
Materials				
Semen Indonesia Persero Tbk	80,000	295,036	286,704	0.42
Real Estate				
Ciputra Development TBK	1,659,700	582,281	445,481	0.66
TOTAL INDONESIA	5,839,500	2,913,432	3,250,750	4.81
MALAYSIA				
Consumer Discretionary				
Bermaz Auto Berhad	193,500	399,564	357,975	0.53
Financials				
CIMB Group Holdings Bhd	202,271	1,199,053	997,196	1.47
Industrials				
Malaysia Airports Holdings Bhd	127,900	1,071,994	862,046	1.27
Information Technology				
V.S. Industry	291,375	706,176	393,356	0.58
TOTAL MALAYSIA	815,046	3,376,787	2,610,573	3.85
PHILIPPINES				
Financials				
Bank of Philippine Islands	63,710	470,672	423,114	0.62
TOTAL PHILIPPINES	63,710	470,672	423,114	0.62

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2020 (CONTINUED) QUOTED SECURITIES (CONTINUED)				
SINGAPORE				
Communication Services				
NetLink NBN Trust	447,100	1,182,320	1,356,023	2.00
Financials				
DBS Group Holdings Ltd	20,000	1,453,959	1,523,671	2.25
Industrials				
Singapore Technologies Engineering Ltd	90,000	987,795	1,110,773	1.64
Information Technology				
Venture Corp Ltd	19,800	1,181,869	970,940	1.43
Real Estate				
Capitaland Ltd	57,000	633,996	619,618	0.91
CapitaLand Mall Trust	150,700	991,276	1,140,393	1.68
CDL Hospitality Trusts	129,800	641,566	608,051	0.90
Frasers Logistics & Industrial Trust	331,500	1,179,866	1,214,463	1.79
Keppel DC REIT	290,173	1,366,785	1,969,275	2.91
	959,173	4,813,489	5,551,800	8.19
TOTAL SINGAPORE	1,536,073	9,619,432	10,513,207	15.51
SOUTH KOREA				
Information Technology				
Samsung Electronics Co. Ltd	11,224	2,006,319	2,175,610	3.21
TOTAL SOUTH KOREA	11,224	2,006,319	2,175,610	3.21
TAIWAN				
Information Technology				
Taiwan Semiconductor Manufacturing Company Ltd	17,000	593,341	736,576	1.09
TOTAL TAIWAN	17,000	593,341	736,576	1.09

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

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
2020 (CONTINUED) QUOTED SECURITIES (CONTINUED)				
THAILAND				
Communication Services				
Intouch Holdings PCL - NVDR ²	94,600	799,819	692,617	1.02
Consumer Staples				
CP ALL PCL - NVDR ²	100,900	1,041,948	937,508	1.38
TOTAL THAILAND	195,500	1,841,767	1,630,125	2.40
UNITED STATES				
Consumer Discretionary				
New Oriental Education & Technology Group	790	423,782	393,364	0.59
Financials				
HDFC Bank Ltd	2,500	532,212	586,619	0.88
ICICI Bank Ltd	11,056	476,976	660,342	0.98
	13,556	1,009,188	1,246,961	1.86
TOTAL UNITED STATES	14,346	1,432,970	1,640,325	2.43
TOTAL QUOTED SECURITIES	9,567,072	41,474,667	43,887,592	64.80
ACCUMULATED UNREALISED GAIN ON QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		2,412,925		
TOTAL QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		43,887,592		

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2020 (CONTINUED)				
UNQUOTED FIXED INCOME SECURITIES				
Bandar Serai Development Sdn Bhd 4.78% 27/10/2020 (AA3)	1,500,000	1,522,600	1,533,542	2.26
Bank Islam Malaysia Bhd 5.50% 15/12/2025 (A1)	1,400,000	1,424,850	1,435,087	2.12
Bank Pembangunan Malaysia Bhd 4.28% 02/03/2022 (AAA)	700,000	710,574	725,181	1.07
Celcom Networks Sdn Bhd 4.85% 29/08/2022 (AA1)	600,000	616,081	633,533	0.94
Edra Energy Sdn Bhd 5.67% 05/01/2023 (AA3)	200,000	209,700	210,934	0.31
Fortune Premiere Sdn Bhd 3.99% 11/09/2026 (AA2)	700,000	711,981	722,416	1.07
Fortune Premiere Sdn Bhd 4.80% 13/03/2023 (AA2)	1,800,000	1,841,139	1,900,879	2.81
Fortune Premiere Sdn Bhd 4.85% 07/09/2023 (AA2)	200,000	211,041	212,605	0.31
Genting Capital Bhd 4.42% 08/06/2022 (AAA)	2,250,000	2,253,473	2,309,848	3.40
IJM Land Bhd 4.73% 17/03/2119 (A2)	100,000	101,859	103,310	0.15
Imtiaz Sukuk II Bhd 4.58% 27/05/2022 (AA2)	750,000	756,525	774,263	1.14
Jimah Energy Ventures Bhd 9.15% Due 12/05/2020 (AA3)	750,000	775,051	777,121	1.15
Jimah Energy Ventures Bhd 9.35% 12/05/2020 (AA3)	750,000	775,783	777,852	1.15
Malayan Banking Bhd 4.08% 22/02/2117 (AA3)	100,000	102,682	102,842	0.15
MMC Corporation Bhd 5.64% 27/04/2027 (AA3)	750,000	774,737	809,452	1.20
Perbadanan Kemajuan Negeri Selangor 5.00% 10/08/2021 (AA3)	950,000	975,827	993,469	1.47
Perbadanan Kemajuan Negeri Selangor 5.15% 10/08/2023 (AA3)	1,500,000	1,565,057	1,607,534	2.37

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2020 (CONTINUED)				
UNQUOTED FIXED INCOME SECURITIES				
Sabah Credit Corporation 4.70% 08/05/2020 (AA1)	800,000	810,263	811,516	1.20
Telekom Malaysia Bhd 4.20% 13/09/2021 (AAA)	250,000	254,315	257,691	0.38
UEM Edgenta Bhd 4.85% 26/04/2022 (AA3)	300,000	305,142	311,782	0.46
UEM Sunrise Bhd 4.75% 22/03/2024 (AA3)	400,000	422,649	424,851	0.63
United Growth Bhd 4.73% 21/06/2022 (AA2)	300,000	303,041	310,612	0.46
WCT Holdings Bhd 5.32% 11/05/2022 (AA3)	1,750,000	1,797,019	1,814,298	2.68
YTL Corporation Bhd 4.38% 25/04/2023 (AA1)	2,250,000	2,260,115	2,332,958	3.44
TOTAL UNQUOTED FIXED INCOME SECURITIES	<u>21,050,000</u>	<u>21,481,504</u>	<u>21,893,576</u>	<u>32.32</u>
ACCUMULATED UNREALISED GAIN ON UNQUOTED FIXED INCOME SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>412,072</u>		
TOTAL UNQUOTED FIXED INCOME SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>21,893,576</u>		

7. 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				
QUOTED SECURITIES				
AUSTRALIA				
Consumer Discretionary				
Aristocrat Leisure Ltd	3,516	327,193	257,433	0.50
Energy				
Oil Search Ltd	18,099	480,394	420,201	0.82
Health Care				
CSL Ltd	636	311,647	368,145	0.72
Industrials				
Cleanaway Waste Management Ltd	100,626	487,834	539,931	1.05
Seven Group Holdings Ltd	16,227	985,146	761,678	1.48
Transurban Group	6,735	240,788	243,657	0.47
	123,588	1,713,768	1,545,266	3.00
Materials				
BHP Group Ltd	14,825	1,332,962	1,534,968	2.99
BlueScope Steel Ltd	20,849	885,185	771,624	1.50
Boral Ltd	19,769	476,440	290,898	0.57
	55,443	2,694,587	2,597,490	5.06
TOTAL AUSTRALIA	201,282	5,527,589	5,188,535	10.10
CAYMAN ISLANDS				
Consumer Discretionary				
Alibaba Group Holdings Ltd	1,278	923,347	881,562	1.70
TOTAL CAYMAN ISLANDS	1,278	923,347	881,562	1.70
CHINA				
Financials				
Industrial and Commercial Bank	437,000	1,480,418	1,382,106	2.69
Ping An Insurance Group Co. - H ¹	30,500	1,179,355	1,208,172	2.35
	467,500	2,659,773	2,590,278	5.04
Materials				
Anhui Conch Cement Co.Ltd	38,000	725,397	840,885	1.64
Real Estate				
China Vanke Co. Ltd - H ¹	50,000	762,088	824,602	1.60
TOTAL CHINA	555,500	4,147,258	4,255,765	8.28

7. 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 (CONTINUED)				
HONG KONG				
Communication Services				
Tencent Holding Ltd	9,400	1,889,492	1,697,428	3.30
Consumer Discretionary				
Galaxy Entertainment Grp Ltd	29,000	929,791	817,295	1.59
Sands China Ltd	25,600	446,065	498,352	0.97
	54,600	1,375,856	1,315,647	2.56
Consumer Staples				
China Mengniu Dairy Co. Ltd	61,000	704,038	772,021	1.50
Energy				
CNOOC Ltd	113,000	790,839	773,748	1.51
Financials				
AIA Group Ltd	45,400	1,493,247	1,670,445	3.25
HSBC Holding PLC	4,400	168,374	153,167	0.30
	49,800	1,661,621	1,823,612	3.55
Industrials				
Techtronic Industries Co	28,000	689,383	664,170	1.29
Real Estate				
China Resources Land Ltd	28,000	419,704	445,703	0.87
Real Estate Investment Trust ("REIT")				
Link REIT	5,000	202,181	224,417	0.44
TOTAL HONG KONG	348,800	7,733,114	7,716,746	15.02

7. 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 (CONTINUED)				
INDONESIA				
Telecommunications				
PT Telekomunikasi TBK	373,400	424,947	426,392	0.83
Consumer Discretionary				
Ace Hardware Indonesia	1,098,600	410,761	546,839	1.06
PT Mitra Adiperkasa TBK	2,028,000	417,247	596,767	1.16
	3,126,600	828,008	1,143,606	2.22
Consumer Staples				
PT Gudang Garam TBK	32,300	780,592	791,115	1.54
Financials				
Bank Rakyat Indonesia	448,500	453,102	505,585	0.98
TOTAL INDONESIA	3,980,800	2,486,649	2,866,698	5.57
MALAYSIA				
Consumer Discretionary				
Bermaz Auto Bhd	193,500	399,564	423,765	0.82
Financials				
CIMB Group Holdings Bhd	196,335	1,171,569	1,103,403	2.15
Industrials				
Malaysia Airports Holdings Bhd	127,900	1,071,994	1,028,316	2.00
Information Technology				
V.S. Industry Bhd	291,375	706,176	236,014	0.46
TOTAL MALAYSIA	809,110	3,349,303	2,791,498	5.43
PHILIPPINES				
Financials				
Bank Of Philippine Islands	63,710	470,672	454,533	0.87
TOTAL PHILIPPINES	63,710	470,672	454,533	0.87

7. 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 (CONTINUED)				
SINGAPORE				
Financials				
DBS Group Holdings Ltd	20,000	1,453,959	1,453,714	2.83
Industrials				
Keppel Corporation Ltd	24,300	574,701	450,427	0.88
Singapore Technologies Engineering Ltd	90,000	987,795	1,017,357	1.98
	114,300	1,562,496	1,467,784	2.86
Information Technology				
Venture Corporation Ltd	24,100	1,438,537	1,190,762	2.32
Real Estate				
CapitaLand Mall Trust	137,800	891,210	1,004,959	1.96
CDL Hospitality Trusts	129,800	641,566	658,687	1.28
	267,600	1,532,776	1,663,646	3.24
TOTAL SINGAPORE	426,000	5,987,768	5,775,906	11.25
SOUTH KOREA				
Information Technology				
Samsung Electronics Co. Ltd	3,500	651,717	594,137	1.16
SK Hynix Inc	691	222,970	187,832	0.37
	4,191	874,687	781,969	1.53
TOTAL SOUTH KOREA	4,191	874,687	781,969	1.53
THAILAND				
Consumer Discretionary				
Erawan Group PCL - NVDR2	619,400	649,286	588,352	1.14
Consumer Staples				
CP ALL PCL - NVDR2	100,900	1,041,948	1,027,825	2.00
Financials				
Bangkok Bank PCL - NVDR2	16,800	444,244	473,233	0.92
TOTAL THAILAND	737,100	2,135,478	2,089,410	4.06

7. 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 (CONTINUED)				
UNITED STATES				
Financials				
HDFC Bank Ltd	1,250	532,212	502,641	0.98
ICICI Bank Ltd	11,056	476,976	462,138	0.90
	<u>12,306</u>	<u>1,009,188</u>	<u>964,779</u>	<u>1.88</u>
Information Technology				
Nvidia Corporation	204	216,045	120,057	0.23
TOTAL UNITED STATES	<u>12,510</u>	<u>1,225,233</u>	<u>1,084,836</u>	<u>2.11</u>
TOTAL QUOTED SECURITIES	<u>7,140,281</u>	<u>34,861,098</u>	<u>33,887,458</u>	<u>65.92</u>
ACCUMULATED UNREALISED LOSS ON QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(973,640)</u>		
TOTAL QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>33,887,458</u>		

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED)				
UNQUOTED FIXED INCOME SECURITIES				
Bandar Serai Development Sdn Bhd 4.78% 27/10/2020 (AA3)	1,500,000	1,527,869	1,529,132	2.97
Bank Pembangunan Malaysia Bhd 4.28% 2/03/2022 (AAA)	700,000	709,651	710,062	1.38
Celcom Networks Sdn Bhd 4.85% 29/08/2022 (AA1)	500,000	512,304	518,139	1.01
Fortune Premiere Sdn Bhd 4.80% 13/03/2023 (AA2)	1,100,000	1,122,221	1,128,560	2.20
Genting Capital Bhd 4.42% 08/06/2022 (AAA)	2,250,000	2,248,825	2,250,536	4.38
Intiaz Sukuk II Bhd 4.58% 27/05/2022 (AA2)	750,000	756,742	760,606	1.48
Jimah Energy Ventures Bhd 9.15% Due 12/05/2020 (AA3)	750,000	809,868	811,081	1.58
Jimah Energy Ventures Bhd 9.35% 12/05/2020 (AA3)	750,000	812,002	813,245	1.58
MMC Corporation Bhd 5.64% 27/04/2027 (AA3)	750,000	776,263	768,060	1.49
Perbadanan Kemajuan Negeri Selangor 5.00% 10/08/2021 (AA3)	950,000	977,748	980,427	1.91
Perbadanan Kemajuan Negeri Selangor 5.15% 10/08/2023 (AA3)	1,000,000	1,033,169	1,036,788	2.02
Telekom Malaysia Bhd 4.20% 13/09/2021 (AAA)	250,000	254,473	254,536	0.50
UEM Edgenta Bhd 4.85% 26/04/2022 (AA3)	300,000	305,831	307,336	0.60
UniTapah Sdn Bhd 5.01% 12/06/2019 (AA1)	900,000	908,930	909,693	1.77
United Growth Bhd 4.73% 21/06/2022 (AA2)	300,000	303,700	306,067	0.60
WCT Holdings Bhd 5.32% 11/05/2022 (AA3)	750,000	763,362	768,200	1.49
YTL Corporation Bhd 4.38% 25/04/2023 (AA1)	2,250,000	2,255,490	2,258,482	4.38

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

Name of issuer	Nominal value RM	Aggregate cost RM	Market value RM	Percentage of NAV %
2019 (CONTINUED)				
UNQUOTED FIXED INCOME SECURITIES (CONTINUED)				
TOTAL UNQUOTED FIXED INCOME SECURITIES	<u>15,750,000</u>	16,078,448	<u>16,110,950</u>	<u>31.34</u>
ACCUMULATED UNREALISED GAIN ON UNQUOTED FIXED INCOME SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>32,502</u>		
TOTAL UNQUOTED FIXED INCOME SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>16,110,950</u>		

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

² 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.

8. CASH AND CASH EQUIVALENTS

	2020	2019
	RM	RM
Deposits with licensed financial institutions	233,018	219,021
Bank balances	1,694,995	672,000
	<u>1,928,013</u>	<u>891,021</u>

9. NUMBER OF UNITS IN CIRCULATION (UNITS)

	2020	2019
	No. of units	No. of units
Class A (i)	42,159,769	33,584,071
Class C (ii)	5,110,519	4,230,204
Class X (iii)	48,105,186	39,148,092
	<u>95,375,474</u>	<u>76,962,367</u>

(i) Class A

	2020	2019
	No. of units	No. of units
At the beginning of the financial year	33,584,071	24,299,517
Add: Creation of units from applications	9,888,939	10,976,048
Less: Cancellation of units	(1,313,241)	(1,691,494)
At the end of the financial year	<u>42,159,769</u>	<u>33,584,071</u>

(ii) Class C

	2020	2019
	No. of units	No. of units
At the beginning of the financial year	4,230,204	2,956,036
Add: Creation of units from applications	1,047,508	1,351,399
Less: Cancellation of units	(167,193)	(77,231)
At the end of the financial year	<u>5,110,519</u>	<u>4,230,204</u>

(iii) Class X

	2020	2019
	No. of units	No. of units
At the beginning of the financial year	39,148,092	29,584,254
Add: Creation of units from applications	12,673,316	11,930,258
Less: Cancellation of units	(3,716,222)	(2,366,420)
At the end of the financial year	<u>48,105,186</u>	<u>39,148,092</u>

10. MANAGEMENT EXPENSE RATIO (“MER”)

	2020 %	2019 %
MER	<u>1.55</u>	<u>0.47</u>

MER is derived from the following calculation:

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

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

The average NAV of the Fund for the financial year calculated on a daily basis is RM59,647,180 (2019: RM43,668,295).

11. PORTFOLIO TURNOVER RATIO (“PTR”)

	2020	2019
PTR (times)	<u>0.21</u>	<u>0.31</u>

PTR is derived based on the following calculation:

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

where:

- total acquisition for the financial year = RM19,418,765 (2019: RM20,331,834)
- total disposal for the financial year = RM5,100,517 (2019: RM6,420,008)

12. UNITS HELD BY THE PRS PROVIDER AND PARTIES RELATED TO THE PRS PROVIDER, AND SIGNIFICANT RELATED PARTIES 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 PRS Provider
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the PRS Provider
Principal International (Asia) Ltd	Shareholder of of the PRS Provider
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 PRS Provider
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the PRS Provider
CIMB Group Sdn Bhd	Shareholder of the Manager
Subsidiaries and associates of CIMB Group Holdings Bhd, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of the shareholder of the PRS Provider
CIMB Bank Bhd	Fellow related party to the PRS Provider
CIMB Investment Bank Bhd	Fellow related party to the PRS Provider
CIMB Securities (Singapore) Pte Ltd	Fellow related party to the PRS Provider

Units held by the PRS Provider and parties related to the PRS Provider

There were no units held by the PRS Provider, the Directors or parties related to the PRS Provider as at the end of the financial year.

In addition to the related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions. The PRS Provider 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.

<u>Significant related party transactions</u>	2020 RM	2019 RM
Dividend income:		
- CIMB Group Holdings Bhd	<u>51,047</u>	<u>47,483</u>
Interest income from deposits with licensed financial institutions:		
- CIMB Bank Bhd	<u>421</u>	<u>230</u>
Deposit placements with licensed financial institutions:		
- CIMB Bank Bhd	<u>2,619,000</u>	<u>2,410,000</u>

12. UNITS HELD BY THE PRS PROVIDER AND PARTIES RELATED TO THE PRS PROVIDER, AND SIGNIFICANT RELATED PARTIES TRANSACTIONS AND BALANCES (CONTINUED)

There were no related party balances as at the end of the financial year, apart from those mentioned elsewhere in the financial statements.

13. TRANSACTIONS WITH BROKERS/DEALERS

Details of transactions with the top 10 brokers/dealers for the financial year ended 31 January 2020 are as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CGS-CIMB Securities (Singapore) Pte Ltd #	8,588,814	35.27	18,670	53.17
RHB Investment Bank Bhd	3,877,767	15.93	-	-
CLSA Ltd	3,463,826	14.23	5,751	16.38
RHB Bank Berhad	2,348,382	9.64	-	-
Citigroup Global Markets Ltd	1,405,890	5.77	2,248	6.40
Credit Suisse (Hong Kong) Ltd	1,154,177	4.74	1,015	2.89
Macquarie Capital Securities (Malaysia) Sdn Bhd	1,143,491	4.70	3,430	9.77
J.P. Morgan Securities Asia Pacific Ltd	835,261	3.43	1,757	5.00
J.P. Morgan Securities LLC	608,377	2.50	182	0.52
Daiwa Capital Markets (Singapore) Ltd	544,677	2.24	1,362	3.88
Others #	378,276	1.55	696	1.99
	<u>24,348,938</u>	<u>100.00</u>	<u>35,111</u>	<u>100.00</u>

13. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

Details of transactions with the top 10 brokers/dealers for the financial year ended 31 January 2019 are as follows:

Brokers/Dealers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
CIMB Securities (Singapore) Pte Ltd #	10,350,471	38.76	24,076	56.07
RHB Investment Bank Bhd	3,669,051	13.74	-	-
CLSA Ltd	1,954,468	7.32	1,039	2.42
Hong Leong Investment Bank Bhd	1,508,162	5.65	-	-
Instinet Pacific Ltd	1,328,591	4.98	3,321	7.73
Credit Suisse (Hong Kong) Ltd	1,210,846	4.53	1,644	3.83
Sanford C Bernstein & Co LLC	1,117,208	4.18	2,793	6.50
Citigroup Global Markets Ltd	1,013,778	3.80	2,250	5.24
J.P. Morgan Securities Singapore Pte Ltd	877,323	3.29	2,462	5.73
DBS Vickers Securities Singapore Pte Ltd	867,738	3.25	1,735	4.04
Others	2,806,729	10.50	3,618	8.44
	<u>26,704,365</u>	<u>100.00</u>	<u>42,938</u>	<u>100.00</u>

Included in the transactions by the Fund are trades conducted with CGS-CIMB Securities (Singapore) Pte Ltd (*formerly known as CIMB Securities (Singapore) Pte Ltd*) and CIMB Bank Bhd, fellow related parties to the PRS Provider amounting to RM8,588,814 (2019: RM10,350,471) and RM100,200 (2019: Nil) respectively. The PRS Provider is of the opinion that all transactions have been entered into in the normal course of business at agreed terms between the related parties.

14. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved for issue by the PRS Provider on 23 March 2020.

DIRECTORY

Head Office of the PRS Provider

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