

CIMB-PRINCIPAL PRS PLUS GROWTH

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 JULY 2019

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MEMBERS' LETTER

Dear Valued Members,

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

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

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

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

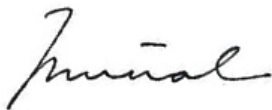
Thank you for your continuous support and allowing us to help you achieve your financial goals and live your best life.

Thank you.

Yours faithfully,

for **Principal Asset Management Berhad**

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



Munirah Khairuddin
Chief Executive Officer

*The 0% sales fee is subject to change

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?

The Fund has achieved its long term objective by providing capital growth by investing in a portfolio of primarily equities and 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 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 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 July 2019?

RM60.75 million (85.79 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 unaudited financial periods are as follows:

	31.07.2019	31.07.2018	30.07.2017
	%	%	%
Collective investment schemes	-	-	99.54
Quoted securities			
- Basic Materials	4.11	6.17	-
- Consumer Goods	5.71	5.54	-
- Consumer Services	10.25	12.39	-
- Finance	26.62	20.99	-
- Healthcare	0.68	0.87	-
- Industrials	10.09	12.13	-
- Oil & Gas	1.87	1.15	-
- Real Estate Investment Trust ("REITs")	1.74	-	-
- Technology	3.00	5.52	-
- Telecommunications	0.78	0.87	-
Unquoted securities	30.44	32.15	-
Cash and other net assets	4.71	2.22	0.46
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

* Note: The Fund has adopted the Global Industry Classification Standard ("GICS") sectors classification.

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

	31.07.2019	31.07.2018	31.07.2017
NAV (RM Million)			
- Class A	26.15	17.72	13.50
- Class C	3.24	2.24	1.25
- Class X	31.36	23.28	16.76
Units in circulation (Million)			
- Class A	36.93	26.05	20.24
- Class C	4.58	3.29	1.87
- Class X	44.28	34.24	25.12
NAV per unit (RM)			
- Class A	0.7080	0.6799	0.6670
- Class C	0.7077	0.6801	0.6671
- Class X	0.7082	0.6801	0.6671
	01.02.2019	01.02.2018	01.02.2017
	to 31.07.2019	to 31.07.2018	to 31.07.2017
Highest NAV per unit (RM)			
- Class A	0.7196	0.7279	0.6670
- Class C	0.7193	0.7280	0.6671
- Class X	0.7197	0.7280	0.6671
Lowest NAV per unit (RM)			
- Class A	0.6627	0.6697	0.6059
- Class C	0.6626	0.6698	0.6061
- Class X	0.6628	0.6699	0.6061
Total return (%)			
- Class A	6.03	(6.13)	10.38
- Class C	5.97	(6.13)	10.37
- Class X	6.02	(6.11)	10.39

PERFORMANCE DATA (CONTINUED)

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

	01.02.2019 to 31.07.2019	01.02.2018 to 31.07.2018	01.02.2017 to 31.07.2017
Capital growth (%)			
- Class A	6.03	(6.13)	10.38
- Class C	5.97	(6.13)	10.37
- Class X	6.02	(6.11)	10.39
Income distribution (%)			
- Class A	-	-	-
- Class C	-	-	-
- Class X	-	-	-
Management Expense Ratio ("MER") (%) ^	0.86	0.08	0.10
Portfolio Turnover Ratio ("PTR") (times) #	0.10	0.15	0.37

^ The Fund's MER increased from 0.08% to 0.86% as management fee has been charged to the Fund during the financial period under review.

The Fund's PTR decreased from 0.15 times to 0.10 times due to higher average NAV during the financial period under review.

	31.07.2019 %	31.07.2018 %	31.07.2017 %	31.07.2016 %	31.07.2015 %
Annual total return					
- Class A	4.13	1.95	15.06	3.43	0.68
- Class C	4.06	1.95	15.06	3.42	0.68
- Class X	4.12	1.95	15.07	3.42	0.66

(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 period have been extracted from Lipper.

MARKET REVIEW (1 FEBRUARY 2019 TO 31 JULY 2019)**Equities**

For the financial period under review, the Asia Pacific ex-Japan stock markets rose moderately. It rose by 3.0% as measured by the Morgan Stanley Capital International ("MSCI") Asia Pacific Ex-Japan index. While the stock markets appeared largely stable from point to point, it was in fact a volatile period. It initially rose but corrected subsequently. The initial strength in the stock market in Asia could be attributed to stabilising economic data from China, easing trade tensions between the US and China, easing monetary policies among the Asian central banks and in a few cases, the return of incumbent business friendly leaders in their respective general elections. This culminated in better conditions for Asian stock markets and currencies.

Unfortunately, the better conditions did not last as the trade talks between the US and China broke down. This was an unexpected turn of event and clearly negative. In addition, earnings projection for Asian companies did not improve as the quarter progressed. Fund flows turned negative resulting in a risk off environment.

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

On 7 May 2019, Bank Negara Malaysia's ("BNM") Monetary Policy Committee ("MPC") cut the Overnight Policy Rate ("OPR") by 25 basis points ("bps") to 3.00% as widely anticipated by the market. The MPC statement highlighted that while domestic monetary and financial conditions remain supportive of economic growth, there are some signs of tightening of financial conditions. The adjustment to the OPR is therefore intended to preserve the degree of monetary accommodativeness. BNM also announced that it was taking several development initiatives to improve domestic foreign exchange ("FX") and bond market liquidity, likely in response to FTSE Russell's action whereby Malaysia was placed on the watch list for their World Government Bond Index ("WGBI"). At the most recent MPC meeting held on 9 July 2019, the MPC kept the OPR unchanged but continued to reiterate the downside risks from ongoing uncertainties in the global and domestic environment, worsening trade tensions and extended weakness in commodity related sectors.

In the month of February 2019, the Consumer Price Index ("CPI") declined by -0.4% year-on-year ("y-o-y") as it did in the prior month mainly due to the drop in the CPI's transport component on the back of cheaper fuel. In the month of April 2019, inflation then inched up by 0.2% y-o-y matching the same pace in March 2019. Generally, apart from the cost of transport which declined by 2.6% in April 2019, the other segments registered stable inflation or saw moderation during the month. It remained steady at 0.2% for the third straight month in May 2019. However, a sharp pick-up was seen in the month of June 2019 whereby it rose 1.5% y-o-y, due entirely to the low base in June 2018 following the removal of the Goods and Services Tax ("GST") and the start of the three-month tax holiday. It continued to pick-up further in July 2019 as it registered an increase of 1.4% y-o-y driven by the index of furnishings, household equipment & routine household maintenance, food and non-alcoholic beverages, recreation services & culture, alcoholic beverages & tobacco as well as communication.

The Malaysian economy grew 4.5% in the first quarter of 2019, driven mainly by private sector activity and firm private consumption growth. It then grew 4.9% in the second quarter of 2019 which beat market consensus of 4.7% as compiled by Bloomberg. The growth in the second quarter of 2019 was supported by continued expansion in domestic demand supported by firm household spending and slightly higher private investment. Private consumption in the country expanded by 7.8% and private investment expanded at 1.8% supported by increased capital spending in the services and manufacturing sectors. As for export numbers, it rebounded to a slight positive figure of 0.2% in the second quarter of 2019 supported by commodities exports amid sustained manufacturing exports.

In BNM's 2018 annual report, the Central Bank downgraded 2019 growth between 4.3% and 4.8% (2018: 4.7%), below Ministry of Finance's ("MoF") forecast of 4.9% in October 2018. 2019 headline CPI forecast was also revised down to 0.7% and 1.7% (i.e. 2.5% and 3.5% during Budget 2019 projection) given the lower oil prices and price ceiling mechanism on domestic retail fuel prices. The Central Bank expects average headline inflation to be broadly stable in 2019 compared to 2018.

FUND PERFORMANCE

	6 months to 31.07.2019			1 year to 31.07.2019		
	Class A	Class C	Class X	Class A	Class C	Class X
	%	%	%	%	%	%
Income	-	-	-	-	-	-
Capital	6.03	5.97	6.02	4.13	4.06	4.12
Total Return	6.03	5.97	6.02	4.13	4.06	4.12
Benchmark	(0.09)	(0.09)	(0.09)	(4.49)	(4.49)	(4.49)
Average Total Return	N/A	N/A	N/A	4.13	4.06	4.12

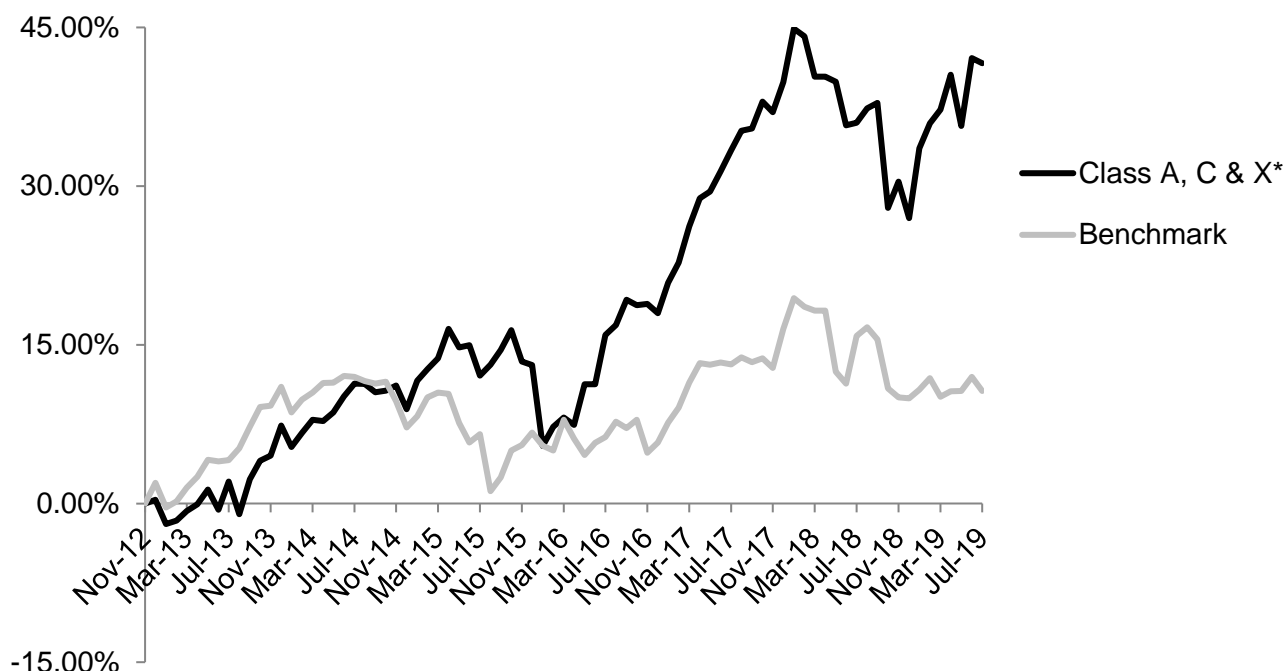
	3 years to 31.07.2019			5 years to 31.07.2019		
	Class A	Class C	Class X	Class A	Class C	Class X
	%	%	%	%	%	%
Income	-	-	-	-	-	-
Capital	22.15	22.06	22.15	27.20	27.10	27.17
Total Return	22.15	22.06	22.15	27.20	27.10	27.17
Benchmark	4.12	4.12	4.12	(1.20)	(1.20)	(1.20)
Average Total Return	6.90	6.87	6.90	4.93	4.91	4.92

	Since inception to 31.07.2019		
	Class A	Class C	Class X
	%	%	%
Income	-	-	-
Capital	41.62	41.54	41.64
Total Return	41.62	41.54	41.64
Benchmark	10.64	10.64	10.64
Average Total Return	5.31	5.31	5.32

For the six months financial period under review, the Fund returned 6.03%, 5.97% and 6.02% for Classes A, C and X which outperformed the benchmark respectively.

The slight variation in the performance between Class A, Class C and Class X, if any, was due to different timing of units created for each of the class.

FUND PERFORMANCE (CONTINUED)



* 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.

Changes in NAV

	31.07.2019	31.01.2019 Audited	Changes
CLASS A			%
NAV (RM Million)	26.15	22.43	16.58
NAV/Unit (RM)	0.7080	0.6678	6.02
CLASS C			%
NAV (RM Million)	3.24	2.82	14.89
NAV/Unit (RM)	0.7077	0.6678	5.97
CLASS X			%
NAV (RM Million)	31.36	26.15	19.92
NAV/Unit (RM)	0.7082	0.6679	6.03

The NAV of the Fund has increased 16.58%, 14.89% & 19.92% for Classes A, C and X respectively for the financial period under review. The NAV of the Fund has risen by the gains in the underlying assets and the positive fund unit creations.

The NAV per unit of the Fund rose by 6.02%, 5.97% & 6.03% for Classes A, C and X respectively.

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

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	31.07.2019	31.01.2019 Audited
Quoted securities	64.85	65.91
Unquoted fixed income securities	30.44	31.34
Cash and other net assets	4.71	2.74
TOTAL	100.00	100.00

As at 31 July 2019, the Fund held 64.85% in quoted securities, 30.44% in unquoted fixed income securities, with the rest in cash and other net assets.

MARKET OUTLOOK*

Equities

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

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

Fixed Income

On 7 May 2019, the MPC cut the OPR by 0.25% to 3.00% as widely anticipated by the market. We believe the current monetary policy remains accommodative and are of the view that BNM will maintain its OPR unchanged for the remainder of 2019 unless the trade wars worsen significantly, or domestic growth is significantly lower than expected.

We expect the bond market to remain well supported due to the ample domestic liquidity as well as the lack of primary issuances. Apart from BNM’s upcoming MPC meetings in September and November 2019, another potential event to look out for in the upcoming months would be FTSE Russell’s decision on the potential MGS exclusion from their WGBI index in September. We are expecting some primary issuances in the second half of 2019 but supply seems to be fairly limited in the near term.

* 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**Equities**

The Fund will adopt a 2-prong strategy of buying high yield stocks and growth companies in the near term. We like companies with sustainable high yield as we expect the interest rates to head lower and to subsequently stay low for an extended period. At the same time, we expect quality growth stocks with relatively high visibility to see strong investor interest as quality growth becomes scarce as the economic growth slows in the region.

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

Fixed Income

As the yield curve continued to flatten in July 2019, we believe the long-end yields are too rich and the risk/reward of staying long duration is no longer attractive. We continue to prefer credit over sovereign bonds, particularly in the AA-rated space with strong fundamentals for better total return and yield pick-up.

MEMBERS STATISTICS AS AT 31 JULY 2019**CLASS A**

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	5,962	12.95	35.08
5,001-10,000	1,112	7.36	19.92
10,001-50,000	782	13.83	37.46
50,001-500,000	21	2.78	7.54
500,001 and above	-	-	-
Total	7,877	36.93	100.00

CLASS C

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	522	1.14	24.98
5,001-10,000	154	1.04	22.71
10,001-50,000	80	1.52	33.09
50,001-500,000	4	0.88	19.22
500,001 and above	-	-	-
Total	760	4.58	100.00

CLASS X

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	4,649	4.38	9.91
5,001-10,000	975	7.07	15.97
10,001-50,000	1,252	25.92	58.53
50,001-500,000	100	6.91	15.59
500,001 and above	-	-	-
Total	6,976	44.28	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 period 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 unaudited financial statements set out on pages 13 to 48 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 July 2019 and of its financial performance, changes in net assets attributable to members and cash flows for the financial period then ended in accordance with the provisions of the Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and International Accounting Standards (“IAS”) 34 - Interim Financial Reporting.

For and on behalf of the PRS Provider

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
24 September 2019

**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 period ended 31 July 2019. To the best of our knowledge, for the financial period 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 under the Deed(s), the Securities Commission's Guidelines on Private Retirement Schemes, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) valuation and pricing for the Fund has been carried out in accordance with the Deed(s) 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 Deed(s) of the Fund and applicable regulatory requirement.

For Deutsche Trustees Malaysia Berhad

Ng Hon Leong
Head, Trustee Operations

Richard Lim Hock Seng
Chief Executive Officer

Kuala Lumpur
24 September 2019

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

	Note	01.02.2019 to 31.07.2019 RM	01.02.2018 to 31.07.2018 RM
INCOME/(LOSS)			
Dividend income		763,807	517,555
Interest income from deposits with licensed financial institutions at amortised cost		6,736	6,280
Interest income from unquoted fixed income securities at fair value through profit or loss		392,181	299,843
Net gain/(loss) on financial assets at fair value through profit or loss	7	2,547,792	(3,504,532)
Net foreign exchange loss		(43,013)	(13,753)
		<u>3,667,503</u>	<u>(2,694,607)</u>
EXPENSES			
Management fee	4	385,618	-
Private Pension Administrator's fees	4	10,977	8,293
Trustee's and custodian fee	5	18,053	14,875
Audit fee		6,150	5,800
Tax agent's fee		2,300	3,300
Transaction costs		21,472	28,148
Other expenses		50,215	2,398
		<u>494,985</u>	<u>62,814</u>
PROFIT/(LOSS) BEFORE TAXATION		3,172,718	(2,757,421)
Taxation	6	-	(21,042)
INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>3,172,718</u>	<u>(2,778,463)</u>
Increase/(Decrease) in net assets attributable to members is made up as follows:			
Realised amount		37,406	405,086
Unrealised amount		3,135,312	(3,183,549)
		<u>3,172,718</u>	<u>(2,778,463)</u>

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

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

		31.07.2019	31.01.2019
	Note	RM	Audited RM
ASSETS			
Cash and cash equivalents	8	2,182,774	891,021
Financial assets at fair value through profit or loss	7	57,888,902	49,998,408
Amount due from the PRS Provider	9	706,685	569,862
Dividend receivable		69,975	24,238
TOTAL ASSETS		60,848,336	51,483,529
LIABILITIES			
Accrued management fee		71,109	59,025
Amount due to Trustee		2,026	1,680
Amount due to Private Pension Administrator		2,026	1,680
Amount due to the PRS Provider	9	9,815	3,466
Other payables and accruals		13,050	13,300
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO MEMBERS)		98,026	79,151
NET ASSET VALUE OF THE FUND		60,750,310	51,404,378
NET ASSETS ATTRIBUTABLE TO MEMBERS		60,750,310	51,404,378
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class A		26,147,142	22,428,598
- Class C		3,240,403	2,824,987
- Class X		31,362,765	26,150,793
		60,750,310	51,404,378
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class A		36,927,398	33,584,071
- Class C		4,578,728	4,230,204
- Class X		44,283,339	39,148,092
	10	85,789,465	76,962,367
NET ASSET VALUE PER UNIT (RM)			
- Class A		0.7080	0.6678
- Class C		0.7077	0.6678
- Class X		0.7082	0.6679

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

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO MEMBERS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 JULY 2019**

	01.02.2019 to 31.07.2019 RM	01.02.2018 to 31.07.2018 RM
NET ASSETS ATTRIBUTABLE TO MEMBERS AT THE BEGINNING OF THE FINANCIAL PERIOD	51,404,378	41,323,360
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class A	2,734,714	1,761,757
- Class C	260,849	270,842
- Class X	4,730,045	3,940,159
	<u>7,725,608</u>	<u>5,972,759</u>
Cancellation of units		
- Class A	(372,077)	(536,115)
- Class C	(16,325)	(31,562)
- Class X	(1,163,992)	(712,423)
	<u>(1,552,394)</u>	<u>(1,280,100)</u>
Increase/(Decrease) in net assets attributable to members during the financial period	<u>3,172,718</u>	<u>(2,778,463)</u>
NET ASSETS ATTRIBUTABLE TO MEMBERS AT THE END OF THE FINANCIAL PERIOD	<u>60,750,310</u>	<u>43,237,555</u>

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

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

	01.02.2019 to 31.07.2019 RM	01.02.2018 to 31.07.2018 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of quoted securities	2,183,373	3,775,561
Purchase of quoted securities	(5,425,445)	(7,480,296)
Purchase of unquoted fixed income securities	(3,075,481)	(1,684,918)
Redemption of unquoted fixed income securities	900,000	-
Dividend income received	655,929	375,790
Interest income received from deposits with licensed financial institutions	6,736	6,280
Interest income received from unquoted fixed income securities	445,111	353,867
Management fee paid	(373,534)	-
Private Pension Administrator's fees paid	(10,631)	(8,261)
Trustee's and custodian paid	(17,707)	(8,261)
Payments for other fees and expenses	(9,906)	(18,138)
Net realised foreign exchange (loss)/gain	(27,375)	66,106
Net cash used in operating activities	<u>(4,748,929)</u>	<u>(4,622,270)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	7,588,785	5,868,163
Payments for cancellation of units	(1,546,045)	(1,306,325)
Net cash generated from financing activities	<u>6,042,740</u>	<u>4,561,838</u>
Net increase/(decrease) in cash and cash equivalents	1,293,812	(60,432)
Effects of foreign exchange differences	(2,057)	10,050
Cash and cash equivalents at the beginning of the financial period	891,021	348,967
Cash and cash equivalents at the end of the financial period	<u>2,182,774</u>	<u>298,585</u>
<u>Cash and cash equivalents comprised of:</u>		
Deposits with licensed financial institutions	1,016,083	147,013
Bank balances	1,166,691	151,572
Cash and cash equivalents at the end of the financial period	<u>2,182,774</u>	<u>298,585</u>

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

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

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 Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the “PRS Provider”) and Deutsche Trustees 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 sales charge and 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 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 or equivalent rating by 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 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 MFRS and International Financial Reporting Standards (“IFRS”).

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(a) Basis of preparation (continued)**

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

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

Standard that is effective:

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

(i) Financial year beginning on/after 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.

(b) Financial assets and financial liabilitiesClassification

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

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

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

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

The contractual cash flows of the Funds' unquoted fixed income securities are solely principal and profit. 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 measure at fair value through profit or loss.

The Fund classifies cash and cash and cash equivalents and amount due from the PRS Provider and dividend 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 accrued management fee, amount due to Trustee, amount due to the PRS Provider, amount due to Private Pension Administrator's fee, and other payables and accruals as financial liabilities measured at amortised cost.

Recognition and measurement

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

Financial liabilities are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

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

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

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

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

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

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Recognition and measurement (continued)

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

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 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 is accounted for as the difference between the net disposal proceeds and the carrying amount of quoted securities, 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 proceeds 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.
- ii) Significant portion of the Fund’s expenses are denominated in RM.

Transactions and balances

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

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

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) 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 that are readily convertible to known amounts of cash and which are subjected to an insignificant risk of changes in value.

(g) Taxation

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

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

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

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

(i) Transaction costs

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

(j) Segment information

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(k) Critical accounting estimates and judgments in applying accounting policies**

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

Estimates and judgments 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 Unit Trust Funds.

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 adopting the use of non-BPA price.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES

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.

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.

(a) Market risk

(i) Price risk

This is the risk that the fair value of investments will fluctuate because of changes in market prices. The value of investments may fluctuate according to the activities of individual companies, sector and overall political and economic conditions. Such fluctuation may cause the Fund's NAV and prices of units to fall as well as rise, and income produced by the Fund may also fluctuate.

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

(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.

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

(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 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. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**(c) Liquidity risk**

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

The 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 potential.

(d) Capital risk management

The capital of the Fund is represented by net assets attributable to members. 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 period end date. The Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the PRS Provider will determine the point within the bid-ask spread that is most representative of the fair value.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

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.

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

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

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
31.07.2019				
Financial assets at fair value through profit or loss:				
- Quoted securities	39,396,698	-	-	39,396,698
- Unquoted fixed income securities	-	18,492,204	-	18,492,204
	<u>39,396,698</u>	<u>18,492,204</u>	<u>-</u>	<u>57,888,902</u>
31.01.2019				
Audited				
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>

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

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).

- (ii) The carrying values of cash and cash equivalents, amount due from the PRS Provider, dividend 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 period ended 31 July 2019 and 31 July 2018, 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%

Nonetheless, no management fee is charged on the Fund up until 15 November 2018 as the management fee has been waived by the PRS Provider. Effective from 16 November 2018, the fee is charged to the Fund.

The Private Pension Administrator's fee is recognised at a rate of 0.04% per annum (31.07.2018: 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 FEE

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 period ended 31 July 2019, the Trustee's fee is recognised at a rate of 0.04% per annum (31.07.2018: 0.04% per annum) for each unit class.

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

6. TAXATION

	01.02.2019 to 31.07.2019 RM	01.02.2018 to 31.07.2018 RM
Tax charged for the financial period:		
- Withholding tax	-	21,042

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:

	01.02.2019 to 31.07.2019 RM	01.02.2018 to 31.07.2018 RM
Profit/(Loss) before taxation	3,172,719	(2,757,421)
Taxation at Malaysian statutory rate of 24% (31.07.2018: 24%)	761,453	(661,781)
Tax effects of:		
(Income not subject to tax)/Loss not deductible for tax purposes	(880,201)	646,706
Expenses not deductible for tax purposes	24,550	13,579
Restriction on tax deductible expenses for PRS Funds	94,198	1,496
Income subject to withholding tax	-	21,042
Taxation	-	21,042

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.07.2019 RM	31.01.2019 Audited RM
At fair value through profit or loss:		
- Quoted securities	39,396,698	33,887,458
- Unquoted fixed income securities	18,492,204	16,110,950
	57,888,902	49,998,408
	01.02.2019 to 31.07.2019 RM	01.02.2018 to 31.07.2018 RM
Net gain/(loss) on financial assets at fair value through profit or loss:		
- Realised loss on disposals	(584,835)	(305,769)
- Unrealised fair value gain/(loss)	3,132,627	(3,198,763)
	2,547,792	(3,504,532)

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 %
31.07.2019				
QUOTED SECURITIES				
AUSTRALIA				
Basic Materials				
BHP Group Ltd	14,825	1,332,962	1,719,986	2.83
BlueScope Steel Ltd	20,849	885,185	776,821	1.28
	<u>35,674</u>	<u>2,218,147</u>	<u>2,496,806</u>	<u>4.11</u>
Consumer Services				
Aristocrat Leisure Ltd	3,516	327,193	306,743	0.50
Seven Group Holdings Ltd	16,227	985,146	836,474	1.38
	<u>19,743</u>	<u>1,312,339</u>	<u>1,143,217</u>	<u>1.88</u>
Health Care				
CSL Ltd	636	311,647	415,683	0.68
Industrials				
Amcor Limited	6,491	291,762	286,932	0.47
Cleanaway Waste Management Ltd	100,626	487,834	693,141	1.14
Transurban Group	6,735	240,788	298,101	0.49
	<u>113,852</u>	<u>1,020,384</u>	<u>1,278,174</u>	<u>2.10</u>
Oil & Gas				
Oil Search Ltd	18,099	480,394	366,286	0.60
TOTAL AUSTRALIA	<u>188,004</u>	<u>5,342,911</u>	<u>5,700,167</u>	<u>9.37</u>
CAYMAN ISLANDS				
Consumer Services				
Alibaba Group Holding Ltd	1,278	923,347	912,814	1.50
TOTAL CAYMAN ISLANDS	<u>1,278</u>	<u>923,347</u>	<u>912,814</u>	<u>1.50</u>
CHINA				
Financials				
China Vanke Co Ltd -H	50,000	762,088	781,426	1.29
Industrial and Commercial Bank	437,000	1,480,418	1,220,816	2.01
Ping An Insurance Group Co. – H ¹	30,500	1,179,355	1,501,550	2.47
	<u>517,500</u>	<u>3,421,861</u>	<u>3,503,792</u>	<u>5.77</u>
Industrials				
Anhui Conch Cement Co. Ltd	27,000	515,414	651,100	1.07
TOTAL CHINA	<u>544,500</u>	<u>3,937,275</u>	<u>4,154,892</u>	<u>6.84</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 %
31.07.2019 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
HONG KONG, CHINA				
Consumer Goods				
China Mengniu Dairy Co. Ltd	61,000	704,038	1,022,469	1.68
Haier Electronics Group Co	32,000	416,330	312,718	0.51
Techtronic Industries Co	28,000	689,383	868,555	1.43
	<u>121,000</u>	<u>1,809,751</u>	<u>2,203,742</u>	<u>3.62</u>
Consumer Services				
Galaxy Entertainment Grp Ltd	29,000	929,791	825,439	1.36
Sands China Ltd	25,600	446,065	514,112	0.85
	<u>54,600</u>	<u>1,375,856</u>	<u>1,339,551</u>	<u>2.21</u>
Financials				
AIA Group Ltd	45,400	1,493,247	1,935,965	3.19
China Resources Land Ltd	28,000	419,704	498,110	0.82
Henderson Land Development	20,000	456,846	429,587	0.71
	<u>93,400</u>	<u>2,369,797</u>	<u>2,863,662</u>	<u>4.72</u>
Industrials				
Sunny Optical Tech	8,100	396,140	394,502	0.65
Oil & Gas				
CNOOC Ltd	113,000	790,839	770,736	1.27
REITS				
Link REIT	10,500	480,004	505,858	0.83
Technology				
Tencent Holdings Ltd	9,400	1,889,492	1,824,335	3.00
TOTAL HONG KONG, CHINA	<u>410,000</u>	<u>9,111,879</u>	<u>9,902,386</u>	<u>16.30</u>
INDONESIA				
Consumer Goods				
Gudang Garam TBK PT	32,300	780,592	717,451	1.18
Consumer Services				
Ace Hardware Indonesia	1,098,600	410,761	593,087	0.98
Mitra Adiperkasa TBK PT	2,028,000	417,247	563,823	0.93
	<u>3,126,600</u>	<u>828,008</u>	<u>1,156,910</u>	<u>1.91</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 %
31.07.2019 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
INDONESIA (CONTINUED)				
Financials				
Bank Rakyat Indonesia	448,500	453,102	591,130	0.97
Ciputra Development TBK	1,659,700	582,281	603,030	0.99
	<u>2,108,200</u>	<u>1,035,383</u>	<u>1,194,160</u>	<u>1.96</u>
Industrials				
Semen Indonesia Persero Tbk	80,000	295,036	303,026	0.50
Telecommunications				
Telekomunikasi TBK PT	373,400	424,947	472,373	0.78
TOTAL INDONESIA	5,720,500	3,363,966	3,843,920	6.33
MALAYSIA				
Consumer Services				
Bermaz Auto Berhad	193,500	399,564	493,425	0.81
Financials				
CIMB Group Holdings Bhd	196,335	1,171,569	997,382	1.64
Industrials				
Malaysia Airports Holdings Bhd	127,900	1,071,994	1,073,081	1.77
V.S. Industry	291,375	706,176	349,650	0.58
	<u>419,275</u>	<u>1,778,170</u>	<u>1,422,731</u>	<u>2.35</u>
TOTAL MALAYSIA	809,110	3,349,303	2,913,538	4.80
PHILIPPINES				
Financials				
Bank Of Philippine Islands	63,710	470,672	464,446	0.76
TOTAL PHILIPPINES	63,710	470,672	464,446	0.76
SINGAPORE				
Financials				
Capitaland Ltd	57,000	633,996	622,115	1.02
CapitaLand Mall Trust	137,800	891,210	1,088,524	1.79
CDL Hospitality Trusts	129,800	641,566	641,809	1.06
DBS Group Holdings Ltd	20,000	1,453,959	1,592,523	2.62

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 %
31.07.2019 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
SINGAPORE (CONTINUED)				
Financials (Continued)				
Frasers Logistics & Industrial Trust	168,100	595,339	608,186	1.00
Keppel DC REIT	200,400	910,794	1,033,192	1.70
	<u>713,100</u>	<u>5,126,864</u>	<u>5,586,349</u>	<u>9.19</u>
Industrials				
Singapore Technologies Engineering Ltd	90,000	987,795	1,150,524	1.89
Venture Corp Ltd	19,800	1,181,868	927,691	1.53
	<u>109,800</u>	<u>2,169,663</u>	<u>2,078,215</u>	<u>3.42</u>
REITS				
NetLink NBN Trust	210,900	553,439	550,022	0.91
TOTAL SINGAPORE	<u>1,033,800</u>	<u>7,849,966</u>	<u>8,214,586</u>	<u>13.52</u>
SOUTH KOREA				
Consumer Goods				
Samsung Electronics Co. Ltd	3,500	651,717	553,506	0.91
TOTAL SOUTH KOREA	<u>3,500</u>	<u>651,717</u>	<u>553,506</u>	<u>0.91</u>
THAILAND				
Consumer Services				
CP ALL PCL - NVDR ²	100,900	1,041,948	1,176,580	1.94
Financials				
Bangkok Bank PCL – NVDR ²	16,800	444,244	409,870	0.67
TOTAL THAILAND	<u>117,700</u>	<u>1,486,192</u>	<u>1,586,450</u>	<u>2.61</u>
UNITED STATES				
Financials				
HDFC Bank Ltd	1,250	532,212	593,009	0.98
ICICI Bank Ltd	11,056	476,976	556,984	0.93
	<u>12,306</u>	<u>1,009,188</u>	<u>1,149,993</u>	<u>1.91</u>
TOTAL UNITED STATES	<u>12,306</u>	<u>1,009,188</u>	<u>1,149,993</u>	<u>1.91</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 %
31.07.2019 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
TOTAL QUOTED SECURITIES	<u>8,904,408</u>	37,496,416	<u>39,396,698</u>	<u>64.85</u>
ACCUMULATED UNREALISED GAIN ON QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS				
		<u>1,900,282</u>		
TOTAL QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>39,396,698</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 %
31.07.2019				
UNQUOTED FIXED INCOME SECURITIES				
Bandar Serai Development Sdn Bhd 4.78% 27/10/2020 (AA3)	1,500,000	1,525,087	1,535,580	2.53
Bank Islam Malaysia Bhd 5.50% 15/12/2025 (A1)	1,400,000	1,432,871	1,441,651	2.37
Bank Pembangunan Malaysia Bhd 4.28% 2/3/2022 (AAA)	700,000	709,917	720,049	1.19
Celcom Networks Sdn Bhd 4.85% 29/8/2022 (AA+)	600,000	616,592	628,730	1.03
Fortune Premiere Sdn Bhd 4.80% 13/3/2023 (AA)	1,800,000	1,842,272	1,885,273	3.10
GENTING CAP 4.42% 08/06/2022 (AAA)	2,250,000	2,250,699	2,303,881	3.79
Imtiaz Sukuk II Bhd 4.58% 27/5/2022 (AA2)	750,000	756,634	770,558	1.27
Jimah Energy Ventures Sdn Bhd 9.15% Due 5/12/2020 (AA3)	750,000	792,533	796,680	1.31
Jimah Energy Ventures Sdn Bhd 9.35% 12/05/2020 (AA3)	750,000	793,974	798,148	1.31
MMC Corporation Bhd 5.64% 27/4/2027 (AA-)	750,000	775,400	792,881	1.31
Perbadanan Kemajuan Negeri Selangor 5.00% 10/08/2021 (AA3)	950,000	976,485	989,692	1.63
Perbadanan Kemajuan Negeri Selangor 5.15% 10/08/2023 (AA3)	1,000,000	1,031,998	1,059,641	1.74
Sabah Credit Corporation Bhd 4.70% 08/05/2020 (AA1)	800,000	813,161	813,964	1.34
Telekom Malaysia Bhd 4.20% 13/09/2021 (AAA)	250,000	254,395	257,609	0.42
UEM Edgenta Bhd 4.85% 26/4/2022 (AA-)	300,000	305,511	310,416	0.51
United Growth Bhd 4.73% 21/06/2022 (AA2)	300,000	303,375	309,376	0.52
WCT Holdings Bhd 5.32% 11/5/2022 (AA-)	750,000	762,608	766,920	1.27
YTL Corporation Bhd 4.38% 25/04/2023 (AA1)	2,250,000	2,257,485	2,311,155	3.80

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 %
31.07.2019 (CONTINUED)				
UNQUOTED FIXED INCOME SECURITIES (CONTINUED)				
TOTAL UNQUOTED FIXED INCOME SECURITIES	<u>17,850,000</u>	18,200,997	<u>18,492,204</u>	<u>30.44</u>
ACCUMULATED UNREALISED GAIN ON UNQUOTED FIXED INCOME SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>291,207</u>		
TOTAL UNQUOTED FIXED INCOME SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>18,492,204</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 %
31.01.2019				
Audited				
QUOTED SECURITIES				
MALAYSIA				
Consumer Services				
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
V.S. Industry Bhd	291,375	706,176	236,014	0.46
	419,275	1,778,170	1,264,330	2.46
TOTAL MALAYSIA	809,110	3,349,303	2,791,498	5.43
AUSTRALIA				
Basic 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
	35,674	2,218,147	2,306,592	4.49
Consumer Services				
Aristocrat Leisure Ltd	3,516	327,193	257,433	0.50
Seven Group Holdings Ltd	16,227	985,146	761,678	1.48
	19,743	1,312,339	1,019,111	1.98
Health Care				
CSL Ltd	636	311,647	368,145	0.72
Industrials				
Boral Ltd	19,769	476,440	290,898	0.57
Cleanaway Waste Management Ltd	100,626	487,834	539,931	1.05
Transurban Group	6,735	240,788	243,657	0.47
	127,130	1,205,062	1,074,486	2.09
Oil & Gas				
Oil Search Ltd	18,099	480,394	420,201	0.82
TOTAL AUSTRALIA	201,282	5,527,589	5,188,535	10.10
CAYMAN ISLANDS				
Consumer Services				
Alibaba Group Holdings Ltd	1,278	923,347	881,562	1.70
TOTAL CAYMAN ISLANDS	1,278	923,347	881,562	1.70

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 %
31.01.2019 (CONTINUED)				
Audited (Continued)				
QUOTED SECURITIES				
(CONTINUED)				
CHINA				
Financials				
China Vanke Co. Ltd - H ¹	50,000	762,088	824,602	1.60
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
	<u>517,500</u>	<u>3,421,861</u>	<u>3,414,880</u>	<u>6.64</u>
Industrials				
Anhui Conch Cement Co. Ltd	38,000	725,397	840,885	1.64
TOTAL CHINA	<u>555,500</u>	<u>4,147,258</u>	<u>4,255,765</u>	<u>8.28</u>
HONG KONG, CHINA				
Consumer Goods				
China Mengniu Dairy Co. Ltd	61,000	704,038	772,021	1.50
Techtronic Industries Co	28,000	689,383	664,170	1.29
	<u>89,000</u>	<u>1,393,421</u>	<u>1,436,191</u>	<u>2.79</u>
Consumer Services				
Galaxy Entertainment Grp Ltd	29,000	929,791	817,295	1.59
Sands China Ltd	25,600	446,065	498,352	0.97
	<u>54,600</u>	<u>1,375,856</u>	<u>1,315,647</u>	<u>2.56</u>
Financials				
AIA Group Ltd	45,400	1,493,247	1,670,445	3.25
China Resources Land Ltd	28,000	419,704	445,703	0.87
HSBC Holding PLC	4,400	168,374	153,167	0.30
	<u>77,800</u>	<u>2,081,325</u>	<u>2,269,315</u>	<u>4.42</u>
Oil & Gas				
CNOOC Ltd	113,000	790,839	773,748	1.51
REIT				
Link REIT	5,000	202,181	224,417	0.44
Technology				
Tencent Holding Ltd	9,400	1,889,492	1,697,428	3.30
TOTAL HONG KONG, CHINA	<u>348,800</u>	<u>7,733,114</u>	<u>7,716,746</u>	<u>15.02</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 %
31.01.2019 (CONTINUED)				
Audited (Continued)				
QUOTED SECURITIES (CONTINUED)				
INDONESIA				
Consumer Goods				
PT Gudang Garam TBK	32,300	780,592	791,115	1.54
Consumer Products				
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
Financials				
Bank Rakyat Indonesia	448,500	453,102	505,585	0.98
Telecommunications				
PT Telekomunikasi TBK	373,400	424,947	426,392	0.83
TOTAL INDONESIA	3,980,800	2,486,649	2,866,698	5.57
PHILIPPINES				
Financials				
Bank Of Philippine Islands	63,710	470,672	454,533	0.87
TOTAL PHILIPPINES	63,710	470,672	454,533	0.87
SINGAPORE				
Financials				
CapitaLand Mall Trust	137,800	891,210	1,004,959	1.96
CDL Hospitality Trusts	129,800	641,566	658,687	1.28
DBS Group Holdings Ltd	20,000	1,453,959	1,453,714	2.83
	287,600	2,986,735	3,117,360	6.07
Industrials				
Singapore Technologies Engineering Ltd	90,000	987,795	1,017,357	1.98
Venture Corporation Ltd	24,100	1,438,537	1,190,762	2.32
	114,100	2,426,332	2,208,119	4.30
Oil & Gas				
Keppel Corporation Ltd	24,300	574,701	450,427	0.88
TOTAL SINGAPORE	426,000	5,987,768	5,775,906	11.25
SOUTH KOREA				
Consumer Goods				
Samsung Electronics Co. Ltd	3,500	651,717	594,137	1.16

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 %
31.01.2019 (CONTINUED)				
Audited (Continued)				
QUOTED SECURITIES (CONTINUED)				
SOUTH KOREA (CONTINUED)				
Technology				
SK Hynix Inc	691	222,970	187,832	0.37
TOTAL SOUTH KOREA	4,191	874,687	781,969	1.53
THAILAND				
Consumer Services				
CP ALL PCL - NVDR ²	100,900	1,041,948	1,027,825	2.00
Erawan Group PCL - NVDR ²	619,400	649,286	588,352	1.14
	720,300	1,691,234	1,616,177	3.14
Financials				
Bangkok Bank PCL - NVDR ²	16,800	444,244	473,233	0.92
TOTAL THAILAND	737,100	2,135,478	2,089,410	4.06
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
	12,306	1,009,188	964,779	1.88
Technology				
Nvidia Corporation	204	216,045	120,057	0.23
TOTAL UNITED STATES	12,510	1,225,233	1,084,836	2.11
TOTAL QUOTED SECURITIES	7,140,281	34,861,098	33,887,458	65.92
ACCUMULATED UNREALISED LOSS ON QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		(973,640)		
TOTAL QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		33,887,458		

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 %
31.01.2019 (CONTINUED)				
Audited (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 (AA3)	750,000	709,651	710,062	1.38
Celcom Networks Sdn Bhd 4.85% 29/08/2022 (AA1)	300,000	512,304	518,139	1.01
Fortune Premiere Sdn Bhd 4.80% 13/03/2023 (AA)	300,000	1,122,221	1,128,560	2.20
Genting Capital Bhd 4.42% 08/06/2022 (AAA)	500,000	2,248,825	2,250,536	4.38
Imtiaz Sukuk II Bhd 4.58% 27/05/2022 (AA2)	250,000	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 (AA)	750,000	776,263	768,060	1.49
Perbadanan Kemajuan Negeri Selangor 5.00% 10/08/2021 (AA3)	700,000	977,748	980,427	1.91
Perbadanan Kemajuan Negeri Selangor 5.15% 10/08/2023 (AA3)	750,000	1,033,169	1,036,788	2.02
Telekom Malaysia Bhd 4.20% 13/09/2021 (AAA)	1,100,000	254,473	254,536	0.50
UEM Edgenta Bhd 4.85% 26/04/2022 (AA)	950,000	305,831	307,336	0.60
UniTapah Sdn Bhd 5.01% 12/06/2019 (AA1)	1,000,000	908,930	909,693	1.77
United Growth Bhd 4.73% 21/06/2022 (AA2)	900,000	303,700	306,067	0.60
WCT Holdings Bhd 5.32% 11/05/2022 (AA)	2,250,000	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 %
31.01.2019 (CONTINUED)				
Audited (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

	31.07.2019	31.01.2019
	RM	Audited RM
Deposits with licensed financial institutions	1,016,083	219,021
Bank balances	1,166,691	672,000
	<u>2,182,774</u>	<u>891,021</u>

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

	31.07.2019	31.01.2019
	%	Audited %
Deposits with licensed financial institutions	<u>3.00</u>	<u>3.45</u>

Deposits with licensed financial institutions of the Fund have an average maturity of 1 day (31.01.2019: 4 days).

9. AMOUNT DUE FROM/TO THE PRS PROVIDER

	31.07.2019	31.01.2019
	RM	Audited RM
Amount due from the PRS Provider:		
- Creation of units	<u>706,685</u>	<u>569,862</u>
Amount due to the PRS Provider:		
- Cancellation of units	<u>9,815</u>	<u>3,466</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.02.2019 to 31.07.2019	01.02.2018 to 31.01.2019 Audited
	No. of units	No. of units
Class A (i)	36,927,398	33,584,071
Class C (ii)	4,578,728	4,230,204
Class X (iii)	44,283,339	39,148,092
	<u>85,789,465</u>	<u>76,962,367</u>

(i) Class A

	01.02.2019 to 31.07.2019	01.02.2018 to 31.01.2019 Audited
	No. of units	No. of units
At the beginning of the financial period/year	33,584,071	24,299,517
Add: Creation of units from applications	3,881,242	10,976,048
Less: Cancellation of units	(537,915)	(1,691,494)
At the end of the financial period/year	<u>36,927,398</u>	<u>33,584,071</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS) (CONTINUED)**(ii) Class C**

	01.02.2019 to 31.07.2019	01.02.2018 to 31.01.2019 Audited
	No. of units	No. of units
At the beginning of the financial period/year	4,230,203	2,956,036
Add: Creation of units from applications	371,823	1,351,399
Less: Cancellation of units	(23,298)	(77,231)
At the end of the financial period/year	<u>4,578,728</u>	<u>4,230,204</u>

(iii) Class X

	01.02.2019 to 31.07.2019	01.02.2018 to 31.01.2019 Audited
	No. of units	No. of units
At the beginning of the financial period/year	39,148,092	29,584,254
Add: Creation of units from applications	6,829,226	11,930,258
Less: Cancellation of units	(1,693,979)	(2,366,420)
At the end of the financial period/year	<u>44,283,339</u>	<u>39,148,092</u>

11. MANAGEMENT EXPENSE RATIO ("MER")

	01.02.2019 to 31.07.2019 %	01.02.2018 to 31.07.2018 %
MER	<u>0.86</u>	<u>0.08</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 fee
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 period calculated on a daily basis is RM55,303,888 (31.07.2018: RM41,967,962).

12. PORTFOLIO TURNOVER RATIO ("PTR")

	01.02.2019 to 31.07.2019	01.02.2018 to 31.07.2018
PTR (times)	<u>0.10</u>	<u>0.15</u>

PTR is derived based on the following calculation:

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

where:

total acquisition for the financial period	=	RM8,453,598 (31.07.2018: RM8,988,846)
total disposal for the financial period	=	RM2,189,634 (31.07.2018: RM3,765,698)

13. 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 (formerly known as CIMB-Principal Asset Management Berhad)	The PRS Provider
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the PRS Provider
Principal International (Asia) Ltd	Shareholder 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 PRS Provider
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 PRS Provider
CIMB-GK Securities Pte Ltd	Fellow related party to PRS Provider
CGS-CIMB Securities (Singapore) Pte Ltd	Fellow related party to PRS Provider
CIMB Investment Bank Bhd	Fellow related party to the PRS Provider

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

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

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

	01.01.2019 to 30.06.2019 RM	01.01.2018 to 30.06.2018 RM
<u>Significant related party transactions</u>		
Interest income from deposits with licensed financial institution:		
- CIMB Bank Bhd	62	-
Cash placement with licensed financial institution:		
- CIMB Bank Bhd	530,000	-

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

14. TRANSACTIONS WITH BROKERS/DEALERS

Details of transactions with the top 10 brokers/dealers for the six months financial period ended 31 July 2019 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 #	4,114,535	38.66	9,632	56.81
RHB Investment Bank Bhd	2,335,908	21.95	-	-
Macquarie Capital Securities (M) Sdn Bhd	862,990	8.11	2,589	15.27
JP Morgan Securities (Asia Pacific) Ltd	835,261	7.85	1,756	10.36
RHB Bank Bhd	707,903	6.65	-	-
CLSA Ltd	672,119	6.31	336	1.98
Daiwa Capital Markets Singapore Ltd	544,678	5.12	1,362	8.03
Credit Suisse (Hong Kong) Ltd	291,762	2.74	584	3.44
Sanford C. Bernstein & Co., LLC	278,076	2.61	695	4.11
	<u>10,643,232</u>	<u>100.00</u>	<u>16,954</u>	<u>100.00</u>

14. TRANSACTIONS WITH BROKERS/DEALERS (CONTINUED)

Details of transactions with the top 10 brokers/dealers for the six months financial period ended 31 July 2018 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 #	3,848,842	30.18	9,383	33.33
Credit Suisse (Hong Kong) Ltd	1,210,846	9.49	2,365	8.4
Sanford C. Bernstein & Co.	1,117,208	8.76	3,997	14.2
DBS Vickers Securities (Singapore) Pte Ltd	867,738	6.80	2,670	9.49
Hong Investment Bank Bhd	707,490	5.55	-	0
JP Morgan Securities Singapore Pte Ltd	707,468	5.55	2,186	7.77
Macquarie Capital Securities Singapore Pte Ltd	627,303	4.92	1,302	4.63
Citigroup Global Markets Ltd	534,617	4.19	1,292	4.59
CLSA (Hong Kong) Ltd	514,442	4.03	660	2.35
RHB Investment Bank Bhd	502,540	3.94	-	-
Others	2,116,050	16.59	4,293	15.24
	<u>12,754,544</u>	<u>100.00</u>	<u>28,148</u>	<u>100.00</u>

Included in the transactions by the Fund are trades conducted with CGS-CIMB Securities (Singapore) Pte Ltd, related party to the PRS Provider amounting to RM4,114,535 (31.07.2019: RM3,848,842). 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.

15. SEGMENT INFORMATION

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

The investment objective of the Fund is to provide capital growth over the long-term by investing in a portfolio of primarily equities with some exposure in fixed income instruments. The reportable operating segment derives its income by seeking investments to achieve targeted returns consummate with an acceptable level of risk within the portfolio. These returns consist of interest income and dividend income earned from investments and gains on the appreciation in the value of investments, which are derived from Ringgit denominated deposits with licensed financial institutions, Malaysia domiciled collective investment schemes, quoted securities listed on the Bursa Securities, Malaysia, quoted securities of companies domiciled in, listed in, and/or have significant operations in countries in Asia Pacific ex Japan and unquoted fixed income securities traded in Malaysia.

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

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