

CIMB-Principal Preferred Securities Fund

Unaudited Quarterly Report

For The Quarter And Financial Period Ended 31 July 2019

CIMB-PRINCIPAL PREFERRED SECURITIES FUND

UNAUDITED QUARTERLY REPORT

FOR THE QUARTER AND FINANCIAL PERIOD ENDED 31 JULY 2019

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INVESTORS' LETTER

Dear Valued Investors,

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

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


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

MANAGER'S REPORT**FUND OBJECTIVE AND POLICY****What is the investment objective of the Fund?**

The Fund aims to achieve income and capital appreciation primarily through investment in preferred securities.

Has the Fund achieved its objective?

For the financial period under review, the Fund has performed in line with its objective as stated under the Fund Performance section.

What are the Fund investment policy and principal investment strategy?

The Fund is a feeder fund and it invests in a single collective investment scheme, i.e. the Target Fund. The Manager will monitor the investment objective of the Target Fund to ensure that it is in line with the investment objective of the Fund.

In order to achieve its investment objective, the Fund will invest at least 95% of its Net Asset Value ("NAV") in the Target Fund; a Undertakings for Collective Investment in Transferable Securities ("UCITS") domiciled in Ireland and established on 22 April 2003. The Fund will invest in Class I Income United States Dollar ("USD") of the Target Fund, which is a share class denominated in USD with income distribution established on 15 January 2013. The Fund will also maintain up to 5% of its NAV in Liquid Assets.

Information on the Target Fund:

- Target Fund Manager : Principal Global Investors (Ireland) Limited
- Investment Adviser : Principal Global Investors, LLC
- Sub Investment Adviser : Spectrum Asset Management, Inc
- Regulatory authority : Central Bank of Ireland

Principal Global Investors Fund - Preferred Securities Fund is a Dublin based UCITS that invest primarily in a portfolio of USD denominated preferred securities and debt securities.

Asset allocation

- At least 95% of the Fund's NAV will be invested in the Target Fund; and
- Up to 5% of the Fund's NAV will be invested in Liquid Assets for liquidity purposes.

The Fund is a feeder fund that invests at least 95% of its NAV into the Target Fund. Hence, the Target Fund manager will employ a risk management process which combines financial techniques and instruments to manage at any time the risk of various positions and their contribution to the overall risk of the Target Fund's portfolio.

Note:

Anti-dilution levy is an allowance for fiscal and other charges that is added to the NAV per unit of the relevant class to reflect the costs of investing application monies in underlying assets of the Target Fund. The levy is intended to be used to ensure that all investors in the Target Fund are treated equitably by allocating transaction costs to the investors whose transactions give rise to those costs.

Base Currency

USD

Fund category/type

Feeder Fund/Income

How long should you invest for?

Recommended three (3) years or more

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

High

FUND OBJECTIVE AND POLICY (CONTINUED)

When was the Fund launched?

Class MYR & USD

11 January 2017

Class MYR-Hedged ("MYR-H")

30 March 2017

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

USD8.59 million (17.53 million units)

What is the Fund's benchmark?

50% Bank of America Merrill Lynch Fixed Rate Preferred Securities Index and 50% Bank of America Merrill Lynch US Capital Securities Index.

What is the Fund distribution policy?

Quarterly, depending on the availability of realised income and/or realised gains and at our discretion. The Manager have the right to make provisions for reserves in respect of distribution of the Class. If the income available is too small or insignificant, any distribution may not be of benefit to unit holders as the total cost to be incurred in any such distribution may be higher than the amount for distribution. The Manager have the discretion to decide on the amount to be distributed to unit holders. The Manager also have the discretion to make income distribution on an ad-hoc basis, taking into consideration the level of its realised income and/or realised gains, as well as the performance of the Fund.

What was the net income distribution for the financial period from 1 May 2019 to 31 July 2019?

The Fund distributed a total net income of USD0.04 million to unit holders for the financial period from 1 May 2019 to 31 July 2019.

Date	NAV per unit (before distribution)	NAV per unit (after distribution)
	USD	USD
26.06.2019		
Class MYR	0.2405	0.2396
Class MYR-H	0.2270	0.2260
Class USD	1.0549	1.0506

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	31.07.2017
	%	%	%
Collective investment scheme	97.05	100.07	96.64
Cash and other net assets	2.95	(0.07)	3.36
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

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

	31.07.2019	31.07.2018	31.07.2017
NAV (USD Million)			
- Class MYR	0.96	1.11	0.40
- Class MYR-H	1.87	1.55	1.79
- Class USD	5.76	7.60	4.62
Units in circulation (Million)			
- Class MYR	3.95	4.84	1.70
- Class MYR-H	8.16	7.09	7.53
- Class USD	5.42	7.53	4.38
NAV per unit (USD)			
- Class MYR	0.2415	0.2288	0.2375
- Class MYR-H	0.2290	0.2187	0.2376
- Class USD	1.0640	1.0088	1.0538
	01.05.2019	01.05.2018	01.05.2017
	to 31.07.2019	to 31.07.2018	to 31.07.2017
Highest NAV per unit (USD)			
- Class MYR	0.2418	0.2340	1.0239
- Class MYR-H	0.2300	0.2464	0.2376
- Class USD	1.0652	1.0343	1.0538
Lowest NAV per unit (USD)			
- Class MYR	0.2339	0.2268	0.2314
- Class MYR-H	0.2188	0.2176	0.2346
- Class USD	1.0307	0.9997	0.2307
Total return (%)			
- Class MYR	3.37	2.76	2.92
- Class MYR-H	3.66	(0.64)	3.10
- Class USD	3.29	(0.84)	2.92
Capital growth (%)			
- Class MYR	2.72	(0.12)	2.92
- Class MYR-H	2.01	(9.55)	3.10
- Class USD	2.89	(2.49)	2.92
Income distribution (%)			
- Class MYR	0.65	1.40	-
- Class MYR-H	1.65	8.27	-
- Class USD	0.40	1.68	-

PERFORMANCE DATA (CONTINUED)

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

	01.05.2019 to 31.07.2019	01.05.2018 to 31.07.2018	01.05.2017 to 31.07.2017
Date of distribution	26.06.2019	22.06.2018	-
Gross/Net distribution per unit (cent)			
- Class MYR	0.09	0.32	-
- Class MYR-H	0.09	1.83	-
- Class USD	0.42	1.69	-
Management Expense Ratio ("MER") (%) ^	0.29	0.31	0.36
Portfolio Turnover Ratio ("PTR") (times) #	0.15	0.10	0.47

^ The Fund's MER decreased from 0.31% to 0.29% due to decrease in total expenses during the financial period under review.

The Fund's PTR increased from 0.10 times to 0.15 times. As a feeder fund, the turnover reflects investments and withdrawals in the Target Fund. The turnover increased because there were more unit redemptions within the financial period under review.

	01.05.2019 to 31.07.2019	01.05.2018 to 31.07.2018	Since inception to 31.07.2017 %
Annual total return			
- Class MYR	7.39	(6.68)	6.16
- Class USD	7.35	(1.70)	5.38

(Launch date: 11 January 2017)

- Class MYR-Hedged	6.36	(0.84)	5.11
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(Launch date: 30 March 2017)

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

MARKET REVIEW (1 MAY 2019 TO 31 JULY 2019)

There was a significant change in market tone during May 2019 as U.S. Treasury ("UST") bonds rallied and equity markets plunged. The primary impetus for the abrupt mood change was the Federal Open Market Committee ("FOMC") minutes and rising trade tensions. The UST bond rallied all month long and finished May 2019 quite over-bought. The 30-year UST bond closed the month yielding 2.58% (36 basis points ("bps") lower month-to-date ("MTD"); and 43 bps lower since the end of 2015, which was the time of the Federal Reserve's (the "Fed") first move up on rates). The UST 10-year note closed yielding 2.14% (36 bps lower MTD; and 13 bps lower since the end of 2015) the yield curve differential between the two longer UST terms closed at 44 bps (11 bps steeper on the year). The equity market experienced one of its worse months of the expansion, declining 6.6% (from its highs) as trade tensions have evolved to a base case rather than a risk to global growth.

MARKET REVIEW (1 MAY 2019 TO 31 JULY 2019) (CONTINUED)

Capital Securities had a strong performance in June 2019 with the Immigration and Customs Enforcement ("ICE") BofA Merrill Lynch ("BofAML") US Investment Grade Institutional Capital Securities Index ("CIPS") returning 2.22% and the USD25 par Merrill Lynch Fixed Rate Preferred Securities Index ("P0P2") 1.15%. Meanwhile, the Merrill Lynch US All Capital Securities Index (I0CS) that includes below investment-grade preferred returned 1.70%. Rates fell across the curve with 2 year and 10 year decreasing by 16 bps and 11 bps respectively. The Standard & Poor's ("S&P") 500 rallied with a price change of 6.89% after selling off in May 2019. The catalyst was the expectation that the Fed will cut rates this year. Spreads on the CIPS index tightened by 13 bps. The USD25 par index continues to defy gravity ending the month at a spread of 49 bps tightening by 31 bps. The USD25 par sector is in the greatest risk of correcting relative to USD1000 pars given current valuations.

Risk markets moved higher in anticipation of central bank support in the form of a rate cut by the Fed and talk of rate cuts and quantitative easing from the European Central Bank ("ECB") in July 2019. Capital Securities had a strong period of performance with the ICE BofAML US Investment Grade Institutional CIPS returning 1.25% and the USD25 par Merrill Lynch Fixed Rate Preferred Securities Index (P0P2) 1.94%. The Merrill Lynch US All Capital Securities Index (I0CS) that includes below investment-grade preferred returned 1.67%. Meanwhile, long-term rates were flat.

FUND PERFORMANCE

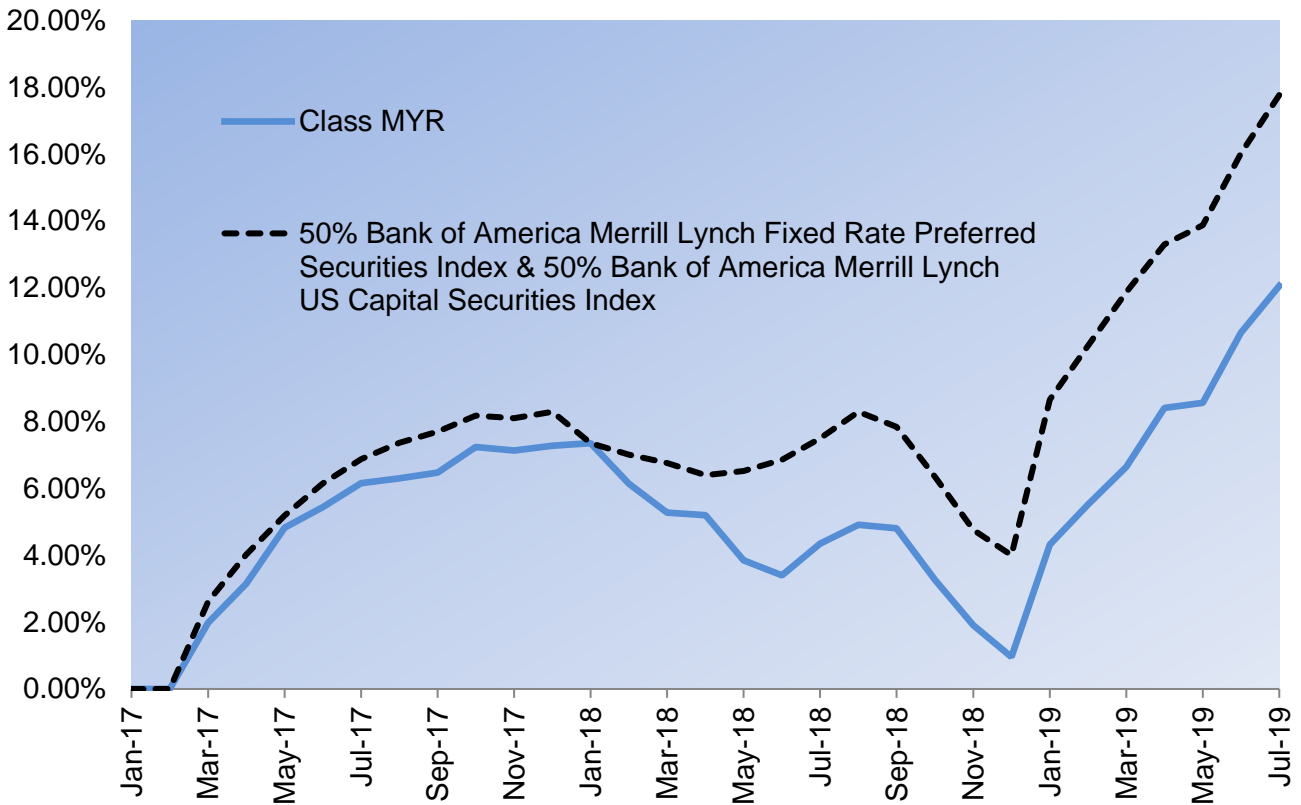
	3 months to 31.07.2019			6 months to 31.07.2019		
	Class MYR	Class MYR-H	Class USD	Class MYR	Class MYR-H	Class USD
	%	%	%	%	%	%
Income	0.65	1.65	0.40	1.15	2.80	1.05
Capital	2.72	2.01	2.89	6.27	4.04	6.32
Total Return	3.37	3.66	3.29	7.42	6.84	7.37
Benchmark	3.94	7.89	3.94	8.39	16.78	8.39
Average Total Return	N/A	N/A	N/A	N/A	N/A	N/A

	1 year to 31.07.2019			Since inception to 31.07.2019		
	Class MYR	Class MYR-H	Class USD	Class MYR	Class MYR-H	Class USD
	%	%	%	%	%	%
Income	2.75	2.80	1.77	3.35	16.60	4.51
Capital	4.64	3.56	5.58	4.04	0.02	6.69
Total Return	7.39	6.36	7.35	12.06	16.62	11.20
Benchmark	9.56	21.47	9.56	17.77	29.82	17.77
Average Total Return	7.39	6.36	7.35	4.56	6.79	4.24

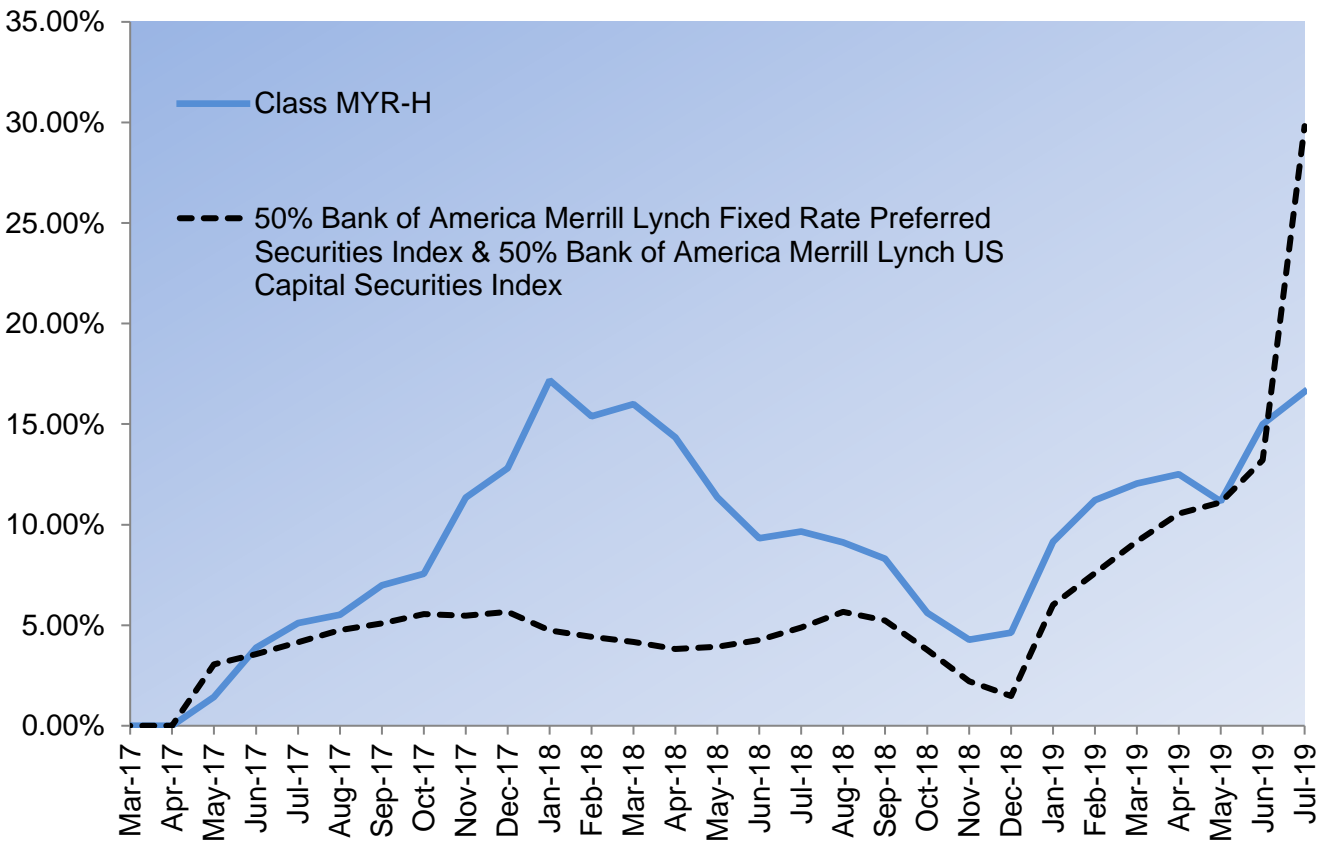
For the financial period under review ended 31 July 2019, Class MYR, Class MYR-H and Class USD gained by 3.37%, 3.66% and 3.29% respectively. For Class MYR and Class USD the benchmark gained by 3.94% while for Class MYR-H the benchmark gained by 7.89%.

FUND PERFORMANCE (CONTINUED)

Class MYR

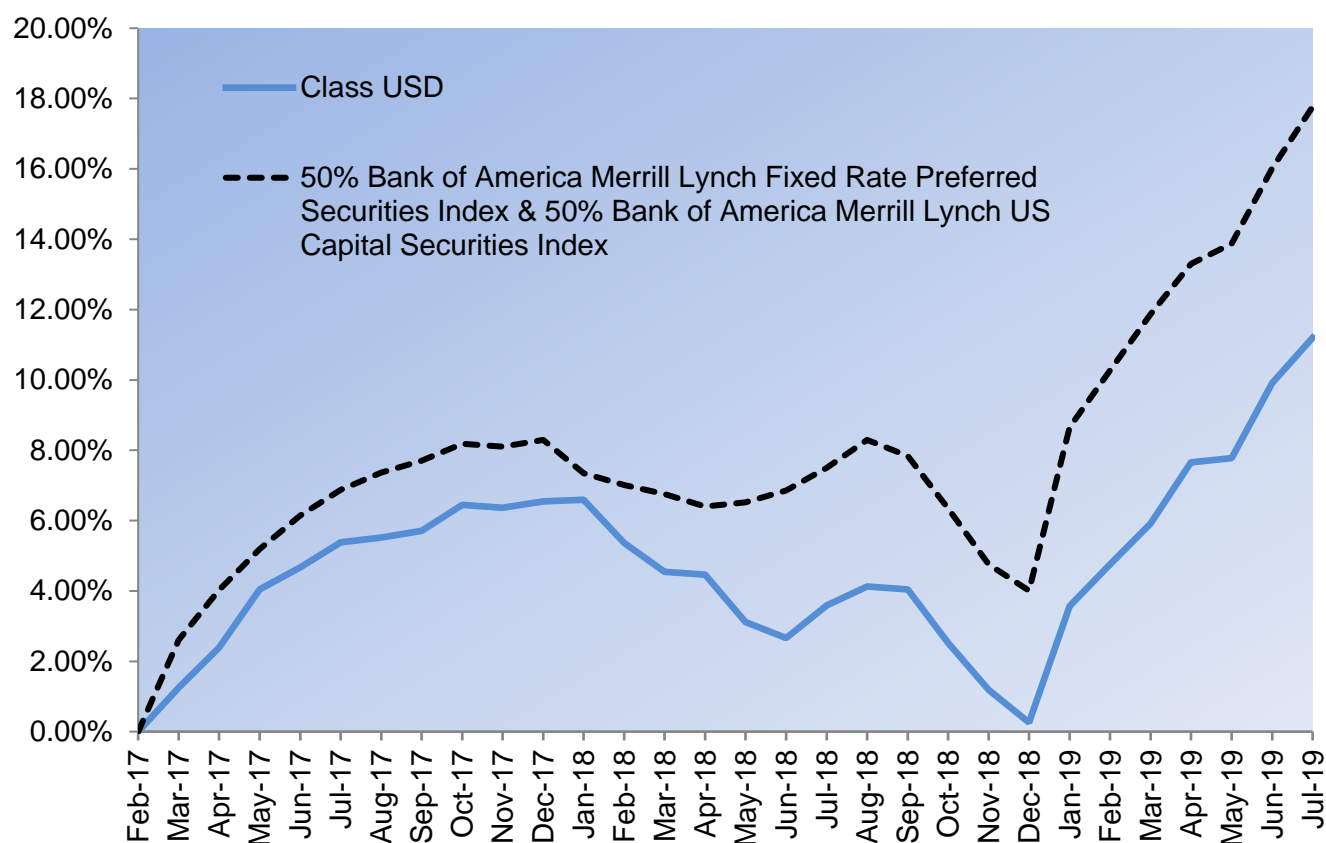


Class MYR-H



FUND PERFORMANCE (CONTINUED)

Class USD



Changes in NAV

CLASS MYR

	31.07.2019	31.10.2018 Audited	Changes %
NAV (USD Million)	0.96	1.10	(12.73)
NAV/Unit (USD)	0.2415	0.2261	6.81

CLASS MYR-H

	31.07.2019	31.10.2018 Audited	Changes %
NAV (USD Million)	1.87	1.45	28.97
NAV/Unit (USD)	0.2290	0.2106	8.74

FUND PERFORMANCE (CONTINUED)**CLASS USD**

	31.07.2019	31.10.2018 Audited	Changes %
NAV (USD Million)	5.76	7.42	(22.37)
NAV/Unit (USD)	1.0640	0.9967	6.75

For the 3-month period, the total NAV and NAV per unit of class MYR-H increased by 28.97% and 8.74% respectively. The increase in the Fund's NAV per unit were mainly due to the positive investment performance during the financial period.

Meanwhile, the total NAV for Class MYR and Class USD declined by 12.73% and 22.37% respectively due to redemptions during the reporting period.

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

PORTFOLIO STRUCTURE**Asset allocation**

(% of NAV)	31.07.2019	31.10.2018 Audited
Collective investment scheme	97.05	99.97
Cash and other net assets	2.95	0.03
TOTAL	100.00	100.00

The Fund was fully invested during the financial period under review. A minimal level of liquid assets was maintained primarily for redemption purposes.

MARKET OUTLOOK*

The bond market consolidated in July 2019 trading off after the 4th July 2019 holiday into a modest downtrend and then went sideways for the rest of the month in anticipation of the Fed meeting at month end. Despite an upward shift on the front end of the UST yield curve, the “stubborn” inversion still prevails in the belly of the curve. Meanwhile, the equity market continued to cheer a dovish Fed by setting new highs in July 2019 on constant tweet pressure on the Fed from President Donald Trump to aggressively cut rates – the S&P 500 closed +1.3% at 2,980 in USD terms.

We continue to add high coupon, high back-end spread European Bank AT1s, switch out of legacy tier1s into AT1 Cocos, and took some gains on bonds that had become rich

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

INVESTMENT STRATEGY

The Fund will continue to remain fully invested in the Target Fund with minimal cash kept for liquidity purposes.

UNIT HOLDINGS STATISTICS

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

CLASS MYR

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00	0.00
5,001 - 10,000	1	0.05	1.52
10,001 - 50,000	-	-	-
50,001 - 500,000	-	-	-
500,001 and above	2	3.90	98.48
Total	4	3.95	100.00

CLASS MYR-H

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	-	-	-
500,001 and above	2	8.16	100.00
Total	3	8.16	100.00

CLASS USD

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	1	0.38	7.01
500,001 and above	3	5.04	92.99
Total	5	5.42	100.00

SOFT COMMISSIONS AND REBATES

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

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

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD FROM 1 MAY 2019 TO 31 JULY 2019**

	01.05.2019 to 31.07.2019 USD	01.05.2018 to 31.07.2018 USD
INCOME/(LOSS)		
Dividend income	114,204	138,891
Net gain/(loss) on financial assets at fair value through profit or loss	203,517	(209,237)
Net loss on derivative assets at fair value through profit or loss	4,058	(56,437)
Net foreign exchange gain/(loss)	944	(875)
Other income	9,311	11,026
	<u>332,034</u>	<u>(116,632)</u>
EXPENSES		
Management fee	34,991	41,522
Trustee's fees	933	1,107
Audit fee	429	612
Tax agent's fee	227	324
Other expenses	323	975
	<u>36,903</u>	<u>44,540</u>
PROFIT/(LOSS) BEFORE FINANCE COST AND TAXATION	295,131	(161,172)
Finance costs (excluding increase in net assets attributable to unit holders):		
- Class MYR	(24,027)	-
- Class MYR-H	(7,264)	-
- Class USD	(4,435)	(273,479)
	<u>(35,726)</u>	<u>(273,479)</u>
PROFIT/(LOSS) BEFORE TAXATION	259,405	(434,651)
Taxation	<u>-</u>	<u>-</u>
INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	<u>259,405</u>	<u>(434,651)</u>
Increase/(Decrease) in net assets attributable to unit holders are made up as follows:		
Realised amount	(7,086)	(301,085)
Unrealised amount	266,491	(133,566)
	<u>259,405</u>	<u>(434,651)</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	31.10.2018
	USD	Audited USD
ASSETS		
Cash and cash equivalents	420,696	40,746
Financial assets at fair value through profit or loss	8,333,913	9,965,795
Amount due from Manager	125,264	-
Amount due from Manager of collective investment scheme		
- Sales of collective investment scheme	125,254	-
- Management fee rebate	11,844	8,416
TOTAL ASSETS	9,016,971	10,014,957
LIABILITIES		
Derivative liability at fair value through profit or loss	2,241	7,432
Amount due to Manager	287,942	21,685
Amount due to Manager of collective investment scheme		
- Purchase of collective investment scheme	125,264	-
Accrued management fee	11,138	12,833
Amount due to Trustee	297	342
Other payables and accruals	3,037	3,670
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)	429,919	45,962
NET ASSET VALUE OF THE FUND	8,587,052	9,968,995
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	8,587,052	9,968,995

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

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

	31.07.2019	31.10.2018
	USD	Audited USD
REPRESENTED BY:		
FAIR VALUE OF OUTSTANDING UNITS (USD)		
- Class MYR	954,785	1,095,446
- Class MYR-H	1,869,021	1,449,113
- Class USD	5,763,246	7,424,436
	<u>8,587,052</u>	<u>9,968,995</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)		
- Class MYR	3,952,637	4,844,929
- Class MYR-H	8,159,708	6,879,009
- Class USD	5,416,492	7,448,507
	<u>17,528,837</u>	<u>19,172,445</u>
NET ASSET VALUE PER UNIT (USD)		
- Class MYR	0.2415	0.2261
- Class MYR-H	0.2290	0.2106
- Class USD	1.0640	0.9967
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- Class MYR	RM0.9968	RM0.9460
- Class MYR-H	RM0.9453	RM0.8811
- Class USD	<u>USD1.0640</u>	<u>USD0.9967</u>

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

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL PERIOD FROM 1 MAY 2019 TO 31 JULY 2019**

	01.05.2019 to 31.07.2019 USD	01.05.2018 to 31.07.2018 USD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	10,363,013	11,816,218
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class MYR	15,480	12,864
- Class MYR-H	409,240	143,866
- Class USD	13,448	204,383
	<u>438,168</u>	<u>361,113</u>
Creation of units from distribution		
- Class MYR	3,941	-
- Class MYR-H	7,264	-
- Class USD	20,466	-
	<u>31,671</u>	<u>-</u>
Cancellation of units		
- Class MYR	(241,117)	(2,266)
- Class MYR-H	(259,319)	(157,280)
- Class USD	(2,004,769)	(1,321,864)
	<u>(2,505,205)</u>	<u>(1,481,410)</u>
Increase/(Decrease) in net assets attributable to unit holders during the financial period:		
Profit after taxation	<u>259,405</u>	<u>(434,651)</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	<u><u>8,587,052</u></u>	<u><u>10,261,270</u></u>

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

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD FROM 1 MAY 2019 TO 31 JULY 2019**

	01.05.2019 to 31.07.2019 USD	01.05.2018 to 31.07.2018 USD
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of collective investment scheme	2,407,746	1,737,000
Purchase of collective investment scheme	(186,679)	(526,136)
Dividend income received	114,204	138,891
Management fee paid	(36,653)	(43,021)
Management fee rebate received	8,371	10,388
Trustee's fees paid	(977)	(1,147)
Payments for other fees and expenses	(283)	(1,862)
Net realised foreign exchange gain/(loss)	943	(875)
Net realised gain/(loss) on forward foreign currency contracts	9,831	(60,781)
Net cash generated from operating activities	2,316,503	1,252,457
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	312,904	361,113
Payments for cancellation of units	(2,257,557)	(1,484,993)
Distributions paid	(4,056)	(273,479)
Net cash used in financing activities	(1,948,709)	(1,397,359)
Net increase/(decrease) in cash and cash equivalents	367,794	(144,902)
Effects of foreign exchange differences	(1,807)	(106)
Cash and cash equivalents at the beginning of the financial period	54,709	150,528
Cash and cash equivalents at the end of the financial period	420,696	5,520
<u>Cash and cash equivalents comprised of:</u>		
Bank balances	420,696	5,520
Cash and cash equivalents at the end of the financial period	420,696	5,520

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

DIRECTORY

Head office of the Manager

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