

**CIMB ISLAMIC PRS PLUS ASIA PACIFIC EX JAPAN EQUITY**

**INTERIM REPORT**

**FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2020**

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## MEMBERS' LETTER

Dear Valued Members,

These are trying times for all of us – not just in Malaysia, but around the world. With a 24/7 news cycle, the world is watching just how fluid the Coronavirus Disease 2019 (“COVID-19”) situation remains. In major markets, measures are being put in place to help flatten the curve, revive economies and help markets confidently put the COVID-19 virus behind us. It’s believed the impact on economies may last until September 2020 with recovery beginning in the 4<sup>th</sup> quarter.

- **More and more countries put in place unprecedented protective orders** (e.g. non-essential business closures, stay-at-home regulations, etc.).
- **Governments around the world are unveiling or are planning very large fiscal stimulus to cushion the economic shock** e.g., US [10% of Gross Domestic Product (“GDP”)], Japan (11.5%), Singapore (11%), Malaysia (15.7%).
- **Central banks have cut interest rates and unveiled a list of measures to help alleviate financial market stress.**

Here in Malaysia, we must all do our part to help reinforce our government’s efforts and stay home to help flatten the curve of COVID-19. At Principal, we’ve asked all our staff that can work from home to do so. Those that come to the office are helping manage key functions and allow us to continue meeting our customers’ expectations and retaining your trust. We ensure our staff coming into the office are well equipped and protected to help minimise their risk.

With all the news and information and impact on markets, we realise you’ll likely have plenty of questions right now. And while each person’s situation can be a little different, we wanted to help by answering some of the most common questions we’ve heard:

**1. *Should I take money out of the market now and stop contributing (even to my retirement savings)?***

During volatile times, it can be tempting to change how you invest in hopes of a better return. In the long run, you’re generally better off staying the course rather than trying to jump out of, then back into, the market. It’s typically not about timing the market, but time in market.

**2. *What must I do if the market continues to be volatile, should I move to cash, fixed income assets or “safer” options?***

What’s best for you really depends on your goals, risk tolerance, and how long it will be before you need the money. If you’re exiting your investments when the market is falling—financially, this is the worst time to sell. It’s important to remain calm and stay focused on the long term. This may be a good time for you to revisit your investment portfolio and ensure you have proper asset allocation to help spread your risk.

**3. *How do I know if I’m invested the way I should be?***

Make sure your portfolio is diversified and continues to be in line with your long-term goals. Investing for retirement generally requires you to trade near-term gains for what may be long-term benefits. Principal offers a variety of conventional and Islamic solutions to help meet your unique needs.

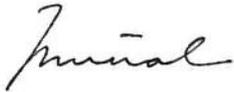
For further investing and retirement education and market information, please visit our website ([www.principal.com.my](http://www.principal.com.my)) or Facebook account (@PrincipalMY). And, coming soon, we’ll also be sharing additional education information through webinars and our YouTube channel. If you have additional questions, please contact our Customer Care Centre at +(603) 7718 3000 or [service@principal.com.my](mailto:service@principal.com.my) or reach out to your Principal Consultant.

**MEMBERS' LETTER (CONTINUED)**

We appreciate your continuous support and the trust you place in us. And, we're happy to share that we recently won the Morningstar Fund Awards Malaysia for the Best Malaysia Large-Cap Equity (Shariah) Fund based on 2019 performance for Principal DALI Equity Fund (formerly known as CIMB Islamic DALI Equity Fund).

Please be informed that effective 22 April 2020, the Fund has been renamed as Principal Islamic PRS Plus Asia Pacific Ex Japan Equity following the issuance of the Second Replacement Disclosure Document for the Principal Islamic PRS Plus ("Scheme").

Yours faithfully,  
for **Principal Asset Management Berhad**



**Munirah Khairuddin**  
Chief Executive Officer

**SHARIAH ADVISER'S REPORT TO THE MEMBERS OF  
CIMB ISLAMIC PRS PLUS ASIA PACIFIC EX JAPAN EQUITY**

**For the Financial Period from 1 September 2019 to 29 February 2020**

We have acted as the Shariah Adviser of CIMB Islamic PRS Plus Asia Pacific Ex Japan Equity ("the Fund"). Our responsibility is to ensure that the procedures and processes employed by Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) (the "PRS Provider") are in accordance with Shariah principles.

In our opinion, the PRS Provider has managed and administered the Fund in accordance with Shariah principles and complied with applicable guidelines, rulings or decisions issued by the Securities Commission pertaining to Shariah matters.

In addition, we confirm that the investment portfolio of the Fund comprises securities and/or instruments which have been classified as Shariah compliant by the Shariah Advisory Council ("SAC") of the SC and/or SAC of Bank Negara Malaysia, where applicable. For securities and/or instruments which are not classified as Shariah-compliant by the SAC of the SC and/or SAC of BNM, we have determined that such securities and/or instruments are in accordance with Shariah principles and have complied with the applicable Shariah Guidelines.

This report is made solely to the members of the Fund, as a body, and for no other purpose. We do not assume responsibility to any other person for the content of this report and we shall not be liable for any errors or non-disclosure on the part of the PRS Provider.

For **Amanie Advisors Sdn Bhd**,

**DATUK DR MOHD DAUD BAKAR**  
Executive Chairman

20 April 2020

**STATEMENT BY THE PRS PROVIDER TO THE MEMBERS OF  
CIMB ISLAMIC PRS PLUS ASIA PACIFIC EX JAPAN EQUITY**

We, being the Directors of 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 31 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the statement of financial position of the Fund as at 29 February 2020 and of its financial performance, changes in net assets attributable to members and cash flows for the financial period then ended in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and International Accounting Standards (“IAS”) 34 - Interim Financial Reporting.

For and on behalf of the PRS Provider

**Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))**

**MUNIRAH KHAIRUDDIN**

Chief Executive Officer/Executive Director

**JUAN IGNACIO EYZAGUIRRE BARAONA**

Director

Kuala Lumpur  
23 April 2020

**TRUSTEE'S REPORT TO THE MEMBERS OF  
CIMB ISLAMIC PRS PLUS ASIA PACIFIC EX JAPAN EQUITY**

We have acted as Trustee for CIMB Islamic PRS Plus Asia Pacific Ex Japan Equity (the "Fund") for the six months financial period ended 29 February 2020. 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 and Trustee under the Deeds, the Securities Commission's Guidelines on Private Retirement Schemes, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) the valuation/pricing is carried out in accordance with the Deeds and any regulatory requirements; and
- (c) creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirements.

For **Deutsche Trustees Malaysia Berhad (Company No.: 763590-H)**

**Ng Hon Leong**  
Head, Trustee Operations

**Richard Lim Hock Seng**  
Chief Executive Officer

Kuala Lumpur  
20 April 2020

## 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 target fund with investments in the emerging and developed markets of Asia Pacific ex Japan region that comply with the Shariah principles.

#### **Has the Fund achieved its objective?**

For the financial period under review, the Fund has underperformed the benchmark. Nevertheless, the Fund is still in line with its objective as stated under the Fund Performance section.

#### **What are the Fund investment policy and principal investment strategy?**

The Fund will invest at least 95% of its Net Asset Value ("NAV") in the Principal Islamic Asia Pacific Dynamic Equity Fund (*formerly known as CIMB Islamic Asia Pacific Equity Fund*) ("Target Fund"), a Malaysian domiciled fund established on 2 June 2006, which invests in Shariah-compliant equities listed on the stock exchanges in the emerging and developed markets of Asia Pacific ex Japan. The Fund will also maintain up to a maximum of 5% of its NAV in liquid assets.

#### Information on the Target Fund

Management Company: Principal Asset Management Berhad  
Regulatory Authority: Securities Commission Malaysia ("SC")

#### **Fund category/type**

Feeder Fund - Equity (Shariah)

#### **When was the Fund launched?**

12 November 2012

#### **What was the size of the Fund as at 29 February 2020?**

RM127.32 million (146.43 million units)

#### **What is the Fund's benchmark?**

Dow Jones Islamic Market ("DJIM") Asia Pacific ex-Japan ("APxJpn") 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:

	<b>29.02.2020</b>	<b>28.02.2019</b>	<b>28.02.2018</b>
	%	%	%
Shariah-compliant collective investment scheme	99.10	99.33	99.50
Cash and other net assets	0.90	0.67	0.50
	<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:

	<b>29.02.2020</b>	<b>28.02.2019</b>	<b>28.02.2018</b>
NAV (RM Million)			
- Class A	95.35	77.37	55.99
- Class C	14.35	13.42	12.88
- Class X	17.63	14.17	11.88
Units in circulation (Million)			
- Class A	127.43	107.95	71.47
- Class C	19.17	18.72	16.44
- Class X	23.55	19.77	15.16
NAV per unit (RM)			
- Class A	0.7482	0.7167	0.7834
- Class C	0.7483	0.7168	0.7835
- Class X	0.7483	0.7168	0.7835
	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 28.02.2019</b>	<b>01.09.2017 to 28.02.2018</b>
Highest NAV per unit (RM)			
- Class A	0.8066	0.7566	0.8361
- Class C	0.8067	0.7567	0.8362
- Class X	0.8067	0.7567	0.8362
Lowest NAV per unit (RM)			
- Class A	0.7101	0.6435	0.7508
- Class C	0.7102	0.6436	0.7509
- Class X	0.7102	0.6436	0.7509
Total return (%)			
- Class A	4.56	(5.93)	0.41
- Class C	4.55	(5.92)	0.41
- Class X	4.54	(5.93)	0.42
Capital growth (%)			
- Class A	4.56	(5.93)	0.41
- Class C	4.55	(5.92)	0.41
- Class X	4.54	(5.93)	0.42
Income distribution (%)			
- Class A	-	-	-
- Class C	-	-	-
- Class X	-	-	-

**PERFORMANCE DATA (CONTINUED)**

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 28.02.2019</b>	<b>01.09.2017 to 28.02.2018</b>
Management Expense Ratio ("MER") (%) ^	0.06	0.05	0.08
Portfolio Turnover Ratio ("PTR") (times) #	0.04	0.14	0.34

^ The Fund's MER increased from 0.05% to 0.06% mainly due to increase in expenses during the financial period under review.

# For the financial period under review, the Fund's PTR decreased to 0.04 times from 0.14 times as there were less trading activities.

	<b>29.02.2020</b>	<b>28.02.2019</b>	<b>28.02.2018</b>	<b>28.02.2017</b>	<b>29.02.2016</b>
	%	%	%	%	%
Annual total return					
- Class A	4.40	(8.51)	17.35	13.73	(1.43)
- Class C	4.39	(8.51)	17.34	13.73	(1.43)
- Class X	4.39	(8.52)	17.36	13.69	(1.41)

(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 SEPTEMBER 2019 TO 29 FEBRUARY 2020)**

The MSCI All Country ("AC") Asia Pacific ex Japan Islamic Index increased +3.35% in US Dollar ("USD") term closing at 1,119.54 points over the financial period under review.

Asia Pacific ex-Japan equities rose by 1.8% in USD terms in September 2019 as US and China toned down their trade war rhetoric and investors looked forward to further rate cuts from Central Banks. Technology stocks benefitted from better-than-expected iPhone sales and reports of hyper-scalers resuming purchase of semiconductors. Consequently, Korea and Taiwan were the best performing markets of the month. The Indian market received a boost when the Government announced a slew of fiscal stimulus aimed at reviving investments and capital spending.

Asia Pacific ex-Japan equities rose 3.6% in USD terms in October 2019 on expectations that a limited trade deal could be signed between US and China. Meantime, investors looked forward to further rate cuts from central banks in the developed world. This was followed by several Asian Central Banks as inflation remained tame throughout the region. North Asia performed well, especially China and Taiwan. Thailand, dragged down by poor results from the banking sector, was the weakest market. The Indian market continued to respond positively to the Government's fiscal stimulus aimed at promoting investments and capital spending.

In November 2019, Asia Pacific ex-Japan equities came in relatively flat at only +0.3%. Asia Pacific ex-Japan equities 2019/2020 earnings saw an upwards revision of 1.3% over the last month. Taiwan saw positive earnings revisions of ~1.2%, fueled by strong third quarter of 2019 earnings, strong product placement in 5G rollout and a stronger iPhone cycle. Meanwhile, Thailand, India, Philippines, and Australia saw negative earnings revisions in the range of 3% to 5%.

Asia Pacific ex-Japan equities posted solid returns (+6.4%) in December 2019 and outperformed MSCI AC World Index (+3.4%) by 2.2%. Note that global equities rallied further in December 2019 lifted by the improvements on the trade fronts, decisive outcome in United Kingdom ("UK") elections and finalization of the United States-Mexico-Canada Agreement ("USMCA").

**MARKET REVIEW (1 SEPTEMBER 2019 TO 29 FEBRUARY 2020) (CONTINUED)**

Asia Pacific ex Japan fell by 3.7% in January 2020, underperforming AC World (-1.2%) by 2.5%. Global equities started the year strong on positive economic data and signing of the US-China Phase I trade deal. But in the second half of 2020, equities slumped, and bonds rallied on heightened concerns that the spread of the coronavirus will slam global economic growth. Defensive sectors were the best performing sectors; while Resources and other cyclicals scaled down as bond yields dropped. Note, China, Hong Kong and Taiwan markets were closed due to Lunar New Year holidays over the last week.

In February 2020, Asia Pacific ex Japan equities fell by 5.6%. Along with the peaking in new confirmed cases of COVID-19 occurrences, China is returning to business normality with factories and workers resuming operations across the country. China and Singapore have shown that COVID-19 can be contained through a combination of draconian public measures, and targeted fiscal and monetary policies aimed at shoring up confidence and backstopping economic fall-outs. Monetary policies are being eased in China, Korea, Philippines, Thailand, Indonesia and Singapore. Expansionary fiscal stimulus packages would also be rolled out in China, Korea, Singapore, India and Malaysia.

**FUND PERFORMANCE**

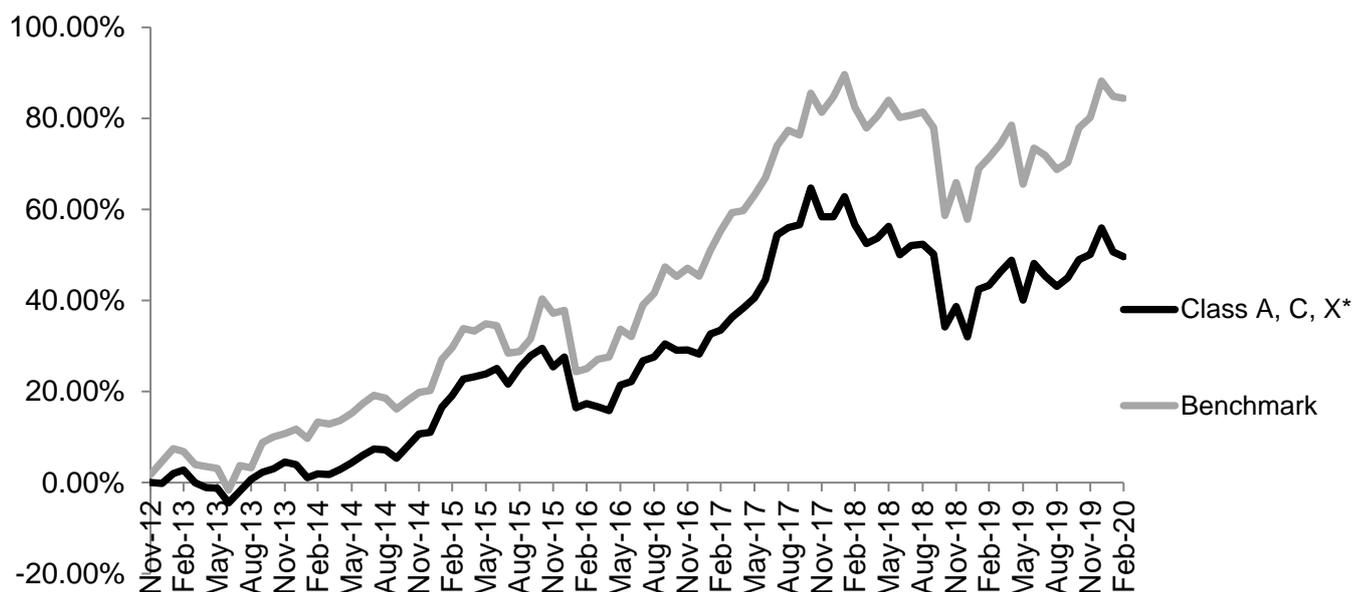
	6 months to 29.02.2020			1 year to 29.02.2020			3 years to 29.02.2020		
	Class A	Class C	Class X	Class A	Class C	Class X	Class A	Class C	Class X
	%	%	%	%	%	%	%	%	%
Income	-	-	-	-	-	-	-	-	-
Capital	4.56	4.55	4.54	4.40	4.39	4.39	12.07	12.07	12.07
Total Return	4.56	4.55	4.54	4.40	4.39	4.39	12.07	12.07	12.07
Benchmark	9.28	9.28	9.28	7.61	7.61	7.61	18.97	18.97	18.97
Average Total Return	N/A	N/A	N/A	4.40	4.39	4.39	3.87	3.87	3.87

	5 years to 29.02.2020			Since inception to 29.02.2020		
	Class A	Class C	Class X	Class A	Class C	Class X
	%	%	%	%	%	%
Income	-	-	-	-	-	-
Capital	25.64	25.64	25.62	49.64	49.66	49.66
Total Return	25.64	25.64	25.62	49.64	49.66	49.66
Benchmark	42.58	42.58	42.58	84.96	84.96	84.96
Average Total Return	4.67	4.67	4.67	5.67	5.68	5.68

For the 6-month financial period under review, all classes, Class A, Class C, and Class X recorded an increase of 4.56%, 4.55% and 4.54% respectively. In the meantime, the benchmark increased by 9.28% over the same financial reporting period. The underperformance of the Fund relative to its benchmark was due to stock selection in the Target Fund (Principal Islamic Asia Pacific Dynamic Equity Fund (formerly known as CIMB Islamic Asia Pacific Equity Fund)).

The slight variation in the performance of Class C versus Class X and Class A was due to different timing of units created for each 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

	29.02.2020	31.08.2019 Audited	Changes %
<b>CLASS A</b>			
NAV (RM Million)	95.35	84.80	12.44
NAV/Unit (RM)	0.7482	0.7156	4.56
<b>CLASS C</b>			
NAV (RM Million)	14.35	13.35	7.49
NAV/Unit (RM)	0.7483	0.7157	4.55
<b>CLASS X</b>			
NAV (RM Million)	17.63	15.82	11.44
NAV/Unit (RM)	0.7483	0.7157	4.55

The Fund recorded positive net inflow from unit creations over the period under review for all of the three classes - Class A, Class C, and Class X.

The total NAV of Class A rose from RM84.80 million to RM95.35 million, or by 12.44%, over the period under review. Meanwhile, the total NAV of Class C and Class X grew by 7.49% and 11.44% respectively during the financial period under review

Meanwhile, the Fund's NAV per unit for all classes, Class A, Class C, and Class X recorded an increase by 4.56%, 4.55%, and 4.55% respectively as described in the Market Review section.

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**

<b>(% of NAV)</b>	<b>29.02.2020</b>	<b>31.08.2019 Audited</b>
Shariah-compliant collective investment scheme	99.10	99.26
Cash and other net assets	0.90	0.74
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>

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 outlook for Asia has deteriorated significantly over the past month as the COVID-19 outbreak progressed from a China-centric event to a global pandemic. Had the infection been confined to China and parts of Asia, the post-outbreak economic recovery could be expected to be rapid. However, with major demand centers in Europe and US now in almost total shutdown, and with some parts of Asia, like India and Indonesia, still relatively early in moving up the infection curve, we expect post-outbreak recoveries to be more labored, volatile and patchy. Hence, Asian markets are expected to see earnings decline in 2020, given the negative implications of the virus outbreak.

\* 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**

As this is a Feeder Fund under the Private Retirement Schemes (“PRS”), the Fund will continue to remain fully invested in the Target Fund with minimal cash kept for liquidity purposes.

**MEMBERS STATISTICS AS AT 29 FEBRUARY 2020**

**CLASS A**

<b>Size of unit holdings (units)</b>	<b>No. of members</b>	<b>No. of units held (million)</b>	<b>% of units held</b>
5,000 and below	15,304	33.42	26.23
5,001-10,000	2,189	15.37	12.06
10,001-50,000	1,488	25.88	20.31
50,001-500,000	254	35.61	27.94
500,001 and above	21	17.15	13.46
<b>Total</b>	<b>19,256</b>	<b>127.43</b>	<b>100.00</b>

**CLASS C**

<b>Size of unit holdings (units)</b>	<b>No. of members</b>	<b>No. of units held (million)</b>	<b>% of units held</b>
5,000 and below	1,803	3.81	19.87
5,001-10,000	329	2.41	12.57
10,001-50,000	238	4.24	22.12
50,001-500,000	52	7.53	39.28
500,001 and above	2	1.18	6.16
<b>Total</b>	<b>2,424</b>	<b>19.17</b>	<b>100.00</b>

**MEMBERS STATISTICS AS AT 29 FEBRUARY 2020 (CONTINUED)**

**CLASS X**

<b>Size of unit holdings (units)</b>	<b>No. of members</b>	<b>No. of units held (million)</b>	<b>% of units held</b>
5,000 and below	2,521	4.02	17.07
5,001-10,000	651	4.54	19.28
10,001-50,000	369	6.89	29.26
50,001-500,000	35	4.56	19.37
500,001 and above	2	3.54	15.02
<b>Total</b>	<b>3,578</b>	<b>23.55</b>	<b>100.00</b>

**SOFT COMMISSIONS AND REBATES**

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.

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2020**

	<b>Note</b>	<b>01.09.2019 to 29.02.2020 RM</b>	<b>01.09.2018 to 28.02.2019 RM</b>
<b>INCOME/(LOSS)</b>			
Net gain/(loss) on financial assets at fair value through profit or loss	<b>7</b>	<u>5,030,185</u>	<u>(4,400,142)</u>
<b>EXPENSES</b>			
Private Pension Administrator's fee	<b>4</b>	24,713	17,999
Trustee's fee	<b>5</b>	24,713	17,999
Audit fee		6,150	6,150
Tax Agent's fee		2,300	2,000
Other expenses		<u>17,501</u>	<u>811</u>
		<u>75,377</u>	<u>44,959</u>
<b>INCOME/(LOSS) BEFORE TAXATION</b>		4,954,808	(4,445,101)
Taxation	<b>6</b>	<u>-</u>	<u>-</u>
<b>INCREASE/(DECREASE) IN NET ASSETS ATTRIBUTABLE TO MEMBERS</b>		<u>4,954,808</u>	<u>(4,445,101)</u>
Increase/(Decrease) in net assets attributable to members is made up as follows:			
Realised amount		(59,129)	(286,832)
Unrealised amount		<u>5,013,937</u>	<u>(4,158,269)</u>
		<u>4,954,808</u>	<u>(4,445,101)</u>

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION  
AS AT 29 FEBRUARY 2020**

		<b>29.02.2020</b>	<b>31.08.2019</b>
	<b>Note</b>	<b>RM</b>	<b>Audited RM</b>
<b>ASSETS</b>			
Cash and cash equivalents (Shariah-compliant)	<b>8</b>	371,639	494,758
Financial assets at fair value through profit or loss (Shariah-compliant)	<b>7</b>	126,173,910	113,129,237
Amount due from the PRS Provider			
- Creation of units		1,509,402	327,531
- Disposal of Shariah-compliant collective investment scheme		-	1,000,000
<b>TOTAL ASSETS</b>		<u>128,054,951</u>	<u>114,951,526</u>
<b>LIABILITIES</b>			
Amount due to the PRS Provider			
- Cancellation of units		410,422	951,000
- Purchase of Shariah-compliant collective investment scheme		300,000	-
Amount due to Private Pension Administrator		4,179	3,807
Amount due to Trustee		4,179	3,807
Other payables and accruals		17,650	18,974
<b>TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO MEMBERS)</b>		<u>736,430</u>	<u>977,588</u>
<b>NET ASSET VALUE OF THE FUND</b>		<u>127,318,521</u>	<u>113,973,938</u>
<b>NET ASSETS ATTRIBUTABLE TO MEMBERS</b>		<u>127,318,521</u>	<u>113,973,938</u>
<b>REPRESENTED BY:</b>			
<b>FAIR VALUE OF OUTSTANDING UNITS</b>			
- Class A		95,345,627	84,796,058
- Class C		14,346,358	13,356,575
- Class X		17,626,536	15,821,305
		<u>127,318,521</u>	<u>113,973,938</u>
<b>NUMBER OF UNITS IN CIRCULATION (UNITS)</b>			
- Class A		127,431,703	118,483,824
- Class C		19,171,695	18,660,325
- Class X		23,554,472	22,103,085
	<b>9</b>	<u>170,157,870</u>	<u>159,247,234</u>
<b>NET ASSET VALUE PER UNIT (RM)</b>			
- Class A		0.7482	0.7156
- Class C		0.7483	0.7157
- Class X		<u>0.7483</u>	<u>0.7157</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 MEMBERS  
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2020**

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 28.02.2019</b>
	<b>RM</b>	<b>RM</b>
<b>NET ASSETS ATTRIBUTABLE TO MEMBERS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	113,973,938	87,579,649
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class A	12,682,508	21,980,787
- Class C	3,060,057	2,086,366
- Class X	1,754,979	3,932,197
	<u>17,497,544</u>	<u>27,999,350</u>
Cancellation of units		
- Class A	(5,821,095)	(2,560,957)
- Class C	(2,619,863)	(1,511,915)
- Class X	(666,811)	(2,097,203)
	<u>(9,107,769)</u>	<u>(6,170,075)</u>
Increase/(Decrease) in net assets attributable to members during the financial period	<u>4,954,808</u>	<u>(4,445,101)</u>
<b>NET ASSETS ATTRIBUTABLE TO MEMBERS AT THE END OF THE FINANCIAL PERIOD</b>	<u><u>127,318,521</u></u>	<u><u>104,963,823</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 SIX MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2020**

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 28.02.2019</b>
	<b>RM</b>	<b>RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from disposal of Shariah-compliant collective investment scheme	1,825,000	2,460,000
Purchase of Shariah-compliant collective investment scheme	(8,540,000)	(24,110,000)
Private Pension Administrator's fee paid	(24,340)	(17,693)
Trustee's fee paid	(24,340)	(17,693)
Payments of other fees and expenses	(26,764)	(5,409)
<b>Net cash used in operating activities</b>	<b>(6,790,444)</b>	<b>(21,690,795)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash proceeds from units created	16,315,671	28,283,564
Payments for cancellation of units	(9,648,346)	(6,587,654)
<b>Net cash generated from financing activities</b>	<b>6,667,325</b>	<b>21,695,910</b>
Net (decrease)/increase in cash and cash equivalents	(123,119)	5,115
Cash and cash equivalents at the beginning of the financial period	494,758	251,207
Cash and cash equivalents at the end of the financial period	<b>371,639</b>	<b>256,322</b>
<u>Cash and cash equivalents comprised of:</u>		
Bank balance	371,639	256,322
Cash and cash equivalents at the end of the financial period	<b>371,639</b>	<b>256,322</b>

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 29 FEBRUARY 2020**

**1. THE FUND, THE PRS PROVIDER AND ITS PRINCIPAL ACTIVITIES**

CIMB Islamic PRS Plus Asia Pacific Ex Japan Equity (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 (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 of 18 years as of the date of opening a private pension account. Class A and C have different management fee. Class X is for members who participate via respective employers and is subject to a minimum of 200 participating employees per employer or 50 participating employees under payroll deduction per employer. Class X has no Sales Charge.

The principal activity of the Fund is to invest at least 95% of its net asset value (“NAV”) in the Target Fund, a Malaysian domiciled fund established on 2 June 2006, which invests in Shariah-compliant equities listed on the stock exchanges in the emerging and developed markets of Asia Pacific ex Japan. The Fund will also maintain up to a maximum of 5% of its NAV in liquid assets.

All investments are subjected to the SC Guidelines on Private Retirement Schemes (“PRS”), SC requirements, the Deeds, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The PRS Provider, is a joint venture between Principal Financial Group®, a member of the FORTUNE 500® and a Nasdaq-listed global financial services and CIMB Group Holdings Berhad, one of Southeast Asia’s leading universal banking groups. The principal activities of the PRS Provider are the establishment and management of unit trust funds and fund management activities.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements:

**(a) Basis of preparation**

The financial statements have been prepared in accordance with the provisions of the 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.

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 judgement are based on the PRS Provider’s best knowledge of current events and actions, actual results may differ.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(a) Basis of preparation (continued)**

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(k).

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

The Fund has applied the following standard for the first time for the financial period beginning 1 September 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, 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 interim periods beginning on 1 September 2019 that have a material effect on the financial statements of the Fund.

There are no applicable standards, amendments to standards or interpretations that are effective for interim periods beginning on/after 1 September 2020 to the financial statements of the Fund.

**(b) Financial assets and financial liabilities**

Classification

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

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

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

Investment in collective investment scheme is debt instrument with contractual cash flow that do not represent SPPI and therefore is classified as fair value through profit or loss.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(b) Financial assets and financial liabilities (continued)**

The Fund classifies cash and cash equivalents amount due from PRS Provider and dividends receivable as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

The Fund classifies amount due to stockbrokers, amount due to PRS Provider, accrued management fee, amount due to Private Pension Administrator, amount due to Trustee, and other payables and accruals as other 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. Shariah-compliant investments are initially recognised at fair value.

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 Shariah-compliant 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.

Shariah-compliant collective investment scheme is valued based on the most recent published NAV per unit or share of such Shariah-compliant collective investment scheme or, if unavailable, on the last published price of such unit or share (excluding any sales charge included in such selling price).

Financing and receivables and other financial liabilities are subsequently carried at amortised cost using the effective profit method.

For assets carried at amortised cost, the Fund assesses at the end of the reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(b) Financial assets and financial liabilities (continued)**

Impairment for assets carried at amortised costs

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. The PRS Provider considers both historical analysis and forward looking information in determining any expected credit loss. The PRS Provider considers 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 expected credit losses 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.

**(c) Income recognition**

Realised gain or loss on disposal of Shariah-compliant collective investment scheme is accounted for as the difference between the net disposal proceeds and the carrying amount of Shariah-compliant investments, determined on a weighted average cost basis.

**(d) 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 Ringgit Malaysia ("RM"), which is the Fund's functional and presentation currency

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(e) Members' contributions**

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

The Fund issues cancellable units, in three classes of units, known respectively as 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 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 balance which are subject 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 year.

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

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

**(i) Amount due from/to stockbrokers**

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

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund measure the loss allowance on amounts due from broker at an amount equal to the lifetime ECL if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month ECL. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

If the credit risk increases to the point that it is considered to be credit impaired, profit income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Any contractual payment which is more than 90 days past due is considered credit impaired.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

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

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

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

Estimates and judgement 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.

In undertaking any of the Fund's Shariah-compliant investment, the PRS Provider will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the SC Guidelines on PRS.

However, the PRS Provider is of the opinion that in applying these accounting policies, no significant judgement was required.

**3. RISK MANAGEMENT OBJECTIVES AND POLICIES**

The investment objective of the Fund is to provide capital growth over the long-term by investing in a target fund with investments in the emerging and developed markets of Asia Pacific ex Japan region that comply with the Shariah principles.

The Fund is exposed to a variety of risks which include market risk (inclusive of price 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 an investment in Shariah-compliant collective investment scheme will fluctuate because of changes in market prices. The value of investments in a Shariah-compliant collective investment scheme 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 Shariah-compliant collective investment scheme and other financial instruments within specified limits according to the Deeds.

**3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**

**(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.

The credit risk arising from bank balances and placements of Shariah-compliant deposits in licensed Islamic financial institutions is managed by ensuring that the Fund will only place Shariah-compliant deposits in reputable licensed Islamic financial institutions.

For amount due from the PRS Providers, the settlement terms of the proceeds from the creation of units receivable from the PRS Provider are governed by the SC Guidelines on PRS.

**(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 other instruments, which are capable of being converted into cash within 7 business days. The Fund's investments in Shariah-compliant collective investment scheme are realisable which are capable of being converted into cash within 10 business days. This is expected to reduce the risk for the entire portfolio without limiting to 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 capital can change significantly on a daily basis as the Fund is subjected to daily subscriptions and redemptions at the discretion of 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 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.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Fair value estimation (continued)

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

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

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

	RM	RM	RM	RM
<b>29.02.2020</b>				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment scheme	<u>127,318,521</u>	<u>-</u>	<u>-</u>	<u>127,318,521</u>
Financial liabilities at fair value through profit or loss:				
- Net assets attributable to members	<u>127,318,521</u>	<u>-</u>	<u>-</u>	<u>127,318,521</u>

**3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**

**(d) Fair value estimation (continued)**

(i) Fair value hierarchy (continued)

	RM	RM	RM	RM
<b>31.08.2019</b>				
<b>Audited</b>				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment scheme	<u>113,129,237</u>	<u>-</u>	<u>-</u>	<u>113,129,237</u>
 Financial liabilities at fair value through profit or loss:				
- Net assets attributable to members	<u>113,973,938</u>	<u>-</u>	<u>-</u>	<u>113,973,938</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include Shariah-compliant collective investment scheme. Net assets attributable to members are valued based on the NAV per unit as at the financial year end. The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

- (ii) The carrying values of cash and cash equivalents, amount due from the PRS Provider 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 six months financial period ended 29 February 2020 and 28 February 2019, the management fee for the respective classes is recognised at the following rates:

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

Nonetheless, no management fee is charged on the Fund for each of the financial period as the management fee has been waived by the PRS Provider.

The Private Pension Administrator's fee is recognised at a rate of 0.04% per annum (28.02.2019: 0.04% per annum) for each unit class, calculated daily based on the NAV of the Fund.

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

**5. TRUSTEE'S 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 fee but excludes foreign sub-custodian fees.

For the six months financial period ended 29 February 2020, the Trustee's fee is recognised at a rate of 0.04% per annum (28.02.2019: 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**

	<b>01.09.2019 to 29.02.2020 RM</b>	<b>01.09.2018 to 28.02.2019 RM</b>
Tax charged for the financial period:		
- Current taxation	<u>-</u>	<u>-</u>

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

	<b>01.09.2019 to 29.02.2020 RM</b>	<b>01.09.2018 to 28.02.2019 RM</b>
Income/(Loss) before taxation	<u>4,954,808</u>	<u>(4,445,101)</u>
Taxation at Malaysian statutory rate of 24% (28.02.2019: 24%)	1,189,154	(1,066,824)
Tax effects of:		
(Investment income not subject to tax)/Investment loss not deductible for tax purposes	(1,207,245)	1,056,034
Expenses not deductible for tax purposes	9,242	9,290
Restriction on tax deductible expenses for PRS Funds	<u>8,849</u>	<u>1,500</u>
Taxation	<u>-</u>	<u>-</u>

**7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>29.02.2020 RM</b>	<b>31.08.2019 Audited RM</b>
Designated at fair value through profit or loss at inception:		
- Shariah-compliant collective investment scheme	<u>126,173,910</u>	<u>113,129,237</u>

	<b>01.09.2019 to 29.02.2020 RM</b>	<b>01.09.2018 to 28.02.2019 RM</b>
Net gain/(loss) on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	16,248	(241,874)
- Unrealised fair value gain/(loss)	<u>5,013,937</u>	<u>(4,158,268)</u>
	<u>5,030,185</u>	<u>(4,400,142)</u>

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

<b>Name of counter</b>	<b>Quantity Units</b>	<b>Aggregate cost RM</b>	<b>Market value RM</b>	<b>Percentage of NAV %</b>
<b>29.02.2020</b>				
<b>SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME</b>				
Principal Islamic Asia Pacific Dynamic Equity Fund <i>(formerly known as CIMB Islamic Asia Pacific Equity Fund)</i>	<u>157,343,697</u>	<u>125,242,284</u>	<u>126,173,910</u>	<u>99.10</u>
<b>TOTAL SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME</b>	<b><u>157,343,697</u></b>	<b><u>125,242,284</u></b>	<b><u>126,173,910</u></b>	<b><u>99.10</u></b>
<b>ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>931,626</u>		
<b>TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>126,173,910</u></b>		
<b>31.08.2019</b>				
<b>AUDITED SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME</b>				
CIMB Islamic Asia Pacific Equity Fund	<u>147,611,217</u>	<u>117,210,964</u>	<u>113,129,237</u>	<u>99.26</u>
<b>TOTAL SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME</b>	<b><u>147,611,217</u></b>	<b><u>117,210,964</u></b>	<b><u>113,129,237</u></b>	<b><u>99.26</u></b>
<b>ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<u>(4,081,727)</u>		
<b>TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b><u>113,129,237</u></b>		

**8. CASH AND CASH EQUIVALENTS**

	<b>29.02.2020</b>	<b>31.08.2019</b>
	<b>RM</b>	<b>Audited</b>
	<b>RM</b>	<b>RM</b>
Bank balances	<u>371,639</u>	<u>494,758</u>

**9. NUMBER OF UNITS IN CIRCULATION (UNITS)**

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 31.08.2019</b>
	<b>Audited</b>	<b>Audited</b>
	<b>No. of units</b>	<b>No. of units</b>
Class A (i)	127,431,703	118,483,824
Class C (ii)	19,171,695	18,660,325
Class X (iii)	23,554,472	22,103,085
	<u>170,157,870</u>	<u>159,247,234</u>

(i) Class A

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 31.08.2019</b>
	<b>Audited</b>	<b>Audited</b>
	<b>No. of units</b>	<b>No. of units</b>
At the beginning of the financial period/year	118,483,824	79,770,286
Add : Creation of units from applications	16,495,421	48,960,946
Less: Cancellation of units	<u>(7,547,542)</u>	<u>(10,247,408)</u>
At the end of the financial period/year	<u>127,431,703</u>	<u>118,483,824</u>

(ii) Class C

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 31.08.2019</b>
	<b>Audited</b>	<b>Audited</b>
	<b>No. of units</b>	<b>No. of units</b>
At the beginning of the financial period/year	18,660,325	17,834,302
Add : Creation of units from applications	3,936,695	5,009,469
Less: Cancellation of units	<u>(3,425,325)</u>	<u>(4,183,446)</u>
At the end of the financial period/year	<u>19,171,695</u>	<u>18,660,325</u>

(iii) Class X

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 31.08.2019</b>
	<b>Audited</b>	<b>Audited</b>
	<b>No. of units</b>	<b>No. of units</b>
At the beginning of the financial period/year	22,103,085	17,338,832
Add : Creation of units from applications	2,313,090	8,116,265
Less: Cancellation of units	<u>(861,703)</u>	<u>(3,352,012)</u>
At the end of the financial period/year	<u>23,554,472</u>	<u>22,103,085</u>

**10. MANAGEMENT EXPENSE RATIO (“MER”)**

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 28.02.2019</b>
	%	%
MER	<u>0.06</u>	<u>0.05</u>

MER is derived from the following calculation:

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

- A = Private Pension Administrator's fee
- B = Trustee's fee
- C = Audit fee
- D = Tax Agent's fee
- E = Other expenses
- F = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is RM124,085,165 (28.02.2019: RM90,934,534).

**11. PORTFOLIO TURNOVER RATIO (“PTR”)**

	<b>01.09.2019 to 29.02.2020</b>	<b>01.09.2018 to 28.02.2019</b>
PTR (times)	<u>0.04</u>	<u>0.14</u>

PTR is derived based on the following calculation:

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

where:

- total acquisition for the financial period = RM825,000 (28.02.2019: RM23,710,000)
- total disposal for the financial period = RM8,840,000 (28.02.2019: RM2,360,000)

**12. UNITS HELD BY THE PRS PROVIDER AND PARTIES RELATED TO THE PRS PROVIDER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES**

The related parties and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationship</u>
Principal Asset Management Berhad	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 shareholder of the PRS Provider

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

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

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.

	<b>01.09.2019 to 29.02.2020 RM</b>	<b>01.09.2018 to 28.02.2019 RM</b>
<u>Significant related party transactions</u>		
Purchase of Shariah-compliant collective investment scheme:		
- Principal Asset Management Berhad	<u>825,000</u>	<u>23,710,000</u>
Disposal of Shariah-compliant collective investment scheme:		
- Principal Asset Management Berhad	<u>8,840,000</u>	<u>2,360,000</u>
	<b>29.02.2020 RM</b>	<b>31.08.2019 Audited RM</b>
<u>Significant related party balance</u>		
Collective investment schemes managed by the PRS Provider:		
- Principal Islamic Asia Pacific Dynamic Equity Fund (formerly known as CIMB Islamic Asia Pacific Equity Fund)	<u>126,173,910</u>	<u>113,129,237</u>

**13. TRANSACTIONS WITH BROKERS/DEALERS**

Details of transactions with the brokers for the six months financial period ended 29 February 2020 are as follows:

<b>Brokers/Dealers</b>	<b>Value of trades RM</b>	<b>Percentage of total trades %</b>	<b>Brokerage fees RM</b>	<b>Percentage of total brokerage fees %</b>
Principal Asset Management Berhad #	<u>9,665,000</u>	<u>100.00</u>	<u>-</u>	<u>-</u>

Details of transactions with the brokers for the six months financial period ended 28 February 2019 are as follows:

<b>Brokers</b>	<b>Value of trades RM</b>	<b>Percentage of total trades %</b>	<b>Brokerage fees RM</b>	<b>Percentage of total brokerage fees %</b>
Principal Asset Management Berhad #	<u>26,070,000</u>	<u>100.00</u>	<u>-</u>	<u>-</u>

# Included in the transactions are trades conducted with Principal Asset Management Berhad the PRS Provider of the Fund, amounting to RM9,665,000 (28.02.2019: RM26,070,000). 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.

**14. SUBSEQUENT EVENT**

The Fund has changed its name from CIMB Islamic PRS Plus Asia Pacific Ex Japan Equity to Principal Islamic PRS Plus Asia Pacific Ex Japan Equity following the issuance of the Second Replacement Disclosure Document for the Principal Islamic PRS Plus ("Scheme") dated 22 April 2020.

**DIRECTORY**

**Head office of the Manager**

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