

CIMB ISLAMIC PRS PLUS EQUITY

INTERIM REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 29 FEBRUARY 2020

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MEMBERS' LETTER

Dear Valued Member,

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 4th 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) 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 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 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 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 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 "Manager") are in accordance with Shariah principles.

In our opinion, the Manager has managed and administered the Fund in accordance with Shariah principles and complied with applicable guidelines, rulings or decisions issued by the Securities Commission ("SC") 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 ("BNM"), 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 unit holders 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 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 32 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 EQUITY**

We have acted as the Trustee for CIMB Islamic PRS Plus Equity (the "Fund") for the 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 Scheme, 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 Deeds of the Fund and applicable 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 Malaysian securities that comply with the Shariah principles.

Has the Fund achieved its objective?

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

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 DALI Equity Growth Fund (*formerly known CIMB Islamic DALI Equity Growth Fund*) ("Target Fund"), a Malaysian domiciled fund established on 7 May 1998, which invests in Malaysian Shariah-compliant equities. 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?

RM52.23 million (99.40 million units)

What is the Fund's benchmark?

Financial Times Stock Exchange ("FTSE") Bursa Malaysia ("FBM") EMAS Shariah ("FBMS") 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:

	29.02.2020	28.02.2019	28.02.2018
	%	%	%
Shariah-compliant collective investment scheme	99.55	99.29	99.64
Cash and other net assets	0.45	0.71	0.36
	<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:

	29.02.2020	28.02.2019	28.02.2018
NAV (RM Million)			
- Class A	37.80	39.12	39.71
- Class C	2.57	3.04	2.94
- Class X	11.85	11.16	10.76
Units in circulation (Million)			
- Class A	71.95	69.78	61.90
- Class C	4.89	5.43	4.59
- Class X	22.56	19.90	16.77
NAV per unit (RM)			
- Class A	0.5254	0.5606	0.6414
- Class C	0.5253	0.5605	0.6413
- Class X	0.5254	0.5606	0.6414
	01.09.2019 to 29.02.2020	01.09.2018 to 28.02.2019	01.09.2017 to 28.02.2018
Highest NAV per unit (RM)			
- Class A	0.5741	0.6072	0.6606
- Class C	0.5740	0.6071	0.6606
- Class X	0.5741	0.6072	0.6607
Lowest NAV per unit (RM)			
- Class A	0.5254	0.5276	0.6135
- Class C	0.5253	0.5275	0.6135
- Class X	0.5254	0.5276	0.6135
Total return (%)			
- Class A	(3.56)	(7.67)	4.24
- Class C	(3.56)	(7.68)	4.24
- Class X	(3.56)	(7.67)	4.24
Capital growth (%)			
- Class A	(3.56)	(7.67)	4.24
- Class C	(3.56)	(7.68)	4.24
- Class X	(3.56)	(7.67)	4.24
Income distribution (%)			
- Class A	-	-	-
- Class C	-	-	-
- Class X	-	-	-
Management Expense Ratio ("MER") (%) ^	0.08	0.06	0.09
Portfolio Turnover Ratio ("PTR") (times) #	0.03	0.04	0.04

PERFORMANCE DATA (CONTINUED)

^ The Fund's MER increased from 0.06% to 0.08% due to the increase in other expenses during the six months financial period under review.

For the financial period under review, PTR for the Fund decreased from 0.04 times to 0.03 times as there were lesser trading activities. As a Feeder Fund, the turnover reflects investments and withdrawals in the target funds.

	29.02.2020	28.02.2019	28.02.2018	28.02.2017	29.02.2016
	%	%	%	%	%
Annual total return					
- Class A	(4.46)	(12.60)	7.10	0.88	(4.52)
- Class C	(4.44)	(12.60)	7.10	0.88	(4.52)
- Class X	(4.46)	(12.60)	7.10	0.88	(4.52)

(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 FBMS Index fell 790.9 points or 6.64% to 11,121.15 points over the financial period under review.

The FBMS Index declined 1.20% in September 2019, which was in line with regional equity markets. Domestically, the breakdown in Axiata Group Bhd-Telenor ASA ("Axiata-Telenor") merger talks was a dampener on the benchmark Index. Top 3 contributors to the Index decline include Axiata Group Bhd (14.9%), SP Setia Bhd (12.8%) and Sime Darby Plantation Bhd (5.0%). The decline was moderated by gains in Pentamaster Corporation Bhd (27.2%), Globetronics Technology Bhd (22.6%) and Petronas Chemical Group Bhd (8.8%). By sectors, export-oriented sectors such as technology and glove have generally posted gains on the back of weaker Ringgit Malaysia ("RM") and seasonal uptick in volume loading for selected technology stocks. Besides these, oil & gas sector has also gained on the back of higher crude oil prices.

The FBMS Index gained 0.52% in October 2019, in line with regional markets' performance as risk appetite returned on the back of easing US-China trade war concern, and the US Federal Reserve (the "Fed")'s further monetary easing. Top contributors to the index gain were Bumi Armada Bhd (+38.5%), FGV Holdings Bhd (+23.6%), and MISC Bhd (+6.8%) while the top 3 losers were MyEG Services Bhd (-18.6%), SP Setia Bhd (-11.0%) and Kuala Lumpur Kepong Bhd (-6.2%). The Malaysian Budget 2020 was announced during the month, with the Government focus being on reinventing Malaysia in the digital space over the medium term by attracting foreign and domestic investments. Various tax incentives have been proposed to attract investments which are expected to create high-paying jobs, especially those in the manufacturing and technology sectors. In view of the need to spur the domestic economy amid external challenges, the Federal Government has also lowered its fiscal deficit target to 3.2% versus 3.0% earlier.

The FBMS Index ended the year in December 2019 on a better performance as compared to the FBM Kuala Lumpur Composite Index ("KLCI"). Note that in 2019, FBMS Index closed the year gaining 3.85% overall. In December 2019 alone, FBMS Index gained 3.06% as the continued surge in Crude Palm Oil ("CPO") prices led to a 9.4% surge in the Plantation Index. Besides this, market sentiment was also buoyed by the phase 1 trade deal between US and China. Top three contributors towards the FBMS Index's gains were Sime Darby Plantation Bhd (9.4%), Petronas Gas Bhd (8.5%) and IOI Corporation Bhd (6.0%).

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

The FBMS Index started the year positively before succumbing to sell-down as fears of COVID-19 outbreak dampens investors sentiment. The FBMS Index declined 3.3% in January 2020 with notable gainers were gloves and healthcare stocks such as Top Glove Corporation Bhd (+24.5%), Hartalega Holdings Bhd (+8.0%), and IHH Healthcare Bhd (+4.2%) which are beneficiaries of the novel COVID-19 outbreak. Given the widespread travel curtailment imposed by various Governments since the novel COVID-19 outbreak in Wuhan, global tourism has taken a hit. This dampens the prospect of Malaysia achieving its 30 million tourist arrival targets during Visit Malaysia Year 2020 as China accounts for 2.94 million or 12% of arrivals in 2018 versus 0.7 million or 6% in 2002 prior to Severe acute respiratory syndrome (“SARS”). On another note, Bank Negara Malaysia (“BNM”) has surprised the market in January 2020 by cutting the Overnight Policy Rate (“OPR”) by 25 basis point (“bps”) to 2.75% as the Central Bank took pre-emptive measure to support the economic growth trajectory amid benign inflationary pressure and still uncertain geopolitical tensions and policy uncertainties in a number of countries.

The FBMS Index declined 3.7% in February 2020 amid concerns over uncertainty in domestic politics, COVID-19 outbreak and the poor set of lacklustre corporate results. Political uncertainty engulfed Malaysia again following the shocked resignation of Tun Dr Mahathir as prime minister after losing a majority support in the parliament. However, the uncertainty of not having a functioning Federal Government was short-lived as the King has appointed Tan Sri Muhyiddin Yasin as the 8th Prime Minister after determining that the latter is likely to get a majority support in the parliament. In his last act as interim Prime Minister, Tun Dr Mahathir unveiled a RM20 billion stimulus package to mitigate the adverse economic impact from the COVID-19 outbreak. He furthers lower Malaysia GDP growth forecast in 2020 from 4.8% to 3.2% to 4.2% while raising the fiscal deficit target from 3.2% to 3.4%. Against the backdrop of a disappointing fourth quarter of 2019 GDP growth of 3.6% (versus 4.1% street expectation) and a weaker Purchasing Managers' Index (“PMI”) reading of 48.5 in February 2020, BNM has followed through with its second interest rate cut this year as it lowers the OPR by 25 bps to 2.50% in its March 2020 Monetary Policy Committee (“MPC”) meeting.

FUND PERFORMANCE

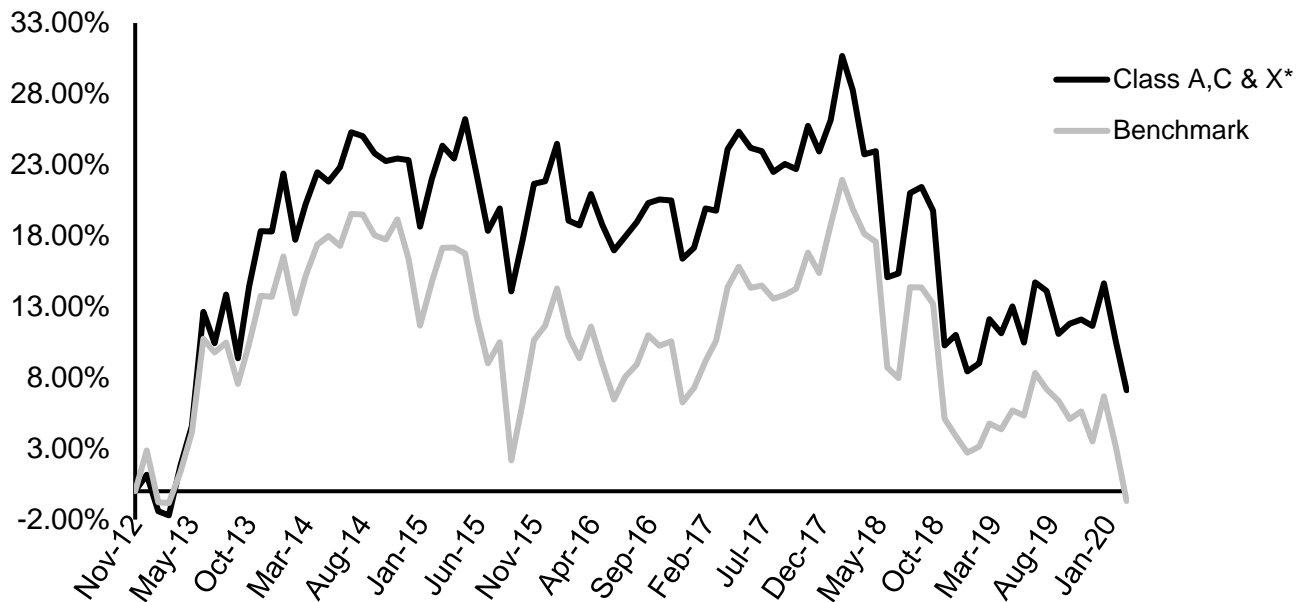
	6 months to 29.02.2020			1 year to 29.02.2020			3 years to 29.02.2020		
	Class A	Class C	Class X	Class A	Class C	Class X	Class A	Class C	Class X
	%	%	%	%	%	%	%	%	%
Income	-	-	-	-	-	-	-	-	-
Capital	(3.56)	(3.56)	(3.56)	(4.46)	(4.44)	(4.46)	(10.57)	(10.55)	(10.57)
Total Return	(3.56)	(3.56)	(3.56)	(4.46)	(4.44)	(4.46)	(10.57)	(10.55)	(10.57)
Benchmark	(6.64)	(6.64)	(6.64)	(5.21)	(5.21)	(5.21)	(10.22)	(10.22)	(10.22)
Average Total Return	N/A	N/A	N/A	(4.46)	(4.44)	(4.46)	(3.66)	(3.65)	(3.66)
	5 years to 29.02.2020			Since inception to 29.02.2020					
	Class A	Class C	Class X	Class A	Class C	Class X	Class A	Class C	Class X
	%	%	%	%	%	%	%	%	%
Income	-	-	-	-	-	-	-	-	-
Capital	(13.86)	(13.85)	(13.86)	7.12	7.12	7.12	7.12	7.12	7.12
Total Return	(13.86)	(13.85)	(13.86)	7.12	7.12	7.12	7.12	7.12	7.12
Benchmark	(15.24)	(15.24)	(15.24)	(0.70)	(0.70)	(0.70)	(0.70)	(0.70)	(0.70)
Average Total Return	(2.94)	(2.94)	(2.94)	0.95	0.95	0.95	0.95	0.95	0.95

FUND PERFORMANCE (CONTINUED)

For the 6-month period under review, Class A, Class C and Class X decreased by 3.56%. Meanwhile, the benchmark depreciated 6.64% over the same period. The outperformance of the Fund relative to its benchmark was driven mainly by the stock selection with the Target Fund.

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 class.

Since inception to 29.02.2020



* 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	Changes
CLASS A		Audited	%
NAV (RM Million)	37.80	39.49	(4.28)
NAV/Unit (RM)	0.5254	0.5615	(6.43)
CLASS C		Audited	%
NAV (RM Million)	2.57	2.86	(10.14)
NAV/Unit (RM)	0.5253	0.5614	(6.43)
CLASS X		Audited	%
NAV (RM Million)	11.85	12.05	(1.66)
NAV/Unit (RM)	0.5254	0.5615	(6.43)

As at 29 February 2020, the total NAV of Class A, Class C and Class X fell to RM37.80 million, RM2.57 million and 11.85 million respectively or by 4.28%, 10.14% and 1.66%.

FUND PERFORMANCE (CONTINUED)

Meanwhile, the Fund's NAV per Unit for all 3 classes, Class A, Class C, and Class X fell by 6.43%, respectively during the financial period under review mainly due to the negative investment performance stated under the Fund Performance 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

(% of NAV)	29.02.2020	31.08.2019 Audited
Shariah-compliant collective investment scheme	99.55	99.32
Cash and other net assets	0.45	0.68
Total	100.00	100.00

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

MARKET OUTLOOK*

The Malaysian Government also announced on 16 March 2020 measures of movement control to contain the spread of the COVID-19. Hence, growth outlook in first half year of 2020 is expected to remain soft, arising with drag from the movement control and the coronavirus outbreak. Note that the Central Bank has guided for Malaysia's GDP growth estimate for 2020 to be within the range of -2.0% to 0.5%, as compared with the average of 5% posted the last 5 years before movement restriction.

To mitigate the economic impact of COVID-19 and movement control order ("MCO"), a RM250 billion stimulus package was announced with the primary focus of (i) sustaining private consumption and confidence, (ii) preserving the viability and continuity of domestic business entities; and (iii) strengthening the domestic economy. While the stimulus package amounts to 17% of GDP, direct Government spending is only RM25 billion which is equivalent to 1.7% of GDP.

* 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 Asset Management Berhad ("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 category under the PRS, the Fund will continue to remain fully invested in the Target Fund (Principal DALI Equity Growth Fund (*formerly known CIMB Islamic DALI Equity Growth Fund*)) with minimal cash kept for liquidity purposes.

MEMBERS STATISTICS AS AT 29 FEBRUARY 2020

CLASS A

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	8,214	14.89	20.69
5,001-10,000	2,046	14.71	20.44
10,001-50,000	1,689	30.95	43.02
50,001-500,000	110	11.40	15.85
500,001 and above	-	-	-
Total	12,059	71.95	100.00

CLASS C

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	758	1.07	21.88
5,001-10,000	172	1.16	23.72
10,001-50,000	134	2.46	50.31
50,001-500,000	3	0.20	4.09
500,001 and above	-	-	-
Total	1,067	4.89	100.00

CLASS X

Size of unit holdings (units)	No. of members	No. of units held (million)	% of units held
5,000 and below	1,435	1.94	8.60
5,001-10,000	450	3.16	14.01
10,001-50,000	564	12.32	54.61
50,001-500,000	68	5.14	22.78
500,001 and above	-	-	-
Total	2,517	22.56	100.00

SOFT COMMISSIONS AND REBATES

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**

	Note	01.09.2019 to 29.02.2020 RM	01.09.2018 to 28.02.2019 RM
LOSS			
Net loss on financial assets at fair value through profit or loss	7	<u>(3,551,983)</u>	<u>(4,076,730)</u>
EXPENSES			
Private Pension Administrator's fee	4	10,962	10,230
Trustee's fee	5	10,962	10,280
Audit fee		6,150	6,150
Tax Agent's fee		5,000	2,000
Other expenses		<u>10,573</u>	<u>1,294</u>
		<u>43,647</u>	<u>29,954</u>
LOSS BEFORE TAXATION		(3,595,630)	(4,106,684)
Taxation	6	<u>-</u>	<u>-</u>
DECREASE IN NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>(3,595,630)</u>	<u>(4,106,684)</u>
Decrease in net assets attributable to members are made up as follows:			
Realised amount		(1,242,088)	(85,972)
Unrealised amount		<u>(2,353,542)</u>	<u>(4,020,712)</u>
		<u>(3,595,630)</u>	<u>(4,106,684)</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**

		29.02.2020	31.08.2019
	Note	RM	Audited RM
ASSETS			
Cash and cash equivalents (Shariah-compliant)	8	258,563	297,743
Financial assets at fair value through profit or loss (Shariah-compliant)	7	51,992,932	54,029,915
Amount due from the PRS Provider	9		
- Creation of units		91,854	103,493
TOTAL ASSETS		<u>52,343,349</u>	<u>54,431,151</u>
LIABILITIES			
Amount due to the PRS Provider	9		
- Cancellation of units		99,188	10,835
Amount due to Private Pension Administrator		1,734	1,848
Amount due to Trustee		1,734	1,848
Other payables and accruals		13,050	16,700
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO MEMBERS)		<u>115,706</u>	<u>31,231</u>
NET ASSET VALUE OF THE FUND		<u>52,227,643</u>	<u>54,399,920</u>
NET ASSETS ATTRIBUTABLE TO MEMBERS		<u>52,227,643</u>	<u>54,399,920</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class A		37,803,153	39,490,802
- Class C		2,570,846	2,862,416
- Class X		11,853,644	12,046,702
		<u>52,227,643</u>	<u>54,399,920</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class A		71,949,093	70,326,528
- Class C		4,893,575	5,098,128
- Class X		22,560,412	21,453,002
	10	<u>99,403,080</u>	<u>96,877,658</u>
NET ASSET VALUE PER UNIT (RM)			
- Class A		0.5354	0.5615
- Class C		0.5353	0.5614
- Class X		<u>0.5354</u>	<u>0.5615</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**

	01.09.2019 to 29.02.2020	01.09.2018 to 28.02.2019
	RM	RM
NET ASSETS ATTRIBUTABLE TO MEMBERS AT THE BEGINNING OF THE FINANCIAL PERIOD	54,399,920	53,689,415
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class A	2,568,021	3,708,712
- Class C	170,834	352,290
- Class X	808,505	942,665
	3,547,360	5,003,667
Cancellation of units		
- Class A	(1,649,078)	(1,054,904)
- Class C	(286,233)	(93,491)
- Class X	(188,696)	(113,811)
	(2,124,007)	(1,262,206)
Decrease in net assets attributable to members during the financial period:	(3,595,630)	(4,106,684)
NET ASSETS ATTRIBUTABLE TO MEMBERS AT THE END OF THE FINANCIAL PERIOD	52,227,643	53,324,192

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**

	01.09.2019 to 29.02.2020	01.09.2018 to 28.02.2019
	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from the disposal of Shariah-compliant collective investment scheme	700,000	300,000
Purchase of Shariah-compliant collective investment scheme	(2,215,000)	(3,875,000)
Private Pension Administrator's fee paid	(11,076)	(10,436)
Trustee's fee paid	(11,076)	(10,486)
Payments for other fees and expenses	(25,373)	(9,494)
Net cash used in operating activities	(1,562,525)	(3,605,416)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	3,558,999	5,072,993
Payments for cancellation of units	(2,035,654)	(1,272,604)
Net cash generated from financing activities	1,523,345	3,800,389
Net (decrease)/ increase in cash and cash equivalents	(39,180)	194,973
Cash and cash equivalents at the beginning of the financial period	297,743	34,515
Cash and cash equivalents at the end of the financial period	258,563	229,488
<u>Cash and cash equivalents comprised of:</u>		
Bank balance	258,563	229,488
Cash and cash equivalents at the end of the financial period	258,563	229,488

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 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 Fund will invest at least 95% of its NAV in the Target Fund, a Malaysian domiciled fund established on 7 May 1998, which invest in Malaysian Shariah-compliant equities. The Fund will also maintain up to a maximum of 5% of its NAV in liquid assets.

All investments are subjected to the Securities Commission Malaysia (“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 assumptions 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 judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 2(l).

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

The Fund has applied the following amendments to published standard for the first time for the financial period beginning 1 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, 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 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 classifies its financial assets in the following measurement categories:

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

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

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.

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

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

The Fund classifies amount due to the PRS Provider, amount due to Private Pension Administrator, amount due to Trustee, and other payables and accruals as other financial liabilities as financial liabilities subsequently 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.

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.

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.

Shariah-compliant deposits with licensed Islamic financial institutions are stated at cost plus accrued profit calculated on the effective profit method over the period from the date of placement to the date of maturity of the respective deposits.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Significant increase in credit risk

A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

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

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial period.

(c) 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 RM, which is the Fund's functional and presentation currency.

(e) Members' contributions

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

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

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

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

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

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

(g) Transactions cost

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.

(h) 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.

(i) 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.

(j) 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(k) 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.

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

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

However, the PRS Provider is of the opinion that there are no accounting policies which require significant judgement to be exercised.

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 Malaysian securities 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**

Price risk is the risk that the fair value of the Fund's Shariah-compliant investments will fluctuate because of changes in market prices. The value of Shariah-compliant 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 Shariah-compliant quoted securities, unquoted Sukuk, and other financial instruments within specified limits according to the Deeds.

(b) Credit risk

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

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

For the 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.

(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, 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 risks for the entire portfolio without limiting the Fund's growth potentials.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**(d) Capital risk management**

The capital of the Fund is represented by equity consisting of 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.

(i) Fair value hierarchy

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

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

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

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

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

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

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

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
29.02.2020				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment scheme	<u>51,992,932</u>	<u>-</u>	<u>-</u>	<u>51,992,932</u>
31.08.2019				
Audited				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment scheme	<u>54,029,915</u>	<u>-</u>	<u>-</u>	<u>54,029,915</u>

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

- (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 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 the financial period ended 29 February 2020 and 28 February 2019 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 fee.

For the 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

	01.09.2019 to 29.02.2020	01.09.2018 to 28.02.2019
	RM	RM
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:

	01.09.2019 to 29.02.2020	01.09.2018 to 28.02.2019
	RM	RM
Loss before taxation	<u>(3,595,630)</u>	<u>(4,106,684)</u>
Taxation at Malaysian statutory rate of 24% (28.02.2019: 24%)	(862,951)	(985,604)
Tax effects of:		
- Loss not deductible for tax purposes	852,476	978,414
- Expenses not deductible for tax purposes	8,763	5,490
- Restriction on tax deductible expenses for PRS Funds	<u>1,712</u>	<u>1,700</u>
Taxation	<u>-</u>	<u>-</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	29.02.2020	31.08.2019
	RM	Audited RM
At fair value through profit or loss at inception:		
- Shariah-compliant collective investment scheme	<u>51,992,932</u>	<u>54,029,915</u>
Net loss on financial assets at fair value through profit or loss:		
- Realised loss on disposals	170,235	(56,018)
- Unrealised fair value loss	<u>(3,722,218)</u>	<u>(4,020,712)</u>
	<u>(3,551,983)</u>	<u>(4,076,730)</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 %
29.02.2020				
SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME				
Principal DALI Equity Growth Fund (<i>formerly known CIMB Islamic DALI Equity Growth Fund</i>)	<u>52,233,205</u>	<u>69,193,721</u>	<u>51,992,932</u>	<u>99.55</u>
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEME	<u>52,233,205</u>	<u>69,193,721</u>	<u>51,992,932</u>	<u>99.55</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(17,200,789)</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>51,992,932</u>		
31.08.2019				
Audited SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME				
CIMB Islamic DALI Equity Growth Fund	<u>50,808,647</u>	<u>67,858,486</u>	<u>54,029,915</u>	<u>99.32</u>
TOTAL COLLECTIVE INVESTMENT SCHEME	<u>50,808,647</u>	<u>67,858,486</u>	<u>54,029,915</u>	<u>99.32</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(13,828,571)</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>54,029,915</u>		

8. CASH AND CASH EQUIVALENTS (SHARIAH-COMPLIANT)

	29.02.2020	31.08.2019
	RM	Audited
	RM	RM
Bank balance	<u>258,563</u>	<u>297,743</u>

9. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.09.2019	01.09.2018
	to 29.02.2020	to 31.08.2019
	Audited	Audited
	No. of units	No. of units
Class A (i)	71,949,093	70,326,528
Class C (ii)	4,893,575	5,098,128
Class X (iii)	22,560,412	21,453,002
	<u>99,403,080</u>	<u>96,877,658</u>

(i) Class A

	01.09.2019	01.09.2018
	to 29.02.2020	to 31.08.2019
	Audited	Audited
	No. of units	No. of units
At the beginning of the financial period/year	70,326,528	65,019,070
Add : Creation of units from applications	4,570,958	9,936,832
Less: Cancellation of units	(2,948,393)	(4,629,374)
At the end of the financial period/year	<u>71,949,093</u>	<u>70,326,528</u>

(ii) Class C

	01.09.2019	01.09.2018
	to 29.02.2020	to 31.08.2019
	Audited	Audited
	No. of units	No. of units
At the beginning of the financial period/year	5,098,128	4,979,400
Add : Creation of units from applications	304,169	831,815
Less: Cancellation of units	(508,722)	(713,087)
At the end of the financial period/year	<u>4,893,575</u>	<u>5,098,128</u>

(iii) Class X

	01.09.2019	01.09.2018
	to 29.02.2020	to 31.08.2019
	Audited	Audited
	No. of units	No. of units
At the beginning of the financial period/year	21,453,002	18,417,465
Add : Creation of units from applications	1,442,795	3,457,093
Less: Cancellation of units	(335,385)	(421,556)
At the end of the financial period/year	<u>22,560,412</u>	<u>21,453,002</u>

10. MANAGEMENT EXPENSE RATIO (“MER”)

	01.09.2019 to 29.02.2020	01.09.2018 to 28.02.2019
	%	%
MER	0.08	0.06

MER is derived based on 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 RM55,001,492 (28.02.2019: RM51,299,803).

11. PORTFOLIO TURNOVER RATIO (“PTR”)

	01.09.2019 to 29.02.2020	01.09.2018 to 28.02.2019
PTR (times)	0.03	0.04

PTR is derived from 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 = RM2,215,000 (28.02.2019: RM3,875,000)
- total disposal for the financial period = RM700,000 (28.02.2019: RM300,000)

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 the 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 each 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.

	01.09.2019 to 29.02.2020 RM	01.09.2018 to 28.02.2019 RM
<u>Significant related party transactions</u>		
Purchase of Shariah-compliant collective investment scheme managed by the PRS Provider	<u>2,215,000</u>	<u>3,875,000</u>
Disposal of Shariah-compliant collective investment scheme managed by the PRS Provider	<u>700,000</u>	<u>300,000</u>

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

	29.02.2020	31.08.2019
	RM	Audited RM
<u>Significant related party balance</u>		
Shariah-compliant collective investment scheme managed by the PRS Provider:		
- Principal DALI Equity Growth Fund (<i>formerly known CIMB Islamic DALI Equity Growth Fund</i>)	51,992,932	54,029,915

13. TRANSACTIONS WITH BROKERS

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

	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
Principal Asset Management Berhad #	2,915,000	100.00	-	-

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

	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
Principal Asset Management Berhad #	4,175,000	100.00	-	-

Included in the transactions are trades conducted with Principal Asset Management Berhad, the PRS Provider of the Fund, amounting to RM2,915,000 (28.02.2019: RM4,175,000). 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 Equity to Principal Islamic PRS Plus 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 PRS Provider

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Trustee for the CIMB Islamic PRS Plus Equity

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