

Principal China-India-Indonesia Opportunities Fund (formerly known as CIMB-Principal China-India-Indonesia Equity Fund)

28 February 2021



Fund Objective

Aims to achieve medium to long-term capital appreciation by capitalizing on investment ideas in undervalued listed companies which are domiciled or have significant operations in China, India and Indonesia.

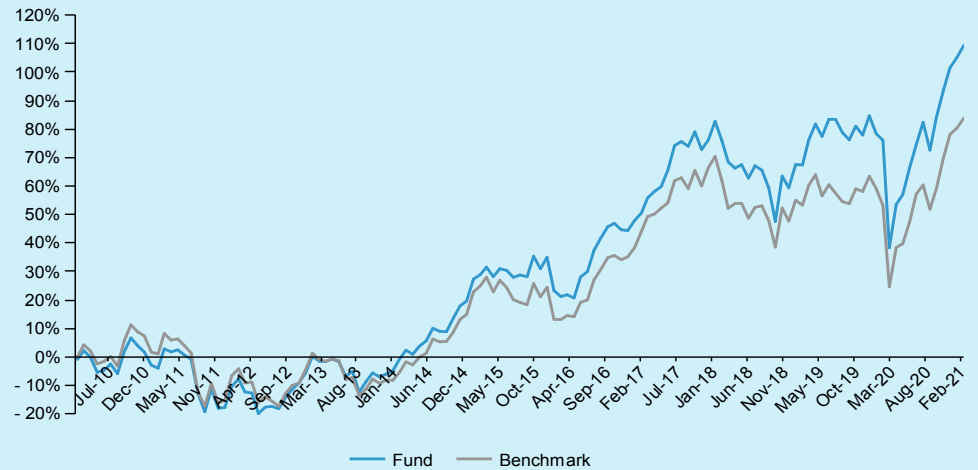
Currency: MYR ISIN Code: MYU1000DK000

Bloomberg Ticker: CIMBCII MK

Fund Information

Location	Malaysia
Domicile	Malaysia
Fund Currency	Ringgit Malaysia
Fund Size (MYR)	MYR 82.88 million
Fund Unit	167.51 million units
Fund Launch	21 January 2010
Benchmark	An equally weighted custom composite index of MSCI China Index, MSCI India Index and MSCI Indonesia Index
Dealing	Daily (as per Bursa Malaysia trading day)
Application Fee	IUTA: 5.50% of the NAV per unit Principal Agency Distributor: 6.50% of the NAV per unit
Management Fee	1.80% p.a. of the NAV
Trustee Fee	0.08% p.a. of the NAV
Unit NAV (MYR)	MYR 0.4947

Fund Performance



Past performance does not guarantee future results. Asset allocation and diversification do not ensure a profit or protect against a loss.

Cumulative Performance (%)

	YTD	1 Month	3 Months	6 Months	1-Year	3-Year	5-Year	Since Inception
Fund	3.88	2.08	8.15	14.78	18.93	19.03	72.76	109.36
Benchmark	3.23	1.95	8.23	14.62	20.04	13.56	62.55	83.83

Calendar Year Returns (%)

	2020	2019	2018	2017	2016	2015
Fund	9.11	15.91	-9.55	22.02	6.97	12.86
Benchmark	8.94	10.68	-11.27	23.18	8.58	8.33

Most Recent Fund Distributions

	2020 Oct	2019 Oct
Gross (Sen/Unit)	1.09	1.34
Annualised Yield (%)	2.43	2.99

Note: January 2010 to February 2021.

Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested.

Annualised yield is calculated as the most recent monthly dividend distribution multiplied by the Fund's dividend frequency and divided by the latest NAV.

Source : Lipper

Top 10 Holdings

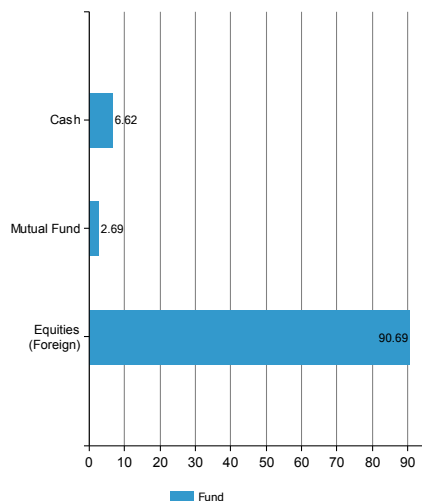
	Country	% of net assets
Bank Rakyat Indonesia	Indonesia	7.13
Bank Central Asia	Indonesia	6.74
Housing Development Finance	India	5.83
Tencent Hldg Ltd	HK, China	5.80
Reliance Industries Ltd	India	4.52
Alibaba Group Holding Ltd	Cayman Islands	4.51
SEA LTD	United States	4.34
HDFC Bank Ltd	India	4.17
Tata Consultancy Services Ltd	India	3.24
Kingboard Laminates Hldg Ltd	HK, China	2.98

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

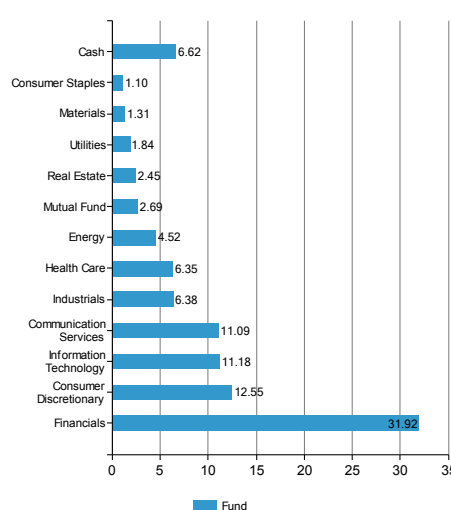
Fund Risk Statistics

Beta	1.02
Information Ratio	0.50
Sharpe Ratio	0.26
3 years monthly data	

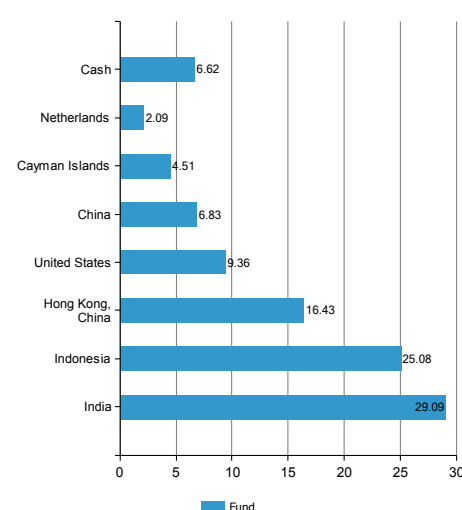
Asset Allocation (%)



Sector Allocation (%)



Regional Allocation (%)



Source: Factset. Fund holdings and allocations shown are unaudited and may not be representative of current or future investments. Percentages may not add up to 100% due to rounding and/or inclusion or exclusion of cash will not be reflected in the top holdings list.

Fund Manager's Report

In Feb, the Fund was up 2.08%, outperforming the Benchmark by 13 bps. Year-to-date, the Fund is outperforming the Benchmark by 65 bps.

Markets were mixed in February as investors started pricing in the uncertainty of an inflation-led interest rate increase on asset prices. China corrected more and was down 3.9% in US Dollar terms, while Indonesia was down 2% and India flat for the month. We saw sharp increase in commodities prices, where Brent oil increased by 18%MoM and copper climbed to 10 year high, surging by 16%MoM. Rising inflation expectations in the US led to a rapid increase in US bond yield and triggered a sell-off in the equities markets towards the end of the month. Liquidity will continue to be ample and fund flows are more likely to move to Asia given that (1) Asia is still under-owned, (2) earnings growth momentum is strong and (3) valuation is still attractive. Based on our estimates, Asia is attractively valued at a 26% discount to global averages based on P/B and ROE basis. We rate Asian equities a BUY over a 12-month horizon. Sectors such as financials and industrials are preferred as we position the portfolio to benefit from the cyclical economic recovery. We continue to avoid companies with high financial leverage. The focus is also on quality companies which are long term winners, or benefit from structural changes in their respective industries.

*Based on the fund's portfolio returns as at 15 February 2021, the Volatility Factor (VF) for this fund is 19.810 and is classified as "Very High" (source: FIMM). The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by FIMM based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

We recommend that you read and understand the contents of the Master Prospectus Issue No. 22 dated 17 April 2020, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Master Prospectus for your records. Any issue of units to which the Master Prospectus relates will only be made upon receipt of the completed application form referred to in and accompanying the Master Prospectus, subject to the terms and conditions therein. Investments in the Fund are exposed to country risk, currency risk, liquidity risk, risk of investing in emerging markets, risks associated with investment in warrants and stock specific risk. You can obtain a copy of the Master Prospectus from the head office of Principal Asset Management Berhad or from any of our approved distributors. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Financing for Investment in Unit Trust Risk Disclosure Statement/Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. Where a unit split/distribution is declared, you are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in Malaysian ringgit will remain unchanged after the distribution of the additional units.

Carefully consider a fund's objective, risks, charges and expenses. Visit www.principal.com.my for a prospectus containing this and other information. Please read it carefully before investing.