

# Principal China Multi Asset Income Fund

Quarterly Report

For The Quarter And Financial Period Ended 31 January 2022

**PRINCIPAL CHINA MULTI ASSET INCOME FUND**

**QUARTERLY REPORT**

**FOR THE QUARTER AND FINANCIAL PERIOD ENDED 31 JANUARY 2022**

<b>CONTENTS</b>	<b>PAGE(S)</b>
INVESTORS' LETTER	1
MANAGER'S REPORT	2 - 16
Fund Objective and Policy	
Performance Data	
Market Review	
Fund Performance	
Portfolio Structure	
Market Outlook	
Investment Strategy	
Unit Holdings Statistics	
Soft Commissions and Rebates	
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME	17
UNAUDITED STATEMENT OF FINANCIAL POSITION	18 - 19
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	20
UNAUDITED STATEMENT OF CASH FLOWS	21
DIRECTORY	22

**INVESTORS' LETTER**

Dear Valued Investor,

Greetings from Principal Asset Management Berhad and thank you for investing with us!

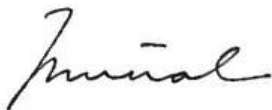
We are pleased to bring you a copy of the Quarterly Fund Report of the Principal China Multi Asset Income Fund for the financial period ended January 2022. You may also download this report from our website at [www.principal.com.my](http://www.principal.com.my).

We are happy to share that Principal won Asia Asset Management's 2022 Best of the Best Awards in the Greater China Equity (10 Years) category. Principal was also recognised with four awards at the Global Business Magazine Awards 2022. The awards were Best Asset Management CEO Malaysia, Best Fixed Income Fund Malaysia (Principal Islamic Money Market Fund), Best Islamic Equity Fund Malaysia (Principal Islamic Asia Pacific Dynamic Equity Fund) and Fastest Growing Equity Fund Malaysia (Principal Global Titans Fund).

Digital innovation is central to our strategy, as we use data and technology to develop the right solutions for you. We will continue to advance our digital capabilities to provide easy access to your investment portfolio and enable you to carry out transactions seamlessly. Please continue to check out our website ([www.principal.com.my](http://www.principal.com.my)), like our Facebook page (@PrincipalAssetMY), follow us on our Instagram account (@principalassetmanagement\_my), and LinkedIn page (Principal Asset Management Berhad) for the latest updates, market insights and investment articles.

We appreciate your continuous support and the trust you place in us.

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



**Munirah Khairuddin**  
Chief Executive Officer

**MANAGER’S REPORT**

**FUND OBJECTIVE AND POLICY**

**What is the investment objective of the Fund?**

The Fund aims to provide income and moderate capital growth through investments in one collective investment scheme, which invests primarily in a diversified portfolio of securities related to China.

**Has the Fund achieved its objective?**

The Fund underperformed its benchmark during the period under review. However, it is still in line with its long-term objective to provide income and moderate capital growth

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

The Fund is a feeder fund and it invests in a single collective investment scheme, i.e. HSBC China Multi-Asset Income Fund (“Target Fund”). The Fund may also invest in liquid asset for liquidity purpose.

In order to achieve its investment objective, the Fund will invest at least 95% of its Net Asset Value (“NAV”) in the Target Fund; a sub-fund established on 21 November 2014 under the HSBC Collective Investment Trust. The Fund will also maintain up to 5% of its NAV in liquid assets for liquidity purposes.

Information on the Target Fund:

- Trust : HSBC Collective Investment Trust, an umbrella unit trust established under the laws of Hong Kong by a trust deed dated 27 February 2014 between the Target Fund Manager and HSBC Institutional Trust Services (Asia) Limited as the Target Fund’s trustee.
- Target Fund Manager : HSBC Investment Funds (Hong Kong) Ltd
- Target Fund Investment Adviser : HSBC Global Asset Management (Hong Kong) Ltd
- Target Fund Research Adviser : HSBC Jintrust Fund Management Company Ltd
- Regulatory authority : Securities and Futures Commission of Hong Kong

**Base Currency**

US Dollar (“USD”)

**Fund category/type**

Feeder Fund/Income & Growth

**When was the Fund launched?**

Name of Class	Launch Date
Class AUD-Hedged (“AUD-H”)	2 July 2018
Class MYR	30 August 2018 <sup>Note 1</sup>
Class MYR-Hedged (“MYR-H”)	3 July 2017
Class RMB-Hedged (“RMB-H”)	2 July 2018
Class SGD	30 August 2018 <sup>Note 1</sup>
Class SGD-Hedged (“SGD-H”)	19 June 2018
Class USD	3 July 2017

*Note 1: The Manager has the discretion to determine the launch date, which shall be the date disclosed above or such other date as may be determined by the Manager.*

**FUND OBJECTIVE AND POLICY (CONTINUED)**

**What was the size of the Fund as at 31 January 2022?**

USD37.69 million (141.60 million units)

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

The Fund adheres to the benchmark of the Target Fund for performance comparison. The benchmark of the Target Fund is 50% MSCI China Net + 50% Markit iBoxx Asia Local Bond Index China Offshore for comparison purposes.

**What is the Fund distribution policy?**

Quarterly, depending on the availability of realised income and/or realised gains and at the discretion of the Manager.

**What was the net income distribution for the financial period from 1 November 2021 to 31 January 2022?**

The Fund distributed a total net income of USD0.38 million to unit holders for the financial period from 1 November 2021 to 31 January 2022.

The Fund's NAV per unit before and after distribution are as follows:

<b>Date</b>	<b>NAV per unit (before distribution) USD</b>	<b>NAV per unit (after distribution) USD</b>
6 December 2021		
- Class AUD-H	0.7395	0.7319
- Class MYR	0.2066	0.2046
- Class MYR-H	0.2276	0.2253
- Class RMB-H	0.1666	0.1650
- Class SGD-H	0.6475	0.6412
- Class USD	0.9991	0.9895

**PRINCIPAL CHINA MULTI ASSET INCOME FUND**

**PERFORMANCE DATA**

Details of portfolio composition of the Fund for the last three unaudited financial periods were as follows:

	<b>31.01.2022</b>	<b>31.01.2021</b>	<b>31.01.2020</b>
	%	%	%
Collective investment scheme	99.06	98.38	100.83
Cash and other assets	1.39	4.23	12.43
Liabilities	(0.45)	(2.61)	(13.26)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

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

	<b>31.01.2022</b>	<b>31.01.2021</b>	<b>31.01.2020</b>
NAV (USD Million)			
- Class AUD-H	0.73	0.22	0.00*
- Class MYR	0.85	0.47	-
- Class MYR-H	27.12	39.41	50.75
- Class RMB-H	2.04	0.56	0.00*
- Class SGD-H	0.47	0.61	0.40
- Class USD	6.48	8.05	11.48
Units in circulation (Million)			
- Class AUD-H	1.03	0.21	0.00*
- Class MYR	4.25	1.78	-
- Class MYR-H	122.16	130.29	208.01
- Class RMB-H	12.65	2.69	0.00*
- Class SGD-H	0.75	0.71	0.58
- Class USD	6.75	6.30	10.97
NAV per unit (USD)			
- Class AUD-H	0.7111	1.0364	0.7340
- Class MYR	0.1986	0.2638	-
- Class MYR-H	0.2220	0.3025	0.2439
- Class RMB-H	0.1608	0.2065	0.1500
- Class SGD-H	0.6293	0.8571	0.6874
- Class USD	0.9598	1.2780	1.0465

Note: 0.00\* denotes fair value less than 1 million.

**PRINCIPAL CHINA MULTI ASSET INCOME FUND**

**PERFORMANCE DATA (CONTINUED)**

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

	<b>01.11.2021 to 31.01.2022</b>	<b>01.11.2020 to 31.01.2021</b>	<b>01.11.2019 to 31.01.2020</b>
Highest NAV per unit (USD)			
- Class AUD-H	0.8273	1.0802	0.7776
- Class MYR	0.2177	0.2741	-
- Class MYR-H	0.2438	0.3142	0.2529
- Class RMB-H	0.1753	0.2128	0.1573
- Class SGD-H	0.6890	0.8893	0.7157
- Class USD	1.0523	1.3276	1.0746
Lowest NAV per unit (USD)			
- Class AUD-H	0.7035	0.8669	0.7045
- Class MYR	0.1986	0.2463	-
- Class MYR-H	0.2216	0.2692	0.2263
- Class RMB-H	0.1608	0.1803	0.1410
- Class SGD-H	0.6279	0.7640	0.6529
- Class USD	0.9598	1.1706	0.9912
Total return (%)			
- Class AUD-H	(7.50)	9.77	6.09
- Class MYR	(6.32)	-	-
- Class MYR-H	(7.06)	8.94	5.99
- Class RMB-H	(6.86)	10.45	5.52
- Class SGD-H	(7.26)	9.86	5.96
- Class USD	(7.44)	9.86	6.16
Capital growth (%)			
- Class AUD-H	(8.45)	9.77	6.09
- Class MYR	(7.23)	-	-
- Class MYR-H	(7.95)	9.28	5.48
- Class RMB-H	(7.76)	10.45	5.52
- Class SGD-H	(8.16)	0.75	5.45
- Class USD	(8.33)	0.63	5.58
Income distribution (%)			
- Class AUD-H	1.04	-	-
- Class MYR	0.98	-	-
- Class MYR-H	0.98	0.60	0.48
- Class RMB-H	0.97	-	-
- Class SGD-H	0.98	9.24	0.48
- Class USD	0.97	9.17	0.54



**PRINCIPAL CHINA MULTI ASSET INCOME FUND**

**PERFORMANCE DATA (CONTINUED)**

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

	<b>01.11.2021 to 31.01.2022</b>	<b>01.11.2020 to 31.01.2021</b>	<b>01.11.2019 to 31.01.2020</b>
Management Expense Ratio ("MER") (%) ^	0.13	0.14	0.13
Portfolio Turnover Ratio ("PTR") (times) #	0.03	0.04	0.08

^ The Fund's MER decrease from 0.14% to 0.13% was mainly due to decrease in expenses for the financial period under review.

# For the financial period under review, the Fund's PTR decreased from 0.04 times to 0.03 times mainly due to the decreased in trading activities within the reporting period.

	<b>01.11.2021 to 31.01.2022</b>	<b>01.11.2020 to 31.01.2021</b>	<b>01.11.2019 to 31.01.2020</b>
<b>Gross/Net distribution per unit (cent)</b>			
Distribution on 6 December 2021			
- Class AUD-H	0.76	-	-
- Class MYR	0.20	-	-
- Class MYR-H	0.22	-	-
- Class RMB-H	0.16	-	-
- Class SGD-H	0.63	-	-
- Class USD	0.96	-	-
Distribution on 4 December 2020			
- Class MYR-H	-	0.17	-
- Class SGD-H	-	0.46	-
- Class USD	-	0.76	-
Distribution on 27 November 2019			
- Class MYR-H	-	-	0.11
- Class SGD-H	-	-	0.32
- Class USD	-	-	0.54

	<b>31.01.2022</b>	<b>31.01.2021</b>	<b>31.01.2020</b>	<b>31.01.2019</b>	<b>Since inception to 31.01.2018</b>
		%	%	%	%
Annual total return					
- Class MYR-H	(21.83)	25.20	7.35	(11.04)	14.35
- Class USD	(22.71)	24.88	7.15	(11.42)	14.35

(Launch date: 3 July 2017)

**PERFORMANCE DATA (CONTINUED)**

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

	31.01.2022	31.01.2021 %	31.01.2020 %	Since inception to 31.01.2019 %
Annual total return				
- Class SGD-H	(23.14)	24.06	6.26	(7.57)

(Launch date: 19 June 2018)

	31.01.2022	31.01.2021 %	31.01.2020 %	Since inception to 31.01.2019 %
Annual total return				
- Class AUD-H	(23.78)	23.44	6.40	(2.07)
- Class RMB-H	(20.97)	28.02	5.89	3.50

(Launch date: 2 July 2018)

			Since inception 31.01.2022 to 31.01.2021 %
Annual total return			
- Class MYR			(19.86) 6.55

(Launch date: 30 August 2018) <sup>Note 1</sup>

*Note 1: The Manager has the discretion to determine the launch date, which shall be the date disclosed above or such other date as may be determined by the Manager.*

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 year/period have been extracted from Lipper.

**MARKET REVIEW (1 NOVEMBER 2021 TO 31 JANUARY 2022)**

The emergence of a new strain of Coronavirus Disease 2019 (“COVID-19”), named Omicron, in late November 2021 turned earlier market performances around. Global and Asian stock markets had been in positive territory into the second half of the month but saw sharp declines as the news of the variant came to light. In contrast onshore China shares had declined during the first half of November and then closed the month higher. On the other hand, bond market returns were mixed in November, with high grade indices outperforming high yield bonds.

New virus cases globally surged to levels well beyond previous peaks in December 2021, with the omicron variant appearing to be more transmissible than earlier variants. In China cases have picked up slightly but to nothing like the levels experienced in other countries, and China continues to look to contain the virus as much as possible. With growth already slow this new development is likely to see policy measures to stimulate growth, and in December 2021 the People’s Bank of China (“PBOC”) reduced the Required Deposit Reserve Ratio for banks. While global stock markets saw good gains in December 2021, markets in China were more mixed.

**MARKET REVIEW (1 NOVEMBER 2021 TO 31 JANUARY 2022) (CONTINUED)**

Global markets in January 2022 have been dominated by the likelihood of a significantly faster pace of monetary tightening in the months ahead. Whereas most bond markets globally saw negative returns in January, in China yields fell delivering positive returns for both onshore and offshore bond markets, though ongoing credit concerns in the property sector in particular saw Chinese high yield bonds deliver negative returns for the fifth consecutive month.

**FUND PERFORMANCE**

	<b>3 months to 31.01.2022</b>					
	<b>Class AUD-H</b>	<b>Class MYR</b>	<b>Class MYR-H</b>	<b>Class RMB-H</b>	<b>Class SGD-H</b>	<b>Class USD</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Income Distribution	1.04	0.98	0.98	0.97	0.98	0.97
Capital Growth	(8.45)	(7.23)	(7.95)	(7.76)	(8.16)	(8.33)
Total Return	(7.50)	(6.32)	(7.06)	(6.86)	(7.26)	(7.44)
Benchmark	(5.52)	(4.23)	(5.52)	(5.52)	(5.52)	(5.52)
Average Total Return	N/A	N/A	N/A	N/A	N/A	N/A

	<b>6 months to 31.01.2022</b>					
	<b>Class AUD-H</b>	<b>Class MYR</b>	<b>Class MYR-H</b>	<b>Class RMB-H</b>	<b>Class SGD-H</b>	<b>Class USD</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Income Distribution	1.79	1.72	1.71	1.74	1.73	1.72
Capital Growth	(14.26)	(14.85)	(13.53)	(13.16)	(14.19)	(14.22)
Total Return	(12.72)	(13.39)	(12.05)	(11.65)	(12.70)	(12.74)
Benchmark	(5.75)	(6.18)	(5.75)	(5.75)	(5.75)	(5.75)
Average Total Return	N/A	N/A	N/A	N/A	N/A	N/A

	<b>1 year to 31.01.2022</b>					
	<b>Class AUD-H</b>	<b>Class MYR</b>	<b>Class MYR-H</b>	<b>Class RMB-H</b>	<b>Class SGD-H</b>	<b>Class USD</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Income Distribution	2.62	2.67	2.91	2.50	2.91	2.91
Capital Growth	(25.72)	(21.94)	(24.04)	(22.89)	(25.31)	(24.90)
Total Return	(23.78)	(19.86)	(21.83)	(20.97)	(23.14)	(22.71)
Benchmark	(15.01)	(11.27)	(15.01)	(15.01)	(15.01)	(15.01)
Average Total Return	(23.78)	(19.86)	(21.83)	(20.97)	(23.14)	(22.71)

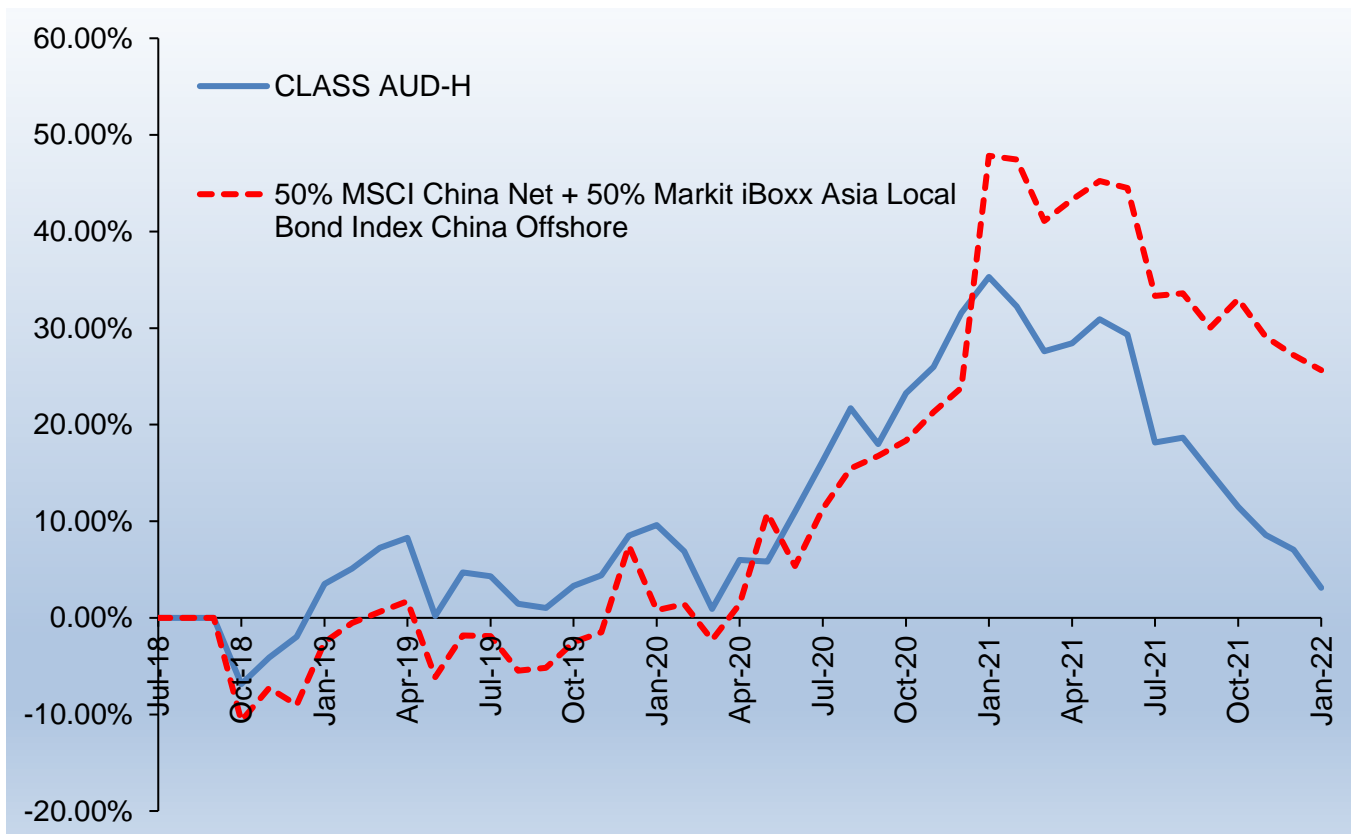
	<b>3 years to 31.01.2022</b>					
	<b>Class AUD-H</b>	<b>Class MYR</b>	<b>Class MYR-H</b>	<b>Class RMB-H</b>	<b>Class SGD-H</b>	<b>Class USD</b>
	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>	<b>%</b>
Income Distribution	2.62	-	8.64	2.50	9.97	6.68
Capital Growth	(2.91)	-	(3.28)	4.69	(7.86)	(3.05)
Total Return	(0.37)	-	5.07	7.30	1.32	3.42
Benchmark	13.84	-	13.84	13.84	13.84	13.84
Average Total Return	(0.12)	-	1.66	2.38	0.44	1.13

FUND PERFORMANCE (CONTINUED)

	Since inception to 31.01.2022					
	Class AUD-H	Class MYR	Class MYR-H	Class RMB-H	Class SGD-H	Class USD
	%	%	%	%	%	%
Income Distribution	2.62	2.67	15.17	2.50	10.06	9.13
Capital Growth	0.49	(16.83)	(7.19)	2.52	(14.91)	(4.01)
Total Return	3.12	(14.61)	6.89	5.08	(6.35)	4.75
Benchmark	25.65	(6.10)	25.65	25.65	25.65	25.65
Average Total Return	0.86	N/A	1.46	1.39	(1.78)	1.02

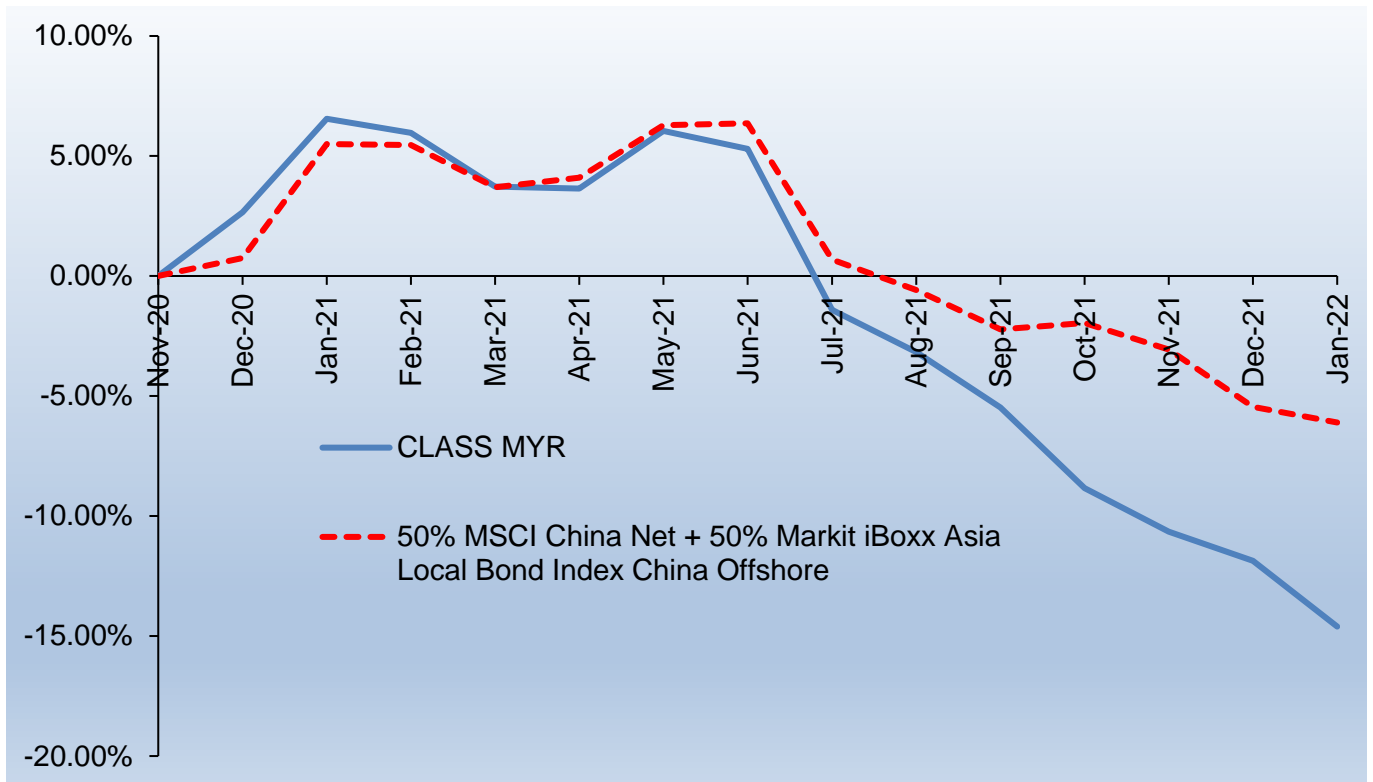
For the financial period under review, the Fund posted negative returns for all classes. Class AUD-H, Class MYR-H, Class RMB-H, Class SGD-H and Class USD decreased by 7.50%, 7.06%, 6.86%, 7.26% and 7.44% respectively. All classes underperformed their benchmark that decreased by 5.52% during the same review period. Meanwhile, Class MYR posted a negative return of 6.32% against its benchmark of 4.23% during the financial period under review.

CLASS AUD-H

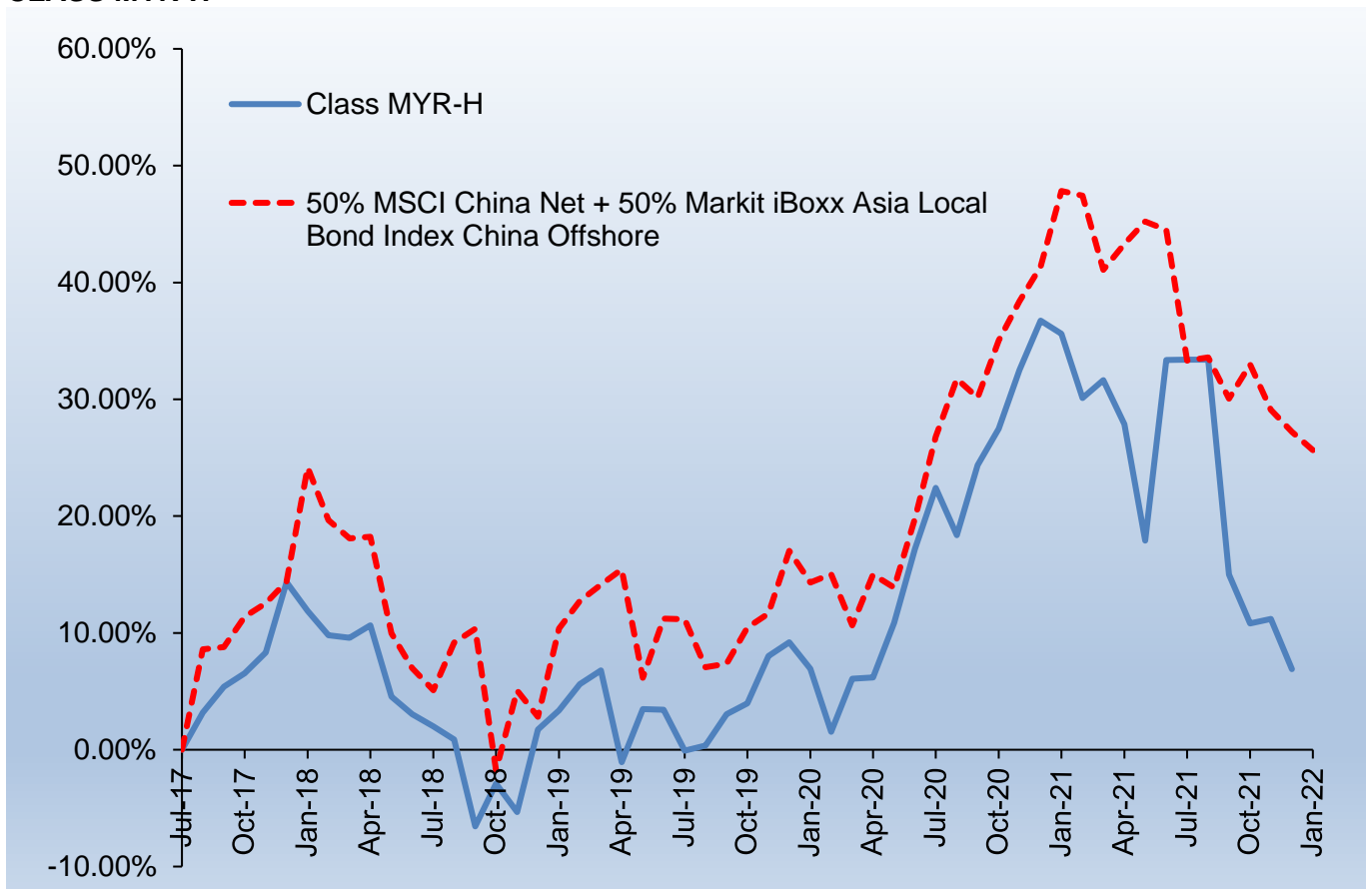


FUND PERFORMANCE (CONTINUED)

CLASS MYR

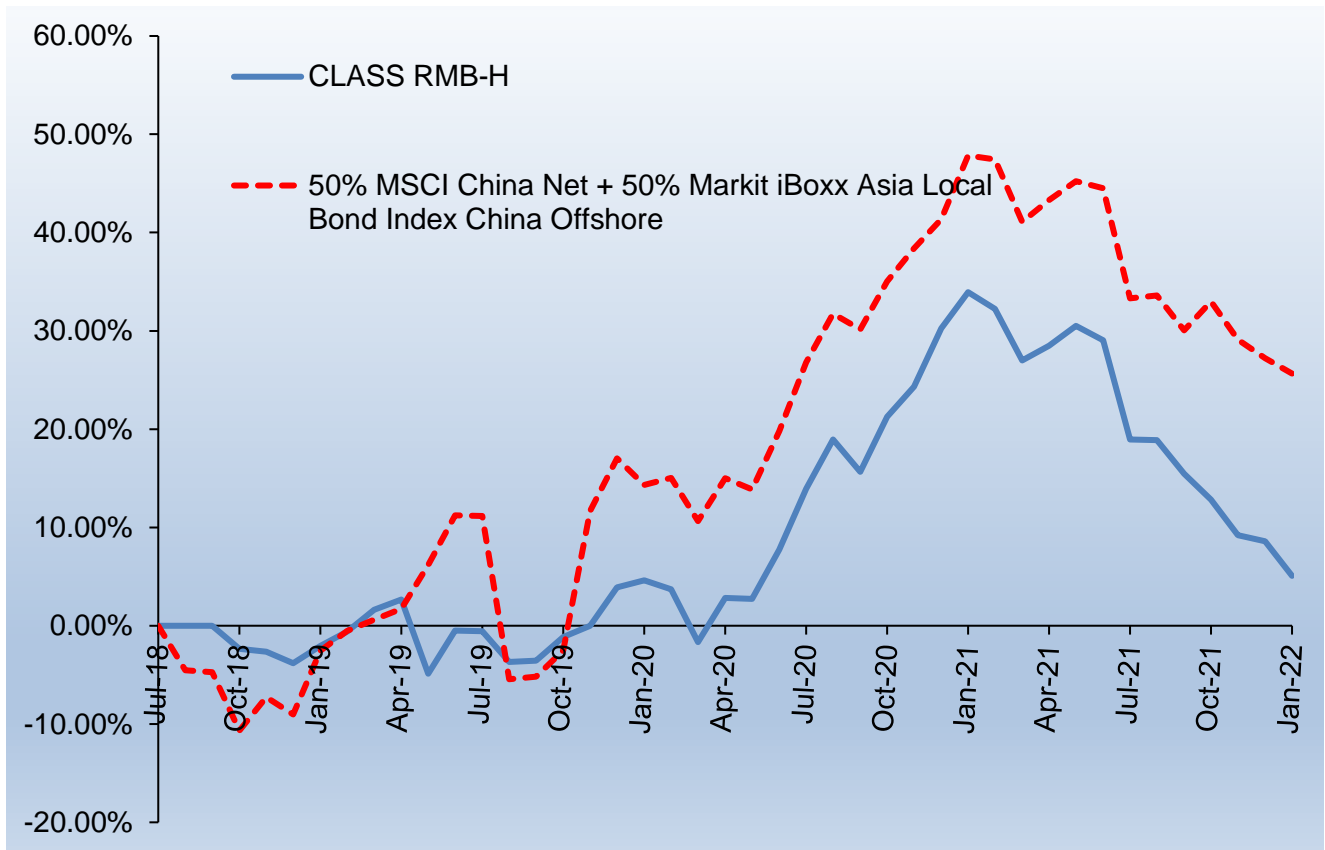


CLASS MYR-H

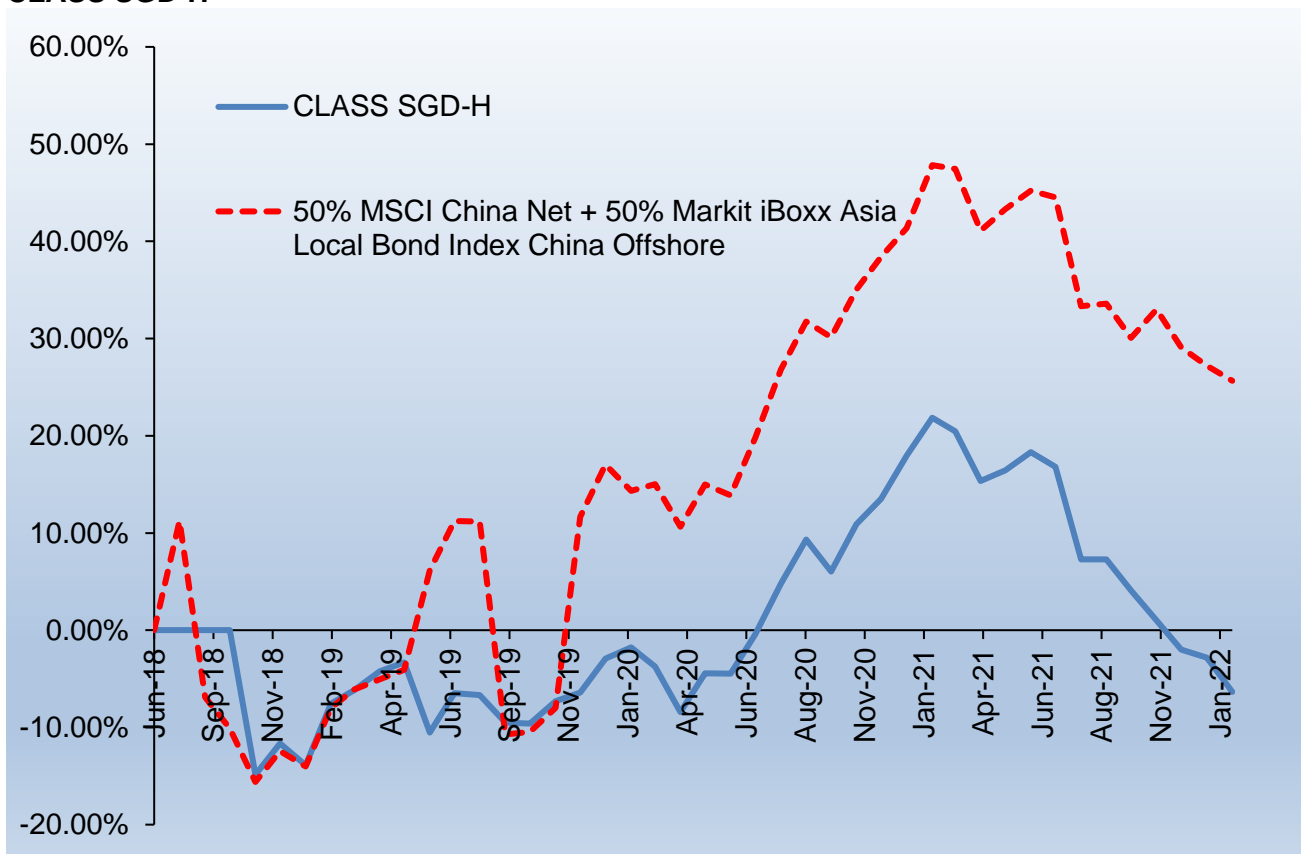


FUND PERFORMANCE (CONTINUED)

CLASS RMB-H

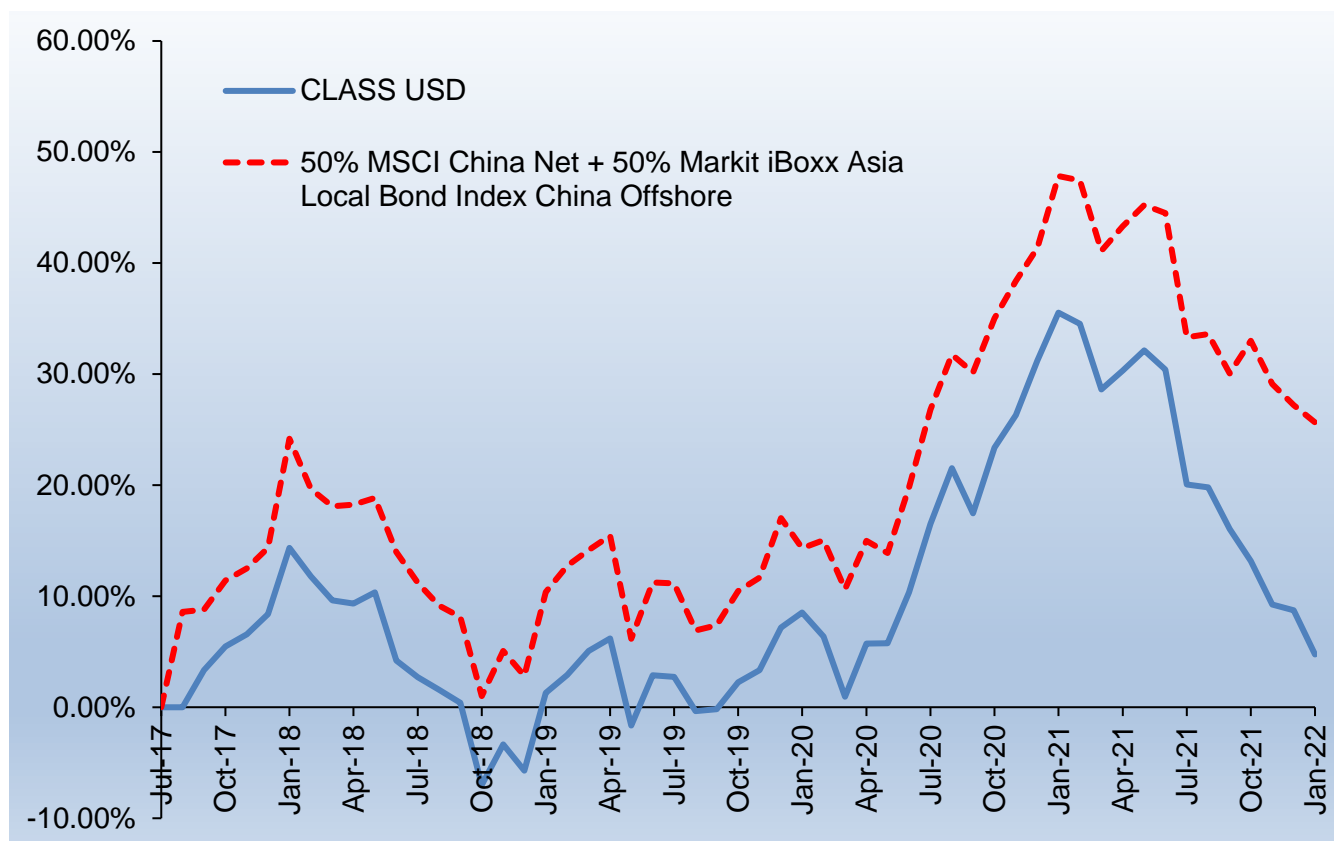


CLASS SGD-H



FUND PERFORMANCE (CONTINUED)

CLASS USD



Changes in NAV

CLASS AUD-H

	31.01.2022	31.10.2021 Audited	Changes %
NAV (USD Million)	0.73	0.85	(14.12)
NAV/Unit (USD)	0.7111	0.8273	(14.05)

CLASS MYR

	31.01.2022	31.10.2021 Audited	Changes %
NAV (USD Million)	0.85	0.97	(12.37)
NAV/Unit (USD)	0.1986	0.2166	(8.31)

CLASS MYR-H

	31.01.2022	31.10.2021 Audited	Changes %
NAV (USD Million)	27.12	31.43	(13.71)
NAV/Unit (USD)	0.2220	0.2435	(8.83)

**FUND PERFORMANCE (CONTINUED)**

**Changes in NAV (continued)**

**CLASS RMB-H**

	<b>31.01.2022</b>	<b>31.10.2021</b> <b>Audited</b>	<b>Changes</b> <b>%</b>
NAV (USD Million)	2.04	2.13	(4.23)
NAV/Unit (USD)	0.1608	0.1736	(7.37)

**CLASS SGD-H**

	<b>31.01.2022</b>	<b>31.10.2021</b> <b>Audited</b>	<b>Changes</b> <b>%</b>
NAV (USD Million)	0.47	0.64	(26.56)
NAV/Unit (USD)	0.6293	0.6889	(8.65)

**CLASS USD**

	<b>31.01.2022</b>	<b>31.10.2021</b> <b>Audited</b>	<b>Changes</b> <b>%</b>
NAV (USD Million)	6.48	7.44	(12.90)
NAV/Unit (USD)	0.9598	1.0470	(8.33)

Note: 0.00\* denotes fair value less than 1 million.

For the financial period under review, the Fund's NAV for all classes namely Class AUD-H, Class MYR, Class MYR-H, Class RMB-H, Class SGD-H and Class USD decreased by 14.12%, 12.37%, 13.71%, 4.23%, 26.56% and 12.90% respectively.

In addition, during the same period under review, the Fund's NAV per unit for Class AUD-H, Class MYR, Class MYR-H, Class RMB-H, Class SGD-H and Class USD decreased by 14.05%, 8.31%, 8.83%, 7.37%, 8.65% and 8.33% respectively.

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

**PORTFOLIO STRUCTURE**

**Asset allocation**

<b>(% of NAV)</b>	<b>31.01.2022</b>	<b>31.10.2021</b> <b>Audited</b>
Collective investment scheme	99.06	98.66
Cash and other assets	1.39	2.61
Liabilities	(0.45)	(1.27)
<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\*

Looking forward, the domestic demand outlook in first quarter of 2022 remains challenged amid the recent COVID-19 outbreaks spreading in multiple regions on the back of China's zero COVID-19 strategy, especially for consumer demand and services activity. Monetary policy actions have intensified since second half of 2021 – The PBOC lowered the reserve requirement ratio by 50 basis points (“bps”) in December 2021 (following a 50 bps cut in July 2021) and cut its policy rates (1-year medium-term lending facility (“MLF”) rate and 7-day reverse repo rate) by 10 bps on 17 January 2022. Following the policy rate cut, the PBOC said that it would open its toolbox further, to ensure sufficient market liquidity and maintain stable aggregate credit growth, and that a reduction in macro leverage in 2021 opens room for monetary policy operations. Fiscal policy is likely to focus on targeted support to Small & Medium Enterprises (“SMEs”), priority manufacturing sectors, and services industries badly hit by the pandemic, another round of tax & fee reduction, and infrastructure investment. We also expect more policy measures to stabilise, rather than stimulate, the property sector, with an urgency to ease developers' funding stress, limit the contagion effects on the broader economy from some developer defaults/ failures. All in all, policy action is likely to see China's economic growth improve as the year progresses.

\* 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

The Fund will continue to remain fully invested in the Target Fund with minimal cash kept for liquidity purposes. Our asset allocation decisions will remain subjected towards market conditions.

## UNIT HOLDINGS STATISTICS

Breakdown of unit holdings by size as at 31 January 2022 are as follows:

### CLASS AUD-H

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	1	0.17	16.50
500,001 and above	1	0.86	83.50
<b>Total</b>	<b>3</b>	<b>1.03</b>	<b>100.00</b>

### CLASS MYR

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	4	0.31	7.29
500,001 and above	1	3.94	92.71
<b>Total</b>	<b>6</b>	<b>4.25</b>	<b>100.00</b>

**UNIT HOLDINGS STATISTICS (CONTINUED)**

Breakdown of unit holdings by size as at 31 January 2021 are as follows (continued):

**CLASS MYR-H**

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	-	-	-
5,001 - 10,000	6	0.05	0.04
10,001 - 50,000	21	0.58	0.47
50,001 - 500,000	16	2.10	1.73
500,001 and above	4	119.43	97.76
<b>Total</b>	<b>47</b>	<b>122.16</b>	<b>100.00</b>

**CLASS RMB-H**

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	1	0.08	0.63
500,001 and above	1	12.57	99.37
<b>Total</b>	<b>3</b>	<b>12.65</b>	<b>100.00</b>

**CLASS SGD-H**

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	2	0.02	2.67
500,001 and above	1	0.73	97.33
<b>Total</b>	<b>4</b>	<b>0.75</b>	<b>100.00</b>

**CLASS USD**

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.01	0.15
5,001 - 10,000	1	0.01	0.15
10,001 - 50,000	1	0.05	0.74
50,001 - 500,000	1	0.35	5.19
500,001 and above	2	6.33	93.77
<b>Total</b>	<b>6</b>	<b>6.75</b>	<b>100.00</b>

Note: 0.00\* denotes value less than 0.01 million.

**SOFT COMMISSIONS AND REBATES**

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

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

**PRINCIPAL CHINA MULTI ASSET INCOME FUND**

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 31 JANUARY 2022**

	<b>01.11.2021 to 31.01.2022 USD</b>	<b>01.11.2020 to 31.01.2021 USD</b>
<b>(LOSS)/INCOME</b>		
Dividend income	372,596	373,686
Net (loss)/gain on financial assets at fair value through profit or loss	(3,282,445)	4,242,766
Net (loss)/gain on derivative assets at fair value through profit or loss	(234,343)	1,063,717
Net foreign exchange (loss)/gain	<u>(4,918)</u>	<u>1,620</u>
	<u>(3,149,110)</u>	<u>5,681,789</u>
<b>EXPENSES</b>		
Management fee	182,148	211,539
Trustee fee	4,048	4,701
Audit fee	580	580
Tax agent's fee	303	303
Other expenses	<u>1,571</u>	<u>763</u>
	<u>188,650</u>	<u>217,886</u>
<b>(LOSS)/PROFIT BEFORE DISTRIBUTION AND TAXATION</b>	<b>(3,337,760)</b>	<b>5,463,903</b>
Distribution:		
- Class AUD-H	8,147	-
- Class MYR	8,750	-
- Class MYR-H	277,138	216,237
- Class RMB-H	20,052	-
- Class SGD-H	4,874	1,872
- Class USD	<u>65,735</u>	<u>48,883</u>
	<u>384,696</u>	<u>266,992</u>
<b>(LOSS)/PROFIT BEFORE TAXATION</b>	<b>(3,722,456)</b>	<b>5,196,911</b>
Taxation	<u>-</u>	<u>-</u>
<b>(LOSS)/PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL PERIOD</b>	<b><u>(3,722,456)</u></b>	<b><u>5,196,911</u></b>
(Loss)/Profit after taxation is made up as follows:		
Realised amount	468,108	1,225,633
Unrealised amount	<u>3,254,348</u>	<u>3,971,278</u>
	<u>(3,722,456)</u>	<u>5,196,911</u>

**UNAUDITED STATEMENT OF FINANCIAL POSITION  
AS AT 31 JANUARY 2022**

	<b>31.01.2021</b>	<b>31.10.2021</b>
	<b>USD</b>	<b>Audited USD</b>
<b>ASSETS</b>		
Cash and cash equivalents	427,221	693,636
Financial assets at fair value through profit or loss	37,332,954	42,875,489
Derivative assets at fair value through profit or loss	11,543	58,484
Amount due from dealer	31,388	123,144
Amount due from Manager	3,617	14,514
Amount due from the Manager of collective investment scheme		
- management fee rebate	48,930	54,627
Dividends receivable	-	189,114
<b>TOTAL ASSETS</b>	<u>37,855,653</u>	<u>44,009,008</u>
<b>LIABILITIES</b>		
Amount due to dealer	31,323	122,847
Amount due to Manager	73,640	206,692
Amount due to Manager of collective investment scheme		
- Purchase of collective investment scheme		150,000
Accrued management fee	59,006	67,470
Amount due to Trustee	1,311	1,499
Other payables and accruals	2,950	3,175
<b>TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)</b>	<u>168,230</u>	<u>551,683</u>
<b>NET ASSET VALUE OF THE FUND</b>	<u>37,687,423</u>	<u>43,457,325</u>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS</b>	<u>37,687,423</u>	<u>43,457,325</u>
<b>REPRESENTED BY:</b>		
<b>FAIR VALUE OF OUTSTANDING UNITS</b>		
- Class AUD-H	732,386	850,362
- Class MYR	843,659	968,735
- Class MYR-H	27,122,834	31,429,319
- Class RMB-H	2,034,259	2,131,994
- Class SGD-H	470,989	638,990
- Class USD	6,483,296	7,437,925
	<u>37,687,423</u>	<u>43,457,325</u>

**PRINCIPAL CHINA MULTI ASSET INCOME FUND**

**UNAUDITED STATEMENT OF FINANCIAL POSITION  
AS AT 31 JANUARY 2022 (CONTINUED)**

	<b>31.01.2022</b>	<b>31.10.2021</b>
	<b>USD</b>	<b>Audited USD</b>
<b>NUMBER OF UNITS IN CIRCULATION (UNITS)</b>		
- Class AUD-H	1,029,951	1,027,820
- Class MYR	4,248,715	4,471,880
- Class MYR-H	122,164,421	129,023,500
- Class RMB-H	12,654,265	12,279,786
- Class SGD-H	748,482	927,512
- Class USD	6,754,673	7,103,753
	<u>147,600,507</u>	<u>154,834,251</u>
 <b>NET ASSET VALUE PER UNIT (USD)</b>		
- Class AUD-H	0.7111	0.8273
- Class MYR	0.1986	0.2166
- Class MYR-H	0.2220	0.2435
- Class RMB-H	0.1608	0.1736
- Class SGD-H	0.6293	0.6889
- Class USD	0.9598	1.0470
	<u>0.9598</u>	<u>1.0470</u>
 <b>NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES</b>		
- Class AUD-H	1.0083	AUD1.0976
- Class MYR	0.8309	RM0.8965
- Class MYR-H	0.9288	RM1.0083
- Class RMB-H	1.0257	RMB1.1114
- Class SGD-H	0.8524	SGD0.9265
- Class USD	0.9598	USD1.0470
	<u>0.9598</u>	<u>USD1.0470</u>

**PRINCIPAL CHINA MULTI ASSET INCOME FUND**

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS  
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 31 JANUARY 2022**

	<b>01.11.2021 to 31.01.2022 USD</b>	<b>01.11.2020 to 31.01.2021 USD</b>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<u>43,457,325</u>	<u>43,740,203</u>
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class AUD-H	43,306	257,627
- Class MYR	27,315	471,990
- Class MYR-H	605,079	3,793,174
- Class RMB-H	65,743	638,408
- Class SGD-H	4,874	457,386
- Class USD	65,735	454,707
	<u>812,052</u>	<u>6,073,292</u>
Creation of units from distributions		
- Class MYR-H	73	216,222
- Class SGD-H	-	1,872
- Class USD	-	48,883
	<u>73</u>	<u>266,977</u>
Cancellation of units		
- Class AUD-H	(40,110)	(42478)
- Class MYR	(75,387)	(29,601)
- Class MYR-H	(2,192,694)	(4,617,190)
- Class RMB-H	(2,962)	(99,185)
- Class SGD-H	(126,194)	(335,187)
- Class USD	(422,224)	(833,422)
	<u>(2,859,571)</u>	<u>(5,957,063)</u>
Total comprehensive (loss)/income for the financial period	<u>(3,722,456)</u>	<u>5,196,911</u>
<b>NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD</b>	<u>37,687,423</u>	<u>49,320,320</u>

**UNAUDITED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD FROM 1 NOVEMBER 2021 TO 31 JANUARY 2022**

	<b>01.11.2021 to 31.01.2022 USD</b>	<b>01.11.2020 to 31.01.2021 USD</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from disposal of collective investment scheme	2,544,114	1,500,000
Purchase of collective investment scheme	(230,000)	(2,550,000)
Dividend income received	222,596	368,980
Management fee paid	(190,612)	(206,169)
Management fee rebate received	209,303	150,768
Trustee fee paid	(4,236)	(4,582)
Payments for other fees and expenses	(2,679)	(712)
Net realised gain on forward foreign currency contracts	383,322	1,700,004
Net realised foreign exchange gain/(loss)	2,128	(68)
<b>Net cash generated from operating activities</b>	<u>2,933,936</u>	<u>958,221</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from units created	822,950	5,805,758
Payments for cancellation of units	(2,992,621)	(5,942,013)
Distributions paid	(384,623)	(15)
<b>Net cash used in financing activities</b>	<u>(2,554,294)</u>	<u>(136,270)</u>
Net increase in cash and cash equivalents	379,642	821,951
Effects of foreign exchange differences	(7,048)	1,688
Cash and cash equivalents at the beginning of the financial period	54,627	188,529
Cash and cash equivalents at the end of the financial period	<u>427,221</u>	<u>1,012,168</u>
<u>Cash and cash equivalents comprised of:</u>		
Bank balances	<u>427,221</u>	<u>1,012,168</u>
Cash and cash equivalents at the end of financial period	<u>427,221</u>	<u>1,012,168</u>



**DIRECTORY**

**Head Office of the Manager**

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))  
10<sup>th</sup> Floor, Bangunan CIMB,  
Jalan Semantan,  
Damansara Heights,  
50490 Kuala Lumpur,  
MALAYSIA.  
Tel: (03) 2084 8888

**Website**

[www.principal.com.my](http://www.principal.com.my)

**E-mail address**

[service@principal.com.my](mailto:service@principal.com.my)

**Customer Care Centre**

(03) 7723 7260

**Trustee for the Principal China Multi Asset Income Fund**

HSBC (Malaysia) Trustee Berhad (Company No.: 193701000084 (001281-T))  
13<sup>th</sup> Floor, Bangunan HSBC,  
South Tower,  
No 2, Lebu Ampang,  
50100, Kuala Lumpur,  
MALAYSIA.  
Tel: (03) 2075 7800  
Fax: (03) 2179 6511

**Principal Asset Management Berhad**  
**199401018399 (304078-K)**

Enquiries:

Customer Care Centre  
(603)7723 7260

Email  
[service@principal.com.my](mailto:service@principal.com.my)

Website  
[www.principal.com.my](http://www.principal.com.my)