

PRINCIPAL DALI EQUITY FUND

UNAUDITED SEMI-ANNUAL REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 NOVEMBER 2024

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INVESTORS' LETTER

Dear Valued Investor,

Greetings from Principal Asset Management Berhad ("Principal Malaysia") and thank you for investing with us!

We are pleased to bring you a copy of the Unaudited Semi-Annual Fund Report of the Principal DALI Equity Fund for the financial period ended 30 November 2024. You may also download this report from our website at www.principal.com.my.

We are proud to announce that Principal Malaysia has earned numerous accolades in 2024. At the Asia Asset Management 2024 Best of the Best Awards, we were honored with the Best of the Best Performance Award for China A-Share Equity (3 years) and recognized as the Best Institutional House – Malaysia. At the 2024 Global Banking & Finance Awards, our CEO, Munirah Khairuddin, was named Asset Management CEO of the Year Malaysia, and our company was recognized as Asset Management Company of the Year Malaysia. Additionally, we received the Best International Equity Fund Manager for MSCI EM Latin America 2023 at the EPF External Fund Managers Awards 2023.

At the Alpha Southeast Asia Fund Management Awards 2024, we won three awards: Best Absolute Return Strategy, Best Online & Mobile Platform (Asset Manager), and Best Asset Manager (Income-Oriented, Money Market & Alternative Investment Funds). The International Finance Awards honored us with 'Best Asset Management Company – Malaysia 2024' and 'Best Asset Management CEO – Munirah Khairuddin – Malaysia 2024'. At the Triple A Sustainable Investing Awards 2024, we secured the Asset Management Company of the Year (Malaysia) award. The World Business Outlook magazine recognized us with the titles of Best Investment Management and Solutions Provider Malaysia, Best Institutional House Malaysia, and Asset Management CEO (Munirah Khairuddin) of the Year Malaysia. Additionally, we received three awards at the iFast Awards 2024, seven at the LSEG Lipper Fund Awards 2024, ten at the FSMOne Recommended Funds 2023/2024, and two at the Edge Awards 2024.

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, like our Facebook page (@PrincipalMalaysia), follow us on our Instagram account (@principalmalaysia), and LinkedIn page (Principal Malaysia) 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,
Malaysia & Global Shariah & Managing Director,
Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

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

The Fund aims to achieve a consistent capital growth over the medium to long-term.

Has the Fund achieved its objective?

For the financial period under review, the Fund has met its objective.

What are the Fund investment policy and principal investment strategy?

The Fund is a Shariah-compliant equity growth fund and it may invest a minimum of 70% and up to a maximum of 98% of its Net Asset Value ("NAV") principally in Shariah-compliant equities aimed to provide growth and up to 28% of its NAV in other permissible Shariah-compliant investments, such as Sukuk with a minimum credit rating of "A3" or "P2" by RAM Ratings ("RAM") or equivalent rating by Malaysian Rating Corporation Berhad ("MARC") or by local rating agency(ies) of the country of issuance; or "BBB-" by Standard & Poor's ("S&P") or equivalent rating by any other international rating agencies. The Fund may opt to invest in foreign Shariah-compliant equities up to a maximum of 30% of its NAV. Such foreign Shariah-compliant equities may be securities of companies domiciled in, listed in and/or have significant operations in countries in the Asia Pacific ex Japan. 'Significant operations' means major businesses of the company. For example, the Fund can invest in a company with significant business and/or operations in Thailand but listed on the New York Stock Exchange ("NYSE"). The threshold for 'significant operations' would be if more than 25% of total group revenue derives from countries in Asia Pacific ex Japan. Notwithstanding, up to 20% of the Fund's investment in foreign Shariah-compliant equities may be from companies that are listed globally with some operations or businesses within the Asia Pacific ex Japan region to capture growth opportunities with effect from 16 August 2021. The Fund may also opt to seek investment exposure via Islamic collective investment scheme (CIS) that is in line with the Fund's objective, subject to the requirements of the Guidelines on Unit Trust Funds ("GUTF"). In line with its objective, the investment strategy and policy of the Fund is to rebalance the portfolio to suit market conditions in order to reduce short-term volatility and provide consistency in capital growth.

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund's NAV will be invested in Shariah-compliant equities;
- up to 28% of the Fund's NAV in other permissible Shariah-compliant investments; and
- at least 2% of the Fund's NAV in Islamic liquid assets.

Fund category/ type

Equity (Shariah-compliant)/Growth

When was the Fund launched?

30 April 2003

What was the size of the Fund as at 30 November 2024?

RM484.77 million (419.37 million units)

What is the Fund's benchmark?

70% FTSE Bursa Malaysia ("FBM") EMAS Shariah ("FBMS") Index + 30% Morgan Stanley Capital International ("MSCI") All Country ("AC") Asia ex Japan Islamic Index

Note: The Fund's benchmark is for performance comparison purpose only. The benchmark is customised as such to align it closer to the structure of the portfolio and to reflect the composition of the portfolio in line with the markets they operate in and its objectives. Investors are cautioned that the risk profile of the Fund is higher than the benchmark.

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund distribution policy?

The Manager has the discretion to distribute part or all of the Fund's distributable income. The distribution (if any) may vary from period to period depending on the investment objective and the performance of the Fund.

What was the net income distribution for the six months financial period ended 30 November 2024?

There was no distribution made for the six months financial period ended 30 November 2024.

PERFORMANCE DATA

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

	30.11.2024	30.11.2023	30.11.2022
	%	%	%
Shariah-compliant collective investment schemes	5.52	5.56	4.12
Shariah-compliant quoted securities			
- Communication Services	1.86	3.73	10.83
- Consumer Discretionary	5.44	6.17	4.58
- Consumer Staples	4.92	9.51	12.14
- Energy	8.40	6.51	6.57
- Financials	-	-	1.73
- Health Care	4.73	5.54	4.46
- Industrials	28.08	8.32	12.46
- Information Technology	11.35	28.32	19.24
- Materials	4.72	9.01	14.09
- Real Estate	11.27	5.83	2.37
- Utilities	10.38	8.38	2.23
Cash and other assets	3.97	3.81	8.39
Liabilities	(0.64)	(0.69)	(3.21)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

Note: The Fund had applied the Global Industry Classification Standard ("GICS") sectors classification.

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

	30.11.2024	30.11.2023	30.11.2022
NAV (RM Million)	484.77	570.45	670.11
Units in circulation (Million)	419.37	566.51	694.39
NAV per unit (RM)	1.1559	1.0069	0.9650
	01.06.2024	01.06.2023	01.06.2022
	to 30.11.2024	to 30.11.2023	to 30.11.2022
Highest NAV per unit (RM)	1.3146	1.0186	1.0808
Lowest NAV per unit (RM)	1.0976	0.9625	0.8970
Total return (%)	(1.25)	4.54	(8.63)
Capital growth (%)	(1.25)	4.54	(11.21)
Income distribution (%)	-	-	2.90

PERFORMANCE DATA (CONTINUED)

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

	01.06.2024 to 30.11.2024	01.06.2023 to 30.11.2023	01.06.2022 to 30.11.2022
Total Expense Ratio (“TER”) (%) ^	0.94	0.95	0.92
Portfolio Turnover Ratio (“PTR”) (times) #	0.52	0.23	0.14

^ The Fund’s TER decreased from 0.95% to 0.94% for the financial period under review due to the decrease in expenses during the financial period.

The Fund’s PTR increased from 0.23 times to 0.52 times which was mainly due to increase in trading activities during the financial period under review.

Gross/Net distribution per unit (sen)

Distribution on 19 July 2022	-	-	2.70
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	30.11.2024	30.11.2023	30.11.2022	30.11.2021	30.11.2020
	%	%	%	%	%
Annual total return	14.79	4.35	(14.50)	0.44	11.39

(Launch date: 30 April 2003)

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 JUNE 2024 TO 30 NOVEMBER 2024)

Foreign Equity

At the start of the financial period, during the second quarter of 2024, we started to see more forceful measures in China as witnessed by several moves including a 25 basis points (“bps”) cut in the five-year loan prime rate which affects mortgages, sovereign entities buying more exchange traded funds (“ETF”)s and some green shoots in the economy with better tourism spending during the Spring Festival. While we have turned incrementally more positive on China, we are mindful that its policies are a work-in-progress and efficacies remain to be seen. Meanwhile, in South Korea, the government’s efforts to promote shareholder returns known as ‘Corporate Value-up Program’ akin to what happened in Japan could result in a re-rating in the stock market in the longer run.

In Asia, we are positive on the durability of the technology hardware cycle in South Korea and Taiwan and broad-based growth in India. Chinese policymakers announced a series of monetary easing measures and the establishment of a swap facility to support the equity market. The liquidity injection facility of Renminbi 800billion for the domestic Chinese equity market is noteworthy. The People Bank of China governor also mentioned that a market stabilization fund was being studied. While the market has reacted positively in the near term, implementation and expansion of the supportive measures remain key for longer term sustainability of the rally. Our view is that the government needs to roll out more measures on both fiscal and monetary front to improve business and household confidence.

The US monetary policy has now shifted towards a rate cut environment with the Federal Reserve (the “Fed”) cutting rates by 50bps in September 2024. This should allow central banks in Asia the leeway to reduce rates without worrying about their currencies in the foreseeable future. The Fed’s dot plot is projecting another 150 bps rate cut to 3.1% to 3.6% by end 2025.

MARKET REVIEW (1 JUNE 2024 TO 30 NOVEMBER 2024) (CONTINUED)**Foreign Equity (continued)**

The outcome of the upcoming US elections have profound implications for Asian economies in terms of trade dynamics and geopolitical relations. India and ASEAN countries are more insulated and stand to benefit from supply chain shifts.

Towards the end of the financial period, in October 2024 and November 2024, Chinese policymakers have shown that they have an open-ended commitment to boost growth until the economy improves. During the month, the Ministry of Finance suggests that the central government has “fairly large” flexibility to increase fiscal deficit and debt to support growth. Further policymaking will likely be a data-dependent process. We are incrementally more positive on Chinese equities due to the government’s pro-growth stance and will be monitoring the improvement in business and consumer sentiment over the coming months to gauge whether there is sufficient response by the policymakers.

The outcome of the US elections would have implications for Asian economies in terms of trade dynamics and geopolitics. India and ASEAN countries are more insulated and stand to benefit from continued supply chain shifts. Monetary easing in the US should bode well for risk assets such as Asian equities. The US futures market is projecting another 5 rate cuts till end 2025 to 3.6%, although this would be highly dependent on economic conditions especially in the labour market Risks: a) Geopolitical tensions: US-China, Middle East b) Economic growth in US and China.

Local Equity

For the financial period under review, the FBMS Index decreased by 2.89% from 12,392.36 points (“pts”) to 12,034.69 pts.

In June 2024, the FBMS Index commenced the financial year with a gain of 1.3% month on month (“m-o-m”) as sentiment remained relatively upbeat considering recent weakness in US economic data and inflation moderating.

In July 2024, the FBMS Index rose 209.76 pts or 1.7% m-o-m to 12,762.46 pts in line with gains in regional markets and rebounding off the previous month’s sell-off, spurred by Federal Open Market Committee (“FOMC”) cut bets considering the recent weakness in United States (“US”) economic data and inflation moderating.

Heavy profit taking led to a lower FBMS Index of 12,286.67 pts, down 3.7% m-o-m in August 2024 led by the sharp sell-off at the start of the month due to the massive unwinding of the Japanese Yen carry trade. Construction, Property, Technology and Energy sectors languished whilst Plantations saw gains.

The FBMS Index trended 0.3% lower in September 2024 on the back of profit taking. This was in stark contrast to the stronger US market which recorded new highs following the Fed 50 bps cut during the month and greater confidence of a soft landing scenario for the US economy. Most sectors were down except for Construction, Property and Healthcare, with Energy and Technology sold off the most.

In October 2024, the FBMS Index fell another 1.5% as investors risk-off ahead of the US elections, despite the Fed very likely to cut another 25bps in the November 2024 FOMC meeting given the recent inflation print and weak jobs data. Utilities and Telecommunications were sold off the most, while Construction, Real Estate Investment Trust (“REITs”) and Healthcare posted modest gains.

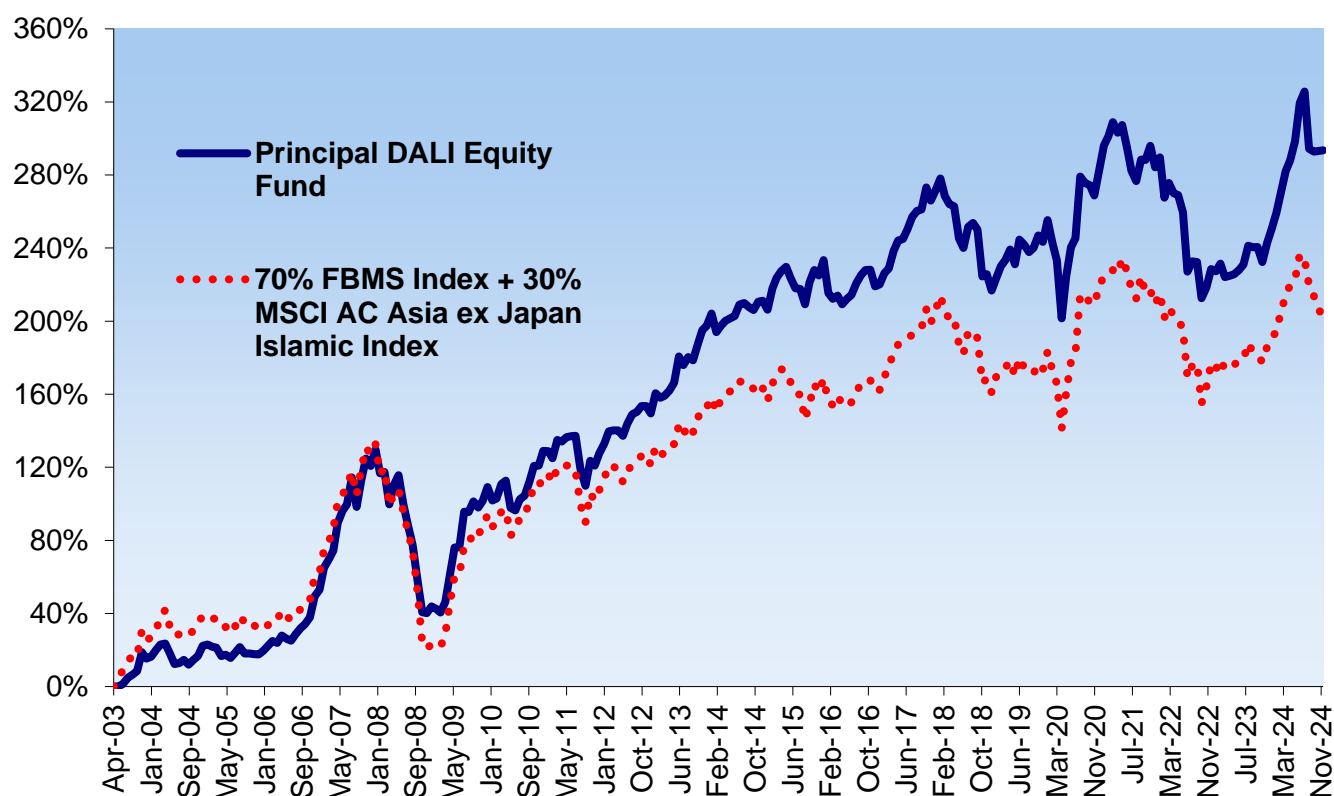
The FBMS Index continued to trend 0.2% in November 2024 as investors continue to risk off due to uncertainties surrounding potential new policies under the new US administration, as well as the trajectory of the Fed rates given the recent economic data. Utilities, Commodities Telcos, Transport and Consumer were sold off the most, while Healthcare, Property, Construction and Plantation posted modest gains.

FUND PERFORMANCE

	6 months to 30.11.2024	1 year to 30.11.2024	3 years to 30.11.2024	5 years to 30.11.2024	Since inception to 30.11.2024
	%	%	%	%	%
Income Distribution	-	-	2.90	7.22	128.32
Capital Growth	(1.25)	14.79	(0.47)	6.87	72.34
Total Return	(1.25)	14.79	2.41	14.58	293.49
Benchmark	(6.84)	5.10	(2.77)	10.01	200.76
Average Total Return	(2.47)	14.79	0.80	2.76	6.55

For the financial period under review, the Fund registered a loss of 1.25%, while the benchmark registered a loss of 6.84%. As such, the Fund outperformed its benchmark by 5.59%.

Since Inception



Changes in NAV

	30.11.2024	31.05.2024 Audited	Changes %
NAV (RM Million)	484.77	567.04	(14.51)
NAV/Unit (RM)	1.1559	1.1734	(1.49)

The NAV per unit decreased by 1.49% mainly due to negative fund performance while NAV decreased by 14.51% mainly due to fund redemption during the financial period under review.

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)	30.11.2024	31.05.2024 Audited
Shariah-compliant collective investment schemes	5.52	5.10
Shariah-compliant quoted securities	91.15	93.90
Cash and other assets	3.97	3.98
Liabilities	(0.64)	(2.99)
TOTAL	100.00	100.00

Asset allocation for Shariah-compliant collective investment schemes was at 5.52% while 91.15% at Shariah-compliant quoted securities and 3.97% at cash and other assets.

MARKET OUTLOOK*

Foreign Equity

US markets have received an additional adrenaline boost, pricing in tax cuts and deregulation. The US futures market is projecting another 3 to 4 rate cuts till end 2025 to 3.7%, although it is fluid depending on US trade, tax, immigration and fiscal policies. There is upside to the US Dollar (“USD”) given expectation for better US economic growth and import tariffs. Countries that have deep domestic economies, such as India and those in ASEAN, are more insulated from trade tariffs in 2025. The new US administration’s transactional approach could also open up opportunities on a case-by-case basis, though it is still too early to predict.

Local Equity

Malaysia’s manufacturing sector moderated further in December 2024, with a Purchase Manufacturing Index (“PMI”) reading of 48.6pts versus 49.2 pts the previous month, as demand conditions remain muted. Standard & Poor (“S&P 500”) Global noted a slowdown in new orders, output, purchasing and stocks, while employment also fell marginally. Positively, inflationary pressures softened sharply. Optimism of a recovery in new orders over the coming 12 months remains solid, unchanged from November. The latest PMI data suggests fourth quarter of 2024 Gross Domestic Product (“GDP”) growth momentum could sustain at a similar pace as the preceding quarter, which was at 5.9%, albeit at a slower rate of increase. To recap, Bank Negara Malaysia (“BNM”) now projects GDP to grow 4.8% to 5.3% in 2024, revised up from 4% to 5% previously, and the economy to expand by 4.5% to 5.5% in 2025. We expect BNM to maintain overnight policy rate (“OPR”) at 3.00% for 2025 given muted inflation and modest economic growth. Inflation rose at a slower pace of 1.8% in November 2024 vs 1.9% in October 2024. There appears to be sufficient headroom to central bank’s latest 2.0% to 3.5% consumer price index (“CPI”) forecast for 2025 with the impending subsidy rationalization plans. Malaysia’s equity market is now trading at a forward price to earnings (“PE”) ratio of 14.5 times, which is slightly below negative 1 standard Deviation below the 10-year historical mean, but still more than two Standard Deviation below pre-Coronavirus Disease 2019 (“COVID-19”) mean of 16 times. Consensus projects earnings growth for FBM30 of 8% to 9% for 2024 and 2025. Sustained strength in domestic investments (both Domestic Direct Investment and Foreign Direct Investment), fiscal consolidation gathering pace (in particular, subsidy rationalisation initiatives) and the strengthening of the Malaysian Ringgit (“MYR/RM”) are factors we see supportive of the further narrowing of risk premiums (current yield gap at 350bps; pre-COVID-19 average of 250bps) and consequently higher valuation multiples. The recent change in the US administration and its policy posture have resulted in elevated risk premiums for Malaysia, but we still see the balance of risk tilting favourably.

* 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

Foreign Equity

We remain fully invested and well positioned in the areas of a) broad-based exposure across India in consumption, industrials, healthcare, property b) selected technology names across foundry, Information Technology (“IT”) services, software, internet c) ideas where return drivers are not major macro factors, e.g. ASEAN and global energy transmission, pharmaceuticals. Off-benchmark stocks contribute more than 35% to our holdings. During the month, we added selectively to China/Hong Kong, broadening out into property and industrials at the expense of India, where we saw some near-term slowdown due to monsoon and elections in the last two quarters.

Local Equity

We remain constructive on sectors that stand to gain from the National Energy Transition Roadmap (“NETR”), including Utilities, Construction, and Property. We are also optimistic about Financials and Consumer names given the strong investment momentum in Malaysia, as well as Oil & Gas services. We also like sectors that benefit from the stronger Ringgit. Additionally, we remain highly selective on Technology favouring those with strong bargaining power. Key risks are the derailment of Malaysia’s macroeconomic recovery and corporate earnings growth due to the larger-than-expected impact of rising inflation, slower global economic growth, and heightened geopolitical risks

SOFT COMMISSIONS AND REBATES

Principal Malaysia (the “Manager”) and the Trustee will not retain any form of rebate from, or otherwise share in any commission with, any broker or dealer in consideration for directing dealings in the investments of the Principal Malaysia Funds (“Funds”). Accordingly, any rebate or shared commission will be directed to the account of the Fund. The Manager may retain goods and services (soft commission) provided by any broker or dealer if the following conditions are met:

- (a) the soft commission brings direct benefit or advantage to the management of the Fund and may include research and advisory related services;
- (b) any dealings with the broker or dealer is executed on terms which are the most favourable for the Fund; and
- (c) the availability of soft commission is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and we and the fund the manager will not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commission.

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 for the benefit of the fund such as financial wire services and stock quotations system incidental to investment management of the Funds and there was no churning of trades.

SECURITIES FINANCING TRANSACTIONS

The Fund has not undertaken any securities lending or repurchase transactions during the financial period under review.

STATE OF AFFAIR OF THE FUND

There were no other significant changes in the state of affairs of the Fund during the financial period and up to the date of Manager’s report, not otherwise disclosed in the financial statements.

CIRCUMSTANCES THAT MATERIALLY AFFECT ANY INTEREST OF UNIT HOLDERS

There were no circumstances that had materially affected the interest of the unit holders during the financial period under review.

CROSS TRADE

No cross-trade transactions have been carried out during the financial period under review.

UNIT SPLIT

No unit split exercise has been carried out during the financial period under review.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
PRINCIPAL DALI EQUITY FUND**

We, being the Directors of Principal Asset Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements set out on pages 4 to 37 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 30 November 2024 and of its financial performance, changes in net assets attributable to unit holders 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 Manager

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

MUNIRAH KHAIRUDDIN

Chief Executive Officer,
Malaysia & Global Shariah & Managing Director,
Strategic Distribution & Institutional Client Relations
(Southeast Asia & Global Shariah)
Non-Independent Executive Director

UDAY JAYARAM

Executive Managing Director,
Head of Southeast Asia
Non-Independent Executive Director

Kuala Lumpur
16 January 2025

TRUSTEE'S REPORT

**TO THE UNIT HOLDERS OF
PRINCIPAL DALI EQUITY FUND ("Fund")**

We have acted as Trustee of the Fund for the financial period ended 30 November 2024 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the Management Company under the Deeds, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement.

For HSBC (Malaysia) Trustee Berhad

Lee Cincee
Senior Manager, Trustee and Fiduciary Services

Kuala Lumpur
16 January 2025

Shariah Adviser's Report

To the Unit Holders of Principal DALI Equity Fund ("Fund")

For the Six Months Financial Period ended 30 November 2024

We hereby confirm the following:

1. To the best of our knowledge, after having made all reasonable enquiries, Principal Asset Management Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the Shariah principles and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia ("SC") pertaining to Shariah matters; and
2. The asset of the Fund comprise instruments that have been classified as Shariah compliant.

For **Amanie Advisors Sdn Bhd**

Tan Sri Dr Mohd Daud Bakar
Executive Chairman

Kuala Lumpur
16 January 2025

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 NOVEMBER 2024**

	Note	01.06.2024 to 30.11.2024 RM	01.06.2023 to 30.11.2023 RM
INCOME/(LOSS)			
Dividend income		5,231,266	5,779,257
Profit income from Shariah-compliant deposits with licensed Islamic financial institutions and hibah earned		157,262	129,404
Net (loss)/gain on financial assets at fair value through profit or loss	7	(1,197,475)	29,515,076
Net foreign exchange loss		<u>(1,020,552)</u>	<u>(614,142)</u>
		<u>3,170,501</u>	<u>34,809,595</u>
EXPENSES			
Management fee	4	4,966,034	5,593,035
Trustee and custodian fees	5	120,795	203,689
Audit fee		4,700	15,419
Tax agent's fee		36,673	39,377
Transaction costs		1,501,762	768,762
Other expenses		<u>234,777</u>	<u>290,598</u>
		<u>6,864,741</u>	<u>6,910,880</u>
(LOSS)/PROFIT BEFORE TAXATION		(3,694,240)	27,898,715
Taxation	6	<u>(2,003,929)</u>	<u>(677,205)</u>
(LOSS)/PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL PERIOD		<u>(5,698,169)</u>	<u>27,221,510</u>
(Loss)/Profit after taxation is made up as follows:			
Realised amount		25,873,809	(19,706,934)
Unrealised amount		<u>(31,571,978)</u>	<u>46,928,444</u>
		<u>(5,698,169)</u>	<u>27,221,510</u>

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 30 NOVEMBER 2024**

		30.11.2024	31.05.2024
	Note	RM	Audited RM
ASSETS			
Cash and cash equivalents	9	18,257,673	16,815,270
Financial assets at fair value through profit or loss (Shariah-compliant)	8	468,636,757	561,426,471
Amount due from stockbrokers		-	3,861,808
Amount due from Manager		179,419	245,842
Amount due from Manager of collective investment schemes			
- Management fee rebate		388,770	351,713
Dividends receivable		397,078	81,416
Tax recoverable		-	1,504,291
TOTAL ASSETS		<u>487,859,697</u>	<u>584,286,811</u>
LIABILITIES			
Amount due to stockbrokers		672,515	3,724,027
Amount due to Manager		1,641,735	12,565,289
Accrued management fee		734,904	917,164
Amount due to Trustee		18,202	22,309
Distribution payable		244	244
Other payables and accruals		20,047	21,700
TOTAL LIABILITIES		<u>3,087,647</u>	<u>17,250,733</u>
NET ASSET VALUE OF THE FUND		<u>484,772,050</u>	<u>567,036,078</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	10	<u>484,772,050</u>	<u>567,036,078</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)	11	<u>419,371,340</u>	<u>483,212,039</u>
NET ASSET VALUE PER UNIT (RM)		<u>1.1559</u>	<u>1.1734</u>

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

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 NOVEMBER 2024

		01.06.2024 to 30.11.2024 RM	01.06.2023 to 30.11.2023 RM
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	Note	<u>567,036,078</u>	<u>629,852,144</u>
Movement due to units created and cancelled during the financial period:			
Creation of units from applications		6,341,705	3,371,692
Cancellation of units		<u>(82,907,564)</u>	<u>(89,994,495)</u>
		<u>(76,565,859)</u>	<u>(86,622,803)</u>
Total comprehensive (loss)/income for the financial period		<u>(5,698,169)</u>	<u>27,221,510</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	10	<u>484,772,050</u>	<u>570,450,851</u>

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

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 30 NOVEMBER 2024**

	01.06.2024 to 30.11.2024 RM	01.06.2023 to 30.11.2023 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of Shariah-compliant quoted securities	329,778,944	172,082,656
Purchase of Shariah-compliant quoted securities	(238,426,342)	(114,349,411)
Dividend income received	4,728,547	5,832,121
Profit income received from Shariah-compliant deposits with licensed Islamic financial institutions and hibah earned	157,262	129,404
Management fee paid	(5,148,294)	(5,708,957)
Management fee rebate received	130,879	149,198
Trustee and custodian fees paid	(124,902)	(215,283)
Payments for other fees and expenses	(101,703)	(112,049)
Tax paid	(499,638)	(691,305)
Payment of other foreign exchange loss	(280,250)	(161,604)
Net cash generated from operating activities	<u>90,214,503</u>	<u>56,954,770</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	6,408,128	3,283,772
Payments for cancellation of units	(93,831,118)	(89,311,874)
Net cash used in financing activities	<u>(87,422,990)</u>	<u>(86,028,102)</u>
Net increase/(decrease) in cash and cash equivalents	2,791,513	(29,073,332)
Effects of foreign exchange differences	(1,349,110)	317,530
Cash and cash equivalents at the beginning of the financial period	<u>16,815,270</u>	<u>47,578,258</u>
Cash and cash equivalents at the end of the financial period	<u>18,257,673</u>	<u>18,822,456</u>
Cash and cash equivalents comprised:		
Shariah-compliant deposits with licensed Islamic financial institutions	8,418,406	4,238,348
Bank balances	<u>9,839,267</u>	<u>14,584,108</u>
Cash and cash equivalents at the end of the financial period	<u>18,257,673</u>	<u>18,822,456</u>

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 30 NOVEMBER 2024**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal DALI Equity Fund (the “Fund”) is governed by a Principal Master Deed dated 15 May 2008, a Fourth Supplemental Master Deed dated 25 June 2008, a Sixth Supplemental Master Deed dated 14 July 2008, a Seventh Supplemental Master Deed dated 19 November 2008, a Fourteenth Supplemental Master Deed dated 26 June 2012, a Seventeenth Supplemental Master Deed dated 25 March 2015, a Eighteenth Supplemental Master Deed dated 29 April 2015, a Nineteenth Supplemental Master Deed dated 18 June 2019, a Twenty third Supplemental Master Deed dated 27 June 2022, a Twenty fourth Supplemental Master Deed dated 20 September 2022 (collectively referred to as the “Deeds”), made between Principal Asset Management Berhad (the “Manager”) and Universal Trustee (Malaysia) Berhad (the “Previous Trustee”) and a Twenty fifth Supplemental Master Deed dated 26 May 2023 (collectively referred to as the “Deeds”) between the Manager and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund is a Shariah-compliant equity growth fund and it may invest a minimum of 70% and up to a maximum of 98% of its NAV principally in Shariah-compliant equities aimed to provide growth and up to 28% of its NAV in other permissible Shariah-compliant investments, such as Sukuk with a minimum credit rating of “A3” or “P2” by RAM or equivalent rating by MARC or by local rating agency(ies) of the country of issuance; or “BBB-” by S&P or equivalent rating by any other international rating agencies. The Fund may opt to invest in foreign Shariah-compliant equities up to a maximum of 30% of its NAV. Such foreign Shariah-compliant equities may be securities of companies domiciled in, listed in and/or have significant operations in countries in the Asia Pacific ex Japan. ‘Significant operations’ means major businesses of the company. For example, the Fund can invest in a company with significant business and/or operations in Thailand but listed on the NYSE. The threshold for ‘significant operations’ would be if more than 25% of total group revenue derives from countries in Asia Pacific ex Japan. Notwithstanding, up to 20% of the Fund’s investment in foreign Shariah-compliant equities may be from companies that are listed globally with some operations or businesses within the Asia Pacific ex Japan region to capture growth opportunities with effect from 16 August 2021. The Fund may also opt to seek investment exposure via Islamic CIS that is in line with the Fund’s objective, subject to the requirements of the GUTF. In line with its objective, the investment strategy and policy of the Fund is to rebalance the portfolio to suit market conditions in order to reduce short-term volatility and provide consistency in capital growth.

The asset allocation strategy for this Fund is as follows:

- between 70% to 98% (both inclusive) of the Fund’s NAV will be invested in Shariah-compliant equities;
- up to 28% of the Fund’s NAV in other permissible Shariah-compliant investments; and
- at least 2% of the Fund’s NAV in Islamic liquid assets.

All investments are subjected to the GUTF, 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 Manager, 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 Manager are the establishment and management of unit trust funds and fund management activities.

2. MATERIAL ACCOUNTING POLICY INFORMATION

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 as issued by the Malaysian Accounting Standards Board (“MASB”) and International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

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 financial period.

It also requires the Manager to exercise their judgement in the process of applying the Fund’s accounting policies. Although these estimates and judgement are based on the Manager’s best knowledge of current events and actions, actual results may differ.

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).

There are no other standards, amendments to standards or interpretations that are effective for financial period beginning on 1 June 2024 that have a material effect on the financial statements of the Fund.

None of the standards, amendments to standards or interpretations that are effective for the financial period beginning on/after 1 December 2024 are applicable to 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.

The contractual cash flows of the Fund’s debt securities are solely payment of principal and interest¹ (“SPPI”). However, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund’s business model’s objective. Consequently, all investments are measured at fair value through profit or loss.

¹ For the purposes of this Fund, interest refers to profits earned from Shariah-compliant investments.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(b) Financial assets and financial liabilities (continued)**

Investments in Shariah-compliant collective investment schemes with contractual cash flows that do not represent SPPI and therefore are classified as fair value through profit or loss.

The Fund classifies cash and cash equivalents, amount due from stockbrokers, amount due from Manager, amount due from Manager of collective investment schemes - management fee rebate and dividends receivable as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

All of the Fund's financial liabilities are measured at amortised cost.

Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Shariah-compliant investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

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

Shariah-compliant quoted securities in Malaysia are valued at the last traded market price quoted on Bursa Malaysia Securities Bhd ("Bursa Securities") at the date of the statement of financial position.

Foreign Shariah-compliant quoted securities are valued at the last traded market price quoted on the respective foreign stock exchanges at the close of the business day of the respective foreign stock exchanges.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(b) Financial assets and financial liabilities (continued)**Recognition and measurement (continued)

If a valuation based on the market price does not represent the fair value of the Shariah-compliant quoted securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the Shariah-compliant quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the Shariah-compliant quoted securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

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 Manager consider both historical analysis and forward looking information in determining any ECL. The Manager 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.

Significant increase in credit risk

A significant increase in credit risk is defined by the Manager 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.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(c) Income recognition**

Dividend income is recognised on the ex-dividend date when the right to receive payment is established.

Profit income from Shariah-compliant deposits with licensed Islamic financial institutions is recognised on a time proportionate basis using the effective profit rate method on an accrual basis.

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

(d) Foreign currency**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 MYR/RM, which is the Fund’s functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in MYR/RM primarily due to the following factors:

- i) The Fund’s units are denominated in MYR/RM.
- ii) Significant portion of the Fund’s expenses is denominated in MYR/RM.
- iii) Significant portion of the Fund’s investments are denominated in MYR/RM.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

(e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances and Shariah-compliant deposits held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(f) Taxation**

Current tax expense is determined according to Malaysian tax laws at the current rate based on taxable profit earned during the financial period.

Tax on income from foreign Shariah-compliant quoted securities are based on the tax regime of the respective countries that the Fund invests in.

Pursuant to Finance Act 2021, foreign-sourced income received in Malaysia will be taxed at prevailing tax rate(s) of the taxpayer and based on applicable tax rules.

Bilateral or unilateral tax credits may be allowed if the same income has suffered foreign tax, and where relevant conditions are met. Following the announcement by the Honorable Finance Minister II, tax on foreign-sourced income will be exempted for the period from 1 January 2024 until 31 December 2026.

Withholding taxes on investment income from quoted securities are based on tax regime of the respective countries that the Fund invests in. They are presented within the other expenses line in the statement of comprehensive income.

(g) Transaction costs

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/ to stockbrokers represent receivables for Shariah-compliant investments sold and payables for Shariah-compliant investments purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

(i) Management fee rebate

Management fee rebate is derived from the Shariah-compliant collective investment schemes held by the Fund on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of Shariah-compliant collective investment schemes held.

2. MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)**(j) Unit holders' contributions**

The unit holders' contributions to the Fund meet the criteria to be classified as equity instruments under MFRS 132 "Financial Instruments: Presentation". Those criteria include:

- the units entitle the holder to a proportionate share of the Fund's NAV;
- the units are the most subordinated class and class features are identical;
- there is no contractual obligations to deliver cash or another financial asset other than the obligation on the Fund to repurchase; and
- the total expected cash flows from the units over its life are based substantially on the profit or loss of the Fund.

The outstanding units are carried at the redemption amount that is payable at each financial period if unit holder exercises the right to put the unit back to the Fund.

Units are created and cancelled at prices based on the Fund's NAV per unit at the time of creation or cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units.

(k) Realised and unrealised portions of profit or loss after tax

The analysis of realised and unrealised portions of profit or loss after tax as presented on the statement of comprehensive income is prepared in accordance with GUTF.

(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 judgement are continually evaluated by the Manager 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 Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the GUTF.

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

3. RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund aims to achieve a consistent capital growth over the medium to long-term.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk, interest rate risk and currency risk), credit risk and liquidity risk.

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated in the Deeds and GUTF.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**(a) Market risk****(i) Price risk**

Price risk is the risk that the fair value of an investment in Shariah-compliant collective investment schemes and Shariah-compliant quoted securities will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk). The value of Shariah-compliant collective investment schemes and Shariah-compliant quoted securities may fluctuate according to the activities of individual companies, sector and overall political and economic conditions. Such fluctuation may cause the Fund's NAV and prices of units to fall as well as rise, and income produced by the Fund may also fluctuate.

The price risk is managed through diversification and selection of Shariah-compliant collective investment schemes, Shariah-compliant quoted securities and other financial instruments within specified limits according to the Deeds.

(ii) Interest rate risk

Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market profit rates.

Interest rate is a general economic indicator that will have an impact on the management of the Fund. It does not in any way suggest that this Fund will invest in conventional financial instruments. All investment carried out for the Fund including placements and deposits are in accordance with Shariah.

The Fund's exposure to fair value interest rate risk arises from Shariah-compliant investments in money market instruments. The interest rate risk is expected to be minimal as the Fund's investments comprise mainly Shariah-compliant short-term deposits with approved licensed Islamic financial institutions.

Cash flow interest rate risk is the risk that the future cash flow of a financial statement will fluctuate because of changes in market interest rates.

The Fund is not exposed to cash flow interest rate risk as the Fund does not hold any financial instruments at variable interest rate.

As at the end of each financial period, the Fund is not exposed to a material level of interest rate risk.

(iii) Currency risk

Currency risk is associated with Shariah-compliant investments that are quoted and/or priced in foreign currency denomination. Foreign currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Manager will evaluate the likely directions of a foreign currency versus MYR/RM based on considerations of economic fundamentals such as profit rate differentials, balance of payments position, debt levels, and technical chart considerations.

(b) Credit risk

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

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**(b) Credit risk (continued)**

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

For amount due from Manager, the settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the GUTF.

For amount due from stockbrokers, the settlement terms are governed by the relevant rules and regulations as prescribed by respective stock exchanges. The credit risk is minimal as all transactions in Shariah-compliant collective investment schemes and Shariah-compliant quoted securities are settled/paid upon delivery using approved stockbrokers.

For amount due from Manager of collective investment schemes, the Fund will invest with an investment management company of the collective investment schemes which is authorised or approved by the relevant regulatory authority in its home jurisdiction.

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balances, Shariah-compliant deposits with licensed Islamic financial institutions and other instruments, which are capable of being converted into cash within 7 business days. Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

(d) Capital risk management

The capital of the Fund is represented by equity consisting of unit holders' capital and retained earnings/accumulated losses. The amount of capital can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. 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 unit holders 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 value 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 Manager will determine the point within the bid-ask spread that is most representative of the fair value.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

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.

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

The determination of what constitutes 'observable' requires significant judgement 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
30.11.2024				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment schemes	26,747,213	-	-	26,747,213
- Shariah-compliant quoted securities	441,889,544	-	-	441,889,544
	<u>468,636,757</u>	<u>-</u>	<u>-</u>	<u>468,636,757</u>

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
31.05.2024				
Audited				
Financial assets at fair value through profit or loss:				
- Shariah-compliant collective investment schemes	28,923,566	-	-	28,923,566
- Shariah-compliant quoted securities	532,502,905	-	-	532,502,905
	<u>561,426,471</u>	<u>-</u>	<u>-</u>	<u>561,426,471</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 Shariah-compliant equities and Shariah-compliant collective investment schemes. 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 stockbrokers, amount due from Manager, amount due from Manager of collective investment schemes - management fee rebate, dividends receivable and all financial liabilities are a reasonable approximation of their fair values due to their short-term nature.

4. MANAGEMENT FEE

In accordance with the Deeds, the Manager is entitled to a maximum management fee of 3.00% per annum, calculated daily based on the NAV of the Fund.

For the six months financial period ended 30 November 2024, the management fee is recognised at a rate of 1.85% per annum (30.11.2023: 1.85% per annum).

There is no further liability to the Manager in respect of management fee other than amounts recognised above.

5. TRUSTEE AND CUSTODIAN FEES

In accordance with the Deeds, the Trustee is entitled to a fee of 0.06% per annum, calculated daily based on the NAV of the Fund.

For the financial period from 30 November 2024, the Trustee fee is recognised at a rate of 0.045% per annum (30.11.2023: 0.045% per annum) while the foreign custodian fee was recognised at RM22,460 (30.11.2023: RM30,113).

There is no further liability to the Trustee and custodian in respect of Trustee and custodian fees other than amounts recognised above.

6. TAXATION

	01.06.2024 to 30.11.2024 RM	01.06.2023 to 30.11.2023 RM
Tax charged for the financial period:		
- Capital gains tax	280,763	135,035
- Tax on foreign source income	1,723,166	542,170
	<u>2,003,929</u>	<u>677,205</u>

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

	01.06.2024 to 30.11.2024 RM	01.06.2023 to 30.11.2023 RM
(Loss)/profit before taxation	<u>(3,694,240)</u>	<u>27,898,715</u>
Taxation at Malaysian statutory rate of 24% (30.11.2023: 24%)	(886,618)	6,695,692
Tax effects of:		
Investment income not subject to tax	(760,920)	(8,354,303)
Expenses not deductible for tax purposes	451,458	308,602
Restriction on tax deductible expenses for Unit Trust Funds	1,196,080	1,350,010
Capital gains tax	280,763	135,035
Tax on foreign source income	1,723,166	542,169
Taxation	<u>2,003,929</u>	<u>677,205</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT)

	30.11.2024 RM	31.05.2024 Audited RM
At fair value through profit or loss:		
- Shariah-compliant collective investment schemes	26,747,213	28,923,566
- Shariah-compliant quoted securities	441,889,544	532,502,905
	<u>468,636,757</u>	<u>561,426,471</u>
	01.06.2024 to 30.11.2024 RM	01.06.2023 to 30.11.2023 RM
Net (loss)/gain on financial assets at fair value through profit or loss:		
- Realised gain/(loss) on disposals	28,881,025	(17,295,838)
- Unrealised fair value (loss)/gain	(30,246,436)	46,610,311
- Management fee rebate #	167,936	200,603
	<u>(1,197,475)</u>	<u>29,515,076</u>

Management fee rebate is derived from the Manager of the Shariah-compliant collective investment schemes on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of Shariah-compliant collective investment schemes held.

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)

For the financial period ended 30 November 2024 and 30 November 2023, the management fee rebates are recognised at a rate as per table below, calculated and accrued daily based on the NAV of the collective investment schemes.

	30.11.2024	30.11.2023
	%	%
Principal Islamic Equity Growth Syariah	2.00	2.00
Principal Islamic Asia Pacific Dynamic Income & Growth Fund - USD I Accumulation	1.00	1.00
Principal Islamic Global Responsible Equity Fund - USD I Class Accumulation	0.80	0.80
Principal Islamic ASEAN Equity Syariah	2.50	-

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
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**30.11.2024
SHARIAH-COMPLIANT
COLLECTIVE
INVESTMENT SCHEMES**

INDONESIA

Principal Islamic Equity Growth Syariah Fund	10,120,212	4,489,249	3,277,454	0.68
Principal Islamic ASEAN Equity Syariah Fund	10,710,212	2,605,440	2,409,963	0.50
	<u>20,830,424</u>	<u>7,094,689</u>	<u>5,687,417</u>	<u>1.18</u>
TOTAL INDONESIA	<u>20,830,424</u>	<u>7,094,689</u>	<u>5,687,417</u>	<u>1.18</u>

IRELAND

Principal Islamic Asia Pacific Dynamic Income & Growth Fund - USD I Accumulation	346,900	14,363,395	14,054,862	2.90
Principal Islamic Global Responsible Equity Fund - USD I Class Accumulation	490,900	6,076,080	7,004,934	1.44
	<u>837,800</u>	<u>20,439,475</u>	<u>21,059,796</u>	<u>4.34</u>
TOTAL IRELAND	<u>837,800</u>	<u>20,439,475</u>	<u>21,059,796</u>	<u>4.34</u>

TOTAL SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES	<u>21,668,224</u>	<u>27,534,164</u>	<u>26,747,213</u>	<u>5.52</u>
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ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	<u>(786,951)</u>
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TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	<u>26,747,213</u>
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7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)				
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.11.2024				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
AUSTRALIA				
Real Estate				
Goodman Group	31,231	3,045,106	3,424,980	0.71
TOTAL AUSTRALIA	31,231	3,045,106	3,424,980	0.71
CHINA				
Energy				
PetroChina Co. Ltd	464,000	1,629,592	1,459,074	0.30
Industrials				
Contemporary Amperex Technology Co Ltd				
NARI Tech Dev Co Ltd - A ¹	15,096	2,051,119	2,418,501	0.50
	607,096	1,939,440	1,937,313	0.40
	622,192	3,990,559	4,355,814	0.90
TOTAL CHINA	1,086,192	5,620,151	5,814,888	1.20
HONG KONG SAR CHINA				
Consumer Discretionary				
Alibaba Group Holding Ltd	79,600	3,870,776	3,800,029	0.78
Meituan	38,450	3,038,106	3,701,854	0.76
	118,050	6,908,882	7,501,883	1.54
Industrials				
Techtronic Industries Co Ltd	27,000	1,548,312	1,688,815	0.35
Real Estate				
China Resources Land Ltd	182,557,377	1,610,592	1,437,308	0.30
Utilities				
CLP Holdings Ltd	40,500	1,571,333	1,509,302	0.31
TOTAL HONG KONG SAR CHINA	182,742,927	11,639,119	12,137,308	2.50
INDIA				
Consumer Discretionary				
Bajaj Auto Ltd	2,780	1,436,138	1,320,973	0.27
Maruti Suzuki India Ltd	1,757	1,123,301	1,023,458	0.21
	4,537	2,559,439	2,344,431	0.48

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)				
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.11.2024 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
INDIA (CONTINUED)				
Consumer Staples				
Avenue Supermarts Ltd	3,239	835,665	632,010	0.13
Dabur India Ltd	25,957	802,409	719,738	0.15
Hindustan Unilever Ltd	8,778	1,328,178	1,152,529	0.24
Varun Beverages Ltd	47,691	981,107	1,558,309	0.32
	<u>85,665</u>	<u>3,947,359</u>	<u>4,062,586</u>	<u>0.84</u>
Energy				
Oil & Natural Gas Corporation Ltd	75,581	1,130,617	1,020,526	0.21
Reliance Industries Ltd	197,948	10,620,312	13,454,470	2.78
	<u>273,529</u>	<u>11,750,929</u>	<u>14,474,996</u>	<u>2.99</u>
Health Care				
Fortis Healthcare Ltd	112,060	3,244,688	3,885,559	0.80
Max Healthcare Institute Ltd	29,417	1,594,570	1,516,001	0.31
	<u>141,477</u>	<u>4,839,258</u>	<u>5,401,560</u>	<u>1.11</u>
Industrials				
Havells India Ltd	7,681	799,980	694,107	0.14
Siemens India Ltd	7,400	2,530,623	2,942,985	0.61
	<u>15,081</u>	<u>3,330,603</u>	<u>3,637,092</u>	<u>0.75</u>
Materials				
Ultra Tech Cement Ltd	2,111	846,464	1,243,871	0.26
Real Estate				
Macrotech Developers Ltd	803,241	1,461,738	1,491,798	0.31
Utilities				
Gail India Ltd	258,210	3,077,199	2,709,035	0.56
TOTAL INDIA	<u>1,583,851</u>	<u>31,812,989</u>	<u>35,365,369</u>	<u>7.30</u>
JAPAN				
Information Technology				
Hitachi Ltd	32,800	3,077,741	3,645,339	0.75
TOTAL JAPAN	<u>32,800</u>	<u>3,077,741</u>	<u>3,645,339</u>	<u>0.75</u>
MALAYSIA				
Communication Services				
Telekom Malaysia Bhd	772,000	4,427,913	4,902,200	1.01

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.11.2024 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
MALAYSIA (CONTINUED)				
Consumer Discretionary				
Aeon Co. M Bhd	4,079,500	5,771,558	6,119,250	1.26
Mr D.I.Y. Group (M) Bhd	5,016,900	8,609,607	9,080,589	1.87
	<u>9,096,400</u>	<u>14,381,165</u>	<u>15,199,839</u>	<u>3.13</u>
Consumer Staples				
Johor Plantations Group	8,019,300	7,353,159	11,066,634	2.28
SD Guthrie Bhd	1,818,100	8,815,283	8,745,061	1.80
	<u>9,837,400</u>	<u>16,168,442</u>	<u>19,811,695</u>	<u>4.08</u>
Energy				
Dayang Enterprise Holding Bhd	4,715,200	7,524,212	9,807,616	2.02
Dialog Group Bhd	5,667,724	14,035,896	10,485,289	2.16
Perdana Petroleum Bhd	16,937,188	6,060,941	4,488,355	0.93
	<u>27,320,112</u>	<u>27,621,049</u>	<u>24,781,260</u>	<u>5.11</u>
Health Care				
Hartalega Holding Bhd	1,681,900	2,714,910	5,920,288	1.22
IHH Healthcare Bhd	784,500	4,957,484	5,695,470	1.17
Kossan Rubber Industries	2,394,800	2,851,191	5,939,104	1.23
	<u>4,861,200</u>	<u>10,523,585</u>	<u>17,554,862</u>	<u>3.62</u>
Industrials				
Econpile Holdings Bhd	10,494,100	5,142,411	4,512,463	0.93
Farm Fresh Bhd	1,278,900	1,955,451	2,391,543	0.49
Frontken Corp Bhd	1,937,400	7,512,938	7,749,600	1.60
Gamuda Bhd	3,051,189	14,383,998	27,155,582	5.60
Greotech Technology BHD	3,778,900	10,096,647	7,784,534	1.61
IJM Corp Bhd	3,346,400	5,808,735	9,972,272	2.06
ITMAX System Bhd	4,144,700	7,064,921	15,335,390	3.16
Kelington Group Bhd	2,709,300	3,972,673	9,455,457	1.95
Kerjaya Prospek Group Bhd	4,826,600	9,055,326	11,149,446	2.30
Keyfield International Bhd	2,905,600	7,352,778	6,188,928	1.28
Malaysian Resources Corporation Bhd	17,693,300	11,234,437	9,288,983	1.92
MISC Bhd	938,700	7,606,880	6,805,575	1.40
Westports Holdings Bhd	2,000,000	8,180,000	8,560,000	1.78
	<u>59,105,089</u>	<u>99,367,195</u>	<u>126,349,773</u>	<u>26.08</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)				
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.11.2024 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
MALAYSIA (CONTINUED)				
Information Technology				
Inari Amertron Bhd	2,409,400	8,288,312	6,649,944	1.37
Nationgate Holdings Bhd	5,362,000	8,689,810	11,581,920	2.39
	<u>7,771,400</u>	<u>16,978,122</u>	<u>18,231,864</u>	<u>3.76</u>
Materials				
Ancom Nylex Bhd	10,709,068	10,277,973	10,923,249	2.25
Press Metal Aluminium Holdings Bhd	2,313,600	11,542,817	10,735,104	2.21
	<u>13,022,668</u>	<u>21,820,790</u>	<u>21,658,353</u>	<u>4.46</u>
Real Estate				
Eastern and Oriental Bhd	11,823,900	7,044,588	11,587,422	2.39
Eco World Dev Group Berhad	837,100	1,494,558	1,582,119	0.33
Sime Darby Property Bhd	3,916,300	5,780,675	5,600,309	1.16
SP Setia Bhd	4,110,900	5,241,931	5,467,497	1.13
Sunway Bhd	1,960,800	5,549,448	9,509,880	1.96
UEM Sunrise Bhd	168,618,769	10,889,290	10,484,827	2.16
	<u>191,267,769</u>	<u>36,000,490</u>	<u>44,232,054</u>	<u>9.13</u>
Utilities				
Tenaga Nasional Bhd	3,374,400	31,692,519	46,094,304	9.51
TOTAL MALAYSIA	<u>326,428,438</u>	<u>278,981,270</u>	<u>338,816,204</u>	<u>69.89</u>
SINGAPORE				
Communication Services				
Singapore Telecommunications	398,900	4,210,547	4,101,027	0.85
Real Estate				
Hongkong Land Holdings Ltd	119,000	2,473,780	2,405,392	0.50
Keppel DC REIT	210,500	1,542,126	1,549,787	0.32
Keppel DC REIT - Rights	746,503	-	11,407	-
	<u>1,076,003</u>	<u>4,015,906</u>	<u>3,966,586</u>	<u>0.82</u>
TOTAL SINGAPORE	<u>1,474,903</u>	<u>8,226,453</u>	<u>8,067,613</u>	<u>1.67</u>
SOUTH KOREA				
Consumer Discretionary				
KIA Corporation	4,789	1,427,362	1,414,598	0.29

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)				
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
30.11.2024 (CONTINUED)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
SOUTH KOREA (CONTINUED)				
Information Technology				
Samsung Electronics Co. Ltd	104,238	21,860,912	15,478,724	3.19
SK Hynix Inc	9,631	5,693,423	4,896,574	1.01
	<u>113,869</u>	<u>27,554,335</u>	<u>20,375,298</u>	<u>4.20</u>
TOTAL SOUTH KOREA	<u>118,658</u>	<u>28,981,697</u>	<u>21,789,896</u>	<u>4.49</u>
TAIWAN				
Information Technology				
E Ink Holding Inc	56,000	673,282	2,149,538	0.44
Taiwan Semiconductor Manufacturing Co. Ltd	116,000	6,212,218	8,163,216	1.68
	<u>172,000</u>	<u>6,885,500</u>	<u>10,312,754</u>	<u>2.12</u>
TOTAL TAIWAN	<u>172,000</u>	<u>6,885,500</u>	<u>10,312,754</u>	<u>2.12</u>
UNITED STATES				
Information Technology				
Microsoft Corporation	1,337	2,607,998	2,515,193	0.52
TOTAL UNITED STATES	<u>1,337</u>	<u>2,607,998</u>	<u>2,515,193</u>	<u>0.52</u>
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES	<u>513,672,337</u>	<u>380,878,024</u>	<u>441,889,544</u>	<u>91.15</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>61,011,520</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>441,889,544</u>		

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024				
Audited				
SHARIAH-COMPLIANT				
COLLECTIVE				
INVESTMENT SCHEMES				
(CONTINUED)				
INDONESIA				
Principal Islamic Equity Growth Syariah Fund	10,120,212	4,470,569	3,268,529	0.58
Principal Islamic ASEAN Equity Syariah Fund	<u>590,000</u>	<u>2,599,835</u>	<u>2,514,139</u>	<u>0.44</u>
TOTAL INDONESIA	<u>10,710,212</u>	<u>7,070,404</u>	<u>5,782,668</u>	<u>1.02</u>
IRELAND				
Principal Islamic Asia Pacific Dynamic Income and Growth Fund - USD I Accumulation	346,900	14,363,395	15,783,031	2.78
Principal Islamic Global Responsible Equity Fund - USD I Accumulation	<u>144,000</u>	<u>6,076,080</u>	<u>7,357,867</u>	<u>1.30</u>
TOTAL IRELAND	<u>490,900</u>	<u>20,439,475</u>	<u>23,140,898</u>	<u>4.08</u>
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEMES	<u>11,201,112</u>	<u>27,509,879</u>	<u>28,923,566</u>	<u>5.10</u>
ACCUMULATED UNREALISED GAIN ON SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEMES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>1,413,687</u>		
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEMES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>28,923,566</u>		

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)				
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024 (CONTINUED)				
Audited (Continued)				
SHARIAH-COMPLIANT				
QUOTED SECURITIES				
(CONTINUED)				
AUSTRALIA				
Communication Services				
Carsales.com Ltd	16,029	1,759,565	1,748,781	0.31
TOTAL AUSTRALIA	16,029	1,759,565	1,748,781	0.31
CHINA				
Industrials				
Contemporary Amperex Technology	26,196	3,559,294	3,366,251	0.59
NARI Tech Dev Co Ltd A ¹	115,050	1,664,434	1,682,810	0.30
	141,246	5,223,728	5,049,061	0.89
TOTAL CHINA	141,246	5,223,728	5,049,061	0.89
FRANCE				
Consumer Staples				
L'Oreal	782	1,520,866	1,804,373	0.32
TOTAL FRANCE	782	1,520,866	1,804,373	0.32
HONG KONG, CHINA				
Communication Services				
Tencent Holding Ltd	27,500	6,776,707	5,950,552	1.05
Consumer Discretionary				
Meituan	3,050	423,107	192,782	0.03
New Oriental Education & Technology	28,000	1,259,809	1,066,763	0.19
	31,050	1,682,916	1,259,545	0.22
TOTAL HONG KONG, CHINA	58,550	8,459,623	7,210,097	1.27
INDIA				
Consumer Discretionary				
Bajaj Auto Ltd	2,780	1,436,138	1,424,416	0.25
Maruti Suzuki India Ltd	6,452	3,569,699	4,512,016	0.80

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024 (CONTINUED)				
Audited (Continued)				
SHARIAH-COMPLIANT				
QUOTED SECURITIES				
(CONTINUED)				
INDIA (CONTINUED)				
Consumer Discretionary				
Titan Co Ltd	9,404	805,352	1,719,457	0.30
	<u>18,636</u>	<u>5,811,189</u>	<u>7,655,889</u>	<u>1.35</u>
Consumer Staples				
Dabur India Ltd	55,904	1,728,161	1,718,693	0.30
Varun Beverages Ltd	37,131	1,909,652	2,987,988	0.53
	<u>93,035</u>	<u>3,637,813</u>	<u>4,706,681</u>	<u>0.83</u>
Energy				
Reliance Industries Ltd	71,414	6,338,893	11,522,586	2.03
Industrials				
Container Corp of India Ltd	66,810	3,683,687	4,050,125	0.71
Materials				
Ultra Tech Cement Ltd	2,111	848,046	1,180,543	0.21
Real Estate				
Macrotech Developers Ltd	22,631	1,461,738	1,758,799	0.31
TOTAL INDIA	<u>274,637</u>	<u>21,781,366</u>	<u>30,874,623</u>	<u>5.44</u>
JAPAN				
Information Technology				
Hitachi Ltd	4,100	1,776,389	1,981,996	0.35
Tokyo Electron Ltd	3,400	3,723,277	3,423,628	0.60
	<u>7,500</u>	<u>5,499,666</u>	<u>5,405,624</u>	<u>0.95</u>
TOTAL JAPAN	<u>7,500</u>	<u>5,499,666</u>	<u>5,405,624</u>	<u>0.95</u>
MALAYSIA				
Communication Services				
Axiata Group Bhd	2,252,700	5,896,682	6,307,560	1.11
Telekom Malaysia Bhd	2,577,900	13,268,937	16,008,759	2.82
	<u>4,830,600</u>	<u>19,165,619</u>	<u>22,316,319</u>	<u>3.93</u>
Consumer Discretionary				
Mr D.I.Y. Group (M) Bhd	4,824,700	8,182,781	8,732,707	1.54

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)				
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024 (CONTINUED)				
Audited (Continued)				
SHARIAH-COMPLIANT				
QUOTED SECURITIES				
(CONTINUED)				
MALAYSIA (CONTINUED)				
Consumer Staples				
Genting Plantations Bhd	2,083,300	14,559,439	12,499,800	2.21
Kuala Lumpur Kepong Bhd	347,135	8,173,212	7,241,236	1.28
	<u>2,430,435</u>	<u>22,732,651</u>	<u>19,741,036</u>	<u>3.49</u>
Energy				
Dayang Enterprise Holding Bhd	6,640,800	10,596,960	17,531,712	3.09
Dialog Group Bhd	5,834,724	14,471,093	13,944,990	2.46
Perdana Petroleum Bhd	5,735,800	1,783,476	2,294,320	0.40
	<u>18,211,324</u>	<u>26,851,529</u>	<u>33,771,022</u>	<u>5.95</u>
Health Care				
Hartalega Holding Bhd	3,217,300	5,193,340	10,102,322	1.78
Kossan Rubber Industries	3,551,400	4,228,210	7,884,108	1.39
KPJ Healthcare Bhd	5,854,100	7,243,356	11,122,790	1.96
	<u>12,622,800</u>	<u>16,664,906</u>	<u>29,109,220</u>	<u>5.13</u>
Industrials				
Frontken Corp Bhd	1,719,100	6,279,380	7,306,175	1.29
Gamuda Bhd	3,714,353	17,307,382	22,546,123	3.98
Greatech Technology Bhd	560,300	2,955,919	2,835,118	0.50
HSS Engineers Bhd	849,900	887,204	820,153	0.14
IJM Corp Bhd	5,073,100	8,805,968	13,951,025	2.46
ITMAX System Bhd	4,065,200	6,658,603	9,268,656	1.64
Kelington Group Bhd	2,686,200	2,512,623	8,461,530	1.49
Malaysia Resources Corp Bhd	7,790,300	4,857,239	5,102,647	0.90
MISC Bhd	1,912,600	15,499,007	15,951,084	2.81
Sunway Construction Group Bhd	3,605,700	9,653,828	11,357,955	2.00
	<u>31,976,753</u>	<u>75,417,153</u>	<u>97,600,466</u>	<u>17.21</u>
Information Technology				
ECA Integrated Solution Bhd	4,630,600	4,132,292	1,852,240	0.33
Genetec Technology Bhd	4,501,000	11,393,565	9,812,180	1.73
Infomina Bhd	6,104,800	8,809,666	8,668,816	1.53
Malaysian Pacific Industries	3,300	107,258	122,430	0.02
MI Technovation Bhd	1,929,800	7,122,550	4,650,818	0.82

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)				
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024 (CONTINUED)				
Audited (Continued)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
MALAYSIA (CONTINUED)				
Information Technology				
My Eg Services Bhd	9,175,453	8,903,856	10,092,998	1.78
Nationgate Holdings Bhd	7,977,000	11,271,508	14,757,450	2.60
	<u>34,321,953</u>	<u>51,740,695</u>	<u>49,956,932</u>	<u>8.81</u>
Materials				
Ancom Nylex Bhd	15,183,681	14,541,937	15,639,192	2.76
Press Metal Aluminium Holding Bhd	2,217,000	11,227,681	12,415,200	2.19
	<u>17,400,681</u>	<u>25,769,618</u>	<u>28,054,392</u>	<u>4.95</u>
Real Estate				
Eastern and Oriental Bhd	11,823,900	7,044,589	12,060,378	2.13
Sime Darby Property Bhd	3,000,000	3,714,600	3,720,000	0.66
SP Setia Bhd	5,946,500	8,417,585	8,622,425	1.52
Sunway Bhd	3,858,900	9,535,761	13,506,150	2.38
UEM Sunrise Bhd	8,124,100	7,963,801	9,423,956	1.66
	<u>32,753,400</u>	<u>36,676,336</u>	<u>47,332,909</u>	<u>8.35</u>
Utilities				
Tenaga Nasional Bhd	4,382,100	41,156,883	57,142,584	10.08
TOTAL MALAYSIA	<u>163,754,746</u>	<u>324,358,171</u>	<u>393,757,587</u>	<u>69.44</u>
NETHELANDS				
Information Technology				
ASM International N.V.	611	1,802,524	1,996,375	0.35
ASML Holding N.V.	601	2,843,125	2,715,587	0.48
	<u>1,212</u>	<u>4,645,649</u>	<u>4,711,962</u>	<u>0.83</u>
TOTAL NETHELANDS	<u>1,212</u>	<u>4,645,649</u>	<u>4,711,962</u>	<u>0.83</u>
SOUTH KOREA				
Consumer Discretionary				
KIA Corporation	8,691	2,574,850	3,473,668	0.61
Information Technology				
Samsung Electronics Co. Ltd	89,818	21,819,311	22,417,791	3.96

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)				
Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024 (CONTINUED)				
Audited (Continued)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
SOUTH KOREA (CONTINUED)				
TOTAL SOUTH KOREA	98,509	24,394,161	25,891,459	4.57
TAIWAN				
Industrials				
AirTac International Group	6,000	993,872	886,176	0.16
Information Technology				
E Ink Holding Inc	56,000	670,873	1,779,882	0.31
Taiwan Semiconductor Manufacturing Co. Ltd	329,000	30,439,473	39,111,783	6.90
	385,000	31,110,346	40,891,665	7.21
TOTAL TAIWAN	391,000	32,104,218	41,777,841	7.37
UNITED STATES				
Information Technology				
Apple Inc.	2,134	1,930,476	1,930,280	0.34
Microsoft Corp	1,805	3,520,896	3,525,502	0.62
Synopsys Inc	2,674	7,130,882	7,055,520	1.24
	6,613	12,582,254	12,511,302	2.20
Materials				
Linde PLC	859	1,116,320	1,760,195	0.31
TOTAL UNITED STATES	7,472	13,698,574	14,271,497	2.51
TOTAL SHARIAH-COMPLIANT QUOTED SECURITIES	164,751,683	443,445,587	532,502,905	93.90
ACCUMULATED UNREALISED GAIN ON SHARIAH-COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		89,057,318		

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (SHARIAH-COMPLIANT) (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RM	Market value RM	Percentage of NAV %
31.05.2024 (CONTINUED)				
Audited (Continued)				
SHARIAH-COMPLIANT QUOTED SECURITIES (CONTINUED)				
TOTAL SHARIAH- COMPLIANT QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>532,502,905</u>		

¹ A-shares trade on the two Chinese stock exchanges, the Shanghai Stock Exchange and the Shenzhen Stock Exchange. A-shares are shares of mainland China-based companies and are available for purchase to select foreign institutions through the Qualified Foreign Institutional Investor (“QFII”) system.

8. CASH AND CASH EQUIVALENTS

	30.11.2024	31.05.2024
	RM	Audited RM
Shariah-compliant deposits with licensed Islamic financial institutions	8,418,406	3,326,273
Bank balances	9,839,267	13,488,997
	<u>18,257,673</u>	<u>16,815,270</u>

9. NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS

Net assets attributable to unit holders as at the reporting date comprised:

	30.11.2024	31.05.2024
	RM	Audited RM
Unit holders’ contributions	436,969,484	513,535,343
Retained earnings	47,802,566	53,500,735
	<u>484,772,050</u>	<u>567,036,078</u>

9. NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS (CONTINUED)

The movement in the components of net assets attributable to unit holders for the financial period were as follows:

	Unit holders' capital RM	Retained earnings/(accu mulated losses) RM	Total RM
Balance as at 1 June 2024	513,535,343	53,500,735	567,036,078
Movement in unit holders' contributions:			
- Creation of units from applications	6,341,705	-	6,341,705
- Cancellation of units	(82,907,564)	-	(82,907,564)
Total comprehensive income for the financial period	-	(5,698,169)	(5,698,169)
Balance as at 30 November 2024	<u>436,969,484</u>	<u>47,802,566</u>	<u>484,772,050</u>
Balance as at 1 June 2023	691,597,258	(61,745,114)	629,852,144
Movement in unit holders' contributions:			
- Creation of units from applications	3,371,692	-	3,371,692
- Cancellation of units	(89,994,495)	-	(89,994,495)
Total comprehensive income for the financial period	-	27,221,510	27,221,510
Balance as at 30 November 2023	<u>604,974,455</u>	<u>(34,523,604)</u>	<u>570,450,851</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.06.2024 to 30.11.2024	01.06.2023 to 31.05.2024 Audited
	No. of units	No. of units
At the beginning of the financial period/year	483,212,039	653,796,048
Add: Creation of units from applications	5,247,695	8,264,433
Less: Cancellation of units	(69,088,394)	(178,848,442)
At the end of the financial period/year	<u>419,371,340</u>	<u>483,212,039</u>

11. TOTAL EXPENSE RATIO ("TER")

	01.06.2024 to 30.11.2024 %	01.06.2023 to 30.11.2023 %
TER	<u>0.94</u>	<u>0.95</u>

11. TOTAL EXPENSE RATIO (“TER”) (CONTINUED)

TER is derived from the following calculation:

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

- A = Management fee (exclude management fee rebate)
- B = Trustee and custodian fees
- C = Audit fee
- D = Tax agent’s fee
- E = Other expenses excluding withholding tax and CDS transfer fee
- 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 RM 536,690,743 (30.11.2023: RM602,327,688).

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	01.06.2024 to 30.11.2024	01.06.2023 to 30.11.2023
PTR (times)	<u>0.52</u>	<u>0.23</u>

PTR is derived based on the following calculation:

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

where:

- total acquisition for the financial period = RM234,913,427 (30.11.2023: RM102,634,967)
- total disposal for the financial period = RM326,337,731 (30.11.2023: RM173,641,170)

13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, 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 Manager
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the Manager
Principal International (Asia) Ltd	Shareholder of the Manager
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 Manager

13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

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

Related parties	Relationship
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of the Manager
CIMB Islamic Bank Bhd	Fellow related party to the Manager
PT Principal Asset Management	Fellow related party to the Manager
Principal Islamic Asset Management PLC	Fellow related party to the Manager
CGS-CIMB Securities Sdn Bhd	Fellow related party to the Manager
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 Manager

Units held by the Manager and parties related to the Manager

Manager	30.11.2024		31.05.2024	
	No. of units	RM	No. of units	Audited RM
Principal Asset Management Berhad	7,719	8,922	17,040	19,995

In the opinion of the Manager, the above units were transacted at the prevailing market price.

The units are held beneficially by the Manager for booking purposes. Other than the above, there were no units held by the Directors or parties related to the Manager.

In addition to related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The Manager 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.

	30.11.2024	31.05.2024
	RM	Audited RM
<u>Significant related party balance</u>		
<u>Management fee rebate</u>		
- Principal Islamic Asset Management (Ireland) PLC	381,509	329,695
- PT Principal Asset Management	7,261	7,141
- Principal Asset Management Berhad	-	14,878
	<u>388,770</u>	<u>351,714</u>

13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

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

	30.11.2024	31.05.2024
	RM	Audited
		RM
<u>Significant related party balance (continued)</u>		
Shariah-compliant collective investment schemes:		
- Principal Islamic Asia Pacific Dynamic Income and Growth Fund - USD I Accumulation	14,054,862	15,783,031
- Principal Islamic Global Responds Equity - USD I Accumulation	7,004,934	7,357,867
- Principal Islamic Equity Growth Syariah Fund	3,277,454	3,268,529
- Principal Islamic ASEAN Equity Syariah Fund	2,409,963	2,514,139
	<u>26,747,213</u>	<u>28,923,566</u>

14. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers for the six months financial period ended 30 November 2024 are as follows:

Brokers	Value of trades	Percentage of total trades	Brokerage fees	Percentage of total brokerage fees
	RM	%	RM	%
RHB Investment Bank Bhd	79,304,524	14.13	162,409	16.51
Nomura Securities Malaysia Sdn Bhd	62,998,796	11.22	131,847	13.40
Citigroup Global Markets Ltd	48,503,836	8.64	23,363	2.37
CLSA Ltd	45,236,986	8.06	30,978	3.15
Jefferies International Ltd	40,186,213	7.16	23,268	2.36
Maybank Investment Bank Bhd	37,935,774	6.76	115,679	11.76
CGS International Securities Malaysia Sdn Bhd	35,629,602	6.35	74,982	7.62
Affin Hwang Investment Bank Bhd	31,913,873	5.69	69,369	7.05
Macquarie Capital Securities (M) Sdn Bhd	29,659,510	5.28	62,650	6.37
KAF Equities Sdn Bhd	28,694,339	5.11	58,929	5.99
Others	121,187,705	21.60	230,439	23.42
	<u>561,251,158</u>	<u>100.00</u>	<u>983,913</u>	<u>100.00</u>

14. TRANSACTIONS WITH BROKERS (CONTINUED)

Details of transactions with the top 10 brokers for the six months financial period ended 30 November 2023 are as follows:

Brokers	Value of trades RM	Percentage of total trades %	Brokerage fees RM	Percentage of total brokerage fees %
Macquarie Capital Securities (M) Sdn Bhd	43,289,766	15.67	90,949	17.70
RHB Investment Bank Bhd	39,716,898	14.38	88,342	17.19
Nomura Securities Malaysia Sdn Bhd	19,960,287	7.22	41,693	8.11
Maybank Investment Bank Bhd	16,590,494	6.01	34,478	6.71
Citigroup Global Markets Ltd	15,377,290	5.57	12,882	2.51
Affin Hwang Investment Bank Bhd	13,779,634	4.99	28,495	5.54
CGS-CIMB Securities Sdn Bhd #	13,165,911	4.77	28,719	5.59
UOB Kay Hian Securities (M) Sdn Bhd	12,896,699	4.67	25,996	5.06
J.P. Morgan Securities (M) Sdn Bhd	12,355,246	4.47	17,056	3.32
J.P. Morgan Securities LLC	11,753,243	4.25	3,526	0.69
Others	77,390,669	28.01	141,791	27.59
	<u>276,276,137</u>	<u>100.00</u>	<u>513,928</u>	<u>100.00</u>

Included in the transactions are trades conducted with CGS-CIMB Securities Sdn Bhd related parties to the Manager amounting to nil (30.11.2023: RM13,165,911). The Manager is of the opinion that all transactions with the related company have been entered into in the normal course of business at agreed terms between the related parties.

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