

# Principal DALI Opportunities Fund (formerly known as CIMB Islamic DALI Equity Theme Fund) -Class MYR

30 November 2019

Available under the EPF Members Investment Scheme.



## Fund Objective

Aims to provide investors with medium to long-term capital appreciation through investments in securities of Malaysian companies that will benefit from prevailing investment themes and that conform with Shariah principles.

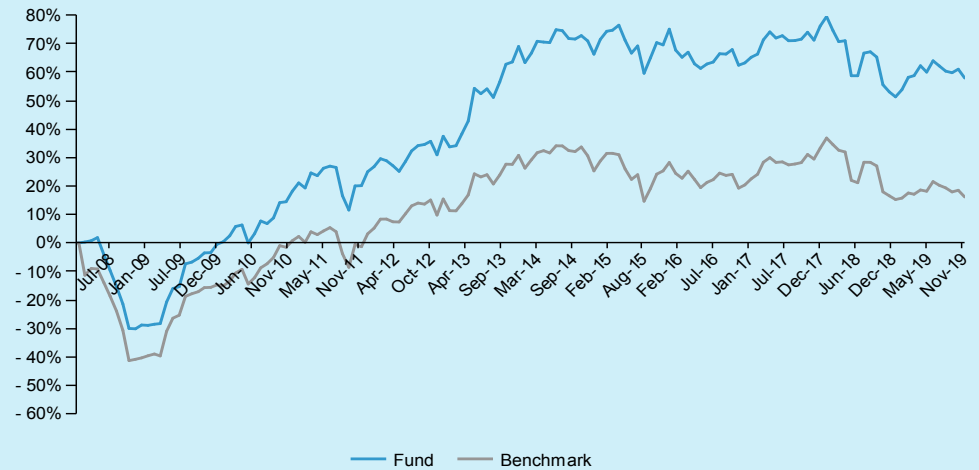
Currency: MYR ISIN Code: MYU1000CW07

Bloomberg Ticker: CIMIDET MK

## Fund Information

Domicile	Malaysia
Base Currency	Ringgit Malaysia
Fund Inception	28 February 2008
Benchmark	FTSE Bursa Malaysia EMAS Shariah Index
Application Fee	IUTAs: Up to 6.50% of the NAV per unit Principal Agency Distributor: Up to 6.50% of NAV per unit
Management Fee	Up to 1.50% p.a. of the NAV of the Class in Malaysia
Trustee Fee	0.05% p.a. of the NAV
Fund Size (MYR)	MYR 617.76 million
NAV per unit (As at 30 November 2019)	MYR 0.2816

## Fund Performance



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

## Cumulative Performance (%)

	YTD	1 Month	3 Months	6 Months	1-Year	3-Year	5-Year	Since Inception
Fund	4.37	-1.92	-1.50	-1.30	3.19	-2.77	-7.63	57.95
Benchmark	0.77	-2.01	-2.68	-1.72	-0.35	-2.59	-11.08	16.16

## Calendar Year Returns (%)

	2018	2017	2016	2015	2014	2013
Fund	-14.11	7.92	-6.76	5.27	-1.59	22.95
Benchmark	-13.52	10.72	-6.14	2.35	-4.17	13.29

## Most Recent Fund Distributions

	2018 Jul	2017 Oct	2016 Jul	2015 Jul	2014 Aug	2013 Aug
Gross (sen/unit)	2.00	1.05	2.00	1.75	2.50	2.50
Annualised Yield (%)	6.14	3.29	5.65	4.67	6.55	7.63

Note: February 2008 to November 2019.

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

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

Source : Lipper

## Top 10 Holdings

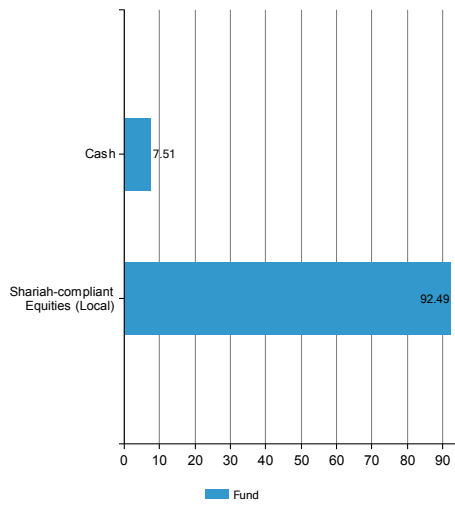
	Country	% of net assets
Tenaga Nasional Bhd	Malaysia	8.32
Petronas Chemicals Group Bhd	Malaysia	6.69
Axiata Group Bhd	Malaysia	4.87
Dialog Group Bhd	Malaysia	3.91
Sime Darby Plantation Bhd	Malaysia	3.36
Digi.com Bhd	Malaysia	2.78
Sime Darby Bhd	Malaysia	2.61
IOI Corp Bhd	Malaysia	2.46
KLCCP Stapled Group	Malaysia	2.28
Nestle Malaysia Bhd	Malaysia	2.15

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

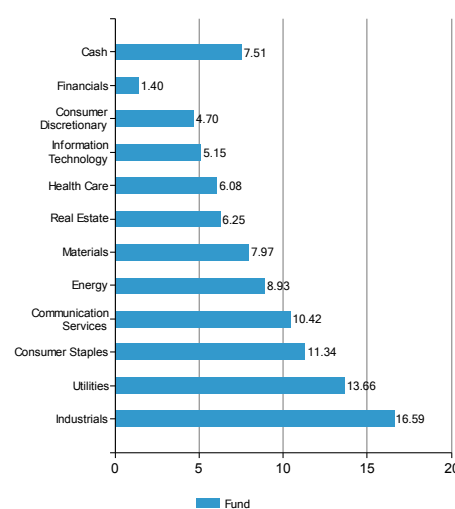
## Fund Risk Statistics

Beta	0.90
Information Ratio	0.15
Sharpe Ratio	-0.50
3 years monthly data	

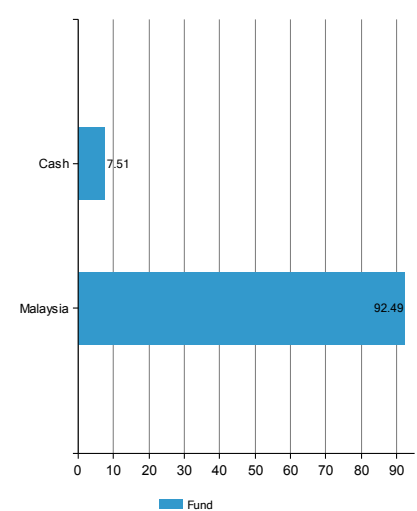
## Asset Allocation (%)



## Sector Allocation (%)



## Regional Allocation (%)



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

## Fund Manager's Report

The Fund fell 1.92% in November 2019, outperforming the benchmark by 0.09%. Underweight on healthcare and consumer goods contributed positively. Year-to-date (YTD), the fund has outperformed the Benchmark by 3.60%.

Going into 2020, we expect Malaysian economic growth to remain moderate due to external headwinds from the ongoing US-China trade tension. That said, this will be mitigated by more growth-oriented Budget 2020 (higher fiscal deficit, resumption of mega infrastructure projects) and accommodative monetary policy (further interest rate cut). While political and regulatory risks remain elevated, we do not believe that this will deteriorate further. Recent by-election loss of the ruling government will potentially be the catalyst for more market friendly policies going forward. We expect GLC reforms to take centre stage again following a slew of leadership changes in GLICs and GLCs since the general election in May 2018. Malaysia is also benefitting from trade diversion with the increase in FDIs flow, but the government would need to do more to restore business and consumer confidence in order to boost both domestic investment and consumption. On corporate earnings, we take comfort from the stabilization in consensus earnings expectation following earlier sharp cuts.

Despite moderate growth outlook, we upgrade Malaysia to OVERWEIGHT as we turn constructively more positive going into 2020. We believe earnings downside risk has narrowed significantly following recent cuts which is further supported by undemanding valuation now. As such, we take a barbell approach on high yield sectors like REITs, Telecommunication and utilities and increasing our exposure on cyclical growth sectors like plantation, oil and gas and the technology sectors.

<sup>a</sup>Based on the fund's portfolio returns as at 15 November 2019, the Volatility Factor (VF) for this fund is 8.270 and is classified as "Moderate" (source: Lipper). "Moderate" includes funds with VF that are above 6.455 but not more than 8.845. The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

We recommend that you read and understand the contents of Principal DALI Opportunities Fund (formerly known as CIMB Islamic DALI Equity Theme Fund) Prospectus Issue No. M4 dated 23 August 2019, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Fund Prospectus for your records. Any issue of units to which the Fund Prospectus relates will only be made upon receipt of the completed application form referred to in and accompanying the Fund Prospectus, subject to the terms and conditions therein. Investments in the Fund are exposed to risks associated with investment in Shariah-compliant warrants, sector risk and stock specific risk. You can obtain a copy of the Fund Prospectus from the head office of Principal Asset Management Berhad (formerly known as CIMB-Principal Asset Management Berhad) or from any of our approved distributors. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Financing for Investment in Unit Trust Risk Disclosure Statement before deciding to obtain financing to purchase units. Where a unit split /distribution is declared, you are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in Malaysian ringgit will remain unchanged after the distribution of the additional units.

**Carefully consider a fund's objective, risks, charges and expenses.**

**Visit [www.principal.com.my](http://www.principal.com.my) for a prospectus containing this and other information. Please read it carefully before investing.**

Principal Asset Management Berhad

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