

# Principal Dynamic Growth Fund - Class USD

31 January 2025



## Fund Objective

The Fund aims to achieve capital appreciation over the medium to long term. The Fund will be managed with the aim of achieving a stable and positive investment returns over the medium to long term regardless of market conditions. As this is an equity fund, under general market conditions, the Fund will invest in equities of companies which we believe will exhibit good growth potential when compared against its peers or the overall market. However, as the Fund adopts a dynamic strategy, the Fund may also be managed defensively. The investment universe of the Fund is unconstrained, but the Fund will generally focus its investment in the Asia Pacific ex Japan region.

## Lipper Score

Total Return

4

Consistent Return

4

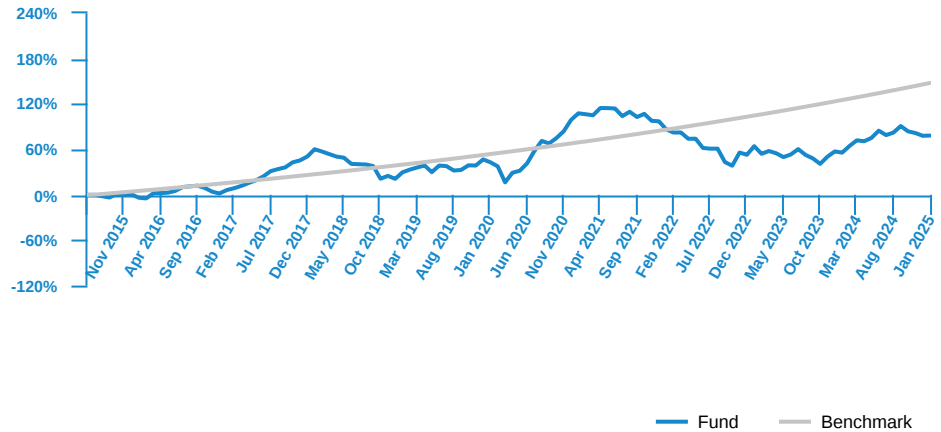
## Morningstar Rating



## Fund Information

ISIN Code	MYU1002FF001
Lipper ID	68330200
Bloomberg Ticker	CIMDYGU MK
Domicile	Malaysia
Currency	USD
Base Currency	USD
Fund Inception	22 Jul 2015
Benchmark	The Fund has a target return of ten percent (10%) per annum.
Application Fee	Up to 2.0% of the NAV per Unit
Management Fee	Up to 1.50% per annum of the NAV of the Class
Trustee Fee	0.045% per annum of the NAV of the Class
Fund Size (USD)	USD 9.39 million
Fund Unit	5.26 million units
NAV per unit (As at 31 Jan 2025)	USD 1.7842
Initial Offering Period (IOP) Date	12 Aug 2015
Initial Offering Period (IOP) Price	USD 1.00

## 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	1M	3M	6M	1Y	3Y	5Y	Since Inception
Fund	0.18	0.18	-3.02	-0.34	14.52	-4.32	24.74	78.42
Benchmark	0.81	0.81	2.43	4.91	10.00	33.10	61.05	147.98

Calendar Year Returns (%)						
	2024	2023	2022	2021	2020	2019
Fund	13.12	2.92	-22.44	-0.91	35.55	21.21
Benchmark	10.00	10.00	10.00	10.00	10.00	10.00

Note: July 2015 to January 2025.

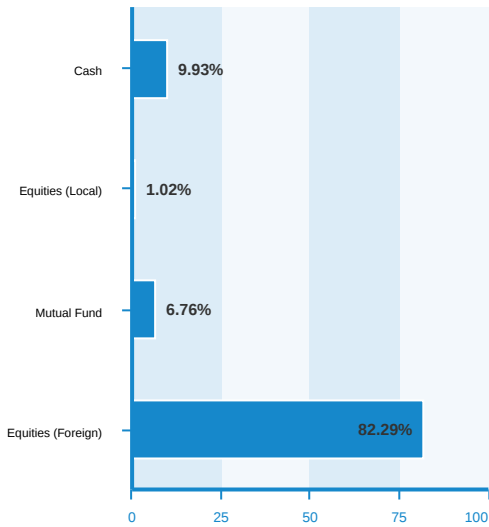
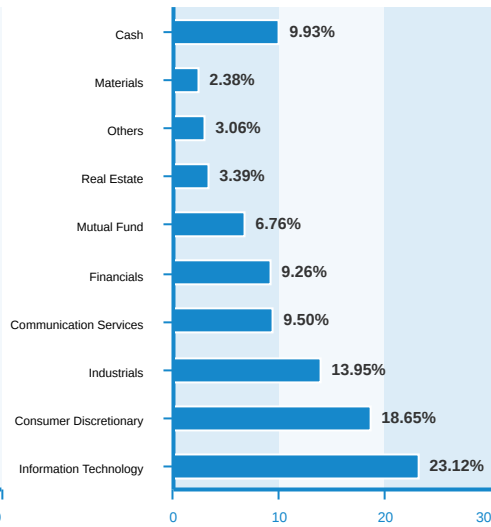
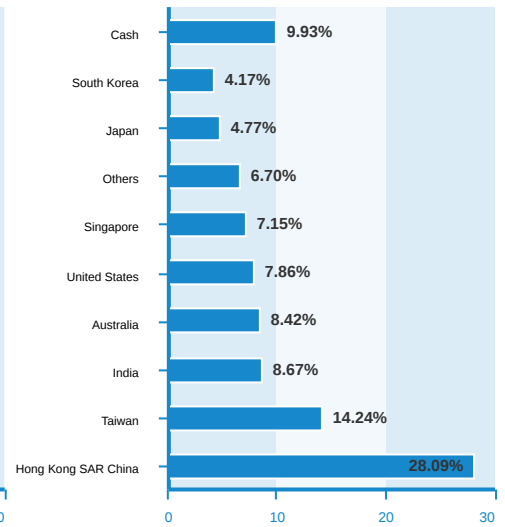
Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested.

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 Holdings	Country	% of Net Assets	Fund Risk Statistics	
Taiwan Semiconductor Manufacturing	Taiwan	10.11	Beta	N/A
Tencent Holdings Ltd	Hong Kong SAR China	5.26	Information Ratio	-0.20
E Ink Holdings Inc	Taiwan	3.30	Sharpe Ratio	-0.10
NEXT FUNDS TOPIX Banks ETF	Japan	3.24	(3 years monthly data)	
Aristocrat Leisure Ltd	Australia	2.98		
Meituan	Hong Kong SAR China	2.86		
SEA Ltd	United States	2.75		
SGH Ltd	Australia	2.72		
XiaoMi Corporation	Hong Kong SAR China	2.58		
Alibaba Group Holding Ltd	Hong Kong SAR China	2.53		

The holdings listed do not constitute a recommendation to purchase or sell a particular security. Any repeated issuer shown means same issuer with different coupon rate and/or maturity date. Cash and/or derivative positions that are not part of the core investment strategy will not be reflected in the top holdings list.

**Asset Allocation (%)****Sector Allocation (%)****Regional Allocation (%)**

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 was up 0.18% in USD terms in Jan, underperforming the benchmark by 63 bps. YTD, the Fund was up 0.18%, underperforming the benchmark by 63 bps.

The MSCI AC Asia Pacific ex Japan Index rose 1.3% in January in USD terms, driven by Korea and Australia. On the other hand, Philippines and Malaysia markets declined the most. The USD remained steady and the US 10 year bond yields fell 3bps to end the month at 4.54%. Key focus for investors was Trump's trade policies after his inauguration. With Trump's policy focus on deregulation, tariffs and tax cuts, there is inflation risk and the US Fed needs to be mindful of the risk that inflation expectations start to drift higher. US Fed is walking in a tightrope in 2025, balancing between robust growth and inflation uncertainty. The 10% additional tariff on China was more modest than market expectations. Estimates suggest that a 10% tariff could shave 0.3% off GDP growth. Currency depreciation is an option to counteract the impact of very high tariffs, e.g., more than 20%. The Chinese economy remains soft, but property sales appear to be stabilizing, with primary sales of top developers clocking -1% y-y change in January 2025, compared to declines in the past four years. The upcoming National People's Congress in March and review of the US-China economic relationship are key things to monitor. Other risks would be (1) continued weak business and consumer sentiment in China, (2) risk of higher level of tariffs imposed on China by the US, (3) rising geopolitical risks. We have a constructive view on Asian equities. We like companies with a clear path to growth, have strong cashflows, and those with clear or improving shareholder return policies. Our preference includes technology (beneficiaries of AI investment and application of AI models), selective Chinese domestic consumption, industrial names with exposure to infrastructure and defense capex, strong consumer and banking franchises in Southeast Asia, and selective Indian companies that are reasonably valued for growth.

<sup>^</sup>Based on the fund's portfolio returns as at 15 January 2025, the Volatility Factor (VF) for this fund is 11.83 and is classified as "Moderate" (source: FIMM). The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by FIMM based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC. We recommend that you read and understand the contents of the Principal Dynamic Growth Fund (formerly known as CIMB-Principal Dynamic Growth Fund) Information Memorandum Issue No.2 dated 31 December 2019 which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Information Memorandum for your record. Any issue of units to which the Information Memorandum relates will only be made upon receipt of the completed application form referred to in and accompanying the Information Memorandum, subject to the terms and conditions therein. Investments in the Fund are exposed to stock specific risk, country risk, liquidity risk, currency risk, credit (default) and counterparty risk, interest rate risk and risk of investing in emerging markets. You can obtain a copy of the Information Memorandum from the head office of Principal Asset Management Berhad or from any of our approved distributors. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the funds. We suggest that you consider these 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 advised to read and understand the contents of the Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. Where a unit split/distribution is declared, investors 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 U.S. Dollar 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.