

FIRST SUPPLEMENTAL PROSPECTUS FOR PRINCIPAL FTSE CHINA 50 ETF

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

Trustee : **Deutsche Trustees Malaysia Berhad** (200701005591 (763590-H))

This First Supplemental Prospectus is dated 28 July 2023 and is to be read in conjunction with the Prospectus Issue No. 2 for the Principal FTSE China 50 ETF dated 30 September 2019 ("Prospectus").

This Fund was constituted on 19 April 2010.

The Securities Commission Malaysia has approved the listing of and quotation for Units of the Principal FTSE China 50 ETF on the Main Market of Bursa Malaysia Securities Berhad and a copy of this First Supplemental Prospectus has been registered with the Securities Commission Malaysia.

The approval, and registration of this First Supplemental Prospectus, should not be taken to indicate that the Securities Commission Malaysia recommends the Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in the Prospectus or this First Supplemental Prospectus. The Securities Commission Malaysia has not, in any way, considered the merits of the securities being offered for investment.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the Manager responsible for the Fund and takes no responsibility for the contents of this First Supplemental Prospectus, makes no representation as to its accuracy or completeness, and expressly disclaims any liability for any loss you may suffer arising from or in reliance upon the whole or any part of the contents of this First Supplemental Prospectus.

Admission to the Official List of Bursa Malaysia Securities Berhad is not to be taken as an indication of the merits of the offering, the Fund or of its Units.

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THE PROSPECTUS AND THIS FIRST SUPPLEMENTAL PROSPECTUS. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.

FOR INFORMATION CONCERNING RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 8 OF THE PROSPECTUS AND PAGE 3 OF THIS FIRST SUPPLEMENTAL PROSPECTUS.

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RESPONSIBILITY STATEMENTS

The directors of Principal Asset Management Berhad have seen and approved this First Supplemental Prospectus. They collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, and to the best of their knowledge and belief, they confirm that there is no false or misleading statement, or other facts which if omitted, would make any statement in this First Supplemental Prospectus false or misleading.

ADDITIONAL STATEMENTS

You should note that you may seek recourse under the Capital Markets and Services Act 2007 for breaches of securities laws and regulations including any statement in this First Supplemental Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to this First Supplemental Prospectus or the conduct of any other person in relation to the Fund.

Securities listed on Bursa Malaysia Securities Berhad are offered to the public premised on full and accurate disclosure of all material information concerning the issue for which any person set out in Section 236 of the *Capital Markets and Services Act 2007*, e.g. directors and advisers, are responsible.

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1.0. GENERAL

- 1.1 This First Supplemental Prospectus is issued to reflect the amendments made to the Prospectus as stated under paragraphs 1.4, 2, 3, 4, 5, 6, 7, 8, 9, 10 and 11 below.
- 1.2 All terms used in this First Supplemental Prospectus shall have the same meanings as those defined in the Definitions Chapter of the Prospectus unless where the context otherwise requires.
- 1.3 All information provided herein is practicable as at 31 May 2023 and shall remain current and relevant as at such date.
- 1.4 All references to Principal Asset Management Berhad (*formerly known as CIMB-Principal Asset Management Berhad*) in the Prospectus shall be amended to "Principal Asset Management Berhad".

2.0. DEFINITIONS

- 2.1. The definition of "Eligible Markets" has been added to the section of "**Definitions**" at page viii and read as below:

Eligible Markets : An exchange, government securities market or an over-the-counter market that is regulated by a regulatory authority of that jurisdiction, that is open to the public or to a substantial number of market participants, and on which financial instruments are regularly traded.

3.0. CORPORATE DIRECTORY

- 3.1. The following information has been added to the corporate information of the "**Manager**" at page xiii and read as below:

Customer Care Centre : Ground Floor Bangunan CIMB
Jalan Semantan
Damansara Heights
50490 Kuala Lumpur Malaysia
Tel: (603) 7723 7260
Fax: (603) 7718 3003
Whatsapp : (6016) 299 9792

4.0. INFORMATION SUMMARY

- 4.1. The first paragraph under the section of "**Other Information**" at page 7 has been replaced and read as below:

In respect of the Fund, the Manager and the Trustee have entered into the deed dated 19 April 2010 as modified by a supplemental deed dated 8 December 2010, a second supplemental deed dated 30 July 2014, a third supplemental deed dated 2 August 2019 and a fourth supplemental deed dated 31 May 2023. The provisions therein are and shall be binding on each Unit holder so long as the Unit holder is registered as a person holding a Unit in accordance with the Deed.

- 4.2. The seventh paragraph under the section of "**Other Information**" at page 7 has been replaced and read as below:

You may contact our Customer Care Centre under the "Corporate Directory" section or email us at service@principal.com.my. Our Customer Care Centre is available between 8:45 a.m. and 5:45 p.m. (Malaysian time) from Mondays to Fridays.

- 4.3. The eighth paragraph under the section of "**Other Information**" at page 7 has been replaced and read as below:

If you wish to write in, please address your letter to:

Principal Asset Management Berhad
Customer Care Centre
Ground Floor Bangunan CIMB
Jalan Semantan
Damansara Heights
50490 Kuala Lumpur, Malaysia

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5.0. RISK FACTORS

- 5.1. The information in “Liquidity risk” under the section of “**Risk factors specific to the Fund**” at page 10 has been replaced and read as below:

Liquidity risk at the Fund level

The Fund is designed to closely track the performance of the Benchmark Index. This means the composition of the Fund is generally similar to that of the Benchmark Index. As a result, the Fund’s holdings may include illiquid securities that are part of the Benchmark Index. In the event of significant rebalancing of the Benchmark Index, the Fund may be impacted as it may need to adjust its exposure to illiquid securities. This may subject the Fund to higher volatility and a longer rebalancing timeframe.

Liquidity risk associated with Unit holders

Although the Units will be listed on Bursa Securities, you should be aware that there may not be a liquid trading market for the Units, which may impact the ability of the Unit holders to transact Units at the prevailing market price. There can be no assurance that active trading markets will develop. However, the Participating Dealer which also act as market makers are expected to create liquidity for the Units. Typically, where there is a lack of liquidity in the stock exchange, Participating Dealer could be engaged for block trades to redeem the Units.

6.0. DETAILED INFORMATION ON THE FUND

- 6.1. The first paragraph under the section of “**Constituents of the Benchmark Index**” at page 19 has been replaced and read as below:

There are 50 constituents for the FTSE China 50 Index. As at 31 March 2023, the top 10 constituents of the Benchmark Index and the weightings assigned to them by the Benchmark Index are as follows: -

No	Company Name	Weightings (%)
1	Alibaba Group Holding (P Chip)	10.25%
2	Tencent Holdings (P Chip)	9.64%
3	Meituan Dianping (P Chip)	9.34%
4	China Construction Bank (H)	5.79%
5	JD.com (P Chip)	4.95%
6	Baidu (P Chip)	4.37%
7	Industrial and Commercial Bank of China (H)	4.24%
8	Ping An Insurance (H)	4.11%
9	NetEase (P Chip)	3.46%
10	Bank of China (H)	3.15%

Source: FTSE Russell as at 31 March 2023

- 6.2. The information under the section of “**Investment restrictions**” at pages 23 and 24 has been replaced and read as below:

The investment restrictions imposed upon the Manager are as follows:

- (i) The Fund may invest in units or shares in other collective investment scheme (“Target Fund”) provided that the investment must not exceed 20% of the NAV of the Fund based on the most up-to-date value of the Fund Assets and such Target Fund must:
- (a) be regulated by a regulatory authority;
 - (b) where the Target Fund is constituted in Malaysia, be authorised or approved by the SC;
 - (c) where the Target Fund is constituted outside Malaysia:
 - (1) be registered, authorised or approved by the relevant regulatory authority in its home jurisdiction;
 - (2) the laws and practices provide the level of investor protection that is at least equivalent to that offered in Malaysia; and
 - (3) the rules on investments, borrowing and lending are substantially similar to the requirements in the ETF Guidelines.

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Where the Fund invests in a Target Fund operated by the Manager or its related corporation, the Manager must ensure that:

- there is no cross-holding between the Fund and the Target Fund;
- all initial charges on the Target Fund are waived; and
- the management fee must only be charged once, either at the Fund or the Target Fund.

(ii) The Fund may invest in derivatives provided that:

- (a) the Fund's global exposure from the derivatives position must not exceed the NAV of the Fund at all times;
- (b) the maximum exposure of the Fund's over-the-counter ("OTC") derivative transaction with the counterparty, calculated based on the method below must not exceed 10% of the NAV of the Fund;
- (c) the exposure to the underlying assets of such derivative must not exceed the weighting for each particular asset, whether for a full replication or sampling strategy;
- (d) the counterparty of an OTC derivative must be a financial institution with a minimum long-term credit rating of investment grade (including gradation and subcategories); and
- (e) where the underlying instrument of a derivative is a commodity, such derivative must be settled in cash at all times.

Calculation of exposure to counterparty of OTC derivatives

- (a) The exposure to a counterparty of an OTC derivative must be measured based on the maximum potential loss that may be incurred by the Fund if the counterparty defaults and not on the basis of the notional value of the OTC derivative.
- (b) The total exposure to a single counterparty is calculated by summing the exposure arising from all OTC derivative transactions entered into with the same counterparty.

The global exposure of the Fund is calculated based on the following:

Commitment approach

The global exposure of the Fund to derivatives is calculated as the sum of the:

- absolute value of the exposure of each individual derivative not involved in netting or hedging arrangements;
- absolute value of the net exposure of each individual derivative after netting or hedging arrangement; and
- the values of cash collateral received pursuant to:
 - (i) the reduction of exposure to counterparties of OTC derivatives; and
 - (ii) efficient portfolio management techniques relating to securities lending (if applicable).

Netting arrangements

Netting arrangements may be taken into account to reduce the Fund's exposure to derivatives.

The Fund may net positions between:

- (a) derivatives on the same underlying constituents, even if the maturity dates are different; or
- (b) derivatives and the same corresponding underlying constituents, if those underlying constituents are transferable securities, money market instruments, or units or shares in collective investment schemes.

Hedging arrangements

Hedging arrangements may be taken into account to reduce the Fund's exposure to derivatives.

The marked-to-market value of transferable securities, money market instruments, or units or shares in collective investment schemes involved in hedging arrangements may be taken into account to reduce the exposure of the Fund to derivatives.

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The hedging arrangement must:

- (a) not be aimed at generating a return;
- (b) result in an overall verifiable reduction of the risk of the Fund;
- (c) offset the general and specific risks linked to the underlying constituent being hedged;
- (d) relate to the same asset class being hedged; and
- (e) be able to meet its hedging objective in all market conditions.

(iii) The Fund may make investments in foreign Eligible Markets.

(iv) The Fund may not borrow cash or other assets (including the borrowing of securities within the meaning of the Securities Borrowing and Lending Guidelines issued by the SC) in connection with its activities. However, the Fund may borrow or obtain cash for the purposes of meeting redemption request for Units and for short-term bridging requirements.

(v) The Fund may participate in the lending of securities within the meaning of the SC's Securities Borrowing and Lending Guidelines. However, as at 31 May 2023, the Fund does not participate in lending of securities.

(vi) The Fund may enter into any other form of investments as may be permitted by the SC from time to time that is in line with the Fund's objectives.

6.3. The information under the section of **"Breach of investment restrictions"** at page 24 has been replaced and read as below:

In respect of any restrictions and limits on investments stipulated under Section 3.6.2 of this Prospectus above, the ETF Guidelines provides that any breach as a result of any appreciation or depreciation in the value of the Fund Assets, redemption of units or payment made out of the Fund, change in capital of a corporation in which the Fund has invested in or downgrade in or cessation of a credit rating need not be reported to the SC but must be rectified as soon as practicable within three (3) months from the date of the breach unless stated otherwise in the ETF Guidelines. However, the three (3)-month period may be extended if it is in the best interest of Unit holders and Trustee's consent is obtained. Such extension must be subject to at least a monthly review by the Trustee.

6.4. The following information has been added to the section of **"Risk management strategies and techniques"** at page 25 and read as below:

Liquidity Risk Management

The Fund adopts a liquidity risk management framework which sets out the governance standards, methodology and process for the oversight and management of liquidity risk. The framework outlines the responsibilities to assess and monitor liquidity risk of the Fund, and to ensure appropriate measures are taken to mitigate the risk. The liquidity risk management framework that we have put in place is as follows:

- Regular review by the designated fund manager on the Fund's investment portfolio to maintain healthy liquidity profile.
- Periodic assessments are carried out on the Fund's liquidity profile (under both normal and stress market conditions) and on the concentration of Unit holders. These assessments allow the Fund to be proactively managed to mitigate liquidity concerns that may arise in the ordinary course of portfolio management as well as in relation to the Fund's ability to meet any redemption requests.
- Suspension of Units due to exceptional circumstances e.g. a substantial part of the Fund's asset value cannot be (accurately) determined. The action to suspend redemption requests shall be exercised only as a last resort by the Manager. During the suspension period, buying and selling of the Units will be prohibited.

7.0. FEES, CHARGES AND EXPENSES OF THE FUND

7.1. Item (xvi) under the section 4.3.3 at page 30 has been replaced and read as below:

costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent;

7.2. Item (xvii) under the section 4.3.3 at page 31 has been replaced and read as below:

remuneration and out of pocket expenses of the person(s) or members of a committee undertaking the oversight function of the Fund, unless the Manager decides otherwise;

7.3. The information under the section of **"Rebates and soft commissions"** at page 31 has been replaced and read as below:

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 Fund. Accordingly, any rebate or shared commission will be directed to the account of the Fund.

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We may retain goods and services (soft commissions) provided by any broker or dealer if the following conditions are met:

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

8.0. THE MANAGER

8.1. The information under the section of “**The Board of the Manager**” at pages 47 to 51 has been replaced and read as below:

6.4 The Board of the Manager

Name:	Cheong Wee Yee, Thomas
Age:	55
Designation:	Non-Independent Non-Executive Director
Qualifications:	1990 – Bachelor of Science (Economics), First Class Honours, London School of Economics, University of London. 2013 – Master of Business Administration, Olin Business School, Washington University in St. Louis.
Experience, functions and areas of experience or responsibilities in Principal Malaysia:	<p>December 2004 – June 2008: Prudential Corporation Asia – Chief Operations Officer & Chief Financial Officer, CITIC Prudential Fund Management Co. Ltd. (based in Shanghai)</p> <p>June 2008 – March 2009: Prudential Corporation Asia – Acting Chief Executive Officer, CITIC Prudential Fund Management Co. Ltd. (based in Shanghai)</p> <p>April 2009 – September 2009: Prudential Corporation Asia – Chief Executive Officer, Prudential Fund Management Co. Ltd. (based in Malaysia)</p> <p>October 2009 – July 2013: Manulife Financial Limited – Vice President, China Asset Management (based in Shanghai)</p> <p>July 2013 – December 2014 Manulife Financial Limited – Chief Executive Officer & Executive Director, Manulife Asset Management Co. Ltd. (Taiwan)</p> <p>January 2015 – February 2017 Principal Financial Group – Vice President, Head of North Asia</p> <p>March 2017 – February 2019 Principal Financial Group – Senior Vice President, Head of North Asia</p> <p>March 2019 – December 2020 Principal Financial Group – Senior Vice President & President of Asia</p> <p>January 2021 – Present Principal Financial Group – Executive Vice President & President of Asia Pacific & Middle East</p>
Name:	Lai Mee Fong
Age:	49

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Designation:	Non-Independent Non-Executive Director
Qualifications:	Chartered Accountant (CA) of Malaysia Institute of Accountants (MIA) Certified Practising Accountant of CPA Australia. Bachelor of Business (Accountancy), RMIT University, Melbourne, Australia.
Experience, functions and areas of experience or responsibilities in Principal Malaysia:	<p>Mee Fong is a Managing Director in CIMB Bank and holds the CFO role in CIMB Digital Assets Sdn Bhd, where she is responsible for the overall financial planning and management of all CIMB Group's Strategic digital investments including the Touch 'n Go franchise and digital bank operations in the Philippines and Vietnam.</p> <p>Most recently, she was the Managing Director/ Head of Business Planning and Analytics of Group Ventures and Partnerships at CIMB Group, where she was responsible for the overall business and financial planning, risk and compliance management of asset management and investments business across both public and private markets, including the Group's regional asset management business, its private equity fund management business and the Group's equity investments portfolio.</p> <p>Prior to that, Mee Fong was responsible for the business planning and finance function in Group Strategy and Strategic Investment of the Group which is responsible for the Group's private equity business ventures and other equity investments portfolio.</p> <p>Prior to joining CIMB Group in 2012, Mee Fong was in professional practice with PricewaterhouseCoopers where she had performed numerous assurance and consulting assignments covering segments such as local banks, offshore banks, asset management companies, unit trust funds, oil and gas companies, manufacturing and services companies, for both local corporates and multinational corporations. She also had the privilege to work with the SC on a secondment arrangement where she was responsible for the examination of asset management companies in accordance with the Securities Industry Act 1983. Her professional career was further expanded into the private equity space when she took on the role of the Vice President of finance in one of the largest Southeast Asia-based private equity fund managers, Tael Partners, with funds under management of over USD1 billion. In that specific role, she had gained financial insights in deal structuring, valuation model, investment and exit strategies.</p> <p>Mee Fong serves on the board of Capital Advisors Partners and two other General Partner companies. She is an active member in the Investment Committee of two infrastructure funds, namely Capasia Islamic Infrastructure Fund LP and Capasia ASEAN Infrastructure Fund LP which manage assets across Asia including Malaysia, Indonesia, Pakistan, Philippines and Vietnam.</p>

Name:	Uday Jayaram
Age:	55
Designation:	Non-Independent Executive Director
Qualifications:	Uday holds a BSc Economics degree majoring in Accounting and Finance from the London School of Economics and is a qualified Chartered Accountant with the Institute of Chartered Accountants in England and Wales (ICAEW).
Experience, functions and areas of experience or responsibilities in Principal Malaysia:	<p>Uday brings with him an accumulated experience of 30 years in the fields of audit, management consultancy, equities research, institutional sales, capital markets, stock exchange business as well as upstream oil and gas. He commenced his career in the financial institutions group within the audit division of Ernst and Young, London. In addition to several global clients such as HSBC, ABB Group and IKEA, Uday was fortunate to gain experience in projects for the World Bank which included the restructuring of banks in Kazakhstan. Returning to Malaysia, Uday's equities research and sales experience saw him joining Deutsche Morgan Grenfell, CIMB Bank, ING Financial Markets and Macquarie Capital Securities where he was Division Director and Head of Equities of the Malaysia business. Moving on to Bursa Securities, Uday was Global Head of Securities Markets with overall responsibility for the development of the exchange's cash equities business. Uday also served as a member of Bursa's Market Participants Committee and was Chairman of the FTSE Bursa Index Advisory Committee. Prior to joining Principal Malaysia, Uday was the Senior Vice President of Corporate Development at Hibiscus Petroleum Bhd where he was involved in corporate strategy, business planning, debt and equity funding and investor relations.</p>

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Name:	Munirah Khairuddin
Age:	48
Designation:	Non-Independent Executive Director
Qualifications:	Munirah is a Chartered Financial Analyst charter holder and holds the Capital Markets Services Representative's License for fund management. She graduated with a Bachelor of Arts (Honours) in Accounting & Financial Analysis, University of Newcastle Upon Tyne, United Kingdom. She also attended the CIMB-INSEAD Leadership Programme and the University of Wharton Executive Education.
Experience, functions and areas of experience or responsibilities in Principal Malaysia:	<p>Munirah joined Principal Malaysia in November 2006 and was appointed as Deputy Chief Executive Officer in November 2008. She has been an Executive Director of Principal Malaysia since 31 January 2012. Previously worked as a G7 Economist and strategist for a Fortune 500 multinational oil and gas company. Prior to that, she was a fixed income portfolio manager for emerging markets at Rothschild Asset Management in London. Apart from her Senior Management role, she has been instrumental in helping the company to grow its asset under management, both in retail, Institutional and Corporate business. In retail, she has deepened the company's market share and leadership with new focus and success in digital business, banking distribution for the masses and high net worth individuals and agency distribution. In retirement, she has significantly contributed to forming and growing the voluntary pension through Private Retirement Scheme (PRS) and deep investment management contribution to Institutional clients. In the Corporate space, she has grown the investment management business substantially with a breadth of clients such as Insurance, corporate treasury clients as well as medium sized companies. Under her ambit, the company has also acquired a niche international client base, listed ETF in Malaysia and Singapore, developed products for regional distribution and spearheaded ESG and sustainability efforts in investment management.</p> <p>Munirah was named the CEO of the Year, Malaysia in the Asia Asset Management's 2015 Best of the Best Awards for the second year in a row. She was also selected as one of the recipients for the "Top 25 Women of Asset Management" award by AsianInvestor in 2014.</p> <p>Munirah currently sits on the Hong Kong Board of Principal Investment and Retirement Services Limited and serves as an Executive Director of Principal Islamic Asset Management Sdn Bhd as well. She is also a Council Board Member of the Institutional Investors Council Malaysia and acts as the Secretary of the Management Committee of the Malaysian Association of Asset Managers ("MAAM").</p>

Name:	Mohd Haniz bin Mohd Nazlan
Age:	40
Designation:	Non-Independent Non-Executive Director
Qualifications:	<p>2006 - Bachelor of Science (Hons) in Actuarial Science, London School of Economics and Political Science.</p> <p>2008 - Masters and Postgraduate Diploma in Applied Finance & Investment, both from the Financial Services Institute of Australasia.</p> <p>2009 - Certified Financial Technician (CFTe), International Federation of Technical Analysts (IFTA).</p> <p>2009 - Diploma in Technical Analysis, Australian Technical Analysts Association.</p> <p>2016 - Program for Leadership Development, Harvard Business School.</p>
Experience, functions and areas of experience or responsibilities in Principal Malaysia:	<p>Haniz is Group Chief Strategy Officer at CIMB Bank, where he oversees Group Strategy, Performance and Programme Management, Group Customer Experience, Transforming Customer Journeys, Group Corporate Finance and Investment Management as well as the Group CEO's Office.</p> <p>Haniz has over 15 years of experience in areas of corporate strategy, corporate finance, mergers & acquisitions, project management, portfolio and asset management, global equities and real estate investments.</p> <p>Prior to joining CIMB Bank in April 2021, Haniz was the Chief Investment Officer of Lembaga Tabung Angkatan Tentera ("LTAT") from August 2019 where he was accountable for all investment functions and activities in the management of LTAT's investment portfolio. He played a key role in setting LTAT's turnaround plan in motion. This included the execution of restructuring plans for the investment portfolio, reorganization of the</p>

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	<p>investment team as well as the strengthening of key investment policies and processes, one of which included the establishment of LTAT's long term Strategic Asset Allocation ("SAA") Framework.</p> <p>Prior to LTAT, Haniz spent the larger part of his career at Permodalan Nasional Berhad ("PNB"). He served PNB in various capacities, including leading roles in the Group Chief Executive's Office, International Department, Strategic Asset Allocation Department and Investment Division. He played a key part in driving the establishment of PNB's Strategic Asset Allocation and Fixed Income Frameworks, planning PNB's new global operating model, setting up the unit trust funds' expansion into global markets and in leading key mergers and acquisitions transactions for the PNB Group, both locally and abroad.</p>
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Name:	Wong Joon Hian
Age:	74
Designation:	Independent Non-Executive Director
Qualifications:	Member of the Malaysian Institute of Accountants and a life member of The Malaysian Institute of Certified Public Accountants and the Institute of Chartered Accountants in England and Wales.
Experience, functions and areas of experience or responsibilities in Principal Malaysia:	<p>Has been an independent non-executive director of Principal Malaysia since 22 August 2007.</p> <p>He has accumulated over 40 years of working experience in the areas of audit, accountancy, financial services and corporate management. He commenced his career when he joined Price Waterhouse & Co. in England after qualifying as a Chartered Accountant in 1973. He returned to Malaysia in 1975 to work for Price Waterhouse (now known as PricewaterhouseCoopers PLT), Malaysia until 1985. He then served as the Technical Manager of The Malaysian Association of Certified Public Accountants from 1986 until he was appointed as the General Manager-Operations of Supreme Finance (Malaysia) Berhad in December 1987. After Mayban Finance Berhad had completed the acquisition of Supreme Finance (Malaysia) Berhad in 1991, he joined BDO Binder as an Audit Principal until 1994 when he joined Advance Synergy Berhad. He was appointed the managing director of United Merchant Group Berhad (now known as Advance Synergy Capital Sdn Bhd) from 1995 till 2020. During the period from 1995 till 2007 he was a director of Ban Hin Lee Bank Berhad, Southern Investment Bank Berhad and United Merchant Finance Berhad. Currently, he is a non-executive director in several dormant companies under the CIMB Group Holdings Berhad Group and serves as an independent non-executive director of Principal Islamic Asset Management Sdn Bhd.</p>

Name:	Tan Sri Dato' Jaganath Derek Steven Sabapathy
Age:	66
Designation:	Independent Non-Executive Director
Qualifications:	Master of Arts majoring in Corporate Finance and International Trade from Edinburgh University, United Kingdom.
Experience, functions and areas of experience or responsibilities in Principal Malaysia:	<p>Upon graduation in 1981, Dato' Jaganath Derek Steven Sabapathy ("Dato' Jagan") joined a leading London firm of chartered accountants, Price Waterhouse.</p> <p>Dato' Jagan left KPMG Malaysia in late 1994 and joined Benta Plantation Berhad as an Executive Director. He was appointed a Director of Austral Lao Power Co Ltd in 1995. In 1997, he took up the position as Managing Director of both Prime Utilities Berhad and Indah Water Konsortium Sdn Bhd, Malaysia's privatised national wastewater utility. From 1999 until his retirement in end 2013, Dato' Jagan served as the Chief Executive Officer/ Director of Bandar Raya Developments Berhad Group which also included listed Meco Chipboard Berhad. Dato' Jagan is currently the Founder and Chief Executive Officer/ Director of Tribeca Real Estate Asset Management Sdn Bhd, a niche property development company. He is also a Director of other public companies listed on Bursa Malaysia.</p>

Name:	Liew Swee Lin
Age:	54
Designation:	Independent Non-Executive Director

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Qualifications:	She has a MSc in International Marketing from the University of Strathclyde and completed her Stanford Executive Programme at Stanford Graduate School of Business in 2017. She is a member of Financial Planning Association of Malaysia (FPAM), Singapore Institute of Directors and Malaysian Alliance of Corporate Directors (MACD).
Experience, functions and areas of experience or responsibilities in Principal Malaysia:	<p>Swee Lin is a senior board level executive with more than 29 years of management experience in the ASEAN region creating shareholder value in media, financial services and e-commerce sectors. Since 2007, she served as Executive Director at financial services and media entities in Malaysia.</p> <p>Currently she is an External Advisor to Bain & Company, a global consulting firm and was previously attached to Astro Malaysia Holdings Berhad, ASEAN's leading consumer media company as its Group Chief Operating Officer. She also served as an Executive Director of Astro Go Shop, a joint venture with GS Home Shopping Inc. Korea after she spearheaded Astro's vertical expansion into ecommerce which she set up as its pioneer management team in 2015.</p> <p>Prior to joining Astro, Swee Lin was an Executive Vice President at Alliance Financial Group's Retail Bank in Malaysia and was also an Executive Director of Alliance Islamic Bank. She has also held senior leadership positions at Standard Chartered Bank with responsibilities for its Wealth Management, Priority Banking, Credit Cards and Personal Loan portfolios. In the earlier years of her career, she gained multidisciplinary industry exposure in FMCG, insurance, food and beverage and pharmaceuticals when she headed up a regional business at Ogilvy One Worldwide, part of WPP PLC (a FTSE 100), which operated in Malaysia to serve its Asia Pacific clients.</p> <p>A keen champion of entrepreneurship, she is part of Endeavor Global Inc.'s mentor network with presence in 40 countries, which is dedicated to global entrepreneurship by driving economic expansion via active mentorship.</p>

9.0. SALIENT TERMS OF DEED

9.1. The sixteenth bullet point under the section of **"Expenses permitted by the Deed"** at page 60 has been replaced and read as below:

- costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent;

9.2. The seventeenth bullet point under the section of **"Expenses permitted by the Deed"** at page 60 has been replaced and read as below:

- remuneration and out of pocket expenses of the person(s) or members of a committee undertaking the oversight function of the Fund, unless the Manager decides otherwise;

9.3. The following information has been added to the section of **"Termination of the Fund"** at page 63 and read as below:

8.7.3 Notwithstanding the above and subject to the provision set out below, the Fund may be terminated or wound-up, without the need to seek Unit holders' prior approval, as proposed by the Manager with the consent of the Trustee (which consent shall not be unreasonably withheld) upon the occurrence of any of the following events, by giving a notice in writing to the Unit holders in accordance with the ETF Guidelines and the SC's requirements (i) if any law shall be passed which renders it illegal or (ii) if in the reasonable opinion of the Manager it is impracticable or inadvisable to continue the Fund and the termination of the Fund is in the best interests of the Unit holders.

9.4. The information under the section 8.8.4 at page 63 has been replaced and read as below:

The notice shall be in the form of a circular and shall specify the place, time of meeting, the general nature of the business to be transacted and the terms of any resolution to be proposed thereat. A copy of the notice shall be sent to the Trustee unless the meeting is convened by the Trustee and a copy thereof shall also be sent to the SC. The Manager or the Trustee shall publish an advertisement giving the relevant notice of the Unit holders' meeting in at least one nationally circulated Bahasa Malaysia or English daily newspaper. The Unit holders' meeting shall be held not later than two (2) months after the notice was given at the place and time specified in the notice and advertisement. The accidental omission to give notice to or the non-receipt of notice by any of the Unit holders shall not invalidate the proceedings at any meeting.

THIS IS A FIRST SUPPLEMENTAL PROSPECTUS WHICH HAS TO BE READ IN CONJUNCTION WITH THE PROSPECTUS

- 9.5. The information under the section 8.8.5 at pages 63 and 64 has been replaced and read as below:

The quorum required for a meeting of the Unit holders shall be five (5) Unit holders, whether present in person or by proxy; however, if the Fund has five (5) or less Unit holders, the quorum required for a meeting of the Unit holders shall be two (2) Unit holders, whether present in person or by proxy.

If the meeting has been convened for the purpose of voting on a Special Resolution, the Unit holders present in person or by proxy must hold in aggregate at least twenty-five per centum (25%) of the Units in circulation of the Fund, at the time of the meeting.

If the Fund has only one (1) remaining Unit holder, such Unit holder, whether present in person or by proxy, shall constitute the quorum required for the meeting of the Unit holders.

10.0. RELATED PARTY TRANSACTIONS/CONFLICTS OF INTEREST

- 10.1. The information under the section of **"Interests of directors and substantial shareholders of the Manager"** at page 67 has been deleted in its entirety.

11.0. ADDITIONAL INFORMATION

- 11.1. The information under the section of **"Investor services"** at page 73 has been replaced and read as below:

You should read and understand the contents of the Prospectus and if necessary consult your professional adviser(s).

You may contact our Customer Care Centre under the "Corporate Directory" section or email us at service@principal.com.my. Our Customer Care Centre is available between 8:45 a.m. and 5:45 p.m. (Malaysian time) from Mondays to Fridays.

If you wish to write in, please address your letter to:

Principal Asset Management Berhad
Customer Care Centre
Ground Floor Bangunan CIMB
Jalan Semantan
Damansara Heights
50490 Kuala Lumpur, Malaysia

- 11.2. Item (i) under the section of **"Material agreements"** at page 74 has been replaced and read as below:

The Deed (comprising the principal trust deed dated 19 April 2010, the first supplemental deed dated 8 December 2010, the second supplemental deed dated 30 July 2014, the third supplemental deed dated 2 August 2019 and the fourth supplemental deed dated 31 May 2023 all entered into between the Manager and Trustee). The fees payable to the Trustee and the Manager are set out in Sections 1.2(ii) and 4.2 of this Prospectus;