

Principal Global Millennial Equity Fund

Unaudited Semi-Annual Report

For The Six Months Financial Period Ended 31 December 2023

PRINCIPAL GLOBAL MILLENNIAL EQUITY FUND

UNAUDITED SEMI-ANNUAL REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2023

CONTENTS	PAGE(S)
INVESTORS' LETTER	i
MANAGER'S REPORT	ii - x
Fund Objective and Policy	
Performance Data	
Market Review	
Fund Performance	
Portfolio Structure	
Market Outlook	
Investment Strategy	
Soft Commissions and Rebates	
Securities Financing Transactions	
State of Affair of the Fund	
Circumstances That Materially Affect Any Interest of Unit Holders	
Cross Trade	
Unit Split	
STATEMENT BY MANAGER	1
TRUSTEE'S REPORT	2
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME	3
UNAUDITED STATEMENT OF FINANCIAL POSITION	4 - 5
UNAUDITED STATEMENT OF CHANGES IN NET ASSET ATTRIBUTABLE TO UNITHOLDERS	6
UNAUDITED STATEMENT OF CASH FLOWS	7
NOTES TO THE FINANCIAL STATEMENTS	8 – 28
DIRECTORY	29

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 Global Millennial Equity Fund for the financial period ended 31 December 2023. You may also download this report from our website at www.principal.com.my.

We are happy to share that Principal Malaysia won two honours at the Asia Asset Management 2024 Best of the Best Awards. The awards were for Best of the Best Performance Awards: China A-Share Equity (3 years) for the Principal China Direct Opportunities Fund (Class MYR) and Best of the Best Country Awards: Best Institutional House – Malaysia. We also won another two awards at the 2024 Global Banking & Finance Awards® for Asset Management CEO of the Year Malaysia 2024 - Munirah Khairuddin and Asset Management Company of the Year Malaysia 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 (www.principal.com.my), like our Facebook page (@PrincipalAssetMY), follow us on our Instagram account (@principalassetmanagement_my), and LinkedIn page (Principal Asset Management Berhad) for the latest updates, market insights and investment articles.

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

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

Munirah Khairuddin
Country Head and Chief Executive Officer, Malaysia
Non-Independent Executive Director

MANAGER’S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund aims to achieve capital appreciation over the medium to long term through investments primarily in a portfolio of global equities.

Has the Fund achieved its objective?

For the financial period under review, the Fund is in line to achieve its long-term objectives as stated under the Fund investment policy.

What are the Fund investment policy and its strategy?

The Fund seeks to achieve its objective by investing in global equity of companies that are impacted by the spending and lifestyle activities of the Millennial generation, which refers to people born from 1980 to the mid-2000s. The investment universe includes listed securities as well as Initial Public Offering (“IPO”). The universe is broadly defined as global all-country and all-cap, across the full market capitalization spectrum (small, medium and large). The Fund is expected to have a growth bias overall, including both growth and value oriented companies over time. Market segments with the greatest Millennial exposure are likely to include, without limitation, consumer goods (including fashion and apparel), social media and e-commerce, and digital media and technology.

Under normal circumstances, the Fund invests a maximum of 98% of its Net Asset Value (“NAV”) in equities. The Fund may opt to access into equities via the investment in units of other collective investment scheme. The Fund currently does not intend to invest in warrants. The Fund may also invest in derivative instruments for hedging purpose, subject to the prevailing Guidelines on Unit Trust Funds (“GUTF”) issued by Securities Commission Malaysia (“SC”).

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 equities; and
- at least 2% of the Fund’s NAV in liquid assets.

Base Currency

US Dollar (“USD”)

Fund category/type

Equity / Growth

When was the Fund launched?

Name of Class	Launch Date
Class MYR	31 May 2018
Class MYR-Hedged (“MYR-H”)	31 May 2018
Class SGD-Hedged (“SGD-H”)	31 May 2018
Class USD	31 May 2018

What was the size of the Fund as at 31 December 2023?

USD25.26 million (160.36 million units)

What is the Fund’s benchmark?

MSCI ACWI Index.

Note: The Fund’s benchmark is for performance comparison purpose only. Investors are cautioned that the risk profile of the Fund is different from the benchmark.

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund distribution policy?

The Manager has the discretion to make income distribution on an ad-hoc basis, taking into consideration the level of its realised income and/or realised gains, as well as the performance of the Fund. The Manager also has the right to make provisions for reserves in respect of distribution of the Class.

What was the net income distribution for the six months financial period ended 31 December 2023?

There was no distribution made for the six months financial period ended 31 December 2023.

PERFORMANCE DATA

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

	31.12.2023	31.12.2022	31.12.2021
	%	%	%
Quoted securities			
- Consumer Discretionary	30.18	39.91	34.17
- Consumer Staples	5.15	6.34	4.55
- Financials	1.42	-	-
- Health Care	14.04	19.32	15.81
- Industrials	-	-	1.48
- Information Technology	31.60	22.38	30.38
- Telecommunication Services	13.7	7.72	8.65
Cash and net assets	4.71	4.77	5.33
Liabilities	(0.80)	(0.44)	(0.37)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

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

	31.12.2023	31.12.2022	31.12.2021
NAV (USD Million)			
- Class MYR	15.05	12.67	21.89
- Class MYR-H	9.24	8.52	14.27
- Class SGD-H	0.18	0.08	0.13
- Class USD	0.79	0.66	0.97
Units in circulation (Million)			
- Class MYR	88.08	96.54	105.78
- Class MYR-H	70.76	78.53	77.40
- Class SGD-H	0.40	0.23	0.23
- Class USD	1.12	1.22	1.14
NAV per unit (USD)			
- Class MYR	0.1708	0.1312	0.2070
- Class MYR-H	0.1306	0.1086	0.1844
- Class SGD-H	0.4562	0.3513	0.5614
- Class USD	0.7027	0.5398	0.8515

PERFORMANCE DATA (CONTINUED)

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

	01.07.2023 to 31.12.2023	01.07.2022 to 31.12.2022	01.07.2021 to 31.12.2021
Highest NAV per unit (USD)			
- Class MYR	0.1714	0.1493	0.3368
- Class MYR-H	0.1306	0.1236	0.3261
- Class SGD-H	0.4582	0.3927	0.9846
- Class USD	0.7050	0.6140	1.3856
Lowest NAV per unit (USD)			
- Class MYR	0.1397	0.1206	0.2721
- Class MYR-H	0.1031	0.0933	0.2476
- Class SGD-H	0.3605	0.3042	0.7615
- Class USD	0.5747	0.4962	1.1201
Total return (%)			
- Class MYR	8.08	0.19	3.78
- Class MYR-H	7.71	(1.20)	3.57
- Class SGD-H	8.73	(0.72)	2.80
- Class USD	9.85	0.33	3.43
Capital growth (%)			
- Class MYR	8.08	0.19	3.78
- Class MYR-H	7.71	(1.20)	3.57
- Class SGD-H	8.73	(0.72)	2.80
- Class USD	9.85	0.33	3.43
Income distribution (%)			
- Class MYR	-	-	-
- Class MYR-H	-	-	-
- Class SGD-H	-	-	-
- Class USD	-	-	-
Total Expense Ratio ("TER") (%)	0.96	0.96	0.96
Portfolio Turnover Ratio ("PTR") (times) #	0.22	0.15	0.39

For the Financial period under review, the Fund's PTR increase from 0.15% to 0.22%, as there were more trading activities.

	31.12.2023	31.12.2022	31.12.2021	31.12.2020	Since inception to 31.12.2019
	%	%	%	%	%
Annual total return					
- Class MYR	35.82	(30.80)	17.62	27.24	27.65
- Class MYR-H	25.46	(35.72)	13.38	27.68	27.13
- Class SGD-H	27.70	(35.67)	12.44	28.39	26.03
- Class USD	30.20	(34.51)	13.50	29.42	27.45

(Launch date: 31 May 2018)

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 JULY 2023 TO 31 DECEMBER 2023)

The beginning of the second half of 2023 was tough for equities as the Federal Reserve (the “Fed”) signaled potential need for further rate hikes as inflation remained sticky and the labor market remains tight. The Central bank remains steadfast on hitting its 2% inflation target and will remain data dependent on rate policy decisions ahead of each meeting. This has led to broad weakness in equities with particular pressure on yield-oriented sectors.

The Fed held rates steady at 5.25% to 5.50% during their September 2023 meeting, and left door open for another rate hike, investors were increasingly concerned that inflation could be stickier in nature, which will make it difficult for policymakers to reduce rates in the near-term. Equities continue to be pressured as a result of rates expectations that could remain higher for longer.

Equity recorded 3 months of consecutive losses, led by the geopolitical tension in the Middle East. Same time, the global growth was threatened by signs of weakening in the economies, Treasury Yields trend higher, oil prices hitting 2023 highs and the U.S. Dollar is resurging. No areas were left unscathed as global markets declined in synchronized fashion.

Coming towards the end of the year, the final month marked a strong finish to a strong year, with equity returns surprising to the upside. Historically robust returns were seen across most market segments, despite a host of challenges, including averting the most widely anticipated recession. Investors got comfortable with the post-December policy meetings that led to a broadening out of equity returns.

FUND PERFORMANCE

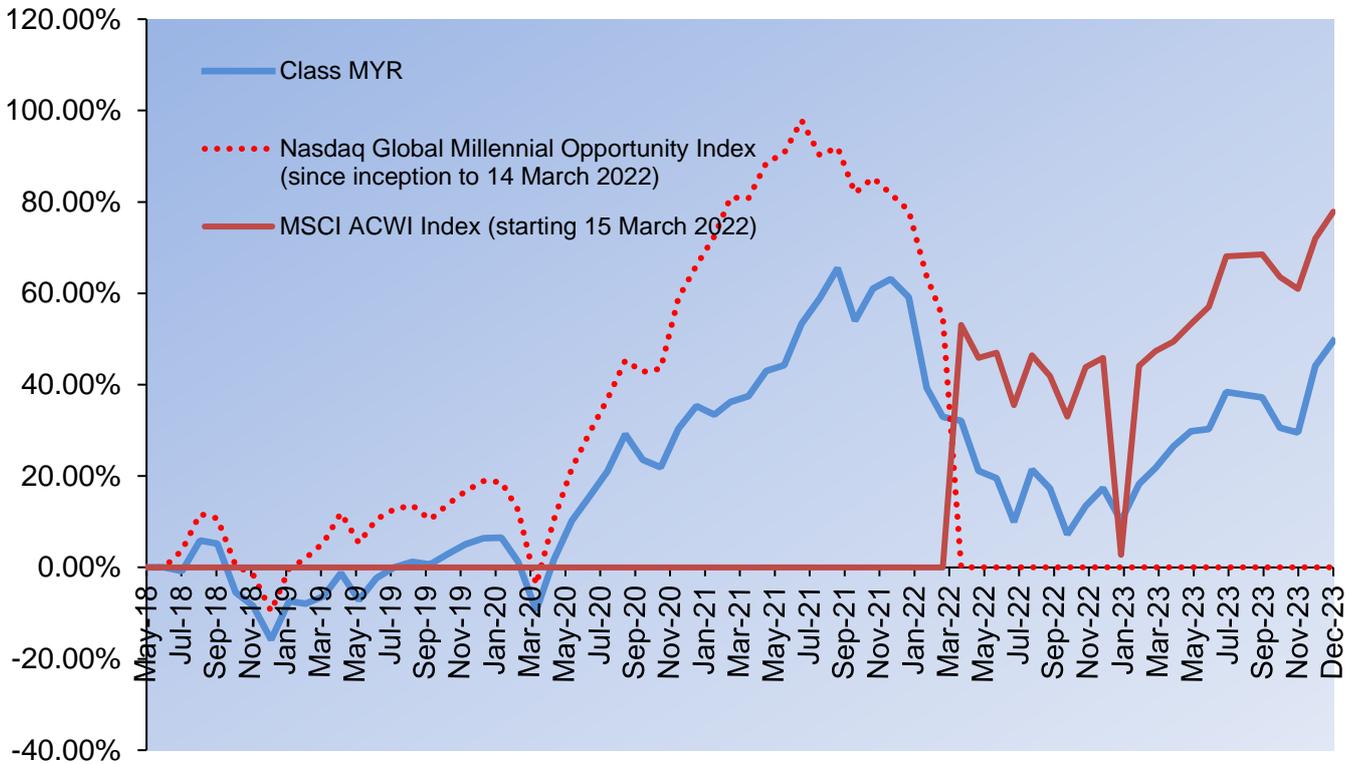
	6 months to 31.12.2023	1 year to 31.12.2023	3 years to 31.12.2023	5 years to 31.12.2023	Since Inception to 31.12.2023
	%	%	%	%	%
Income Distribution					
- MYR	-	-	12.22	12.22	12.22
- MYR-H	-	-	12.47	12.47	12.47
- SGD-H	-	-	12.37	12.37	12.37
- USD	-	-	12.24	12.24	12.24
Capital Growth					
- MYR	8.08	35.82	(1.49)	58.37	33.31
- MYR-H	7.71	25.46	(18.69)	31.97	6.54
- SGD-H	8.73	27.70	(17.81)	32.99	6.95
- USD	9.85	30.20	(13.77)	42.23	19.48
Total Return					
- MYR	8.08	35.82	10.55	77.72	49.60
- MYR-H	7.71	25.46	(8.56)	48.43	19.82
- SGD-H	8.73	27.70	(7.64)	49.44	20.18
- USD	9.85	30.20	(3.22)	59.64	34.10
Benchmark					
- MYR	5.81	28.10	7.09	96.78	77.86
- MYR-H	7.48	22.81	(6.26)	76.98	54.06
- SGD-H	7.48	22.81	(6.26)	76.98	54.06
- USD	7.48	22.81	(6.26)	76.98	54.06
Average Total Return					
- MYR	16.81	35.82	3.40	12.19	7.47
- MYR-H	16.01	25.46	(2.94)	8.22	3.29
- SGD-H	18.22	27.70	(2.61)	8.37	3.34
- USD	20.67	30.20	(1.09)	9.81	5.39

For the 6-month period under review, the Fund outperformed its benchmark. Class MYR, Class MYR-H, Class SGD-H, and Class USD posted a positive return of 8.08%, 7.71%, 8.73%, and 9.85% respectively, outperforming their benchmark that recorded a positive return of 5.81%, 7.48%, 7.48% and 7.48% respectively.

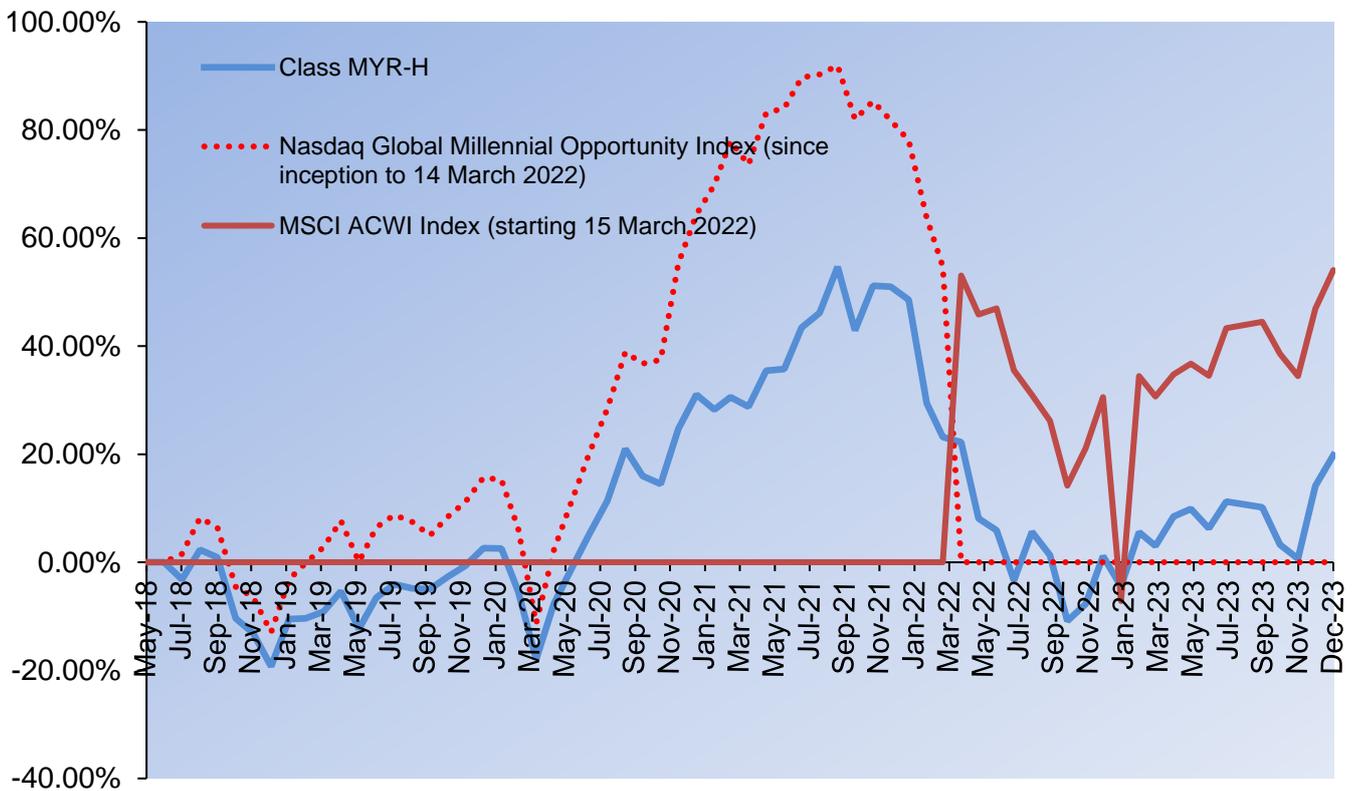
FUND PERFORMANCE (CONTINUED)

Since Inception

CLASS MYR



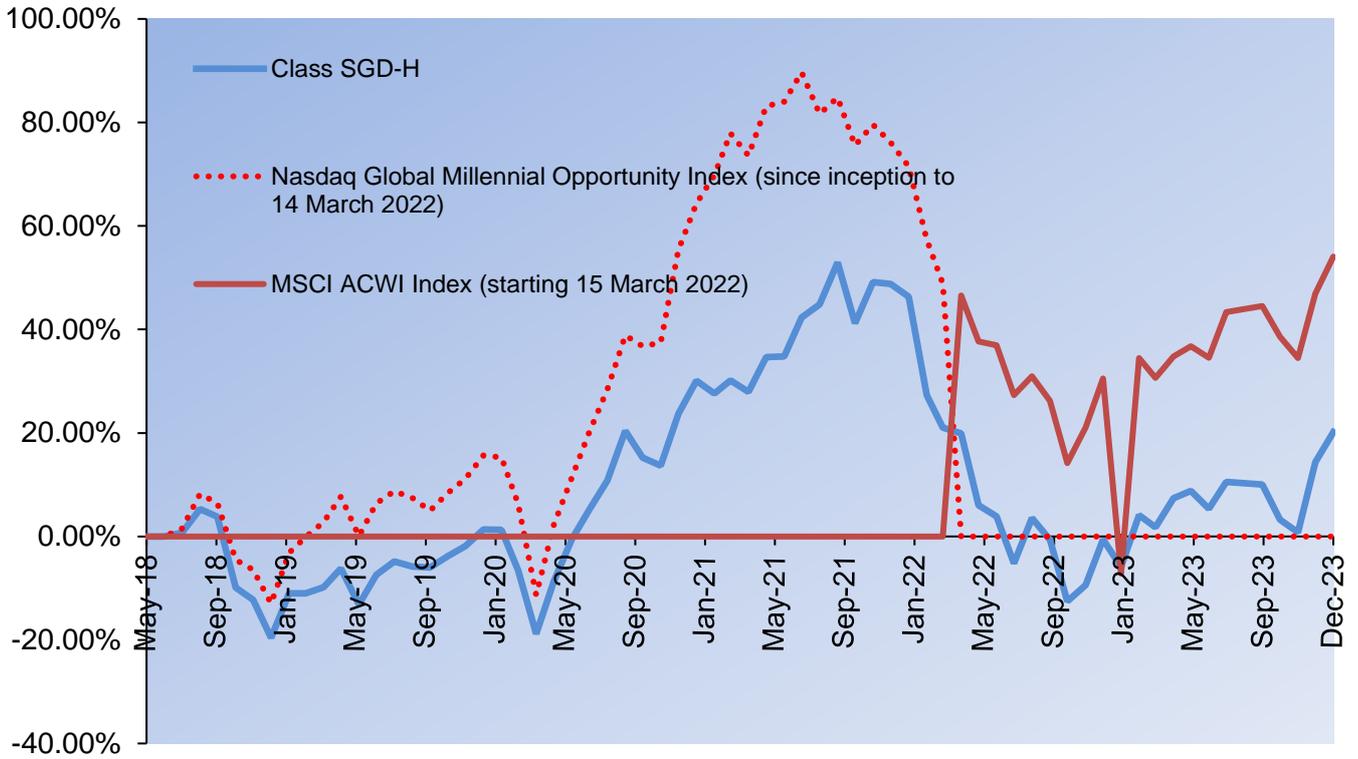
CLASS MYR-H



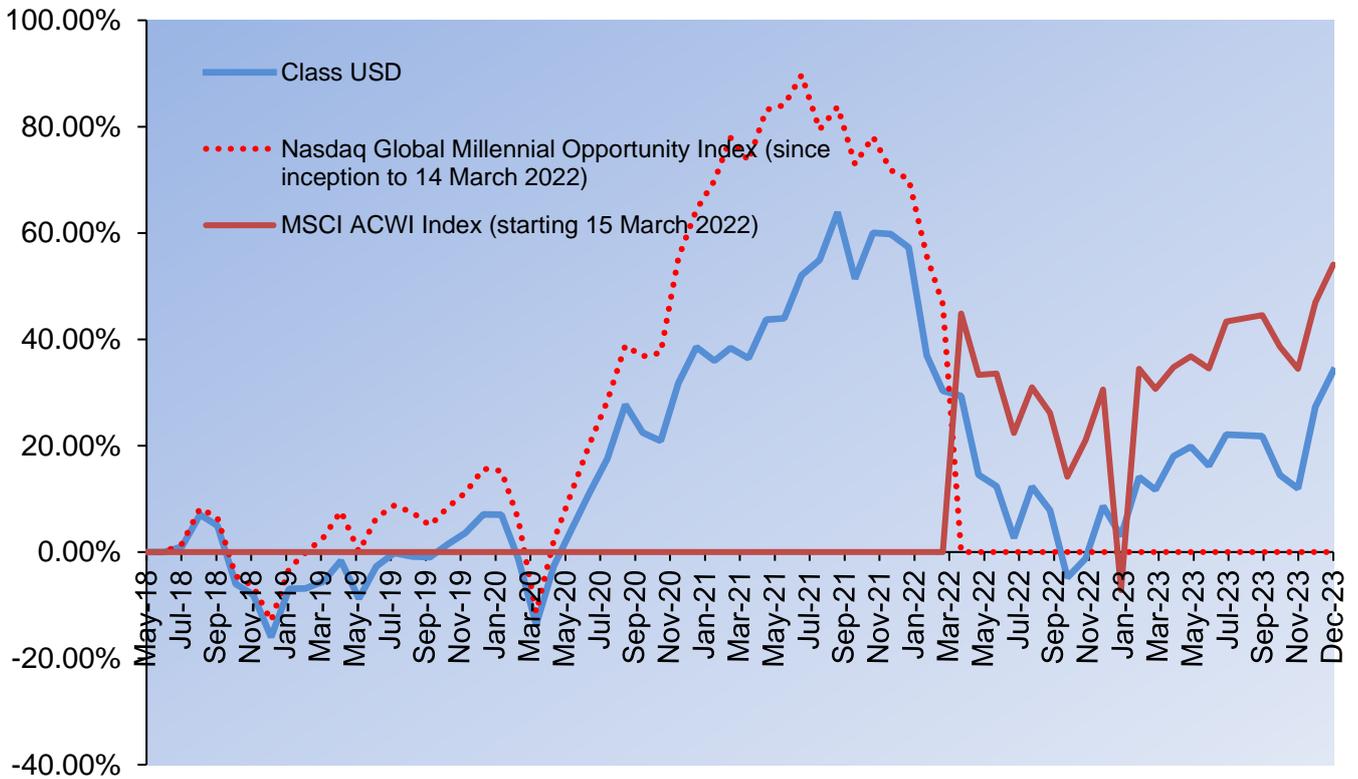
FUND PERFORMANCE (CONTINUED)

Since Inception

CLASS SGD-H



CLASS USD



FUND PERFORMANCE (CONTINUED)

Changes in NAV

	31.12.2023	30.06.2023 Audited	Changes %
Class MYR			
NAV (USD Million)	15.05	13.94	7.96
NAV/Unit (USD)	0.1708	0.1555	9.84
Class MYR-H			
NAV (USD Million)	9.24	8.58	7.69
NAV/Unit (USD)	0.1306	0.1193	9.47
Class SGD-H			
NAV (USD Million)	0.18	0.09	100.00
NAV/Unit (USD)	0.4562	0.4088	11.59
Class USD			
NAV (USD Million)	0.79	0.77	2.60
NAV/Unit (USD)	0.7027	0.6398	9.83

During the period under review, the Fund recorded positive net inflow from unit creations for all classes. Class MYR, Class MYR-H, Class SGD-H and Class USD increased by 7.96%, 7.69%, 100% and 2.60% respectively.

In terms of NAV per unit, the Fund recorded a increase in NAV for all classes. Class MYR, Class MYR-H, Class SGD-H, and Class USD increased by 9.84%, 9.47%, 11.59%, and 9.83% respectively. The increase in NAV/unit for all classes were due to the postive investment performance during the period.

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)	31.12.2023	30.06.2023 Audited
Quoted securities	96.09	97.36
Cash and other assets	4.71	5.46
Liabilities	(0.80)	(2.82)
TOTAL	100.00	100.00

During the financial period under review, the Fund continued to be fully invested with minimal level of liquid assets maintained primarily for redemption purposes.

MARKET OUTLOOK*

The strength of the broader economy is feeding into investor optimism heading into the new year.

Rate cuts are likely to happen, not just by the Fed, there's still reason for caution. A mild recession is still possible and may only justify a soft cutting cycle, especially if structural inflation is slow to improve.

MARKET OUTLOOK* (CONTINUED)

While both bulls and bears can make arguments for general equities direction in the year ahead, it's clear that interest rate pressure is likely to be downward. There remains risk that the full impact from tighter monetary policy has yet been experienced. Valuation improvement and earnings remain a key catalyst to further upside. Stock selection will be key amidst uneven global economic recoveries and Central Bank policy adjustments.

*This market outlook does not constitute an offer, invitation, commitment, advice or recommendation to make a purchase of any investment. The information given in this article represents the views of Principal Asset Management Berhad ("Principal Malaysia") or based on data obtained from sources believed to be reliable by Principal Malaysia. Whilst every care has been taken in preparing this, Principal Malaysia makes no guarantee, representation or warranty and is under no circumstances liable for any loss or damage caused by reliance on, any opinion, advice or statement made in this market outlook.

INVESTMENT STRATEGY

The Fund will continue to remain fully invested in the Target Fund with minimal cash kept for liquidity purposes.

SOFT COMMISSIONS AND REBATES

Principal Malaysia (the "Manager"), the Sub-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 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 have been carried out during the financial period under review.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
PRINCIPAL GLOBAL MILLENNIAL 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 3 to 28 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 31 December 2023 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 the provisions of the 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

Country Head and Chief Executive Officer, Malaysia
Non-Independent Executive Director

UDAY JAYARAM

Executive Managing Director,
Head of Southeast Asia

Kuala Lumpur
16 February 2024

TRUSTEE'S REPORT

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

We have acted as Trustee of the Fund for the financial period ended 31 December 2023 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 deed securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the deed; and
3. Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirement.

For Deutsche Trustees Malaysia Berhad

Soon Lai Ching
Senior Manager, Trustee Operations

Jiva Munusamy
Head, Client Management

Kuala Lumpur
16 February 2024

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	Note	01.07.2023 to 31.12.2023 USD	01.07.2022 to 31.12.2022 USD
INCOME/(LOSS)			
Dividend income		84,015	95,347
Interest income from cash equivalents		2	-
Net gain on financial assets at fair value through profit or loss	7	2,445,272	261,168
Net loss on derivative assets at fair value through profit or loss	10	(22,041)	(99,419)
Net foreign exchange loss		(13,092)	(17,230)
		<u>2,494,156</u>	<u>239,866</u>
EXPENSES			
Management fee	4	212,881	209,152
Trustee and custodian fees	5	9,726	10,227
Audit fee		1,319	1,321
Tax agent's fee		605	607
Transaction costs		8,624	4,645
Other expenses		24,582	18,780
		<u>257,737</u>	<u>244,732</u>
PROFIT/(LOSS) BEFORE TAXATION		2,236,419	(4,866)
Taxation	6	(20,415)	(21,053)
PROFIT/(LOSS) AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD		<u>2,216,004</u>	<u>(25,919)</u>
Profit/(Loss) after taxation are made up as follows:			
Realised amount		(1,392,387)	(2,131,748)
Unrealised amount		3,608,391	2,105,829
		<u>2,216,004</u>	<u>(25,919)</u>

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023**

		31.12.2023	30.06.2023
	Note	USD	Audited USD
ASSETS			
Cash and cash equivalents	8	287,701	1,019,611
Financial assets at fair value through profit or loss	7	24,268,356	22,764,838
Derivative assets at fair value through profit or loss	10	170,584	-
Amount due from dealer		383,558	-
Amount due from Manager		345,483	250,638
Dividends receivable		2,944	6,053
TOTAL ASSETS		<u>25,458,626</u>	<u>24,041,140</u>
LIABILITIES			
Derivative liabilities at fair value through profit or loss		-	65,333
Amount due to stockbrokers		-	65,054
Amount due to Manager		152,684	477,585
Accrued management fee		37,723	34,199
Amount due to Trustee		1,153	1,045
Tax payable		5,742	10,818
Other payables and accruals		5,069	5,664
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)		<u>202,371</u>	<u>659,698</u>
NET ASSET VALUE OF THE FUND		<u>25,256,255</u>	<u>23,381,442</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>25,256,255</u>	<u>23,381,442</u>

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

**UNAUDITED STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2023**

	31.12.2023	30.06.2023
Note	USD	Audited USD
REPRESENTED BY:		
FAIR VALUE OF OUTSTANDING UNITS (USD)		
- Class MYR	15,047,500	8,576,739
- Class MYR-H	9,238,996	92,578
- Class SGD-H	184,844	768,758
- Class USD	784,915	23,381,442
	25,256,255	13,943,367
NUMBER OF UNITS IN CIRCULATION (UNITS)		
- Class MYR	88,076,524	89,647,012
- Class MYR-H	70,762,875	71,910,991
- Class SGD-H	405,194	226,486
- Class USD	1,116,942	1,201,607
9	160,361,535	162,986,096
NET ASSET VALUE PER UNIT (USD)		
- Class MYR	0.1708	0.1555
- Class MYR-H	0.1306	0.1193
- Class SGD-H	0.4562	0.4088
- Class USD	0.7027	0.6398
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- Class MYR	RM0.1709	RM0.7256
- Class MYR-H	RM0.1306	RM0.5564
- Class SGD-H	SGD0.4562	SGD0.5533
- Class USD	USD0.7028	USD0.6398

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

**UNAUDITED STATEMENT OF CHANGES IN NET ASSET ATTRIBUTABLE TO UNIT HOLDERS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2023**

	01.07.2023 to 31.12.2023 USD	01.07.2022 to 31.12.2022 USD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>23,381,442</u>	<u>23,961,029</u>
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class MYR	1,888,319	1,002,622
- Class MYR-H	1,664,996	790,143
- Class SGD-H	73,590	-
- Class USD	21,079	-
	<u>3,647,984</u>	<u>1,792,765</u>
Cancellation of units		
- Class MYR	(2,118,683)	(2,505,447)
- Class MYR-H	(1,796,563)	(1,289,639)
- Class USD	(73,929)	-
	<u>(3,989,175)</u>	<u>(3,795,086)</u>
Total comprehensive income/(loss) for the financial period	<u>2,216,004</u>	<u>(25,919)</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	<u>25,256,255</u>	<u>21,932,789</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 31 DECEMBER 2023**

	01.07.2023 to 31.12.2023	01.07.2022 to 31.12.2022
	USD	USD
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of quoted securities	5,185,955	5,439,245
Purchase of quoted securities	(5,105,344)	(2,969,242)
Dividend income received	67,791	75,966
Interest received	2	-
Management fee paid	(209,358)	(211,633)
Trustee and custodian fees paid	(9,618)	(10,303)
Tax paid	(25,354)	-
Payments for other fees and expenses	(16,436)	(6,727)
Net realised exchange loss	(14,286)	(17,065)
Net realised loss on forward foreign currency contracts	(257,958)	(176,537)
Net cash (used in)/generated from operating activities	(384,606)	2,123,704
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	3,554,916	1,895,504
Payments for cancellation of units	(3,902,220)	(3,795,703)
Net cash used in financing activities	(347,304)	(1,900,199)
Net (decrease)/increase in cash and cash equivalents	(731,910)	223,505
Effects of foreign exchange differences	-	(165)
Cash and cash equivalents at the beginning of the financial period	1,019,611	708,675
Cash and cash equivalents at the end of the financial period	287,701	932,015
<u>Cash and cash equivalents comprised of:</u>		
Bank balances	287,701	932,015
Cash and cash equivalents at the end of the financial period	287,701	932,015

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 31 DECEMBER 2023**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal Global Millennial Equity Fund (the “Fund”) was constituted pursuant to the execution of a Deed dated 10 May 2018, a First Supplement Deed dated 7 November 2019 and Second Supplemental Deed dated 17 November 2022 (collectively known as the “Deeds”), made between Principal Asset Management Berhad (the “Manager”) and Deutsche Trustees Malaysia Berhad (the “Trustee”).

The Fund seeks to achieve its objective by investing in global equity of companies that are impacted by the spending and lifestyle activities of the Millennial generation, which refers to people born from 1980 to the mid-2000s. The investment universe includes listed securities as well as IPO. The universe is broadly defined as global all-country and all-cap, across the full market capitalization spectrum (small, medium and large). The Fund is expected to have a growth bias overall, including both growth and value oriented companies over time. Market segments with the greatest Millennial exposure are likely to include, without limitation, consumer goods (including fashion and apparel), social media and e-commerce, and digital media and technology.

Under normal circumstances, the Fund invests a maximum of 98% of its NAV in equities. The Fund may opt to access into equities via the investment in units of other collective investment scheme. The Fund currently does not intend to invest in warrants. The Fund may also invest in derivative instruments for hedging purpose, subject to the prevailing GUTF.

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 equities; and
- at least 2% of the Fund’s NAV in liquid assets.

The Manager has appointed Principal Global Investors (“PGI”), a company incorporated in the United States, as the Sub-Manager of the Fund. PGI will be responsible for the investment management function of the fund in accordance with the investment objective and within the investment parameters, restrictions and limits of this Fund.

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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 and International Financial Reporting Standards (“IFRS”).

The financial statements have been prepared under the historical cost convention, as modified by financial assets at fair value through profit or loss.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(a) Basis of preparation (continued)**

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 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 July 2023 that have a material effect on the financial statements of the Fund.

There are no applicable standards, amendments to standards or interpretations that are effective for financial period beginning on/after 1 January 2024 to the financial statements of 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 Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income ("OCI").

Derivatives are financial assets/liabilities at fair value through profit or loss unless they are designated hedges (Note 2(j)).

The Fund classifies cash and cash equivalents, amount due from Manager and dividends receivable 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(b) Financial assets and financial liabilities (continued)**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. Investments are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income.

Financial instruments 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 investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities 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.

Foreign 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.

If a valuation based on the market price does not represent the fair value of the 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 quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the 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.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest 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.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(b) Financial assets and financial liabilities (continued)**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.

(c) Income recognition

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

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

(d) Foreign currencyFunctional 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 USD, 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 USD primarily due to the following factors:

- i) Significant portion of the Fund's expenses are denominated in USD.
- ii) Significant portion of the cash is denominated in USD for the purpose of making settlement of foreign trades.
- iii) Significant portion of the Fund's investments are denominated in USD.

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 the statement of comprehensive income.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(e) Cash and cash equivalents**

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balances which are subject to an insignificant risk of changes in value.

(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 dividend income from foreign quoted securities are based on the tax regime of the respective countries that the Fund invests in.

(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) Unit holders' contribution

The unit holders' contributions to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "*Financial Instruments: Presentation*".

The Fund issues cancellable units, in four classes of units, known respectively as Class MYR, Class MYR-H, Class SGD-H and Class USD, which are cancelled at the unit holder's option, do not have identical features subject to restrictions as stipulated in the Prospectus and GUTF. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the units to the Fund.

Units are created and cancelled at the unit holders' option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to members of respective classes with the total number of outstanding units of respective classes.

(i) Amount due from/to stockbrokers

Amount due from and amount due to stockbrokers represent receivables for quoted securities sold and payables for quoted securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

(j) Derivative financial instruments

A derivative financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise.

A financial asset is any asset that is cash, a contractual right to receive cash or another financial asset from another enterprise, a contractual right to exchange financial instruments with another enterprise under conditions that are potentially favourable, or an equity instrument of another enterprise.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(j) Derivative financial instruments (continued)**

A financial liability is any liability that is a contractual obligation to deliver cash or another financial asset to another enterprise, or to exchange financial instruments with another enterprise under conditions that are potentially unfavorable.

The Fund's derivative financial instruments comprise forward foreign exchange contracts. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value.

The fair value of forward foreign exchange contracts is determined using forward exchange rates at the date of statements of financial position, with the resulting value discounted back to present value.

The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and the nature of the item being hedged. Derivatives that do not qualify for hedge accounting are classified as held-for-trading and accounted for in accordance with the accounting policy set out in Note 2(b).

(k) Realised and unrealised portions of increase/decrease in net asset attributable to unit holders

The analysis of realised and unrealised portions of increase/decrease in net assets attributable to unit holders as presented on the statement of comprehensive income is prepared in accordance with GUTF.

(l) Critical accounting estimates and judgments 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 in applying these accounting policy, no significant judgement was required.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund aims to achieve capital appreciation over the medium to long term through investments primarily in a portfolio of global equities.

The Fund is exposed to a variety of risks which include market risk (inclusive of price 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 quoted securities will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk). The value of 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 quoted securities and other financial instruments within specified limits according to the Deeds.

(ii) Currency risk

Currency risk is associated with 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 USD based on considerations of economic fundamentals such as interest 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.

The credit risk arising from bank balances in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed 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 exchange. The credit risk is minimal as all transactions in quoted securities are settled/paid upon delivery using approved stockbrokers.

(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 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.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**(d) Capital risk management**

The capital of the Fund is represented by net assets attributable to unit holder. 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.

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 judgment, considering factors specific to the asset or liability.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

The determination of what constitutes 'observable' requires significant judgment 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 USD	Level 2 USD	Level 3 USD	Total USD
31.12.2023				
Financial assets at fair value through profit or loss:				
- Quoted securities	<u>24,268,356</u>	<u>-</u>	<u>-</u>	<u>24,268,356</u>
Derivative assets at fair value through profit or loss:				
- Forward foreign currency contracts	<u>-</u>	<u>170,584</u>	<u>-</u>	<u>170,584</u>
	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
30.06.2023				
Audited				
Financial assets at fair value through profit or loss:				
- Quoted securities	<u>22,764,838</u>	<u>-</u>	<u>-</u>	<u>22,764,838</u>
Derivative liability at fair value through profit or loss:				
- Forward foreign currency contracts	<u>-</u>	<u>(65,333)</u>	<u>-</u>	<u>(65,333)</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities. 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 Manager, dividends receivable and all current 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 for each unit class, calculated daily based on the NAV of the Fund.

4. MANAGEMENT FEE (CONTINUED)

For the six months financial period ended 31 December 2023 and 31 December 2022, the management fee for the respective classes is recognised at the following rates:

Class MYR	Class MYR-H	Class SGD-H	Class USD
1.80%	1.80%	1.80%	1.80%

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

5. TRUSTEE AND CUSTODIAN FEES

In accordance with the Deeds, the Trustee is entitled to a maximum fee of 0.06% per annum, (including local custodian fee but excluding foreign sub-custodian fee and charges) on the NAV of the Fund. The foreign sub-custodian fee and charges is dependent on the country invested and is charged monthly in arrears.

For the six months financial period ended 31 December 2023, the foreign sub-custodian fee amounted to USD9,726 (31.12.2022: USD3,836)

For the six months financial period ended 31 December 2023, the Trustee fee is recognised at the rate of 0.05% per annum (31.12.2023: 0.05% per annum).

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

6. TAXATION

	01.07.2023 to 31.12.2023 USD	01.07.2022 to 31.12.2022 USD
Tax charged for the financial period:		
- Tax on foreign source income	<u>20,415</u>	<u>21,053</u>

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

	01.07.2023 to 31.12.2023 USD	01.07.2022 to 31.12.2022 USD
Profit/(Loss) before taxation	<u>2,236,419</u>	<u>(4,866)</u>
Taxation at Malaysian statutory rate of 24%	536,741	(1,168)
Tax effects of:		
- Income not subject to tax	(598,597)	(53,290)
- Expenses not deductible for tax purposes	10,449	9,229
- Restriction on tax deductible expenses for Unit Trust Funds	51,407	45,229
-Tax on foreign source income	<u>20,415</u>	<u>21,053</u>
Taxation	<u><u>20,415</u></u>	<u><u>21,053</u></u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.12.2023	30.06.2023
	USD	Audited USD
At fair value through profit or loss:		
- Quoted securities	<u>24,268,356</u>	<u>22,764,838</u>
	01.07.2023 to 31.12.2023	01.07.2022 to 31.12.2022
	USD	USD
Net gain on financial assets at fair value through profit or loss:		
- Realised loss on disposals	(926,008)	(1,767,708)
- Unrealised fair value gain	<u>3,371,280</u>	<u>2,028,876</u>
	<u>2,445,272</u>	<u>261,168</u>

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
31.12.2023				
QUOTED SECURITIES				
CANADA				
Consumer Discretionary				
Dollarama Inc.	<u>4,600</u>	<u>321,690</u>	<u>333,172</u>	<u>1.32</u>
TOTAL CANADA	<u>4,600</u>	<u>321,690</u>	<u>333,172</u>	<u>1.32</u>
DENMARK				
Health Care				
Novo Nordisk A/S	<u>10,890</u>	<u>443,297</u>	<u>1,126,669</u>	<u>4.46</u>
TOTAL DENMARK	<u>10,890</u>	<u>443,297</u>	<u>1,126,669</u>	<u>4.46</u>
FRANCE				
Consumer staples				
L'Oreal Sa	<u>2,065</u>	<u>956,512</u>	<u>1,027,839</u>	<u>4.07</u>
Health Care				
Eurofins Scientific Se	<u>5,420</u>	<u>589,228</u>	<u>353,077</u>	<u>1.40</u>
TOTAL FRANCE	<u>7,485</u>	<u>1,545,740</u>	<u>1,380,916</u>	<u>5.47</u>

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
31.12.2023 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
JAPAN				
Information Technology				
Advantest Corporation	14,800	477,155	503,551	1.99
Telecommunication Services				
Nintendo Co., Ltd.	11,500	496,247	600,245	2.38
TOTAL JAPAN	26,300	973,402	1,103,796	4.37
NETHERLANDS				
Information Technology				
Asml Holding N.V.	974	691,675	733,361	2.91
TOTAL NETHERLANDS	974	691,675	733,361	2.91
SPAIN				
Consumer Discretionary				
Industria De Diseno Textil, S.A.	18,000	687,387	783,908	3.10
TOTAL SPAIN	18,000	687,387	783,908	3.10
UNITED KINGDOM				
Consumer Discretionary				
JD Sports Fashion Plc	351,331	706,438	743,077	2.94
TOTAL UNITED KINGDOM	351,331	706,438	743,077	2.94
UNITED STATES				
Consumer Discretionary				
Academy Sports and Outdoors, Inc.	7,800	429,839	514,800	2.04
Chipotle Mexican Grill, Inc.	252	359,422	576,314	2.28
Deckers Outdoor Corporation	1,246	408,269	832,864	3.30
Dick'S Sporting Goods, Inc.	3,618	331,241	531,665	2.11
Lululemon Athletica Inc	1,360	475,029	695,354	2.75

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
31.12.2023 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
UNITED STATES (CONTINUED)				
Consumer Discretionary (CONTINUED)				
Nike, Inc.	4,800	583,998	521,136	2.06
Pdd Holdings Inc.	5,943	419,725	869,520	3.44
Planet Fitness, Inc.	8,998	548,646	656,854	2.60
Tesla, Inc.	2,278	620,233	566,038	2.24
	<u>36,295</u>	<u>4,176,402</u>	<u>5,764,545</u>	<u>22.82</u>
Consumer staples				
Celsius Holdings, Inc.	5,000	255,574	272,600	1.08
Financials				
Mastercard Incorporated.	840	297,513	358,268	1.42
Health Care				
Abbott Laboratories	3,400	353,204	374,238	1.48
Dexcom, Inc.	3,300	418,509	409,497	1.62
Eli Lilly And Company	1,115	537,384	649,956	2.57
Progyny, Inc.	7,600	282,046	282,568	1.12
Thermo Fisher Scientific Inc.	660	351,777	350,321	1.39
	<u>16,075</u>	<u>1,942,920</u>	<u>2,066,580</u>	<u>8.18</u>
Information Technology				
Advanced Micro Devices, Inc.	7,419	633,336	1,093,635	4.33
Apple Inc	3,210	390,265	618,021	2.45
Cadence Design Systems, Inc.	2,470	572,863	672,754	2.66
Microsoft Corporation	3,527	848,844	1,326,293	5.25
Nvidia Corporation	2,694	401,996	1,334,123	5.28
Salesforce, Inc.	2,200	462,092	578,908	2.29
Servicenow, Inc.	911	497,249	643,612	2.55
Synopsys, Inc.	925	452,659	476,292	1.89
	<u>23,356</u>	<u>4,259,304</u>	<u>6,743,638</u>	<u>26.70</u>
Telecommunication Services				
Alphabet Inc.	8,480	932,449	1,195,086	4.73
Meta Platforms, Inc.	3,707	739,800	1,312,130	5.20
Verizon Communications Inc.	9,300	351,299	350,610	1.39
	<u>21,487</u>	<u>2,023,548</u>	<u>2,857,826</u>	<u>11.32</u>

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
31.12.2023 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
UNITED STATES (CONTINUED)				
TOTAL UNITED STATES	<u>103,053</u>	<u>12,955,261</u>	<u>18,063,457</u>	<u>71.52</u>
TOTAL QUOTED SECURITIES	<u>522,633</u>	<u>18,324,890</u>	<u>24,268,356</u>	<u>96.09</u>
ACCUMULATED UNREALISED GAIN ON QUOTED SECURITIES		<u>5,943,466</u>		
TOTAL QUOTED SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>24,268,356</u>		
Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
30.06.2023				
Audited				
QUOTED SECURITIES				
CANADA				
Consumer Discretionary				
Gildan Activewear Inc.	<u>23,100</u>	<u>872,860</u>	<u>745,674</u>	<u>3.19</u>
TOTAL CANADA	<u>23,100</u>	<u>872,860</u>	<u>745,674</u>	<u>3.19</u>
DENMARK				
Health Care				
Novo Nordisk A/S	<u>5,945</u>	<u>484,004</u>	<u>957,772</u>	<u>4.10</u>
TOTAL DENMARK	<u>5,945</u>	<u>484,004</u>	<u>957,772</u>	<u>4.10</u>

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
30.06.2023 (CONTINUED)				
Audited (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
FRANCE				
Consumer Staples				
L'Oreal Sa	1,895	875,937	883,006	3.78
Health Care				
Eurofins Scientific SE	5,420	589,228	343,912	1.47
TOTAL FRANCE	7,315	1,465,165	1,226,918	5.25
HONG KONG, CHINA				
Consumer Discretionary				
Li Ning Company Limited	65,500	510,905	352,299	1.51
TOTAL HONG KONG, CHINA	65,500	510,905	352,299	1.51
JAPAN				
Financials				
GMO Payment Gateway, Inc..	4,000	451,651	309,949	1.33
Information Technology				
Advantest Corporation	3,700	477,155	490,210	2.10
Socionext Inc.	2,700	425,828	389,851	1.66
	6,400	902,983	880,061	3.76
TOTAL JAPAN	10,400	1,354,634	1,190,010	5.09
NETHERLANDS				
Information Technology				
ASML Holding N.V.	1,344	954,426	972,160	4.16
TOTAL NETHERLANDS	1,344	954,426	972,160	4.16

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
30.06.2023 (CONTINUED)				
Audited (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
UNITED KINGDOM				
Consumer Discretionary				
JD Sports Fashion Plc	253,831	518,796	471,061	2.01
TOTAL UNITED KINGDOM	253,831	518,796	471,061	2.01
UNITED STATES				
Consumer Discretionary				
Academy Sports And Outdoors, Inc.	7,900	429,296	426,995	1.83
Chipotle Mexican Grill, Inc.	407	580,495	870,573	3.72
Deckers Outdoor Corporation	1,646	539,334	868,528	3.71
Dick'S Sporting Goods, Inc.	3,618	331,241	478,263	2.05
Lululemon Athletica Inc.	1,520	530,915	575,320	2.46
Nike, Inc.	4,800	583,998	529,776	2.27
PDD Holdings Inc.	5,700	363,830	394,098	1.69
Planet Fitness, Inc.	7,898	492,421	532,641	2.28
Tesla, Inc.	2,278	620,233	596,312	2.55
Topgolf Callaway Brands Corp.	19,592	437,203	388,901	1.66
Ulta Beauty, Inc.	1,000	371,891	470,595	2.01
	56,359	5,280,857	6,132,002	26.23
Consumer Staples				
Darling Ingredients Inc.	6,110	463,347	389,757	1.67
Financials				
Mastercard Incorporated.	1,400	495,855	550,620	2.35
Health Care				
Dexcom, Inc.	3,300	418,509	424,083	1.81
Eli Lilly and Company	995	464,283	466,635	2.00
Zoetis Inc.	3,341	620,471	575,354	2.46
	7,636	1,503,263	1,466,072	6.27
Information Technology				
Advanced Micro Devices, Inc.	7,419	633,336	845,098	3.61
Apple Inc.	5,006	608,621	971,014	4.15
Cadence Design Systems, Inc.	2,020	460,241	473,730	2.03
Intuit Inc.	1,007	553,309	461,397	1.97
Microsoft Corporation	3,227	755,019	1,098,923	4.70

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

Name of counter	Quantity Units	Aggregate cost USD	Market value USD	Percentage of NAV %
30.06.2023 (CONTINUED)				
Audited (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
UNITED STATES (CONTINUED)				
Information Technology				
Nvidia Corporation	2,694	401,996	1,139,616	4.87
Salesforce, Inc.	2,200	462,092	464,772	1.99
Servicenow, Inc.	1,071	584,583	601,870	2.57
	<u>24,644</u>	<u>4,459,197</u>	<u>6,056,420</u>	<u>25.89</u>
Telecommunication Services				
Alphabet Inc.	6,980	738,244	844,371	3.61
Meta Platforms, Inc.	3,707	739,800	1,063,835	4.55
Verizon Communications Inc.	9,300	351,299	345,867	1.48
	<u>19,987</u>	<u>1,829,343</u>	<u>2,254,073</u>	<u>9.64</u>
TOTAL UNITED STATES	<u>116,136</u>	<u>14,031,862</u>	<u>16,848,944</u>	<u>72.05</u>
TOTAL QUOTED SECURITIES	<u>483,571</u>	<u>20,192,652</u>	<u>22,764,838</u>	<u>97.36</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>2,572,186</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>22,764,838</u>		

8. CASH AND CASH EQUIVALENTS

	31.12.2023	30.06.2023
	USD	Audited USD
Bank balances	<u>287,701</u>	<u>1,019,611</u>

9. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.07.2023 to 31.12.2023	01.07.2022 to 30.06.2023 Audited
	No. of units	No. of units
Class MYR (i)	88,076,524	89,647,012
Class MYR-H (ii)	70,762,875	71,910,991
Class SGD-H (iii)	405,194	226,486
Class USD (iv)	1,116,942	1,201,607
	160,361,535	162,986,096

(i) Class MYR

At the beginning of the financial period/year	89,647,012	108,033,313
Add: Creation of units from applications	11,917,298	13,153,095
Less: Cancellation of units	(13,487,786)	(31,539,396)
At the end of the financial period/year	88,076,524	89,647,012

(ii) Class MYR-H

At the beginning of the financial period/year	71,910,991	82,896,398
Add: Creation of units from applications	13,810,814	15,155,127
Less: Cancellation of units	(14,958,930)	(26,140,534)
At the end of the financial period/year	70,762,875	71,910,991

(iii) Class SGD-H

At the beginning of the financial period/year	226,486	230,166
Add: Creation of units from applications	178,708	-
Less: Cancellation of units	-	(3,680)
At the end of the financial period/year	405,194	226,486

(iv) Class USD

At the beginning of the financial period/year	1,201,607	1,218,924
Add: Creation of units from applications	33,689	413
Less: Cancellation of units	(118,354)	(17,730)
At the end of the financial period/year	1,116,942	1,201,607

10. DERIVATIVE ASSETS/(LIABILITIES) AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.12.2023	30.06.2023
	USD	Audited USD
Forward foreign currency contract	170,584	(65,333)

10. DERIVATIVE ASSETS/(LIABILITIES) AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

	01.07.2023 to 31.12.2023 USD	01.07.2022 to 31.12.2022 USD
Net loss on derivative assets at fair value through profit or loss:		
- Net realised loss on forward foreign currency Contracts	(257,958)	(176,537)
- Net unrealised gain on forward foreign currency contracts	235,917	77,118
	(22,041)	(99,419)

As at 31 December 2023, there are five outstanding (31.12.2022: five outstanding) USD/MYR forward foreign currency contract and three outstanding USD/SGD forward foreign currency contracts amounting to USD9,931,764 (31.12.2022: USD38,928,294).

The USD/MYR forward foreign currency contract is entered into during the financial period to minimise the risk of foreign exchange exposure between the USD and the MYR for the Fund.

As the Fund has not adopted hedge accounting during the financial period, any changes in the fair value of the forward currency contract are recognised immediately in the statement of comprehensive income during the financial period.

11. TOTAL EXPENSE RATIO (“TER”)

	01.07.2023 to 31.12.2023 %	01.07.2022 to 31.12.2022 %
TER	0.96	0.96

TER is derived based on the following calculation:

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

- A = Management fee
- B = Trustee and custodian fees
- C = Audit fee
- D = Tax agent’s fee
- E = Other expenses (exclude withholding tax)
- F = Average NAV of the Fund calculation on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is USD23,522,595 (31.12.2022: USD23,047,206)

12. PORTFOLIO TURNOVER RATIO (“PTR”)

	01.07.2023 to 31.12.2023	01.07.2022 to 31.12.2022
PTR (times)	0.22	0.15

12. PORTFOLIO TURNOVER RATIO (“PTR”) (CONTINUED)

PTR is derived from 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 = USD4,631,530 (31.12.2022: USD2,177,777)
 total disposal for the financial period = USD5,567,705 (31.12.2022: USD4,650,193)

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
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of 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 shareholder of the Manager
CIMB Investment Bank Bhd	Fellow related party to the Manager

Units held by the Manager and parties related to the Manager

	31.12.2023		30.06.2023 Audited	
	No. of units	USD	No. of units	USD
Manager				
Principal Asset Management Berhad				
- Class MYR	2,350	401	3,386	527
- Class MYR-H	2,528	330	336	40
- Class SGD-H	2	1	2	1
- Class USD	9	6	9	6

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

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

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.

There were no significant related party transactions during the financial period, other than those already disclosed in the financial statements.

14. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers for the six months financial period ended 31 December 2023 are as follows:

Brokers	Value of trades USD	Percentage of total trades %	Brokerage fees USD	Percentage of brokerage fees %
State Street Global Market Llc	4,984,916	48.88	472	8.46
Citigroup Global Markets Inc.	1,173,664	11.51	318	5.69
Barclays Capital Inc	807,844	7.92	1,434	25.69
Jefferies Llc.	751,602	7.37	226	4.04
Goldman Sachs & Co Morgan Stanley And Co., Llc, New York Branch	476,251	4.67	167	2.99
Instinet Clearing Services Jersey City	441,074	4.33	1,052	18.85
National Bank Financial Inc.	321,690	3.15	33	0.60
Jonestrading Institutional Services Llc	248,017	2.43	120	2.15
UBS Ag London Brance	231,717	2.27	111	2.00
Others	181,881	1.78	690	12.37
	<u>578,616</u>	<u>5.69</u>	<u>957</u>	<u>17.16</u>
	<u>10,197,272</u>	<u>100.00</u>	<u>5,580</u>	<u>100.00</u>

Details of transactions with the top 10 brokers for the six months financial period ended 31 December 2022 are as follows:

Depository Trust Company	1,903,323	27.88	265	8.98
Barclays Capital Inc	1,266,000	18.54	641	21.68
Wall Street Access/Glp Raymond James & Associates, Inc.	621,708	9.11	154	5.2
Algossbs	407,959	5.98	39	1.33
Credit Suisse Securities (USA) Llc	401,912	5.89	17	0.56
Jefferies International Ltd	365,524	5.35	296	10
Goldman, Sachs And Co. Canaccord Capital Corporation	322,319	4.72	474	16.01
JP Morgan Securities (Asia Pacific)	314,671	4.61	94	3.19
Others	206,460	3.02	111	3.75
	<u>204,338</u>	<u>2.99</u>	<u>364</u>	<u>12.28</u>
	<u>813,169</u>	<u>11.91</u>	<u>503</u>	<u>17.02</u>
	<u>6,827,383</u>	<u>100.00</u>	<u>2,958</u>	<u>100.00</u>

DIRECTORY

Head Office of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))
Level 32, Exchange 106,
Lingkaran TRX,
Tun Razak Exchange,
55188 Kuala Lumpur
MALAYSIA.
Tel: (03) 8680 8000

Website

www.principal.com.my

E-mail address

myservice@principal.com

Customer Care Center

(03) 7723 7260

Chat with us via WhatsApp:

(6016) 299 9792

Trustee for the Principal Global Millennial Equity Fund

Deutsche Trustees Malaysia Berhad (Co. No. 200701005591 (763590-H))
Level 20, Menara IMC,
8, Jalan Sultan Ismail,
50250 Kuala Lumpur, MALAYSIA.
Tel: (03) 2053 7522

Principal Asset Management Berhad
199401018399 (304078-K)

Enquiries:

Customer Care Centre
(603)7723 7260

Chat with us via WhatsApp
(6016)299 9792

Email
service@principal.com.my

Website
www.principal.com.my