

PRINCIPAL HERITAGE BALANCED FUND

QUARTERLY REPORT

FOR THE QUARTER AND FINANCIAL PERIOD ENDED 31 DECEMBER 2021

CONTENTS	PAGE(S)
INVESTORS' LETTER	1
MANAGER'S REPORT	2 - 12
Fund Objective and Policy	
Performance Data	
Market Review	
Fund Performance	
Portfolio Structure	
Market Outlook	
Investment Strategy	
Unit Holdings Statistics	
Soft Commissions and Rebates	
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME	13
UNAUDITED STATEMENT OF FINANCIAL POSITION	14 – 15
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	16
UNAUDITED STATEMENT OF CASH FLOWS	17
DIRECTORY	18

INVESTORS' LETTER

Dear Valued Investor,

Greetings from Principal Asset Management Berhad and thank you for investing with us!

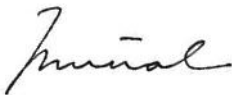
We are pleased to bring you a copy of the Quarterly Fund Report of the Principal Heritage Balanced Fund for the financial period ended 31 December 2021. You may also download this report from our website at www.principal.com.my.

We are happy to share that Principal was recognised with five awards at the 2021 Global Banking & Finance Awards®. The awards were Asset Management Company of the Year Malaysia 2021, Pension Fund Provider Malaysia 2021, Best Pension Fund Manager Malaysia 2021, Fund Distribution Network Provider of the Year Malaysia 2021, and for Asset Management CEO of the Year Malaysia 2021. Principal also won Asia Asset Management's 2022 Best of the Best Awards in the Greater China Equity (10 Years) category.

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
Chief Executive Officer

MANAGER’S REPORT

FUND OBJECTIVE AND POLICY

What is the investment objective of the Fund?

The Fund aims to provide income and capital growth through investments in one (1) collective investment scheme, which invests in a diversified portfolio of mixed asset.

Has the Fund achieved its objective?

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 principal investment strategy?

The Fund is a feeder fund, and it invests in a single collective investment scheme (“CIS”), i.e. Fullerton Singapore Dollar (“SGD”) Heritage Balanced (“FSH-Balanced”). The Fund may also invest in liquid assets for liquidity purpose.

In order to achieve its investment objective, the Fund will invest at least 95% of its Net Asset Value (“NAV”) in FSH-Balanced and may also invest up to 5% of its NAV in liquid assets for liquidity purpose. FSH-Balanced was established on 21 May 2019 under the Fullerton Fund; a Singapore-constituted umbrella unit trust.

Information on the Target Fund

Target Fund : FSH-Balanced
 Share Class : Class B
 Currency denomination : SGD
 Target Fund Manager : Fullerton Fund Management Company Ltd.
 Regulatory Authority : Monetary Authority of Singapore

Base Currency

SGD

Fund category/type

Feeder fund/Income & Growth

When was the Fund launched?

Name of Class	Launch Date
Class GBP-Hedged (“GBP-H”)	15 October 2020
Class MYR-Hedged (“MYR-H”)	10 July 2020
Class SGD	10 July 2020
Class USD-Hedged (“USD-H”)	2 April 2021
Class AUD-Hedged (“AUD-H”)	17 November 2021*

* The Manager have the discretion to determine the launch date, which shall be the same date as stated above or such other as maybe determined by the Manager.

What was the size of the Fund as at 31 December 2021?

SGD95.16 million (186.15 million units)

What is the Fund’s benchmark?

The Fund adheres to the benchmark of the Target Fund for performance comparison. Currently, FSH-Balanced has no benchmark.

What is the Fund distribution policy?

Monthly, depending on the availability of realised income and/or realised gains and at the Manager’s discretion.

FUND OBJECTIVE AND POLICY (CONTINUED)

What was the net income distribution for the financial period from 1 October 2021 to 31 December 2021?

The Fund distributed a total net income of SGD 0.79 million to unit holders for the financial period from 1 October 2021 to 31 December 2021.

The Fund's NAV per unit are as follows:

Date	NAV per unit (before distribution) SGD	NAV per unit (after distribution) SGD
20.10.2021		
- Class GBP-H	1.8283	1.8101
- Class MYR-H	0.3268	0.3235
- Class SGD	1.0106	1.0005
- Class USD-H	1.3037	1.2906
17.11.2021		
- Class GBP-H	1.8098	1.7917
- Class MYR-H	0.3308	0.3275
- Class SGD	1.0154	1.0052
- Class USD-H	1.3239	1.3107
17.12.2021		
- Class GBP-H	1.7698	1.7522
- Class MYR-H	0.3256	0.3224
- Class SGD	1.0029	0.9929
- Class USD-H	1.3140	1.3009

PERFORMANCE DATA

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

	31.12.2021	31.12.2020
	%	%
Collective investment scheme	98.67	97.69
Cash and other assets	1.93	1.47
Liabilities	(0.60)	(0.84)
	<u>100.00</u>	<u>100.00</u>

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

	31.12.2021	31.12.2020
NAV (SGD Million)		
- Class AUD-H	0.49	-
- Class GBP-H	17.10	1.46
- Class MYR-H	48.47	7.43
- Class SGD	19.97	10.19
- Class USD-H	9.13	-
Units in circulation (Million)		
- Class AUD-H	0.51	-
- Class GBP-H	9.60	0.78
- Class MYR-H	149.05	21.45
- Class SGD	19.94	9.66

PERFORMANCE DATA (CONTINUED)

Performance details of the Fund for the financial period were as follows (continued):

	31.12.2021	31.12.2020
Units in circulation (Million)		
- Class USD-H	7.05	-
NAV per unit (SGD)		
- Class AUD-H	0.9624	-
- Class GBP-H	1.7806	1.8727
- Class MYR-H	0.3252	0.3465
- Class SGD	1.0017	1.0551
- Class USD-H	1.2950	-
	01.10.2021	10.07.2020
	to 31.12.2021	(date of launch)
		to 31.12.2020
Highest NAV per unit (SGD)		
- Class AUD-H	0.9926	-
- Class GBP-H	1.8355	1.8727
- Class MYR-H	0.3333	0.3465
- Class SGD	1.0212	1.0551
- Class USD-H	1.3419	-
Lowest NAV per unit (SGD)		
- Class AUD-H	0.9449	-
- Class GBP-H	1.7417	1.7192
- Class MYR-H	0.3218	0.3253
- Class SGD	0.9900	0.9958
- Class USD-H	1.2890	-
Total return (%)		
- Class AUD-H	-	-
- Class GBP-H	(0.85)	3.64
- Class MYR-H	(0.46)	5.99
- Class SGD	(0.65)	6.13
- Class USD-H	(0.84)	-
Capital growth (%)		
- Class AUD-H	-	-
- Class GBP-H	(1.71)	3.64
- Class MYR-H	(1.34)	5.36
- Class SGD	(1.52)	5.51
- Class USD-H	(1.71)	-
Income distribution (%)		
- Class AUD-H	-	-
- Class GBP-H	0.88	-
- Class MYR-H	0.89	0.60
- Class SGD	0.89	0.59
- Class USD-H	0.88	-
Management Expense Ratio ("MER") (%) ^	0.11	0.31
Portfolio Turnover Ratio ("PTR") (times) #	0.09	0.85

^ The Fund's MER decreased from 0.31% to 0.11% due to increase in average NAV during the financial period under review.

PERFORMANCE DATA (CONTINUED)

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

For the period under review, the PTR fell from 0.85 times to 0.09 times. As a feeder fund, the turnover reflects investments and withdrawals in the target funds.

**01.10.2021
to 31.12.2021**

Gross/Net distribution per unit (cent)

Distribution on 20 October 2021

- Class AUD-H	-
- Class GBP-H	1.82
- Class MYR-H	0.33
- Class SGD	1.01
- Class USD-H	1.31

Distribution on 17 November 2021

- Class AUD-H	-
- Class GBP-H	1.80
- Class MYR-H	0.33
- Class SGD	1.02
- Class USD-H	1.32

Distribution on 17 December 2021

- Class AUD-H	-
- Class GBP-H	1.77
- Class MYR-H	0.32
- Class SGD	1.00
- Class USD-H	1.31

	31.12.2021	Since inception to 31.12.2020
		%
Annual total return		
- Class GBP-H	(2.54)	3.64

(Launch date: 15 October 2020)

	31.12.2021	Since inception to 31.12.2020
	%	%
Annual total return		
- Class MYR-H	(1.26)	5.99
- Class SGD	(1.65)	6.13

(Launch date: 10 July 2020)

PERFORMANCE DATA (CONTINUED)

	Since inception to 31.12.2021 %
Annual total return - Class USD-H	(2.22)

(Launch date: 2 April 2021)

	Since inception to 31.12.2021 %
Annual total return - Class AUD-H	(1.78)

(Launch date: 17 November 2021)

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 OCTOBER TO 31 DECEMBER 2021)

Equities bounced back in October 2021 after a difficult September. Equities were supported by earnings growth and expectations of continued cyclical recovery. Within equities, Developed Market (“DM”) equities outperformed Asia equities. Within DM equities, US equities led the rally as the earnings picture remained robust in the US, and earnings growth continued to surprise on the upside. Asia equities delivered positive returns in October 2021, albeit less than DM equities. The more modest gains in Asia equities suggests investors remain guarded in view of declining growth momentum and offshore funding uncertainties of Chinese property developers. Turning to the US government bond market, over the month of October 2021, US Treasury yield rose on the back of stronger growth prospects coupled with expectations of the Federal Reserve (“Fed”) reducing monetary accommodation. Notwithstanding the rise in the bond yield, real yield is still at relatively low levels as inflation rates remain elevated due primarily to supply shocks.

In November 2021, global equities closed in the red with the more defensive US large cap stocks and China onshore equities outperforming other major DM and Asia ex-Japan equities. Until the emergence of Omicron, equity markets were largely resilient despite the noticeable shift to a more fragile growth-inflation-policy mix. In the US, strong October 2021 job gains and relatively elevated Consumer Price Index print spurred various Federal Open Market Committee members to highlight the likely need for accelerated tapering, which led to markets re-pricing an earlier Fed lift-off. Global investment grade bonds and the broad USD saw positive returns, both benefiting from the flight to safety. Notably, US Treasuries rallied less than UK gilts and German bunds, given a more hawkish Fed compared to the Bill of exchange and European Central Bank (“ECB”) respectively.

2021 saw stock markets close near their all-time highs, with December 2021 delivering the much-anticipated “Santa Claus rally”. Trading volumes were lower during the festive season, and investors generally turned risk-seeking in the second half of the month, shrugging off fears of the new Omicron variant and looming Fed rate hikes. For the full month of December, global equities posted positive returns, while global investment-grade bonds, US Treasuries as well as Asia credit posted negative returns. Oil prices rebounded from their previous month’s sell-off, spot gold rose by 3.0%, while the broad dollar retreated slightly. Global equities closed the month higher, driven largely by strong gains in US and Europe. While the highly transmissible Omicron variant had caused a surge in new cases, preliminary findings also suggested that this new variant was less threatening with fewer hospitalisations and fatalities. This led to some heralding a ‘beginning of the end of the pandemic’. Optimism over the further re-opening of economies overtook a tighter Fed monetary outlook and waning hopes for more US fiscal stimulus.

FUND PERFORMANCE

	3 months to 31.12.2021			
	Class GBP-H %	Class MYR-H %	Class SGD %	Class USD-H %
Income Distribution	0.88	0.89	0.89	0.88
Capital Growth	(1.71)	(1.34)	(1.52)	(1.71)
Total Return	(0.85)	(0.46)	(0.65)	(0.84)
Average Total Return	N/A	N/A	N/A	N/A

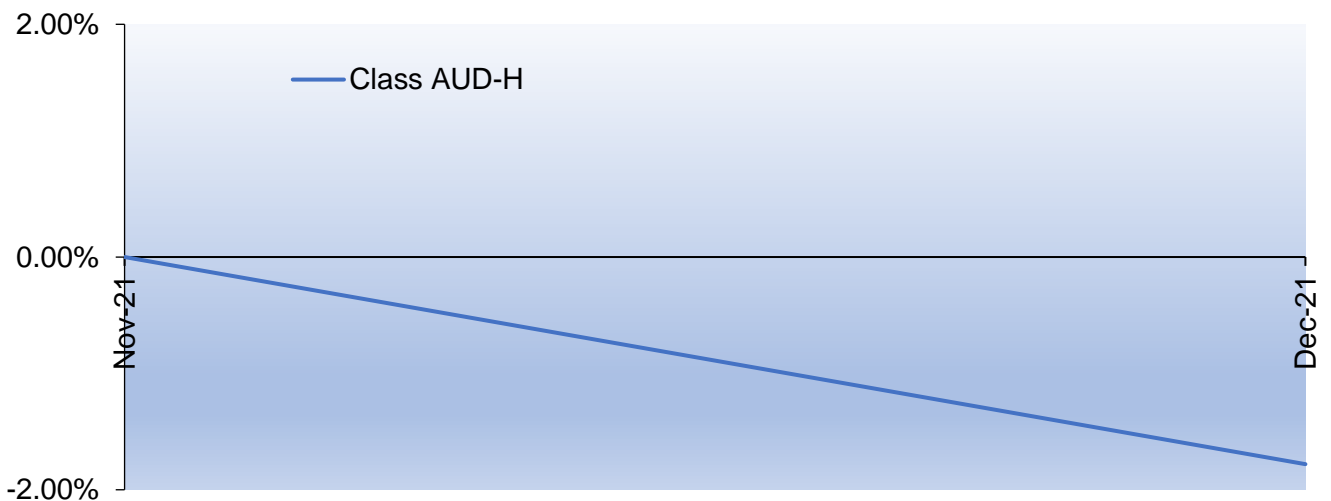
	6 months to 31.12.2021			
	Class GBP-H %	Class MYR-H %	Class SGD %	Class USD-H %
Income Distribution	1.77	1.79	1.79	1.77
Capital Growth	(5.05)	(4.42)	(4.74)	(5.20)
Total Return	(3.38)	(2.71)	(3.03)	(3.53)
Average Total Return	N/A	N/A	N/A	N/A

	1 year to 31.12.2021			
	Class GBP-H %	Class MYR-H %	Class SGD %	Class USD-H %
Income Distribution	3.56	3.57	3.59	-
Capital Growth	(5.89)	(4.66)	(5.06)	-
Total Return	(2.54)	(1.26)	(1.65)	-
Average Total Return	(2.54)	(1.26)	(1.65)	-

	Since inception to 31.12.2021				
	Class AUD-H %	Class GBP-H %	Class MYR-H %	Class SGD %	Class USD-H
Income Distribution	-	3.56	4.19	4.20	1.77
Capital Growth	(1.78)	(2.46)	0.45	0.17	(3.92)
Total Return	(1.78)	1.01	4.66	4.37	(2.22)
Average Total Return	N/A	0.83	3.12	2.93	(2.95)

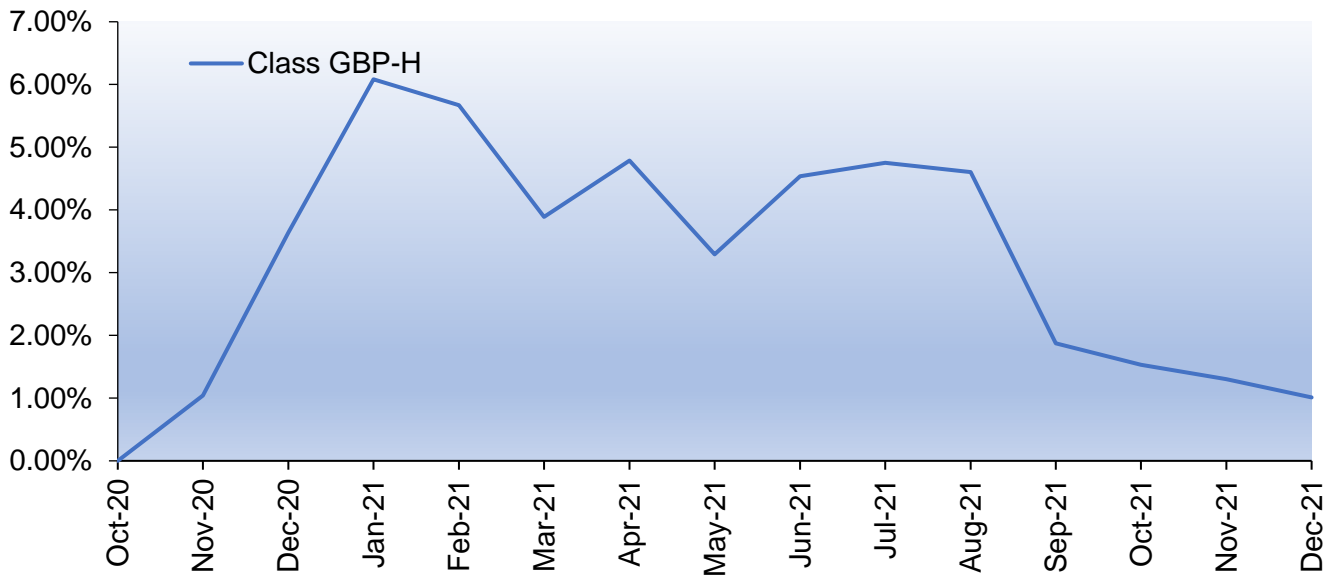
During the quarter under review, all classes of the fund posted negative returns as Class GBP-H, Class MYR-H, Class SGD, and Class USD-H decreased by 0.85%, 0.46%, 0.65%, and 0.84% respectively. The Fund does not have a benchmark for comparison.

CLASS AUD-H

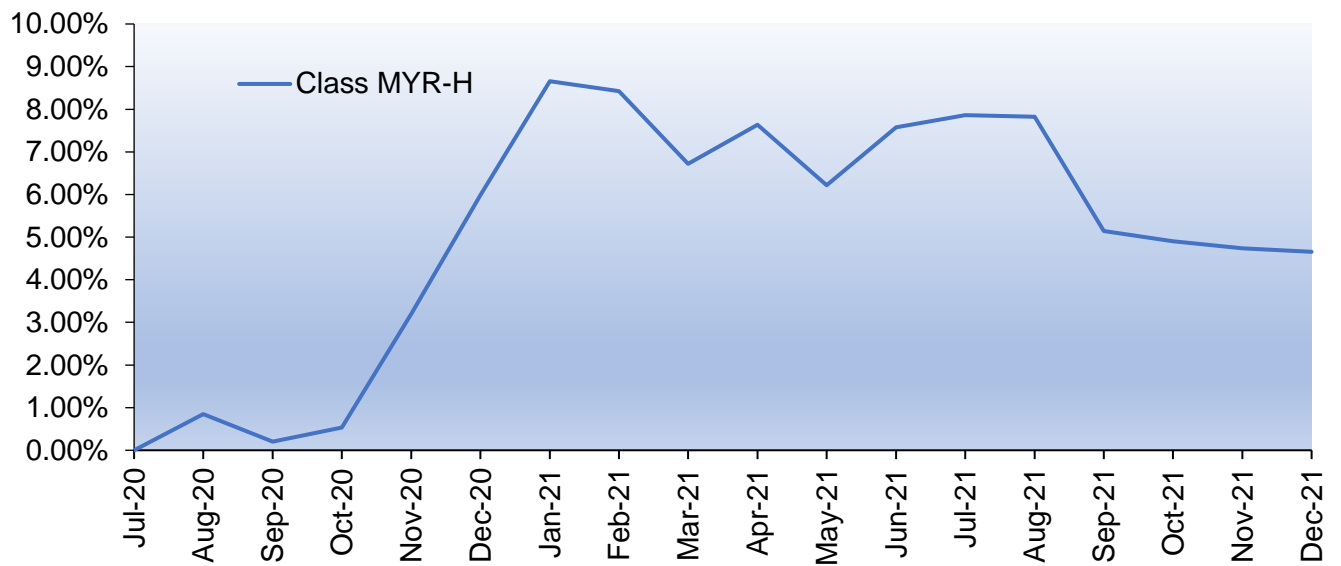


FUND PERFORMANCE (CONTINUED)

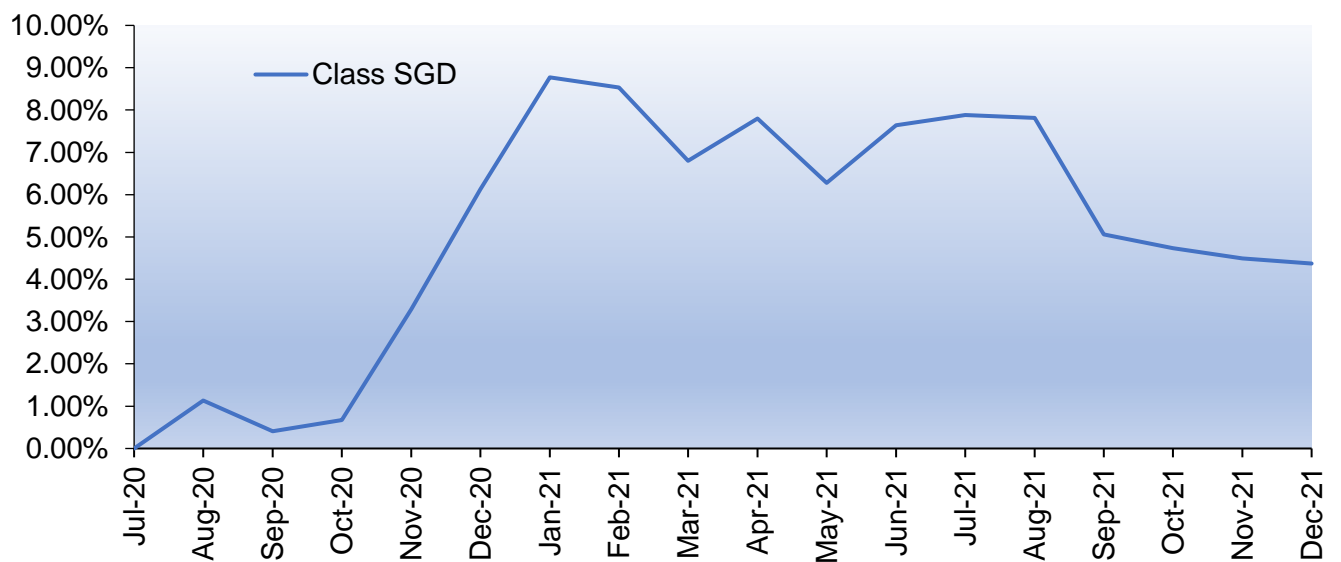
CLASS GBP-H



CLASS MYR-H

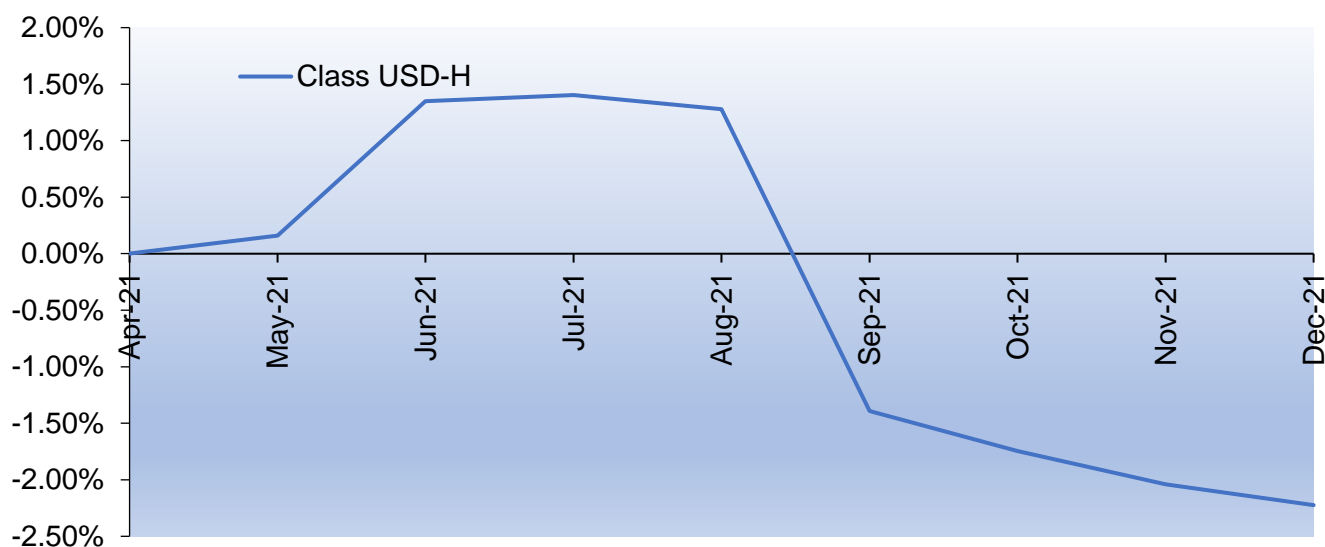


Class SGD



FUND PERFORMANCE (CONTINUED)

Class USD-H



Changes in NAV

CLASS AUD-H

	31.12.2021	30.06.2021 Audited	Changes %
NAV (SGD Million)	0.49	-	-
NAV/Unit (SGD)	0.9624	-	-

CLASS GBP-H

	31.12.2021	30.06.2021 Audited	Changes %
NAV (SGD Million)	17.10	13.25	29.06
NAV/Unit (SGD)	1.7806	1.9075	(6.65)

CLASS MYR-H

	31.12.2021	30.06.2021 Audited	Changes %
NAV (SGD Million)	48.47	29.29	65.48
NAV/Unit (SGD)	0.3252	0.3404	(4.47)

CLASS SGD

	31.12.2021	30.06.2021 Audited	Changes %
NAV (SGD Million)	19.97	18.06	10.58
NAV/Unit (SGD)	1.0017	1.0515	(4.74)

FUND PERFORMANCE (CONTINUED)

Changes in NAV (continued)

CLASS USD-H

	31.12.2021	30.06.2021 Audited	Changes
			%
NAV (SGD Million)	9.13	2.09	>100.00
NAV/Unit (SGD)	1.2950	1.3622	(4.93)

During the period under review, the Fund’s NAV for Class GBP-H, Class MYR-H, Class SGD and Class USD-H increased by 29.06%, 65.48%, 10.58% and >100.00 respectively. Meanwhile, Class AUD-H’s NAV stood at SGD 0.49 million.

In addition, the Fund’s NAV per Unit for Class GBP-H, Class MYR-H, Class SGD, and Class USD decreased by 6.65%, 4.47%, 4.74%, and 4.93% respectively during the period under review. Meanwhile, Class AUD-H’s NAV per Unit stood at SGD 0.9624.

PORTFOLIO STRUCTURE

Asset allocation

(% of NAV)	31.12.2021	30.06.2021 Audited
Collective investment scheme	98.67	98.06
Cash and other assets	1.93	3.65
Liabilities	(0.60)	(1.71)
Total	100.00	100.00

The Fund was fully invested during the financial period under review. A minimal level of liquid assets was maintained primarily for redemption purposes.

MARKET OUTLOOK*

We maintain our base case of above-trend global growth and moderating inflationary pressures through 2022. Early data are suggesting a less harmful Omicron variant, and we maintain our view that first quarter of 2022 will largely be focused on the “re-opening” narrative. Demand remains supported as US and European households still have significant excess savings and corporates are indicating higher capex intentions. Demand-supply also likely becomes less mis-matched, with some early signs of easing in supply bottlenecks; the latter in turn will help inflation moderate in coming months.

Economies are running at multi-speed, and we expect monetary policy divergence to be a key theme going forward. With the US economy powering ahead and coming closer to “full employment”, we see the Fed retaining a hawkish stance against inflationary risks. Markets are currently pricing in a Fed lift-off in second quarter of 2022 and 3 rate hikes for 2022. Conversely, even while inflation may be rising in the Euro area and Japan, we expect the European Central Bank (“ECB”) to be on hold this year.

MARKET OUTLOOK (CONTINUED)*

On China, we believe we are past the worst of the regulatory tightening cycle, even as the slowing property market will continue to weigh on growth and sentiment. In fact, we are already seeing incremental policy easing by the China government (e.g., supporting financial institutions in facilitating asset sales by property developers). Here, we expect more monetary and fiscal easing follow-through this quarter (e.g., front-loading of local government special bond issuance directed toward infrastructure spending), consistent with the dovish policy messaging given at the Central Economic Work Conference.

* 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. Our asset allocation decision will continue to be subject to market conditions.

UNIT HOLDINGS STATISTICS

Breakdown of unit holdings by size as at 31 December 2021 are as follows:

Class AUD-H

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	2	0.51	100.00
500,001 and above	-	-	-
Total	3	0.51	100.00

Class GBP-H

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	-	-	-
500,001 and above	2	9.60	100.00
Total	3	9.60	100.00

Note: 0.00* denotes fair value less than 0.01 million.

UNIT HOLDINGS STATISTICS (CONTINUED)

Breakdown of unit holdings by size as at 31 December 2021 are as follows (continued):

Class MYR-H

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	-	-	-
500,001 and above	2	149.05	100.00
Total	3	149.05	100.00

Class SGD

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	-	-	-
500,001 and above	2	19.94	100.00
Total	3	19.94	100.00

Class USD-H

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00*	0.01
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	-	-	-
500,001 and above	2	7.05	99.99
Total	3	7.05	100.00

Note: 0.00* denotes fair value less than 0.01 million.

SOFT COMMISSIONS AND REBATES

Principal Asset Management Berhad (the "Manager") and the Trustee will not retain any form of rebate or soft commission from, or otherwise share in any commission with, any broker in consideration for directing dealings in the investments of the Principal Malaysia Funds ("Funds") unless the soft commission received is retained in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds. All dealings with brokers are executed on best available terms.

During the financial period under review, the Manager and the 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 such as financial wire services and stock quotations system incidental to investment management of the Funds.

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD FROM 1 OCTOBER 2021 TO 31 DECEMBER 2021**

	01.10.2021 to 31.12.2021 SGD	10.07.2020 (date of launch) to 31.12.2020 SGD
(LOSS)/INCOME		
Dividend income	854,487	153,112
Net (loss)/gain on financial assets at fair value through profit or loss	(1,320,751)	759,641
Net (loss)/gain on derivative assets at fair value through profit or loss	(181,121)	45,126
Net foreign exchange loss	(4,641)	(3,090)
	<u>(652,026)</u>	<u>954,789</u>
EXPENSES		
Management fee	87,613	20,636
Trustee and custodian fees	9,067	2,008
Audit fee	891	4,548
Tax agent's fee	408	2,274
Other expenses	3,256	3,554
	<u>101,235</u>	<u>33,020</u>
(LOSS)/PROFIT BEFORE FINANCE COST AND TAXATION	(753,261)	921,769
Distribution:		-
- Class GBP-H	150,921	-
- Class MYR-H	404,718	36,588
- Class SGD	162,564	54,577
- Class USD-H	73,383	-
	<u>791,586</u>	<u>91,165</u>
(LOSS)/PROFIT BEFORE TAXATION	(1,544,847)	830,604
Taxation	<u>-</u>	<u>-</u>
(LOSS)/PROFIT AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE FINANCIAL PERIOD	<u>(1,544,847)</u>	<u>830,604</u>
(Loss)/Profit after taxation is made up as follows:		
Realised amount	(175,982)	273,457
Unrealised amount	(1,368,865)	557,147
	<u>(1,544,847)</u>	<u>830,604</u>

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021**

	31.12.2021	30.06.2021
	SGD	Audited
		SGD
ASSETS		
Cash and cash equivalents	1,158,507	1,380,747
Financial assets at fair value through profit or loss	93,892,719	61,467,116
Amount due from Manager	297,587	833,535
Amount due from Manager of collective investment scheme		
- Management fee rebate	230,611	76,196
Derivative asset at fair value through profit or loss	150,953	-
TOTAL ASSETS	<u>95,730,377</u>	<u>63,757,594</u>
LIABILITIES		
Derivative liability at fair value through profit or loss	140,802	74,703
Amount due to Manager of collective investment scheme		
- Purchase of collective investment scheme	250,000	900,000
Amount due to Manager	64,409	21,637
Accrued management fee	99,752	58,605
Amount due to Trustee	3,192	1,875
Other payables and accruals	13,267	14,421
TOTAL LIABILITIES	<u>571,422</u>	<u>1,071,241</u>
NET ASSET VALUE OF THE FUND	<u>95,158,955</u>	<u>62,686,353</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS	<u>95,158,955</u>	<u>62,686,353</u>

UNAUDITED STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2021 (CONTINUED)

	31.12.2021 SGD	30.06.2021 Audited SGD
REPRESENTED BY:		
FAIR VALUE OF OUTSTANDING UNITS (SGD)		
- Class AUD-H	494,755	-
- Class GBP-H	17,097,488	13,251,906
- Class MYR-H	48,469,923	29,286,619
- Class SGD	19,971,719	18,058,859
- Class USD-H	9,125,070	2,088,969
	<u>95,158,955</u>	<u>62,686,353</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)		
- Class AUD-H	514,095	-
- Class GBP-H	9,602,080	6,947,428
- Class MYR-H	149,049,988	86,031,196
- Class SGD	19,936,889	17,175,066
- Class USD-H	7,046,237	1,533,503
	<u>186,149,289</u>	<u>111,687,193</u>
NET ASSET VALUE PER UNIT (SGD)		
- Class AUD-H	0.9624	-
- Class GBP-H	1.7806	1.9075
- Class MYR-H	0.3252	0.3404
- Class SGD	1.0017	1.0515
- Class USD-H	1.2950	1.3622
	<u>1.2950</u>	<u>1.3622</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- Class AUD-H	AUD0.9822	-
- Class GBP-H	GBP0.9754	GBP1.0273
- Class MYR-H	RM1.0045	RM1.0510
- Class SGD	SGD1.0017	SGD1.0515
- Class USD-H	USD0.9608	USD1.0135
	<u>USD0.9608</u>	<u>USD1.0135</u>

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE FINANCIAL PERIOD FROM 1 OCTOBER 2021 TO 31 DECEMBER 2021

	01.10.2021 to 31.12.2021 SGD	10.07.2020 (date of launch) to 31.12.2020 SGD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	82,844,386	-
Movements due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class AUD-H	491,259	-
- Class GBP-H	1,103,118	1,398,704
- Class MYR-H	7,398,407	7,211,618
- Class SGD	4,344,908	9,794,903
- Class USD-H	2,680,716	-
	16,018,408	18,405,225
Creation of units from distributions		
- Class GBP-H	11,049	-
- Class MYR-H	195,723	18,668
- Class SGD	30,951	11,864
- Class USD-H	6,069	-
	243,792	30,532
Cancellation of units		
- Class GBP-H	(547,375)	-
- Class MYR-H	(956,544)	(120,615)
- Class SGD	(653,233)	(64,549)
- Class USD-H	(245,632)	-
	(2,402,784)	(185,164)
Total comprehensive (loss)/income for the financial period	(1,544,847)	830,604
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	95,158,955	19,081,197

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD FROM 1 OCTOBER 2021 TO 31 DECEMBER 2021**

	01.10.2021 to 31.12.2021 SGD	10.07.2020 (date of launch) to 31.12.2020 SGD
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of collective investment scheme	400,000	49,777
Purchase of collective investment scheme	(16,050,000)	(17,780,000)
Dividend income received	854,487	153,112
Management fee paid	(265,800)	(44,177)
Management fee rebate received	137,990	18,240
Trustee and custodian fees paid	(8,506)	(1,413)
Payments for other administrative expenses	(7,007)	(3,554)
Net realised foreign exchange loss	(111,354)	(3,090)
Net realised (loss)/gain on forward foreign currency Contracts	(6,794)	65,156
Net cash used in operating activities	(15,056,984)	(17,545,949)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	17,799,687	18,232,762
Payments for cancellation of units	(2,405,369)	(176,967)
Distributions paid	(547,794)	(60,633)
Net cash generated from financing activities	14,846,524	17,995,162
Net (decrease)/increase in cash and cash equivalents	(210,460)	449,213
Cash and cash equivalents at the beginning of the financial period	1,368,967	-
Cash and cash equivalents at the end of the financial period	1,158,507	449,213
Cash and cash equivalents comprised of:		
Bank balances	1,158,507	449,213
Cash and cash equivalents at the end of the financial period	1,158,507	449,213

DIRECTORY

Head Office of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))
10th Floor, Bangunan CIMB,
Jalan Semantan,
Damansara Heights,
50490 Kuala Lumpur,
MALAYSIA.
Tel: (03) 2084 8888

Website

www.principal.com.my

E-mail address

service@principal.com.my

Customer Care Centre

(03) 7723 7260

Trustee for the Principal Heritage Balanced 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