

Principal Islamic Asia Pacific Dynamic Income and Growth Fund

Unaudited Semi-Annual Report

For The Six Months Financial Period Ended 31 May 2024

PRINCIPAL ISLAMIC ASIA PACIFIC DYNAMIC INCOME AND GROWTH FUND

UNAUDITED SEMI-ANNUAL REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2024

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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 Islamic Asia Pacific Dynamic Income and Growth Fund for the financial period ended 31 May 2024. You may also download this report from our website at www.principal.com.my.

We are proud to announce that Principal Malaysia has received numerous accolades across various prestigious platforms in 2024. At the Asia Asset Management 2024 Best of the Best Awards, we were honoured with the Best of the Best Performance Award: China A-Share Equity (3 years) for the Principal China Direct Opportunities Fund (Class MYR) and the Best Institutional House – Malaysia award. At the 2024 Global Banking & Finance Awards®, our CEO Munirah Khairuddin was named Asset Management CEO of the Year Malaysia 2024, and we were recognized as Asset Management Company of the Year Malaysia 2024. Additionally, we received the Best International Equity Fund Manager for MSCI EM Latin America 2023 at the EPF External Fund Managers Awards 2023.

At the Alpha Southeast Asia Fund Management Awards 2024, we triumphed with three distinguished awards for Best Absolute Return Strategy, Best Online & Mobile Platform (Asset Manager), and Best Asset Manager (Income Oriented, Money Market & Alternative Investment Funds). The World Business Outlook magazine awarded us Best Investment Management and Solutions Provider Malaysia 2024, Best Institutional House Malaysia 2024, and Asset Management CEO (Munirah Khairuddin) of the Year Malaysia 2024. Furthermore, we secured three awards at the iFast Awards 2024 and another seven awards at the LSEG Lipper Fund Awards 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 provide capital growth over the medium to long term and to provide regular income through investment in one Islamic collective investment scheme, which invests primarily in the Asia Pacific ex Japan region.

Has the Fund achieved its objective?

The fund is in line to achieve its long term objective to provide capital growth and regular income as stated in the Fund Objective section.

What are the Fund investment policy and principal investment strategy?

The Fund is a feeder fund that invests into a single Islamic collective investment scheme, i.e. Islamic Asia Pacific Dynamic Income and Growth Fund ("Target Fund"). The Fund may also invest in Islamic Deposits for liquidity purposes.

In order to achieve its objective, the Fund will invest at least 95% of its NAV in the Target Fund; a fund established on 19 October 2020 under Principal Islamic Asset Management (Ireland) plc. The Fund may also maintain up to 5% of its NAV in Islamic Deposits for liquidity purposes.

Information on the Target Fund

Company : Principal Islamic Asset Management (Ireland) PLC
Investment Manager : Principal Islamic Asset Management Sdn Bhd
Sub-Investment Adviser: Principal Asset Management Singapore (S) Pte Ltd
Regulatory authority : Central Bank of Ireland

Base Currency

US Dollar ("USD")

Fund category/type

Feeder fund (Islamic) / Income & Growth

When was the Fund launched?

Name of Class	Launch Date
Class MYR	2 February 2021
Class SGD	2 February 2021
Class USD	2 February 2021

What was the size of the Fund as at 31 May 2024?

USD12.59 million (243.77 million units)

What is the Fund's benchmark?

As this is a feeder fund, the Fund adheres to the performance comparator of the Target Fund for performance comparison. Currently, the Target Fund is managed without reference to a benchmark. Despite, the Target Fund aims to provide a positive return over a rolling 3-year period.

What is the Fund distribution policy?

Depending on the level of income (if any) the Fund aims to distribute part or all of its distributable income on a quarterly basis.

What was the net income distribution for the six months financial period ended 31 May 2024?

There was no income distribution for the six months financial period ended 31 May 2024.

Note: The Fund will only distribute income after the 1st anniversary of the Fund's Commencement Date.

PERFORMANCE DATA

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

	31.05.2024	31.05.2023	31.05.2022
	%	%	%
Collective investment scheme	96.77	97.80	98.31
Cash and other assets	4.56	3.28	1.90
Liabilities	(1.33)	(1.08)	(0.21)
	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>

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

	31.05.2024	31.05.2023	31.05.2022
NAV (USD Million)			
- Class MYR	12.08	16.69	23.34
- Class SGD	0.20	0.16	0.17
- Class USD	0.31	0.15	0.18
Units in circulation (Million)			
- Class MYR	240.94	352.83	431.88
- Class SGD	1.31	1.08	1.06
- Class USD	1.52	0.81	0.81
NAV per unit (USD)			
- Class MYR	0.0501	0.0473	0.0540
- Class SGD	0.1530	0.1444	0.1650
- Class USD	0.2026	0.1913	0.2185
	01.12.2023	01.12.2022	01.12.2021
	to 31.05.2024	to 31.05.2023	to 31.05.2022
Highest NAV per unit (USD)			
- Class MYR	0.0524	0.0514	0.0620
- Class SGD	0.1599	0.1568	0.1892
- Class USD	0.2119	0.2077	0.2506
Lowest NAV per unit (USD)			
- Class MYR	0.0472	0.0464	0.0507
- Class SGD	0.1442	0.1418	0.1546
- Class USD	0.1910	0.1877	0.2048
Total return (%)			
- Class MYR	5.84	0.41	(7.01)
- Class SGD	5.89	(4.16)	(10.30)
- Class USD	4.60	(3.24)	(10.55)
Capital growth (%)			
- Class MYR	5.84	0.41	(7.51)
- Class SGD	5.89	(4.16)	(10.78)
- Class USD	4.60	(3.24)	(11.03)
Income distribution (%)			
- Class MYR	-	-	0.55
- Class SGD	-	-	0.54
- Class USD	-	-	0.54
Total Expense Ratio ("TER") (%) ^	0.50	0.45	0.45
Portfolio Turnover Ratio ("PTR") (times) #	1.06	0.05	0.12

^ The Fund's TER increased from 0.45% to 0.50% due to the decreased in average NAV during the financial period

During the financial period under review, the Fund's PTR increased from 0.05 times to 1.06 times. The turnover reflects the fund's investment trading activities.

PERFORMANCE DATA (CONTINUED)

	31.05.2024	31.05.2023	31.05.2022 to	Since inception 31.05.2021
	%	%	%	%
Annual total return				
- Class MYR	8.07	(7.70)	(8.69)	4.08
- Class SGD	5.57	(13.37)	(10.62)	1.64
- Class USD	5.80	(12.45)	(13.85)	2.00

(Launch date: 2 February 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 DECEMBER 2023 TO 31 MAY 2024)

The MSCI AC Asia ex Japan Islamic Index turned positive by the end of quarterly one 2024 (“1Q2024”), led by Taiwan, South Korea, and Singapore. While China policies have turned more stimulative with some green shoots emerging, investors are mindful that the policies are a work-in-progress, and efficacies remain to be seen. Meanwhile, the U.S. Federal Reserve (the “Fed”) has gone from a rising rates and tackling inflation for the majority of 2023, to calibrating the frequency of rate cuts to implement from 2024 to 2025, which seen to be supportive for equities in terms of multiple expansion provided earnings do not disappoint significantly.

While the US economy has kept defying pessimists during the start the second quarter of the year 2024, there are incremental signs such as a weaker consumer confidence, and corporate commentaries regarding softer consumer spend. This could lead to a resumption of the disinflation narrative seen previously. Nonetheless, the near-term policy path has been seen to be highly uncertain during this period of time.

The MSCI AC Asia ex Japan Islamic Index traded sideways in May 2024, with China and Taiwan posting positive return, while South Korea, Thailand, and Indonesia markets corrected. In China, the government made step towards addressing the unsold housing inventory from developers, albeit the estimated scale of the relending program was short of expectations. While the U.S. economy is resilient, there are increasingly more commentaries from key corporates regarding a softer consumer spending especially in the lower income group, this could lead to a more muted bond yield environment and provide support to risk asset such as equities.

FUND PERFORMANCE

	6 months to 31.05.2024	1 years to 31.05.2024	3 years to 31.05.2024	Since inception to 31.05.2024
	%	%	%	%
Income Distribution				
- Class MYR	-	-	0.55	0.55
- Class SGD	-	-	0.54	0.54
- Class USD	-	-	0.54	0.54
Capital Growth				
- Class MYR	5.84	8.07	(9.42)	(5.72)
- Class SGD	5.89	5.57	(18.69)	(17.36)
- Class USD	4.60	5.80	(20.63)	(19.04)
Total Return				
- Class MYR	5.84	8.07	(8.92)	(5.20)
- Class SGD	5.89	5.57	(18.25)	(16.91)
- Class USD	4.60	5.80	(20.20)	(18.60)

FUND PERFORMANCE (CONTINUED)

	6 months to 31.05.2024 %	1 years to 31.05.2024 %	3 years to 31.05.2024 %	Since inception to 31.05.2024 %
Benchmark				
- Class MYR	-	-	-	-
- Class SGD	-	-	-	-
- Class USD	-	-	-	-
Average Total Return				
- Class MYR	11.98	8.07	(3.06)	(1.59)
- Class SGD	12.10	5.57	(6.49)	(5.42)
- Class USD	9.38	5.80	(7.24)	(6.00)

For the financial period under review, the fund performed positively for all classes, Class MYR, Class SGD, Class USD increased by 5.84%, 5.89%, and 4.60% respectively. There is no benchmark for the fund as comparison.

Since inception

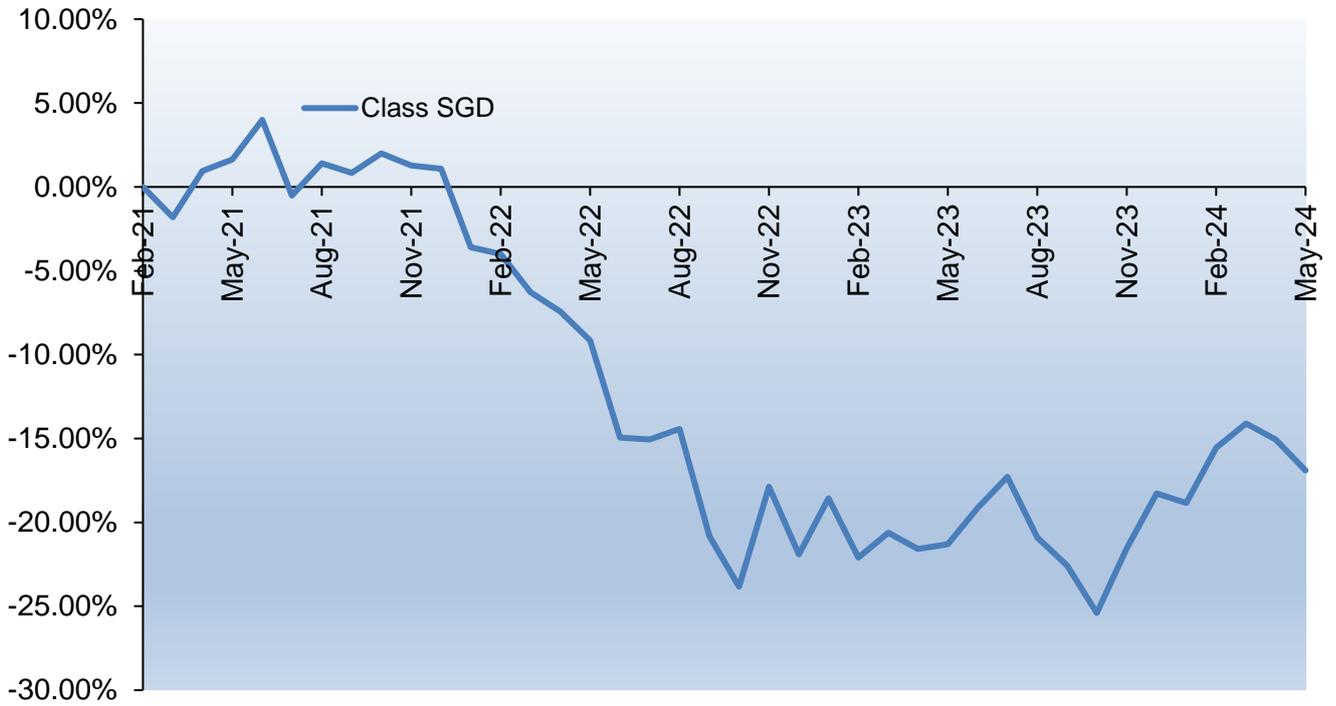
CLASS MYR



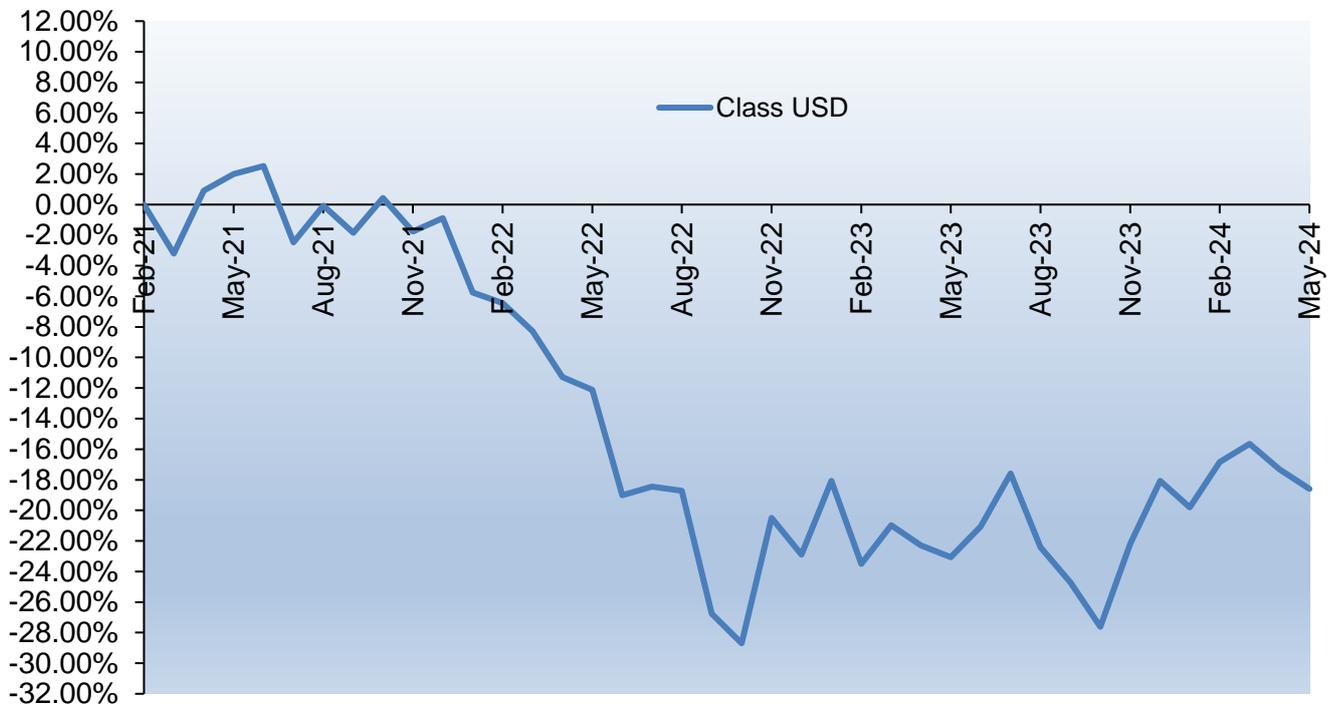
FUND PERFORMANCE (CONTINUED)

Since inception

CLASS SGD



CLASS USD



FUND PERFORMANCE (CONTINUED)

Changes in NAV

	31.05.2024	30.11.2023 Audited	Changes %
CLASS MYR			
NAV (USD Million)	12.08	14.34	(15.76)
NAV/Unit (USD)	0.0501	0.0479	4.59
CLASS SGD			
NAV (USD Million)	0.20	0.16	25.00
NAV/Unit (USD)	0.1530	0.1461	4.72
CLASS USD			
NAV (USD Million)	0.31	0.21	47.62
NAV/Unit (USD)	0.2026	0.1935	4.70

During the period under review, the total NAV for Class MYR decreased by 15.76%, while Class SGD and Class USD increased by 25.00% and 47.62%. In addition, the NAV per unit for Class MYR, Class SGD, and Class USD increased by 4.59%, 4.72%, and 4.70% respectively.

At the time of reporting, Class MYR has the highest total NAV, stood at USD 12.08 million.

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)	31.05.2024	30.11.2023 Audited
Collective investment scheme	96.77	97.22
Cash and other assets	4.56	3.41
Liabilities	(1.33)	(0.63)
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.

Top 10 holdings of the Target Fund for the financial period ended:

	% of NAV 31.05.2024
Top 10 holdings*	
Reliance Industries Ltd	9.50
Taiwan Semiconductor Manufacturing Co Ltd	9.20
Samsung Electronics	9.00
ASML Holdings NV	6.80
Synopsis Inc	4.70
BHP Group Ltd	4.60
PetroChina Co Ltd	3.20
L'Oreal	3.20
Tencent Holdings Ltd	3.00
ASM International NV	2.40

PORTFOLIO STRUCTURE (CONTINUED)

Top 10 holdings of the Target Fund for the financial period ended (continued):

	% of NAV
Top 10 holdings*	31.05.2023
Samsung Electronics Co Ltd	10.50
Reliance Industries Ltd	5.40
BHP Group Ltd	5.00
SK Hynix Inc	4.50
Taiwan Semiconductor Manufacturing Co Ltd	4.50
Link Real Estate Investment Trust	3.20
Maruti Suzuki India Ltd	3.20
CSL Ltd	2.90
Ultratech Cement Ltd	2.60
Tencent Holdings Ltd	2.50

* As per disclosed in the Fund Fact Sheet.

MARKET OUTLOOK*

In Asia as a whole, growth drivers such as increasing demand for more advanced chips due to Artificial Intelligence (“A.I.”) recovery in semiconductors industry India’s strong economic growth and capex cycle, recovering discretionary consumption in travelling, are likely to lead to better earnings growth in the next 12 months. Asian equities are attractive investment themes for the rest of 2024 as corporates have the potential to post better earnings growth than developed markets. At the same time, China market and economy are showing signs of bottoming out, where a selective investment approach might be beneficial to capture alpha, especially for those companies who have shown signs of turnaround.

Markets area expected to grind higher through the period of healing as the macro slowly improves amidst still fragile sentiment in the region.

* 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”) 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.

SOFT COMMISSIONS AND REBATES (CONTINUED)

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 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 ISLAMIC ASIA PACIFIC DYNAMIC INCOME AND GROWTH 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 4 to 23 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 May 2024 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
Non-Independent Executive Director

Kuala Lumpur
16 July 2024

TRUSTEE'S REPORT

**TO THE UNIT HOLDERS OF
PRINCIPAL ISLAMIC ASIA PACIFIC DYNAMIC INCOME AND GROWTH FUND ("Fund")**

We have acted as Trustee of the Fund for the financial period ended 31 May 2024 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 Deeds, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the Deeds; and
3. Any creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirement.

For HSBC (Malaysia) Trustee Berhad

Yap Lay Guat
Manager, Investment Compliance Monitoring

Kuala Lumpur
16 July 2024

SHARIAH ADVISER'S REPORT

To the Unit Holders of Principal Islamic Asia Pacific Dynamic Income and Growth Fund ("Fund")

For the Financial Period From 1 December 2023 to 31 May 2024

We hereby confirm the following:

1. 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 Shariah principles and complied with the applicable guidelines, rulings or decisions issued by the Securities Commission Malaysia ("SC") pertaining to Shariah matters; and
2. The asset of the Fund comprises of instruments that have been classified as Shariah compliant.

For Amanie Advisors Sdn Bhd

Tan Sri Dr Mohd Daud Bakar
Executive Chairman

Kuala Lumpur
16 July 2024

PRINCIPAL ISLAMIC ASIA PACIFIC DYNAMIC INCOME AND GROWTH FUND

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2024**

	Note	01.12.2023 to 31.05.2024 USD	01.12.2022 to 31.05.2023 USD
INCOME/(LOSS)			
Dividend income		13,577	145,591
Net gain/(loss) on financial assets at fair value through profit or loss	7	836,576	(520,425)
Net gain on foreign exchange		<u>3,139</u>	<u>5,798</u>
		<u>853,292</u>	<u>(369,036)</u>
EXPENSES			
Management fee	4	126,910	164,976
Trustee fee	5	2,115	3,666
Audit fee		1,071	1,133
Tax agent's fee		707	1,420
Other expenses		<u>2,004</u>	<u>1,642</u>
		<u>132,807</u>	<u>172,837</u>
PROFIT/(LOSS) BEFORE TAXATION		<u>720,485</u>	<u>(541,873)</u>
Taxation	6	<u>(3,258)</u>	<u>(40,825)</u>
PROFIT/(LOSS) AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD		<u>717,227</u>	<u>(582,698)</u>
Profit/(Loss) after taxation is made up as follows:			
Realised amount		(2,879,161)	(455,938)
Unrealised amount		<u>3,596,388</u>	<u>(126,760)</u>
		<u>717,227</u>	<u>(582,698)</u>

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

PRINCIPAL ISLAMIC ASIA PACIFIC DYNAMIC INCOME AND GROWTH FUND

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2024**

		31.05.2024	30.11.2023
	Note	USD	Audited USD
ASSETS			
Cash and cash equivalents	8	49,705	157,600
Financial assets at fair value through profit or loss (Shariah-compliant)	7	12,183,143	14,304,155
Amount due from Manager		35,426	4,527
Amount due from the Manager of Shariah-compliant collective investment scheme			
- Management fee rebate		327,978	299,882
- Sales of Shariah-compliant collective investment		150,000	40,000
Tax recoverable		11,236	-
TOTAL ASSETS		<u>12,757,488</u>	<u>14,806,164</u>
LIABILITIES			
Amount due to Manager		144,552	63,238
Accrued management fee		20,072	21,595
Amount due to Trustee		335	360
Tax Payable		-	3,357
Other payables and accruals		3,048	4,706
TOTAL LIABILITIES		<u>168,007</u>	<u>93,256</u>
NET ASSET VALUE OF THE FUND		<u>12,589,481</u>	<u>14,712,908</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>12,589,481</u>	<u>14,712,908</u>
REPRESENTED BY:			
FAIR VALUE OF OUTSTANDING UNITS			
- Class MYR		12,081,290	14,344,433
- Class SGD		200,330	158,539
- Class USD		307,861	209,936
		<u>12,589,481</u>	<u>14,712,908</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)			
- Class MYR		240,938,513	299,731,206
- Class SGD		1,309,535	1,085,102
- Class USD		1,519,509	1,084,949
	9	<u>243,767,557</u>	<u>301,901,257</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 MAY 2024 (CONTINUED)**

	31.05.2024	30.11.2023
	USD	Audited USD
NET ASSET VALUE PER UNIT (USD)		
- Class MYR	0.0501	0.0479
- Class SGD	0.1530	0.1461
- Class USD	0.2026	0.1935
 NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- Class MYR	MYR0.2359	MYR0.2230
- Class SGD	SGD0.2068	SGD0.1951
- Class USD	USD0.2026	USD0.1935

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

PRINCIPAL ISLAMIC ASIA PACIFIC DYNAMIC INCOME AND GROWTH FUND

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 MAY 2024**

	01.12.2022 to 31.05.2023 USD	01.12.2021 to 31.05.2022 USD
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>14,712,908</u>	<u>19,214,007</u>
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class MYR	1,247,284	918,071
- Class SGD	102,145	1,719
- Class USD	357,235	-
	<u>1,706,664</u>	<u>919,790</u>
Cancellation of units		
- Class MYR	(4,200,234)	(2,545,512)
- Class SGD	(68,636)	(935)
- Class USD	(278,448)	(410)
	<u>(4,547,318)</u>	<u>(2,546,857)</u>
Total comprehensive income/(loss) for the financial period	<u>717,227</u>	<u>(582,698)</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	<u><u>12,589,481</u></u>	<u><u>17,004,242</u></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 MAY 2024**

	Note	01.12.2023 to 31.05.2024 USD	01.12.2022 to 31.05.2023 USD
CASH FLOWS FROM OPERATING ACTIVITIES			
Proceeds from disposal of Shariah-compliant collective investment scheme		16,245,509	1,830,000
Purchase of Shariah-compliant collective investment scheme		(13,460,509)	(175,000)
Dividend received		13,577	145,591
Management fee paid		(128,433)	(165,938)
Management fee rebate received		34,492	44,378
Trustee fee paid		(2,140)	(3,687)
Payments of other fees and expenses		(5,440)	(3,719)
Payment of other foreign currency exchange loss		(1,057)	(984)
Proceed from realised forward		-	(70,000)
Tax Paid		(17,852)	(21,369)
Net cash generated from operating activities		2,678,147	1,579,272
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from units created		1,675,766	895,594
Payments for cancellation of units		(4,466,004)	(2,494,448)
Net cash used in financing activities		(2,790,238)	(1,598,854)
Net decrease in cash and cash equivalents		(112,091)	(19,582)
Effects of foreign exchange differences		4,196	6,783
Cash and cash equivalents at the beginning of the financial period		157,600	208,296
Cash and cash equivalents at the end of the financial period	8	49,705	195,497
<u>Cash and cash equivalents comprised of:</u>			
Bank balances		49,705	195,497
Cash and cash equivalents at the end of financial period	8	49,705	195,497

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 MAY 2024**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal Islamic Asia Pacific Dynamic Income And Growth Fund (the “Fund”) was constituted pursuant to the execution of a Deed dated 21 August 2020 and First Supplemental Deed dated 23 December 2022 between Principal Asset Management Berhad (the “Manager”) and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund is a feeder fund that invests into a single Islamic collective investment scheme, i.e. Islamic Asia Pacific Dynamic Income and Growth Fund (“Target Fund”). The Fund may also invest in Islamic Deposits for liquidity purposes.

In order to achieve its objective, the Fund will invest at least 95% of its NAV in the Target Fund; a fund established on 19 October 2020 under Principal Islamic Asset Management (Ireland) plc. The Fund may also maintain up to 5% of its NAV in Islamic Deposits for liquidity purposes.

Information on the Target Fund

Company	: Principal Islamic Asset Management (Ireland) PLC
Investment Manager	: Principal Islamic Asset Management Sdn Bhd
Sub-Investment Adviser	: Principal Asset Management Singapore (S) Pte Ltd
Regulatory authority	: Central Bank of Ireland

All investments are subjected to the Guidelines of Unit Trust Funds (“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. MATERIAL 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 as issued by the Malaysian Accounting Standards Board (“MASB”) and IFRS as issued by the International Accounting Standards Board (“IASB”).

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

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.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

It also requires the Manager to exercise their judgement in the process of applying the Fund's accounting policies. Although these estimates and assumptions 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 periods beginning on 1 December 2023 that have a material effect on the financial statements of the Fund.

None of the standards, amendments to standards or interpretations that are effective for financial period beginning on/after 1 June 2024 are applicable to 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.

Investment in Shariah-compliant collective investment scheme are debt instruments with contractual cash flows that do not represent solely payment of principal and interest¹ ("SPPI"), and therefore are classified as fair value through profit or loss.

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

The Fund classifies cash and cash equivalents, amount due from Manager and amount due from Manager of collective investment scheme - management fee rebate as financial assets 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.

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.

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.

¹ For the purposes of this Fund, interest refers to profits earned from Shariah-compliant investments

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

Recognition and measurement (continued)

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.

Shariah-compliant collective investment scheme is valued based on the most recent published NAV per unit or share of such Shariah-compliant collective investment scheme or, if unavailable, on the last published price of such unit or share (excluding any sales charge included in such selling price).

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 losses ("ECL") using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward-looking information in determining any ECL. The Manager considers 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.

Definition of default and credit-impaired financial assets

Any contractual payment which is more than 90 days past due is considered credit impaired.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(b) Financial assets and financial liabilities (continued)

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 Shariah-compliant collective investment scheme is accounted for as the difference between the net disposal proceeds and the carrying amount of Shariah-compliant collective investment scheme, determined on a weighted average cost basis.

(d) Cash and cash equivalents

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

(e) Taxation

Current tax expense is determined according to Malaysian tax laws at the current rate based upon the taxable profit earned during the financial period.

Tax on income from foreign collective investment scheme is based on the tax regime of the respective countries that the Fund invests in.

(f) Distribution

A distribution to the Fund's unit holders is accounted for as a deduction from realised reserve. A proposed distribution is recognised as a liability in the financial period in which it is approved by the Trustee.

(g) Amount due from/to Manager of collective investment scheme (sales and purchase of collective investment scheme)

Amount due from and amount due to Manager of collective investment scheme represent receivables and payables for collective investment scheme purchased that have been contracted for but

(h) Management fee rebate

Management fee rebate is derived from the Manager and the Manager of the collective investment scheme held by the Fund on an accrual basis to ensure no double charging of management fee. It is accrued daily based on the fair value of collective investment scheme held.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(i) Functional and presentation currency

Functional 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:

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) The Fund’s Shariah-compliant investments are denominated in USD; and
- ii) Significant portion of the Fund’s expenses 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 statement of comprehensive income.

(j) Unit holders’ contributions

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 three classes of units, known respectively as the Class MYR, Class SGD and Class USD which are cancelled at the unit holder’s option. 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 unit 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 unit holders of respective classes with the total number of outstanding units of respective classes.

2. MATERIAL ACCOUNTING POLICIES (CONTINUED)

(k) Realised and unrealised portions of profit or loss after tax

The analysis of realised and unrealised profit or loss after tax as presented on the statement of comprehensive income is prepared in accordance with GUTF.

(l) Critical accounting estimates and judgements 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 Funds' results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgements 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 policies, no significant judgement was required.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund aims to provide capital growth over the medium to long term and to provide regular income through investment in one Islamic collective investment scheme, which invests primarily in the Asia Pacific ex Japan region.

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.

(a) Market risk

(i) Price risk

Price risk is the risk that the fair value of an investment in collective investment scheme will fluctuate because of changes in market prices (other than those arising from interest rate risk and currency risk). The value of collective investment scheme 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 collective investment scheme and other financial instruments within specified limits according to the Deeds.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(i) Price risk (continued)

The table below summarises the sensitivity of the Fund's profit or loss and NAV to movements in price of Shariah-compliant collective investment scheme at the end of the reporting period. The analysis is based on the assumptions that the price of the Shariah-compliant collective investment scheme fluctuated by 5% with all the other variables held constant. This represents management's best estimate of a reasonable possible shift in the Shariah-compliant collective investment scheme, having regard to the historical volatility of the prices.

(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.

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 Manager of Shariah-compliant collective investment scheme, the Fund will invest with an investment management company of the Shariah-compliant collective investment scheme which is authorised or approved by the relevant regulatory authority in its home jurisdiction.

In derivative activities, credit risk arises when counterparties to derivative contracts, are unable or unwilling to fulfil their obligation to pay the positive fair value or receivable resulting from the execution of contract terms.

(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. The Fund's investments in Shariah-compliant collective investment scheme are realisable which are capable of being converted into cash within 10 business days. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Capital risk management

The capital of the Fund is represented by net assets attributable to unit holders. 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 judgement, considering factors specific to the asset or liability.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

The determination of what constitutes 'observable' requires significant judgement 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
31.05.2024				
Financial assets at fair value through profit or loss:				
- Collective investment scheme	<u>12,183,143</u>	<u>-</u>	<u>-</u>	<u>12,183,143</u>
30.11.2023				
Audited				
Financial assets at fair value through profit or loss:				
- Collective investment scheme	<u>14,304,155</u>	<u>-</u>	<u>-</u>	<u>14,304,155</u>

Investments whose values are based on quoted market prices in active markets and are therefore classified within Level 1, include collective investment scheme which invest in 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).

Financial instruments that trade in markets that are considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include forward foreign currency contracts. As Level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

(ii) The carrying values of cash and cash equivalents, amount due from Manager and amount due from Manager of Shariah-compliant collective investment scheme - management fee rebate and all other 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 class, calculated daily based on the NAV of the Fund.

For the six months financial period ended 31 May 2024, the management fee is recognised at the following rates:

Class MYR	Class SGD	Class USD
1.80%	1.80%	1.80%

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

5. TRUSTEE FEE

In accordance with the Deeds, the Trustee is entitled to a fee up to 0.08% per annum, calculated daily based on the NAV of the Fund. The Trustee fee includes local custodian fees and charges but excludes foreign sub-custodian fees and charges.

For the six months financial period ended 31 May 2024, the Trustee fee is recognised at a rate of 0.03% per annum for each class.

There was no further liability to the Trustee in respect of Trustee fee other than amounts recognised above.

6. TAXATION

	01.12.2023 to 31.05.2024 USD	01.12.2022 to 31.05.2023 USD
Tax charged for the financial period:		
- Current taxation	<u>3,258</u>	<u>40,825</u>

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

	01.12.2023 to 31.05.2024 USD	01.12.2022 to 31.05.2023 USD
Profit/(Loss) before taxation	<u>720,485</u>	<u>(541,873)</u>
Taxation at Malaysian statutory rate of 24% (2023:24%)	172,916	(130,050)
Tax effects of:		
- (Investment income not subject for tax purposes)/Loss not deductible for tax purpose	(204,789)	88,569
- Expenses not deductible for tax purposes	1,158	1,615
- Restriction on tax deductible expenses for Unit Trust Funds	30,715	39,866
Taxation on foreign source income	<u>3,258</u>	<u>40,825</u>
Taxation	<u>3,258</u>	<u>40,825</u>

PRINCIPAL ISLAMIC ASIA PACIFIC DYNAMIC INCOME AND GROWTH FUND

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.05.2024	30.11.2023
	USD	Audited
		USD
At fair value through profit or loss:		
- Collective investment scheme	<u>12,183,143</u>	<u>14,304,155</u>
	01.12.2023	01.12.2022
	to 31.05.2024	to 31.05.2023
	USD	USD
Net gain/(loss) on financial assets at fair value through profit or loss:		
- Realised loss on disposals	(2,818,204)	(476,480)
- Unrealised fair value gain/(loss)	3,592,192	(133,542)
- Management fee rebate #	<u>62,588</u>	<u>89,597</u>
	<u>836,576</u>	<u>(520,425)</u>

Management fee rebate is derived from the Shariah-compliant collective investment scheme held by the Fund on an accruals basis to ensure no double charging of management fee. It is accrued daily based on the fair value of the collective investment scheme held.

For the six months financial period ended 31 May 2024, management fee rebate is recognised at a rate of 0.50% per annum calculated and accrued daily based on the NAV of the collective investment scheme.

Name of counter	Quantity	Aggregate	Market	Percentage
	Units	cost	value	of NAV
		USD	USD	%
31.05.2024				
SHARIAH-COMPLIANT				
COLLECTIVE				
INVESTMENT SCHEME				
Islamic Asia Pacific				
Dynamic Income Fund	<u>1,487,563</u>	<u>12,391,401</u>	<u>12,183,143</u>	<u>96.77</u>
TOTAL SHARIAH-				
COMPLIANT				
COLLECTIVE				
INVESTMENT SCHEME	<u>1,487,563</u>	<u>12,391,401</u>	<u>12,183,143</u>	<u>96.77</u>
ACCUMULATED				
UNREALISED LOSS ON				
FINANCIAL ASSETS AT				
FAIR VALUE THROUGH				
PROFIT OR LOSS		<u>(208,258)</u>		
TOTAL FINANCIAL				
ASSETS AT FAIR				
VALUE THROUGH				
PROFIT OR LOSS		<u>12,183,143</u>		

PRINCIPAL ISLAMIC ASIA PACIFIC DYNAMIC INCOME AND GROWTH FUND

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 %
30.11.2023				
SHARIAH-COMPLIANT COLLECTIVE INVESTMENT SCHEME				
Islamic Asia Pacific Dynamic Income Fund	<u>1,838,580</u>	<u>18,104,605</u>	<u>14,304,155</u>	<u>97.22</u>
TOTAL SHARIAH- COMPLIANT COLLECTIVE INVESTMENT SCHEME	<u>1,838,580</u>	<u>18,104,605</u>	<u>14,304,155</u>	<u>97.22</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>(3,800,450)</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>14,304,155</u>		

8. CASH AND CASH EQUIVALENTS

	31.05.2024	31.10.2023
	USD	Audited USD
Bank balances	<u>49,705</u>	<u>157,600</u>

9. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.12.2023 to 31.05.2024	01.12.2022 to 30.11.2023
	No. of units	Audited No. of units
Class MYR (i)	240,938,513	299,731,206
Class SGD (ii)	1,309,535	1,085,102
Class USD (iii)	<u>1,519,509</u>	<u>1,084,949</u>
	<u>243,767,557</u>	<u>301,901,257</u>

(i) Class MYR

At the beginning of the financial period	299,731,206	386,309,445
Add : Creation of units from applications	24,870,776	37,760,531
Less : Cancellation of units	<u>(83,663,469)</u>	<u>(124,338,770)</u>
At the end of the financial period	<u>240,938,513</u>	<u>299,731,206</u>

9. NUMBER OF UNITS IN CIRCULATION (UNITS) (CONTINUED)

	01.12.2023 to 31.05.2024	01.12.2022 to 30.11.2023 Audited
	No. of units	No. of units
(ii) Class SGD		
At the beginning of the financial period	1,085,102	1,072,391
Add : Creation of units from applications	659,235	19,126
Less : Cancellation of units	(434,802)	(6,415)
At the end of the financial period	<u>1,309,535</u>	<u>1,085,102</u>
(iii) Class USD		
At the beginning of the financial period	1,084,949	810,967
Add : Creation of units from applications	1,770,303	277,197
Less : Cancellation of units	(1,335,743)	(3,215)
At the end of the financial period	<u>1,519,509</u>	<u>1,084,949</u>

10. TOTAL EXPENSE RATIO (“TER”)

	01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023
	%	%
TER	<u>0.50</u>	<u>0.45</u>

TER is derived from the following calculation:

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

- A = Management fee (exclude management fee rebate)
- B = Trustee fee
- C = Audit fee
- D = Tax agent’s fee
- E = Other expenses
- F = Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis was USD14,089,229 (2023: USD18,389,757).

11. PORTFOLIO TURNOVER RATIO (“PTR”)

	01.12.2023 to 31.05.2024	01.12.2022 to 31.05.2023
PTR (times)	<u>1.06</u>	<u>0.05</u>

PTR is derived based on the following calculation:

$$\frac{(\text{Total acquisition for the financial period} + \text{total disposal for the financial period}) \div 2}{\text{Average NAV of the Fund for the financial period calculated on a daily basis}}$$

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

PTR is derived based on the following calculation (continued):

where:

total acquisition for the financial period = USD13,460,509 (31.05.2023: USD175,000)
 total disposal for the financial period = USD16,335,509 (31.05.2023: USD1,830,000)

12. 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 were 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 the Manager

Units held by the Manager and parties related to the Manager

	31.05.2024		30.11.2023 Audited	
	No. of units	USD	No. of units	USD
Manager				
Principal Asset Management Berhad				
- Class MYR	38,945	1,953	6,098	292
- Class SGD	0 *	0 *	0 *	0 *
- Class USD	56	11	56	11

* Note: 0* denotes fair value less than 1 unit.

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

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.

Other than those disclosed elsewhere in the financial statements, there were no significant related party transactions and balances during the financial period.

13. TRANSACTIONS WITH BROKER/DEALER

Details of transactions with the top 10 brokers for the six months financial period ended 31 May 2024 were as follows:

Broker/Dealer	Value of trades USD	Percentage of total trades %
BNY Mellon Fund Services (Ireland) Ltd	<u>29,816,018</u>	<u>100.00</u>

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

Broker/Dealer	Value of trades USD	Percentage of total trades %
BNY Mellon Fund Services (Ireland) Ltd	<u>2,005,000</u>	<u>100.00</u>

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